

**TAB GIDA SANAYİ VE TİCARET A.Ş.
AND ITS SUBSIDIARIES**

**CONDENSED CONSOLIDATED FINANCIAL
STATEMENTS FOR THE INTERIM PERIOD
JANUARY 1 – MARCH 31, 2025
(Originally issued in Turkish)**

TAB GIDA SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARIES

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(Convenience translation of consolidated financial statements originally issued in Turkish)

TAB GIDA SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(Amounts expressed in Turkish Lira ("TL") in terms of the purchasing power of the TL at 31 March 2025, unless otherwise indicated.)

	Notes	Reviewed Current Year 31 March 2025	Audited Prior Year 31 December 2024
ASSETS			
Cash and cash equivalents	3	6.977.959.360	6.640.397.221
Trade receivables			
<i>Trade receivables from related parties</i>	6-24	814.719.131	806.268.457
<i>Trade receivables from third parties</i>	6	1.020.199.797	717.687.507
Other receivables			
<i>Other receivables from third parties</i>	7	1.961.390	2.884.219
Inventories	8	499.138.920	433.060.271
Prepaid expenses	15	1.285.592.687	1.087.499.166
Other current assets	14	74.086.343	41.549.502
Total Current Assets		10.673.657.628	9.729.346.343
Other receivables			
<i>Other receivables from third parties</i>	7	33.646.734	36.293.658
Property, plant and equipment	9	9.439.557.223	9.576.065.143
Intangible assets	10	1.030.959.893	1.050.902.032
Right of use assets	11	6.530.448.520	6.355.335.567
Prepaid expenses	15	50.254.760	51.888.409
Other non-current assets	14	6.395.498	7.024.468
Total Non-Current Assets		17.091.262.628	17.077.509.277
TOTAL ASSETS		27.764.920.256	26.806.855.620

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

(Convenience translation of consolidated financial statements originally issued in Turkish)

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(Amounts expressed in Turkish Lira ("TL") in terms of the purchasing power of the TL at 31 March 2025, unless otherwise indicated.)

	Notes	Reviewed Current Year 31 March 2025	Audited Prior Year 31 December 2024
LIABILITIES			
Short-term borrowings	4	33.775.897	23.763.150
Current portion of long-term borrowings			
Short-term lease liabilities	5	1.572.160.708	1.523.211.620
Trade payables			
<i>Trade payables to related parties</i>	6-24	1.757.258.516	1.501.195.570
<i>Trade payables to third parties</i>	6	615.942.907	659.444.508
Other payables			
<i>Other payables to third parties</i>	7	36.743	46.701
Employee benefit payables	13	777.571.138	584.617.495
Short-term provisions			
<i>Provisions for employee benefits</i>	13	271.049.678	182.438.215
<i>Other short-term provisions</i>	12	64.078.274	55.070.919
Contract liabilities	15	411.083.772	293.194.766
Current tax liabilities	23	308.004.096	324.300.724
Other current liabilities	14	104.222.203	94.454.136
Total Current Liabilities		5.915.183.932	5.241.737.804
Long-term lease liabilities	5	2.389.374.999	2.490.748.763
Trade payables			
<i>Trade payables to third parties</i>	6	136.821.873	166.987.650
Provision for employee benefits	13	199.977.234	178.886.387
Contract liabilities	15	136.940.907	138.778.502
Deferred tax liabilities	23	1.236.748.429	1.152.579.494
Total Non-Current Liabilities		4.099.863.442	4.127.980.796
EQUITY			
Share capital	16	261.292.000	261.292.000
Adjustments to share capital	16	2.915.556.520	2.915.556.520
Share premium		5.848.028.053	5.848.028.053
Restricted reserves separated from profit		(28.965.381)	(28.965.381)
Other comprehensive expenses		216.048.173	216.048.173
to be reclassified			
- Currency translation reserves	16	186.515.908	186.970.756
Other comprehensive income or expenses			
not to be reclassified			
- Remeasurement gains of			
defined benefit plans	16	8.269.511	5.131.406
- Revaluation of property,			
plant and equipment	16	796.120.802	796.120.802
Net profit for the period		310.052.605	2.104.034.002
Retained earnings		7.236.954.691	5.132.920.689
Total Equity		17.749.872.882	17.437.137.020
TOTAL LIABILITIES AND EQUITY		27.764.920.256	26.806.855.620

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

(Convenience translation of consolidated financial statements originally issued in Turkish)

TAB GIDA SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(Amounts expressed in Turkish Lira ("TL") in terms of the purchasing power of the TL at 31 March 2025, unless otherwise indicated.)

	Notes	1 January - 31 March 2025	1 January - 31 March 2024
Profit or loss			
Revenue	17	8.714.121.740	7.833.351.539
Cost of sales (-)	17	(7.561.158.569)	(6.819.602.649)
Gross profit		1.152.963.171	1.013.748.890
General administrative expenses (-)	18	(392.594.432)	(295.711.632)
Marketing expenses (-)	18	(437.352.201)	(454.174.541)
Other operating income	20	163.732.755	142.579.273
Other operating expenses (-)	20	(179.439.398)	(161.772.764)
Operating profit		307.309.895	244.669.226
Income related to investing activities	21	379.085.191	535.551.153
Expense related to investing activities (-)	21	(23.327.820)	(8.983.745)
Operating profit before financial expenses		663.067.266	771.236.634
Financial income	22	214.638.992	57.318.119
Financial expenses (-)	22	(271.453.891)	(242.455.116)
Monetary loss		(164.236.182)	(130.481.689)
Earning before tax		442.016.185	455.617.948
Tax income			
Current tax expense	23	(47.859.038)	(153.791.083)
Deferred tax expense	23	(84.104.542)	(117.831.249)
Net profit for the year		310.052.605	183.995.616
Earning per share (TL)		1,19	0,70
OTHER COMPREHENSIVE INCOME			
Items to be reclassified subsequently to profit or loss:			
Change in foreign currency translation differences		(454.848)	(41.058.658)
Items that will not be reclassified subsequently to profit or loss:			
Income related to revaluation of defined benefit plans and measurement gains	13	4.184.139	(1.320.187)
Tax income / (expense) to revaluation of defined benefit plans and measurement	23	(1.046.034)	321.215
TOTAL COMPREHENSIVE INCOME		312.735.862	141.937.986

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TAB GIDA SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIODS 1 JANUARY – 31 MARCH 2025 AND 2024

(Amounts expressed in Turkish Lira (“TL”) in terms of the purchasing power of the TL at 31 March 2025, unless otherwise indicated.)

						Other comprehensive income / (expense will be reclassified to <u>profit or loss</u>	Other comprehensive income / (expense will be reclassified to <u>profit or loss</u>				
	Share capital	Adjustment to share capital	Share based benefits	Repurchased Shares	Restricted reserves from benefits	Currency transition differences	Remeasurement of defined benefit obligation	Revaluation of Property, Plant and equipment	Net income for the period(loss)	Accumulated losses	Total
Balance at 1 January 2025	261.292.000	2.915.556.520	5.848.028.053	-	-	19.556.524	5.902.038	796.120.802	3.905.604.817	1.629.999.645	15.382.060.399
Profit for the year	-	-	-	-	-	-	-	-	183.995.616	-	183.995.616
Other comprehensive expense	-	-	-	-	-	(41.058.658)	(998.972)	-	-	-	(42.057.630)
Total comprehensive profit	-	-	-	-	-	(41.058.658)	(998.972)	-	183.995.616	-	141.937.986
Transfers	-	-	-	-	-	-	-	-	(3.905.604.817)	3.905.604.817	-
Balance at 31 March 2025	261.292.000	2.915.556.520	5.848.028.053	-	-	(21.502.134)	4.903.066	796.120.802	183.995.616	5.535.604.462	15.523.998.385
Balance at 1 January 2025	261.292.000	2.915.556.520	5.848.028.053	(28.965.381)	216.048.173	186.970.756	5.131.406	796.120.802	2.104.034.002	5.132.920.689	17.437.137.020
Profit for the year	-	-	-	-	-	-	-	-	310.052.605	-	310.052.605
Other comprehensive expense	-	-	-	-	-	(454.848)	3.138.105	-	-	-	2.683.257
Total comprehensive profit	-	-	-	-	-	(454.848)	3.138.105	-	310.052.605	-	312.735.862
Transfers	-	-	-	-	-	-	-	(2.104.034.002)	2.104.034.002	-	-
Balance at 31 March 2025	261.292.000	2.915.556.520	5.848.028.053	(28.965.381)	216.048.173	186.515.908	8.269.511	796.120.802	310.052.605	7.236.954.691	17.749.872.882

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

(Convenience translation of consolidated financial statements originally issued in Turkish)

TAB GIDA SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE ACCOUNTING PERIODS 1 JANUARY - 31 MARCH 2025 AND 2024

(Amounts expressed in Turkish Lira ("TL") in terms of the purchasing power of the TL at 31 March 2025, unless otherwise indicated.)

	Notes	1 January - 31 March 2025	1 January - 31 March 2024
Cash Flows from Operating Activities			
Net profit for the period		310.052.605	183.995.616
Adjustments related to reconciliation of net profit for the period		1.703.432.569	1.410.111.925
Depreciation and amortization expense	9-10	456.730.160	412.496.453
Adjustments for impairment			
impairment and expenses related to closed restaurants	21	1.821.106	28.205
Adjustments for provisions			
provisions related to employee benefits	13	205.381.787	174.450.328
Adjustment related to provisions			
for litigation and/or penalties	12	22.218.033	934.832
Adjustments related to interest income and expenses			
Interest income	21-22	(576.377.532)	(555.278.330)
Interest expense	22	79.756	771.872
Deferred financial income			
arising from forward purchases	20	(15.176.937)	(49.824.412)
Unearned finance expense			
arising from credit sales	20	46.576.601	20.196.840
Depreciation and amortisation on leases	11	671.606.549	594.793.337
Interest expense on leases	22-11	154.162.426	124.939.491
Exchange rate difference expense related to leases	22	22.016.718	24.574.973
Insurance income	21	(8.430.821)	(15.192.500)
Adjustments related to tax (income) / expense	23	131.963.580	271.622.332
Adjustments related to gain			
on disposal of property, plant and equipment	21	21.035.611	6.862.314
Monetary gain/(loss)		569.825.532	398.736.190
Changes in Working Capital		(539.242.009)	(10.469.491)
Adjustments related to (increase)/decrease in trade receivables			
Increase in due from related parties		(96.182.484)	(277.049.041)
Increase in trade receivables from third parties		(483.305.816)	(150.547.203)
Adjustments related to (increase)/decrease			
in other current and non-current assets		(41.901.708)	(12.592.563)
(Increase)/decrease in inventories		(123.698.931)	(29.823.906)
(Increase)/decrease in prepaid expenses		(360.718.558)	(424.013.041)
Adjustments for increase in trade payables			
(Increase)/decrease in due to related parties		344.945.907	326.743.473
(Increase)/decrease in trade payables to third parties		134.744.276	285.606.548
Other payables / liabilities (decrease)/increase		86.889.566	282.352.615
Increase/(decrease) in other liabilities		(14.261)	(11.146.373)
Cash Flows From Operations		(92.487.816)	(50.712.550)
Employee benefits paid	13	(52.270.557)	(45.853.339)
Income taxes paid		(32.649.333)	-
Litigation paid		(7.567.926)	(4.859.211)

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

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TAB GIDA SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE ACCOUNTING PERIODS 1 JANUARY - 31 MARCH 2025 AND 2024

(Amounts expressed in Turkish Lira ("TL") in terms of the purchasing power of the TL at 31 March 2025, unless otherwise indicated.)

	Notes	1 January - 31 March 2025	1 January - 31 March 2024
Cash Flows from Investing Activities		249.814.513	(220.806.594)
Cash inflows from disposal of property, plant and equipment		18.958.178	2.320.862
Cash outflows from acquisition of property, plant and equipment	9	(311.964.995)	(760.306.372)
Cash outflows from acquisition of intangible assets	10	(41.987.023)	(39.294.812)
Cash advances given to related parties		-	6.002.898
Cash inflows from insurance		8.430.821	15.192.500
Interest received		576.377.532	555.278.330
Cash Flows from Financing Activities		(686.892.626)	(625.673.489)
Cash inflows from borrowings	4	110.478.954	52.349.139
Cash outflows related to loan repayments	4	(97.846.156)	(93.521.400)
Interest payments related to lease transactions		(154.162.426)	(124.939.491)
Payments for lease transactions	5	(545.362.998)	(459.561.737)
THE EFFECT OF MONETARY LOSS ON CASH AND CASH EQUIVALENTS		(607.115.097)	(1.204.271.052)
NET CHANGE IN CASH AND CASH EQUIVALENTS		337.562.139	(517.825.635)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	3	6.640.397.221	6.553.849.602
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	3	6.977.959.360	6.036.023.967

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

TAB GIDA SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARIES

FOR THE ACCOUNTING PERIOD 1 JANUARY – 31 MARCH 2025

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(Amounts expressed in Turkish Lira ("TL") in terms of the purchasing power of the TL at 31 March 2025, unless otherwise indicated.)

NOTE 1 - ORGANIZATION AND OPERATIONS OF THE GROUP

TAB Gıda Sanayi ve Ticaret A.Ş. ("the Company") was established on 4 August 1994. The principal activities of the Company and its subsidiaries ("the Group") are sub-letting brands and operating fast food hamburger, chicken and pizza restaurants under the Burger King, Popeyes, Sbarro, Arby's, Subway, Usta Dönerci and Usta Pideci brands. The Company operates the largest fast food hamburger restaurant chain in Turkey in terms of number of restaurants.

The Group operates and franchises Burger King, Popeyes, Sbarro and Arby's-branded restaurants under exclusive development and master franchise agreements and the owner of Usta Dönerci and Usta Pideci brands. Burger King and Popeyes brands are both owned by Restaurant Brands International Inc ("RBI"). The expiry dates of the master franchise and exclusivity rights under the Master Franchise Development Agreement ("MFDA") are as follows:

Brand	Expiration Dates
Burger King— Quick Service Restaurant Business Türkiye	1 December 2032
Popeyes— Quick Service Restaurant Business Türkiye	31 December 2026
Sbarro— Quick Service Restaurant Business Türkiye	31 December 2027
Arby's— Quick Service Restaurant Business Türkiye	31 December 2027
Subway— Quick Service Restaurant Business Türkiye	31 December 2029

The address of the Company is Dikilitaş Mahallesi Emirhan Caddesi No: 109 Beşiktaş, İstanbul.

As at 31 March 2025 the average number of personnel employed during the year is 16.653 (31 December 2024: 16.092).

As of 31 March 2025, the Group has a total of 1.854 open restaurants. The number of franchise restaurants in the total number of open restaurants is 845 as of 31 March 2025. (31 December 2024: The number of Group restaurants is 1.830, of which 820 are franchise restaurants).

TFI TAB Gıda Yatırımları Anonim Şirketi is the main shareholder of the Group and the main controlling party.

As at 31 March 2025, the list of subsidiaries is as follows:

- TAB Georgia LLC. "GÜRCİSTAN"
- TAB Limited Makedonija Dooel Petrovec "MAKEDONYA"

A brief description of the Company's subsidiaries is as follows:

- TAB Georgia LLC. was established on 26 December 2006 in Georgia. TAB Georgia operates fast food restaurants. As of 31 March 2025, the total number of open restaurants is 9 and the number of franchise restaurants is 1 (31 December 2024: Total number of open restaurants is 9, 1 of which belongs to franchise restaurants).
- TAB Limited Makedonija Dooel Petrovec was established in Macedonia on 13 June 2011. TAB Macedonia operates fast food restaurants. As of 31 March 2025, the total number of open restaurants is 15, all of which are operated by the Group. (31 December 2024: Total number of open restaurants is 15, all of which are operated by the Group).

As at 31 March 2025, the list of branches is as follows:

- TAB Gıda Sanayi ve Ticaret A.Ş. – Northern Cyprus Branch "KUZEY KIBRIS"

Approval of the consolidated financial statements

The consolidated financial statements have been approved by the Board of Directors and authorised for issue on 29 April 2025. The General Assembly and other regulatory bodies are authorised to amend and restate the financial statements.

(Convenience translation of consolidated financial statements originally issued in Turkish)

TAB GIDA SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARIES

FOR THE ACCOUNTING PERIOD 1 JANUARY – 31 MARCH 2025

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(Amounts expressed in Turkish Lira (“TL”) in terms of the purchasing power of the TL at 31 March 2025, unless otherwise indicated.)

NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS

2.1 Basic Principles of Presentation

Implemented Financial Reporting Standards

The accompanying consolidated financial statements are prepared in accordance with the Communiqué Serial II, No:14.1, “Principles of Financial Reporting in Capital Markets” (“the Communiqué”) published in the Official Gazette numbered 28676 on 13 June 2013. According to the article 5 of the Communiqué, consolidated financial statements are prepared in accordance with Turkish Financial Reporting Standards (“TFRS”) and its addendum and interpretations (“IFRIC”) issued by Public Oversight Accounting and Auditing Standards Authority (“POA”) Turkish Accounting Standards Boards. It has also been presented in accordance with the TMS taxonomy published by the Public Oversight Authority (POA) on July 3, 2024.

The Company and its subsidiaries operating in Turkey, maintains its accounting records and prepares its statutory financial statements in accordance with the Turkish Commercial Code (the “TCC”), tax legislation and the uniform chart of accounts issued by the Ministry of Finance. These consolidated financial statements are based on the statutory records, with the required adjustments and reclassifications including those related to changes in purchasing power reflected for the purpose of fair presentation in accordance with the TFRS.

Financial Reporting In Hyperinflationary Economy

Entities applying TFRSs have started to apply inflation accounting in accordance with TAS 29 Financial Reporting in Hyperinflation Economies as of financial statements for the annual reporting period ending on or after 31 March 2024 with the announcements made by the Public Oversight Accounting and Auditing Standards Authority (POA) on 23 November 2023. TAS 29 is applied to the financial statements, including the consolidated financial statements, of any entity whose functional currency is the currency of a hyperinflationary economy.

The accompanying financial statements are prepared on a historical cost basis, except for financial investments measured at fair value and investment properties measured at revalued amounts.

Financial statements and corresponding figures for previous periods have been restated for the changes in the general purchasing power of Turkish lira and, as a result, are expressed in terms of purchasing power of Turkish lira as of 31 March 2025 as per TAS 29.

On the application of TAS 29, the entity used the conversion coefficient derived from the Customer Price Indexes (CPI) published by Turkey Statistical Institute according to directions given by POA. The CPI for current and previous year periods and corresponding conversion factors since the time when the Turkish lira previously ceased to be considered currency of hyperinflationary economy, i.e., since 1 January 2021, were as follow:

Year end	Index
2021	686,95
2022	1.128,45
2023	1.859,38
2024	2.684,55
2025/3	2.954,69

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FOR THE ACCOUNTING PERIOD 1 JANUARY – 31 MARCH 2025

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(Amounts expressed in Turkish Lira ("TL") in terms of the purchasing power of the TL at 31 March 2025, unless otherwise indicated.)

NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

2.1 Basic Principles of Presentation (Cont'd)

Financial Reporting under Hyperinflation

In accordance with TMS 29, necessary adjustments to the financial statements have been made, with assets and liabilities initially separated into monetary and non-monetary categories. Non-monetary assets and liabilities are further subdivided into those measured at fair value and those measured at cost. Monetary items (excluding those linked to an index) and non-monetary items measured at fair value as of the reporting period-end (31 March 2025) are already expressed in the current measurement unit and have not been adjusted for inflation. Non-monetary items not expressed in the current measurement unit as of 31 March 2025 have been adjusted for inflation using the relevant coefficient.

In cases where the inflation-adjusted value of non-monetary items exceeds their recoverable amount or net realizable value, the carrying amount has been reduced in accordance with the relevant IFRS (International Financial Reporting Standards). Furthermore, inflation adjustments have been made for equity elements and all items in the statement of profit or loss and other comprehensive income. For non-monetary items acquired or assumed before 1 January 2005, as well as equity elements established before that date, the adjustment has been made according to the change in the Consumer Price Index (CPI) from 1 January 2005 to 31 March 2025.

The application of TAS 29 results in an adjustment for the loss of purchasing power of the Turkish lira presented in Net Monetary Position Gains (Losses) item in the profit or loss section of the statement of profit or loss and comprehensive income. In a period of inflation, an entity holding an excess of monetary assets over monetary liabilities loses purchasing power and an entity with an excess of monetary liabilities over monetary assets gains purchasing power to the extent the assets and liabilities are not linked to a price level. This gain or loss on the net monetary position is derived as the difference resulting from the restatement of non-monetary items, owners' equity and items in the statement of profit or loss and other comprehensive income and the adjustment of index linked assets and liabilities.

Functional and Reporting Currency

The individual financial statements of each Group entity are prepared in the currency of the primary economic environment in which the entity operates (its functional currency). The consolidated financial statements of the Group are presented in Turkish Lira ("TL"), which is the functional currency of the Group and the presentation currency of the Group's consolidated financial statements.

In preparing the consolidated financial statements of the Group, balance sheet items of companies whose functional currency is different from TL are translated into TL at the exchange rate ruling at the balance sheet date and income, expenses and cash flows are translated into TL at the exchange rate ruling at the date of the transactions (historical exchange rate) or, if the date cannot be determined, at the annual average exchange rate. The resulting translation difference is recognised in the foreign currency translation reserve under equity.

The functional currencies of the Company's subsidiaries in Georgia and Macedonia are Georgian Lari and Macedonian Dinar, respectively.

As at 31 March 2025, the buying exchange rates for assets are 1 Macedonian Dinar = TL 0, 6632 and 1 Lari = TL 13,7362 (31 December 2024: 1 Macedonian Dinar = TL 0,5974 and 1 Lari = TL 12,5628), and the selling exchange rates for liabilities are 1 Macedonian Dinar = TL 0, 6632 and 1 Lari = TL 13,7362 (31 December 2024: 1 Macedonian Dinar = TL 0,5974 and 1 Lari = TL 12,5628).

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FOR THE ACCOUNTING PERIOD 1 JANUARY – 31 MARCH 2025

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(Amounts expressed in Turkish Lira (“TL”) in terms of the purchasing power of the TL at 31 March 2025, unless otherwise indicated.)

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

2.1 Basic Principles of Presentation (cont’d)

Basis Of Consolidation

The details of the Company's subsidiaries as at 31 March 2025 and 31 December 2024 are as follows:

Subsidiaries	Business Segment	Country of Origin	31 March 2025	31 December 2024
TAB Georgia LLC	Quick Service Restaurant	Georgia	%100	%100
TAB Limited Makedonija Dooel Petrovec	Quick Service Restaurant	Macedonia	%100	%100

As at 31 March 2025 and 31 December 2024, the Group's branch information is as follows:

Branch Name	Business Segment	Country of Origin
TAB Gıda Sanayi ve Ticaret A.Ş. – Northern Cyprus Branch	Quick Service Restaurant	Northern Cyprus

The consolidated financial statements include the financial statements of the Company and entities controlled by the Company and its subsidiaries. Control is achieved when the Company fulfils the following conditions:

- has power over the invested company/asset
- is entitled or open to variable returns from the invested company/asset
- has the ability to affect those returns through its power to direct the activities of the entity

If a situation or event occurs that could lead to a change in at least one condition stated above, Company shall reassess whether it has control over its investment.

In cases where the Company does not have the majority voting right over the invested company/asset, if it has sufficient voting rights to direct/manage the activities of the relevant investment alone, it has control over the invested company/asset. The Company considers all relevant events and conditions in assessing whether the majority of the votes in the relevant investment is sufficient to gain control, including the following:

- Comparing the voting rights of the Company with the other shareholders,
- Potential voting rights of the Company and other shareholders have,
- Rights arising from other contractual agreements,
- Other events and conditions that can show whether the Company has power in managing the relevant activities (including the votes at the general assembly meetings in previous periods) in cases where a decision needs to be made.

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

2.1 Basic Principles of Presentation (cont’d)

Subsidiaries are fully consolidated from the date on which control is transferred to the Company. They are deconsolidated from the date that control ceases. The income and expenses of subsidiaries acquired or sold during the year are included in the consolidated statement of profit or loss and other comprehensive income from the date of purchase to the date of sell out.

Each item of the profit or loss and other comprehensive income belongs to the parent shareholders and non-controlling interests. Even if the non-controlling interests result in negative balance, the total comprehensive income of the subsidiaries is transferred to the parent company shareholders and non-controlling interests.

If necessary, adjustments regarding to the accounting policies have been made in the financial statements of the subsidiaries in order to be the in line with the accounting policies followed by the Group.

All intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

Offsetting

Financial assets and liabilities are offset and the net amount reported in the consolidated balance sheet when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.

2.2 Changes in Accounting Policies

Significant changes in accounting policies are applied retrospectively and prior period financial statements are restated. The Group has not made any changes in accounting policies in the current year.

2.3 Changes and Errors in Accounting Estimates

If the changes in accounting estimates and errors are for only one period, they are applied in the period in which the change is made and if they are for future periods, they are applied both in the period in which the change is made and prospectively in future periods. The Group has not changed any accounting estimates and no significant accounting policy errors have been identified in the current year.

2.4 New and Revised Turkish Accounting Standards

The accounting policies adopted in preparation of the consolidated financial statements as of March 31, 2025 are consistent with those of the previous financial year, except for the adoption of new and amended TFRS and TFRS interpretations effective as of January 1, 2025 and thereafter. The effects of these standards and interpretations on the Group’s financial position and performance have been disclosed in the related paragraphs.

i) The new standards, amendments and interpretations which are effective as of January 1, 2025 are as follows:

Amendments to TFRS 21- Lack of Exchangeability

In May 2024, POA issued amendments to TAS 21. The amendments specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. When an entity estimates a spot exchange rate because a currency is not exchangeable into another currency, it discloses information that enables users of its financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, the entity’s financial performance, financial position and cash flows. The amendments will be effective for annual reporting periods beginning on or after 1 January 2025. Early adoption is permitted but will need to be disclosed. When applying the amendments, an entity cannot restate comparative information.

The Group will wait until the final amendment to assess the impacts of the changes.

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

2.4 New and Revised Turkish Accounting Standards (cont’d)

ii) Standards issued but not yet effective and not early adopted

Standards, interpretations and amendments to existing standards that are issued but not yet effective up to the date of issuance of the consolidated financial statements are as follows. The Group will make the necessary changes if not indicated otherwise, which will be affecting the consolidated financial statements and disclosures, when the new standards and interpretations become effective.

Amendments to TFRS 10 and TAS 28: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

In December 2017, POA postponed the effective date of this amendment indefinitely pending the outcome of its research project on the equity method of accounting. Early application of the amendments is still permitted.

The Group will wait until the final amendment to assess the impacts of the changes.

TFRS 17 - The new Standard for insurance contracts

POA issued TFRS 17 in February 2019, a comprehensive new accounting standard for insurance contracts covering recognition and measurement, presentation and disclosure. TFRS 17 model combines a current balance sheet measurement of insurance contract liabilities with the recognition of profit over the period that services are provided. The mandatory effective date of the Standard postponed to accounting periods beginning on or after January 1, 2026 with the announcement made by the POA.

The standard is not applicable for the Group and will not have an impact on the financial position or performance of the Group.

iii) Amendments issued by the International Accounting Standards Board (IASB) that have not yet been published by the Public Oversight Accounting and Auditing Standards Authority (POA).

Two amendments to IFRS 9 and IFRS 7, the Annual Improvements to IFRS Accounting Standards, as well as IFRS 18 and IFRS 19, have been issued by the International Accounting Standards Board (IASB) but have not yet been endorsed/published by the Public Oversight Accounting and Auditing Standards Authority (POA) for application under Turkish Financial Reporting Standards (TFRS). Therefore, these standards and amendments are not yet part of TFRS. The Group will make the necessary changes in its consolidated financial statements and disclosures once these standards and amendments become effective under TFRS.

Amendments to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments

In May 2024, the IASB issued amendments related to the classification and measurement of financial instruments (affecting IFRS 9 and IFRS 7). The amendments clarify that financial liabilities are to be derecognized on the “settlement date.” Additionally, under certain conditions, the amendments introduce an accounting policy choice that allows financial liabilities settled via an electronic payment system to be derecognized prior to the settlement date. The amendments also provide clarification on how to assess the contractual cash flow characteristics of financial assets that include Environmental, Social, and Governance (ESG)-linked or similar contingent features, and introduce guidance on non-recourse assets and contractually linked financial instruments. Moreover, IFRS 7 has been updated to include additional disclosure requirements for financial assets and liabilities that contain contractual terms referencing contingent events (including ESG-related terms) as well as for equity instruments measured at fair value through other comprehensive income.

The Group will assess the potential impacts of these amendments once they are finalized and adopted under the applicable reporting framework.

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

2.4 New and Revised Turkish Accounting Standards (cont’d)

iii) Amendments issued by the International Accounting Standards Board (IASB) that have not yet been published by the Public Oversight Accounting and Auditing Standards Authority (POA) (cont’d)

Annual Improvements to IFRS Accounting Standards – 11th Amendment

In July 2024, the IASB issued the “Annual Improvements to IFRS Accounting Standards – 2022–2024 Cycle (11th Amendment),” which includes the following amendments:

- IFRS 1 First-time Adoption of International Financial Reporting Standards – Hedge accounting by a first-time adopter: The amendment was made to eliminate potential confusion arising from inconsistencies between the wording in IFRS 1 and the hedge accounting requirements in IFRS 9.
- IFRS 7 Financial Instruments: Disclosures – Gains or losses on derecognition: IFRS 7 was amended to revise the expression of unobservable inputs and to include a reference to IFRS 13.
- IFRS 9 Financial Instruments – Derecognition of lease liabilities by a lessee and transaction price: The amendment clarifies that when a lessee's lease liability is extinguished, the lessee should apply the derecognition requirements of IFRS 9, and the resulting gain or loss should be recognized in profit or loss. Additionally, the amendment removes the reference to "transaction price" in IFRS 9.
- IFRS 10 Consolidated Financial Statements – Determining a “de facto agent”: The amendment resolves inconsistencies in the paragraphs of IFRS 10 related to the assessment of whether an entity is a de facto agent.
- IAS 7 Statement of Cash Flows – Cost method: Following previous amendments that removed the reference to the “cost method,” the same reference has now been deleted from IAS 7.

The Group will assess the impact of these amendments after they are finalized and adopted within the applicable financial reporting framework.

IFRS 9 and IFRS 7 Amendments – Contracts Involving Electricity Produced from Natural Resources

In December 2024, the IASB published an amendment titled "Contracts Involving Electricity Produced from Natural Resources" (related to IFRS 9 and IFRS 7). The amendment clarifies the application of provisions regarding the “own use” exemption and permits hedge accounting when such contracts are used as a hedging instrument. The amendment also introduces new disclosure requirements to ensure that the effects of these contracts on the entity’s financial performance and cash flows are clearly understood by investors.

The Group will assess the impact of these amendments once the mentioned standards are finalized.

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

2.5 New and Revised Turkish Accounting Standards (cont’d)

iii) Amendments issued by the International Accounting Standards Board (IASB) that have not yet been published by the Public Oversight Accounting and Auditing Standards Authority (POA) (cont’d)

IFRS 18 – New Presentation and Disclosure Standard for Financial Statements

In April 2024, the IASB published IFRS 18, which replaces IAS 1. IFRS 18 introduces new provisions regarding the presentation of the income statement, including the presentation of certain totals and subtotals. IFRS 18 requires businesses to present all income and expenses in the income statement under one of five categories: operating activities, investing activities, financing activities, income taxes, and discontinued operations. The standard also requires the disclosure of performance measures determined by management, and it introduces new provisions for the aggregation or disaggregation of financial information in accordance with the roles defined for primary financial statements and notes. With the publication of IFRS 18, certain changes were made to other financial reporting standards, such as IAS 7, IAS 8, and IAS 34.

The Group will assess the impact of these changes once the mentioned standards are finalized.

IFRS 19 – New Standard for Disclosures for Subsidiaries Without Public Accountability

In May 2024, the IASB published IFRS 19, offering certain businesses the option of reduced disclosures when applying the recognition, measurement, and presentation provisions in IFRSs for their financial statements. Unless otherwise specified, businesses that choose to apply IFRS 19 will not be required to follow the disclosure requirements in other IFRSs. A business that prepares consolidated financial statements in accordance with IFRSs, where the parent is not publicly accountable and is available for public use, may choose to apply IFRS 19, provided that it is a subsidiary of such a parent company (whether intermediate or ultimate).

The Group will assess the impact of these changes once the mentioned standards are finalized.

2.5 Significant accounting policies

The condensed consolidated financial statements for the interim period ended March 31, 2025 have been prepared in accordance with TAS 34 Interim Financial Reporting. The significant accounting policies applied in the preparation of the condensed consolidated financial statements are consistent with those described in detail in the consolidated financial statements for December 31, 2024. Accordingly, the condensed consolidated financial statements should be read in conjunction with the financial statements for the year ended December 31, 2024.

2.6 Going Concern Assumption

The consolidated financial statements have been prepared on a going concern basis, which assumes that the Group will be able to realise the benefits from its assets and settle its liabilities within the next year and in the normal course of business.

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NOTE 3 - CASH AND CASH EQUIVALENTS

	31 March 2025	31 December 2024
Cash on hand	143.350.399	27.288.359
Demand deposits at bank	2.947.846.441	37.224.311
Time deposits at bank	3.763.915.715	6.529.410.682
Other cash equivalents (*)	122.846.805	46.473.869
	6.977.959.360	6.640.397.221

(*) Other cash and cash equivalents consist of receivables from credit card sales which are realised in cash within 1 day on average. The Group pays commission to banks for the collection of credit card receivables before the original maturity date. The remaining balance consists of receivables from internet payment platforms with an average maturity of 7 days.

The details of time deposits at the bank are as follows:

Currency Type	Interest Rate (%)	Maturity	31 March 2025
TL	%44 - %45	2 April - 5 May 2026	3.763.915.715
			3.763.915.715

Currency Type	Interest Rate (%)	Maturity	31 December 2024
TL	47% – 51%	2 Jan - 31 Jan 2025	6.529.410.682
			6.529.410.682

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NOTE 4 - BORROWINGS

The details of the Group's financial liabilities as at 31 March 2025 and 31 December 2024 are as follows:

	31 March 2025	31 December 2024
Short term bank borrowings	33.775.897	23.763.150
Total borrowings	33.775.897	23.763.150

Details of the bank loans are as follows:

<u>Currency Type</u>	<u>Weighted Average Effective Interest Rate</u>	31 March 2025
TL	-	33.775.897
		33.775.897

<u>Currency Type</u>	<u>Weighted Average Effective Interest Rate</u>	31 December 2024
TL	-	23.763.150
		23.763.150

The movement of the Group's financial liabilities as at 31 March 2025 and 2024 is as follows:

	2025	2024
Opening balance as of 1 January	23.763.150	147.436.016
Cash inflow from borrowings	110.478.954	52.349.139
Cash outflows from borrowings	(97.846.156)	(93.521.400)
Interest expense (Note 22)	79.756	771.872
Monetary gain/(loss)	(2.699.807)	(16.828.146)
Closing balance at 31 March	33.775.897	90.207.481

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NOTE 5 - LEASE LIABILITIES

	31 March 2025	31 December 2024
Short-term lease liabilities	1.572.160.708	1.523.211.620
Total short-term lease liabilities	1.572.160.708	1.523.211.620
Long-term lease liabilities	2.389.374.999	2.490.748.763
Total long-term lease liabilities	2.389.374.999	2.490.748.763
Total lease liabilities	3.961.535.707	4.013.960.383
	31 March 2025	31 December 2024
To be paid within 1 year	1.572.160.708	1.523.211.620
To be paid between 1-2 years	923.467.042	929.699.200
To be paid between 2-3 years	569.669.741	617.927.862
To be paid between 3-4 years	213.445.997	231.977.368
To be paid after 4+ years	682.792.219	711.144.333
	3.961.535.707	4.013.960.383

The movement of the Group's finance lease payables as at 31 March 2025 and 2024 is as follows:

	2025	2024
Opening balance as of 1 January	4.013.960.383	3.236.790.223
Purchases	860.667.935	1.892.842.264
Payments	(545.362.998)	(459.561.737)
Exchange differences, net (Note 22)	22.016.718	24.574.973
Interest expense (Note 22)	154.162.426	124.939.491
Monetary gain/(loss)	(543.908.757)	(910.876.382)
Closing balance at 31 March	3.961.535.707	3.908.708.832

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NOTE 6 - TRADE RECEIVABLES AND PAYABLES

a) Trade Receivables and Notes Receivable

<u>Current trade receivables</u>	31 March 2025	31 December 2024
Trade receivables	1.033.179.233	731.973.033
Trade receivables from related parties (Not 24)	814.719.131	806.268.457
Impairment provision for trade receivables (-)	(12.979.436)	(14.285.526)
	1.834.918.928	1.523.955.964

The majority of the Group's sales consist of cash sales. Trade receivables consist of sales to sub-franchise companies and receivables from food voucher companies. Trade receivables are discounted using an annual interest rate of 40% (31 December 2024:40%).

The impairment provision for trade receivables has been determined based on past experience of uncollectibility.

The movement of impairment provision for trade receivables is as follows:

	2025	2024
Opening balance as of 1 January	(14.285.526)	(10.747.146)
Monetary gain/(loss)	1.306.090	1.406.969
Closing balance at 31 March	(12.979.436)	(9.340.177)

The nature and level of risks related to trade receivables are disclosed in Note 25.

b) Trade Payables

<u>Short-term trade payables</u>	31 March 2025	31 December 2024
Trade payables	615.942.907	659.444.508
Trade payables to related parties (Note 24)	1.757.258.516	1.501.195.570
	2.373.201.423	2.160.640.078

Long-term trade payables

Trade payables	136.821.873	166.987.650
	136.821.873	166.987.650

Trade payables are discounted using the effective interest method. The effective interest rate of 40% has been used to determine the value of trade payables (31 December 2024: 40%).

The nature and level of risks related to trade payables are disclosed in Note 25.

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NOTE 7 - OTHER RECEIVABLES AND PAYABLES

a) Other Receivables

<u>Short-term other receivables</u>	31 March 2025	31 December 2024
Receivables from tax office	-	1.990.797
Other	1.961.390	893.422
	1.961.390	2.884.219
<u>Long-term other receivables</u>		
Deposits and guarantees given (*)	31.711.507	33.054.326
Other	1.935.227	3.239.332
	33.646.734	36.293.658

(*) Deposits and guarantees represent deposits given to the relevant administrative units for rents and connection fees such as electricity, natural gas and water. Deposit amounts are returned at the end of the lease agreement.

b) Other Payables

<u>Short-term other payables</u>	31 March 2025	31 December 2024
Deposits and guarantees received	36.743	40.440
Other	-	6.260
	36.743	46.700

The nature and level of risks related to other receivables and payables are disclosed in Note 25.

NOTE 8 - INVENTORIES

	31 March 2025	31 December 2024
Raw materials	464.974.339	403.447.745
Other inventory	34.164.581	29.612.526
	499.138.920	433.060.271

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NOTE 9 - PROPERTY, PLANT AND EQUIPMENT

	Plant Machinery & Equipment	Vehicles	Furniture & Fixture	Leasehold improvements	Construction in progress	Total
Cost:						
Opening balance as of 1 January 2024	12.291.637.021	41.542.703	4.326.823.230	4.727.270.683	595.771.030	21.983.044.667
Additions	74.048.587	1.307.607	127.658.717	108.950.084	-	311.964.995
Disposals	(14.916.964)	-	(27.312.509)	(11.891.964)	(1.793.290)	(55.914.727)
Currency translation effect	-	-	28.671.187	-	-	28.671.187
Closing balance on 31 March 2025	12.350.768.644	42.850.310	4.455.840.625	4.824.328.803	593.977.740	22.267.766.122
Accumulated Depreciation:						
Opening balance as of 1 January 2024	(7.751.950.778)	(18.645.886)	(2.479.416.016)	(2.156.966.844)	-	(12.406.979.524)
Charge for the period	(211.615.923)	(2.571.465)	(92.303.280)	(123.721.099)	-	(430.211.767)
Disposals	6.733.811	-	2.967.736	6.219.391	-	15.920.938
Currency translation effect	-	-	(6.938.546)	-	-	(6.938.546)
Closing balance on 31 March 2025	(7.956.832.890)	(21.217.351)	(2.575.690.106)	(2.274.468.552)	-	(12.828.208.899)
Net Book Value	4.393.935.754	21.632.959	1.880.150.519	2.549.860.251	593.977.740	9.439.557.223

The depreciation expenses amounting to TL 390.202.073 have been included in the cost of goods sold, and TL 40.009.694 have been included in general administrative expenses (as of March 31, 2024: TL 355.805.728 included in the cost of sales and TL 36.482.837 included in general administrative expenses).

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NOTE 9 - PROPERTY, PLANT AND EQUIPMENT (cont’d)

	Plant Machinery & Equipment	Vehicles	Furniture & Fixture	Leasehold improvements	Construction in progress	Total
Cost:						
Opening balance as of 1 January 2024	11.375.345.554	41.716.013	4.199.919.621	3.643.256.644	304.193.261	19.564.431.093
Additions	279.348.219	-	179.229.326	223.756.152	77.972.675	760.306.372
Disposals	(4.150.285)	(54.624)	(1.002.135)	(6.858.532)	-	(12.065.576)
Translation difference	-	-	(20.323.582)	(2.683.473)	-	(23.007.055)
Closing balance on 30 March 2024	11.650.543.488	41.661.389	4.357.823.230	3.857.470.791	382.165.936	20.289.664.834
Accumulated Depreciation:						
Opening balance as of 1 January 2024	(6.873.171.427)	(8.641.387)	(2.598.733.901)	(1.778.497.634)	-	(11.259.044.349)
Charge for the period	(219.940.796)	(2.444.584)	(81.807.937)	(88.095.248)	-	(392.288.565)
Disposals	2.507.671	54.624	196.273	123.832	-	2.882.400
Translation difference	-	-	6.054.487	198.523	-	6.253.010
Closing balance on 30 March 2024	(7.090.604.552)	(11.031.347)	(2.674.291.078)	(1.866.270.527)	-	(11.642.197.504)
Net Book Value	4.559.938.936	30.630.042	1.683.532.152	1.991.200.264	382.165.936	8.647.467.330

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NOTE 9 - PROPERTY, PLANT AND EQUIPMENT (cont’d)

The depreciation periods for property, plant and equipment are as follows:

	Useful Life
Machinery and equipment	5-25 years
Vehicles	4-5 years
Fixtures and furniture	3-10 years
Leasehold improvements	2-20 years

The Group has assessed each restaurant as a cash-generating unit (CGU) and performed an impairment test for each CGU and analysed the recoverable amount of the fixed assets of the restaurants. This impairment test was applied for leasehold improvements, machinery and equipment and fixtures and fittings. The recoverable amount of cash generating units is determined using cash flow projections extended from 5 years to 10 years.

For each CGU, the Group has recognised impairment only for leasehold improvements since the average useful life of leasehold improvements is approximately 10 years and other assets in restaurants can be transferred in case of closure of a restaurant. Therefore, the restaurant impairment analysis is based on 10-year cash flow projections and no terminal value is assumed. Impairment test is performed for the restaurants, each of which is a separate cash-generating units (NÜB), for which there is an indication of impairment.

Impairment and reversals are included in income and expenses from investing activities in the income statement (Note 21).

Fair value measurement of the Group’s freehold land, buildings and machinery & equipment

As of December 31, 2023, the fair value measurements of the plants, machinery, and equipment owned by the Group has been performed by Kale Taşınmaz Değerleme ve Danışmanlık A.Ş., an independent valuation company. The relevant valuation firm is authorized by the CMB and provides plant, machinery, and equipment valuation services in accordance with capital market regulations and possesses the necessary experience and qualifications to measure the fair value of the related machinery.

The fair value of plant, machinery and equipment is determined as replacement cost by multiplying the initial purchase cost by the average increase in foreign currency and inflation index for the period between the acquisition date and the valuation date and then adjusted for accumulated depreciation, impairment and impairment, if any, based on the experience of the valuation experts.

As at 31 March 2025, information on the Group's plant, machinery and equipment and the fair value hierarchy of these assets are shown in the table below:

	Level 1	Level 2	Level 3
Machinery and Equipment	-	4.393.935.754	-
	-	4.393.935.754	-

Tangible Fixed Assets	Valuation Techniques	Significant unobservable input(s)	Sensitivity
Plant, machinery and equipment	Cost Approach	Valuation expert’s estimations and depreciation rates used in the valuation.	Valuation expert’s judgement based on experience impacts the fair value of machinery and equipment. A change in ratio of foreign currencies and inflation index would result in an increase in fair value, and vice versa.

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NOTE 10 - INTANGIBLE ASSETS

	Initial Franchise Fees	Rights and Licenses	Total
Cost:			
Opening balance			
as of 1 January 2025	733.844.183	958.763.066	1.692.607.249
Additions	9.977.066	32.009.957	41.987.023
Disposals	-	(820.291)	(820.291)
Currency translation differences	-	(34.749.979)	(34.749.979)
Closing balance			
as of 31 March 2025	743.821.249	955.202.753	1.699.024.002
Accumulated Amortization:			
Opening balance			
as of 1 January 2025	(272.279.773)	(369.425.444)	(641.705.217)
Charge for period	(7.116.807)	(19.401.586)	(26.518.393)
Disposals	-	159.501	159.501
Closing balance			
as of 31 March 2025	(279.396.580)	(388.667.529)	(668.064.109)
Net Book Value	464.424.669	566.535.224	1.030.959.893

The depreciation expenses of TL 24.052.182 have been included in the cost of goods sold, and TL 2.466.211 have been included in general administrative expenses (as of March 31, 2024: TL 18.328.553 included in the cost of sales and TL 1.879.334 included in general administrative expenses).

The Group's intangible assets consist of franchise opening fees paid for new restaurants, rights and licences. The amortisation period is 20 years for franchise opening fees and 2-20 years for licences.

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NOTE 10 - INTANGIBLE ASSETS (cont’d)

	Initial Franchise Fees	Rights and Licenses	Total
Cost:			
Opening balance			
as of 1 January 2024	722.201.947	755.324.915	1.477.526.862
Additions	16.035.600	23.259.212	39.294.812
Disposals	(44.193.621)	(425.758)	(44.619.379)
Currency translation effect	(1.437.623)	(517.820)	(1.955.443)
Closing balance			
as of 31 March 2024	692.606.303	777.640.549	1.470.246.852
Accumulated Amortization:			
Opening balance			
as of 1 January 2024	(245.004.076)	(303.645.673)	(548.649.749)
Charge for the period	(6.685.956)	(13.521.932)	(20.207.888)
Disposals	-	177.400	177.400
Currency translation effect	-	12.621	12.621
Closing Balance			
As of 31 March 2024	(251.690.032)	(316.977.584)	(568.667.616)
Net Book Value	440.916.271	460.662.965	901.579.236

NOTE 11 - RIGHT OF USE ASSETS

	Restaurants	Property	Vehicles	Total
Cost:				
Opening balance				
as of 1 January 2025	13.000.200.072	218.243.822	148.408.506	13.366.852.400
Additions	828.322.365	18.776.898	13.568.672	860.667.935
Çıkışlar	(50.028.662)	-	(11.832)	(50.040.494)
Closing balance				
as of 31 March 2025	13.778.493.775	237.020.720	161.965.346	14.177.479.841
Accumulated Amortization:				
Opening balance				
as of 1 January 2025	(6.939.967.004)	(67.015.443)	(4.534.386)	(7.011.516.833)
Charge for the period	(651.368.731)	(7.129.758)	(13.108.060)	(671.606.549)
Disposals	36.092.061	-	-	36.092.061
Closing balance				
as of 31 March 2025	(7.555.243.674)	(74.145.201)	(17.642.446)	(7.647.031.321)
Net Book Value	6.223.250.101	162.875.519	144.322.900	6.530.448.520

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NOTE 11 - RIGHT OF USE ASSETS (cont’d)

	Restaurants	Property	Vehicles	Total
Cost:				
Opening balance				
as of 1 January 2024	10.145.137.112	52.160.283	62.793.901	10.260.091.296
Additions	1.888.658.555	4.183.709	-	1.892.842.264
Disposals	(366.454.574)	-	(2.560.833)	(369.015.407)
Closing balance				
as of 31 March 2024	11.667.341.093	56.343.992	60.233.068	11.783.918.153
Accumulated Amortization:				
Opening balance				
as of 1 January 2024	(4.573.964.207)	(34.839.488)	(44.169.014)	(4.652.972.709)
Charge for the period	(587.906.633)	(4.065.451)	(2.821.253)	(594.793.337)
Disposals	15.661.295	-	2.560.833	18.222.128
Closing balance				
as of 31 March 2024	(5.146.209.545)	(38.904.939)	(44.429.434)	(5.229.543.918)
Net Book Value	6.521.131.548	17.439.053	15.803.634	6.554.374.235

The Group's right of use assets consist of restaurants, buildings and vehicles. Average lease agreements are 6 years for restaurants, 3 years for buildings and 3 years for vehicles.

Accounted for in profit or loss	1 January - 31 March 2025	1 January - 31 March 2024
Depreciation expense on right-of use assets	671.606.549	594.793.337
Interest expense on lease liabilities	154.162.426	124.939.491
Foreign exchange losses on lease liabilities (net)	22.016.718	24.574.973
Expenses related to variable lease payments not included in the measurement of lease liabilities	469.331.962	380.154.164
Total	1.317.117.655	1.124.461.965

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NOTE 11 - RIGHT OF USE ASSETS (cont’d)

Some of the restaurant leases in which the Group is a lessee contain variable lease payment terms that depend on the sales generated from the leased stores. Variable payment terms are used to link lease payments to maintain cash flows and reduce fixed costs. The breakdown of lease payments for these stores is as follows:

	1 January - 31 March 2025	1 January - 30 March 2024
Fixed payments	545.362.998	459.561.737
Variable payments	469.331.962	380.154.164
Total	1.014.694.960	839.715.901

NOTE 12 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

a) Litigation provisions:

	31 March 2025	31 December 2024
Litigation provisions	64.078.274	55.070.919
	64.078.274	55.070.919

The movement of provisions for litigation is as follows:

	2025	2024
Opening balance as of 1 January	55.070.919	31.809.873
Charged to expense	22.218.033	934.832
Litigation paid	(7.567.926)	(4.859.211)
Monetary gain/(loss)	(5.642.752)	(3.924.361)
Closing balance as of 31 March	64.078.274	23.961.133

TAB GIDA SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARIES**FOR THE ACCOUNTING PERIOD 1 JANUARY – 31 MARCH 2025****NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

(Amounts expressed in Turkish Lira ("TL") in terms of the purchasing power of the TL at 31 March 2025, unless otherwise indicated.)

NOTE 12 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (cont'd)**b) Guarantees, pledges and mortgages:**

The guarantees mainly consist of letters of guarantee given to restaurant owners as rent deposits, for electricity, natural gas and water connections, and to public authorities as deposits. The majority of the balance consists of letters of guarantee given as rent deposits for restaurants and letters of guarantee given to tax authorities for a VAT refund. The number of letters of guarantee given as a rent deposit is TL 280.651.472 (31 December 2024: TL 398.351.886).

31 March 2025

GPMs given by the Group (Guarantees - Pledges - Mortgages)	Total TL Equivalents	USD	GEL	EUR	TL
A. Given in the Name of Its Own					
Legal Entity Total amount of GPMs	486.770.401	1.076.939	-	2.004.128	371.825.750
- <i>Guarantees</i>	486.770.401	1.076.939	-	2.004.128	371.825.750
- <i>Mortgages</i>	-	-	-	-	-
B. Included in the scope of full consolidation					
Given in favour of included companies					
GPM's given Total Amount	-	-	-	-	-
C. Total amount of GPMs given in order to ensure the debts of other third parties for the purpose of carrying out ordinary commercial activities	-	-	-	-	-
D. Total amount of other GPMs given	-	-	-	-	-
Total	486.770.401	1.076.939	-	2.004.128	371.825.750

31 December 2024

GPMs given by the Group (Guarantees - Pledges - Mortgages)	Total TL Equivalents	USD	GEL	EUR	TL
A. Given in the Name of Its Own					
Legal Entity Total amount of GPMs	494.631.861	1.444.012	-	2.478.814	359.782.952
- <i>Guarantees</i>	494.631.861	1.444.012	-	2.478.814	359.782.952
- <i>Mortgages</i>	-	-	-	-	-
B. Included in the scope of full consolidation					
Given in favour of included companies					
GPM's given Total Amount	-	-	-	-	-
C. Total amount of GPMs given in order to ensure the debts of other third parties for the purpose of carrying out ordinary commercial activities	-	-	-	-	-
D. Total amount of other GPMs given	-	-	-	-	-
Total	494.631.861	1.444.012	-	2.478.814	359.782.952

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NOTE 13 - EMPLOYEE BENEFITS

	31 March 2025	31 December 2024
Payables to personnel (*)	436.006.086	403.442.387
Social security premiums payable	273.259.148	110.841.258
Income tax payable	68.305.904	70.333.850
	777.571.138	584.617.495

(*) Amount due to personnel represents salaries and wages accrued in the last month.

b) Provisions:

	31 March 2025	31 December 2024
Unused vacation provision	271.049.678	182.438.215
Retirement pay provision	199.977.234	178.886.387
	471.026.912	361.324.602

c) Unused vacation provision:

	2025	2024
Opening balance as of 1 January	182.438.215	128.546.764
Increase during the period	133.589.943	91.298.648
Paid during the period (-)	(23.741.595)	(8.784.127)
Monetary gain/(loss)	(21.236.885)	(36.209.494)
Closing balance at 31 March	271.049.678	174.851.791

TAB GIDA SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARIES

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NOTE 13 - EMPLOYEE BENEFITS (cont'd)

d) Retirement pay provision:

Under the Turkish Labour Law, the Group is required to pay termination benefits to each employee who has completed at least one year of service and whose employment is terminated without due cause, is called up for military service, dies or retires after completing 25 years of service and achieves the retirement age (58 for women and 60 for men). Certain transitional provisions related to the pre-retirement service period have been excluded from the law due to the change in the related law as of 23 May 2002. Accordingly, the Group is required to make lump-sum termination indemnities to each employee who retired or terminated at the date of retirement. The payment depends on the number of years the individual has been employed by the Group.

The severance pay to be paid as of March 31, 2025, is subject to a cap of TL 46.655,43 per month (December 31, 2024: TL 46.655,43).

Employment termination benefits are not legally subject to any funding. Provision for employment termination benefits is calculated by estimating the present value of the future probable obligation of the Company arising from the retirement of the employees. TAS 19 Employee Benefits requires actuarial valuation methods to be developed to estimate the enterprise's obligation under defined benefit plans. Accordingly, the actuarial assumptions used in the calculation of total liabilities are as follows:

The principal assumption is that the maximum liability for each year of service will increase in line with inflation. Accordingly, the discount rate applied represents the expected real rate after adjusting for the effects of future inflation. Therefore, provisions in the accompanying financial statements as at 31 March 2025 are calculated by estimating the present value of the future probable obligation of the Group arising from the retirement of the employees. The provisions at the respective reporting dates have been calculated assuming an annual inflation rate of 20,82% and an interest rate of 25,05%, resulting in a real discount rate of approximately 3.50% (31 December 2024: 3.50%). Voluntary termination rates are also taken into consideration as 11,66% for employees with 0-15 years of service and 0% for employees with 16 or more years of service.

	2025	2024
Opening balance as of 1 January	178.886.387	126.967.526
Service cost	68.062.586	81.892.833
Interest cost	3.729.258	1.258.847
Actuarial loss/gain	4.184.139	1.052.132
Retirements benefits paid (-)	(28.528.962)	(37.069.212)
Monetary gain/(loss)	(26.356.174)	(27.473.870)
Closing balance as of 31 March	199.977.234	146.628.256

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NOTE 14 - OTHER ASSETS AND LIABILITIES

<u>Other Current Assets</u>	31 March 2025	31 December 2024
VAT carried forward	14.814.665	14.448.125
Litigation receivables	47.291.562	-
Other	11.980.116	27.101.377
	74.086.343	41.549.502

<u>Other Non-Current Assets</u>	31 March 2025	31 December 2024
Evacuation costs	6.395.498	7.024.468
	6.395.498	7.024.468

<u>Short-Term Liabilities</u>	31 March 2025	31 December 2024
VAT payable	93.603.518	89.981.437
Taxes and funds payable	10.618.685	4.472.699
	104.222.203	94.454.136

NOTE 15 - PREPAID EXPENSES AND CONTRACT LIABILITIES

<u>Short-Term Prepaid Expenses</u>	31 March 2025	31 December 2024
Advances given (*)	1.236.328.710	1.059.440.417
Prepaid expenses	47.977.300	24.816.968
Advances given	1.286.677	3.241.781
	1.285.592.687	1.087.499.166

- (*) The given order advances include TL 638.780.845 to Fasdat Gıda Dağıtım San. Tic. A.Ş. for construction expenses and operational equipment purchases and raw material purchases related to the Group's restaurants, TL 212.982.086 to Ekur İnşaat San. Tic. A.Ş., 290.976.926 to Mes Mutfak Ekip. San. Tic. A. Ş. To 35.827.483 TL'si ATP Yazılım ve Teknoloji A.Ş. (31 December 2024: TL 617.730.516 was given to Fasdat Gıda Dağıtım San. Tic. A.Ş., TL 69.415.275 was given to Ekur İnşaat San. Tic. A.Ş., TL 316.105.326 was given to Mes Mutfak Ekip. San. Tic. A. Ş. and TL 33.880.884 was given to ATP Yazılım ve Teknoloji A.Ş.).

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NOTE 15 - PREPAID EXPENSES AND CONTRACT LIABILITIES (cont'd)

<u>Long Term Prepaid Expenses</u>	31 March 2025	31 December 2024
Prepaid expenses	50.254.760	51.888.409
	50.254.760	51.888.409

<u>Short-Term Contract Liabilities</u>	31 March 2025	31 December 2024
Advances received (*)	133.075.816	150.409.126
Advances from customers (**)	139.010.406	128.535.171
Non-refundable advances received (***)	138.997.550	14.250.469
	411.083.772	293.194.766

<u>Long-Term Contract Liabilities</u>	31 March 2025	31 December 2024
Advances from customers (**)	136.737.364	131.456.742
Non-refundable advances received (***)	203.543	7.321.760
	136.940.907	138.778.502

(*) Advances received mainly consist of advances received from franchises.

(**) Advances received from customers consist of contractual liabilities according to IFRS 15.

(***) The Group receives incentives from its suppliers for purchasing contracts entered by the Group with the supplier. Incentives received in advance are initially recognized as advances in the consolidated statement of financial position and deducted from the cost of purchase of inventories in the related period in which the related inventory is purchased from the supplier.

NOTE 16 - EQUITY

a) Equity:

The paid-in capital structure of the Group as of 31 March 2025 and 31 December 2024 is as follows:

	31 March 2025		31 December 2024	
	Share (%)	TL	Share (%)	TL
TFI TAB Gıda Yatırımları A.Ş.	79,9	208.792.000	79,9	208.792.000
Other	20,1	52.500.000	20,1	52.500.000
Nominal Capital	100	261.292.000	100	261.292.000
Inflation adjustment		2.915.556.520		2.915.556.520
Adjusted Capital		3.176.848.520		3.176.848.520

The Group's authorized and issued capital consists of 261.292.000 shares each with a registered nominal value of TL1.

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NOTE 16 – EQUITY (cont'd)

b) Legal Reserves

The legal reserves represent restricted reserves appropriated from profit. The legal reserves consist of the first and second legal reserves appropriated in accordance with the Turkish Commercial Code. The first legal reserve is appropriated out of historical statutory profits at the rate of 5% per annum until the total reserve reaches 20% of historical paid-in share capital. The second legal reserve is appropriated after the first legal reserve and dividends, at the rate of 10% per annum of all cash dividend distributions.

c) Analyses of Other Comprehensive Income Items

As of 31 March 2025, revaluation measurement gains in accordance with TAS 16 and all actuarial gains and losses calculated in accordance with TAS 19, which are recognised in other comprehensive income, net of deferred tax effect are as follows:

<u>Not to be reclassified to profit or loss</u>	31 March 2025	31 December 2024
Gain on revaluation and measurement	796.120.802	796.120.802
Loss on remeasurement of defined benefit plans	8.269.511	5.131.406
	804.390.313	801.252.208
<u>To be reclassified to profit or loss</u>	31 March 2025	31 December 2024
Currency translation differences	186.515.908	186.970.756
	186.515.908	186.970.756

Foreign currency translation differences represent the translation differences arising on the settlement and translation at each reporting date of the entities' functional currencies other than TL.

d) Treasury Shares

In accordance with the resolution of the Company's Board of Directors dated 7 October 2024, a total of 192.845 shares were repurchased during the last three months of 2024 for an amount of TL 25.477.603. As of 31 March 2025, the total cost of repurchased shares, carried at acquisition cost, amounts to TL 28.965.381. These 192.845 shares represent 0.0738% of the Company's share capital. The share buybacks were financed through the Company's internal resources. As of the reporting date, no repurchased shares have been resold.

NOTE 17 – REVENUE AND COST OF SALES

	1 January - 31 March 2025	1 January - 31 March 2024
Restaurant sales	7.647.401.304	7.053.222.592
Franchise revenues	915.209.610	678.601.792
Sales to franchised restaurants	190.314.515	150.256.084
Other sales	9.687.518	6.159.355
Sales returns (-)	(48.491.207)	(54.888.284)
	8.714.121.740	7.833.351.539

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NOTE 17 – REVENUE AND COST OF SALES (Cont’d)

The timing of the fulfilment of the performance obligation is as follows:

	1 January - 31 March 2025	1 January - 31 March 2024
Fulfilment at a certain time	8.523.807.225	7.683.095.455
Fulfilment spread over time	190.314.515	150.256.084
	8.714.121.740	7.833.351.539

b) Cost of Sales

	1 January - 31 March 2025	1 January - 31 March 2024
Foods and materials used	(2.917.877.572)	(2.731.697.897)
Personnel expenses	(1.869.156.795)	(1.636.681.945)
General production cost	(1.120.610.629)	(1.017.149.247)
Amortization expenses related with leases	(652.300.457)	(579.631.771)
Rent expenses	(469.331.962)	(380.154.164)
Amortization expenses	(414.254.255)	(374.134.283)
Cost of sales to franchised restaurants	(81.634.838)	(63.000.829)
Cost of merchandise sold	(35.992.061)	(37.152.513)
	(7.561.158.569)	(6.819.602.649)

NOT 18 – MARKETING, SELLING AND DISTRIBUTION AND ADMINISTRATIVE EXPENSES

a) General Administrative Expenses

	1 January - 31 March 2025	1 January - 31 March 2024
Personnel expenses	(193.819.566)	(140.302.420)
Depreciation expenses (Note 9, 10)	(42.475.905)	(38.362.170)
Financial and legal consultancy expenses	(58.914.892)	(37.617.659)
Rent expenses	(19.306.092)	(15.161.566)
Maintenance and repair expenses	(17.616.606)	(15.948.672)
Office expenses	(6.401.608)	(7.483.569)
Travelling expenses	(6.825.667)	(9.097.790)
Electricity and fuel expenses	(4.669.385)	(5.148.964)
Duties, fees and other tax expenses	(1.439.691)	(908.238)
Other	(41.125.020)	(25.680.584)
	(392.594.432)	(295.711.632)

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NOT 18 – MARKETING, SELLING AND DISTRIBUTION AND ADMINISTRATIVE EXPENSES
(Cont’d)

	1 January - 31 March 2025	1 January - 31 March 2024
Marketing and advertising expenses	(397.438.306)	(402.837.853)
Commission expenses	(36.110.664)	(47.095.802)
Other	(3.803.231)	(4.240.886)
	(437.352.201)	(454.174.541)

NOTE 19 – EXPENSE BY NATURE

The details of depreciation, amortisation and depletion expenses by expense accounts are as follows:

	1 January - 31 March 2025	1 January - 31 March 2024
Cost of sales	(414.254.255)	(374.134.283)
General administrative expenses	(42.475.905)	(38.362.169)
	(456.730.160)	(412.496.452)

The breakdown of amortisation expenses related to rights of use by expense accounts is as follows:

	1 January - 31 March 2025	1 January - 31 March 2024
Cost of sales	(652.300.457)	(579.631.771)
General administrative expenses	(19.306.092)	(15.161.566)
	(671.606.549)	(594.793.337)

The details of personnel expenses by expense accounts are as follows:

	1 January - 31 March 2025	1 January - 31 March 2024
Cost of sales	(1.869.156.795)	(1.636.681.945)
General administrative expenses	(193.819.566)	(140.302.421)
	(2.062.976.361)	(1.776.984.366)

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NOTE 20 – OTHER OPERATING INCOME AND EXPENSES

a) Other Operating Income

	1 January - 31 March 2025	1 January - 31 March 2024
Foreign currency gain on trade activities	64.648.189	54.126.399
Litigation Income	47.291.562	-
Waste oil income (*)	16.125.473	14.731.211
Rediscount income	15.176.937	49.824.412
Interest Income on Trade Receivables	1.080.375	-
Other	19.410.219	23.897.251
	163.732.755	142.579.273

(*) Revenues from waste oils sold domestically.

b) Other Operating Expense

	1 January - 31 March 2025	1 January - 31 March 2024
Pre-opening and temporary closure expenses (*)	(49.127.097)	(88.136.285)
Rediscount expenses	(46.576.601)	(20.196.840)
Foreign exchange losses on trade payables	(12.152.697)	(29.586.733)
Recovery contribution fee	(4.542.452)	(3.567.366)
Other	(67.040.551)	(20.285.540)
	(179.439.398)	(161.772.764)

(*) Pre-opening restaurant expenses directly consist of pre-opening costs for new restaurants. There is construction process to prepare the restaurant for operation. During this process, the Group has to pay rent for the restaurant, employ the personnel to work in the restaurant and provide training to these personnel. Rent expenses, personnel expenses and personnel training expenses are recognised in pre-opening expenses. In addition, rent, electricity, water and natural gas expenses of temporarily closed restaurants are included in pre-opening expenses.

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NOT 21 – INCOME AND EXPENSES FROM INVESTING ACTIVITIES

a) Income from investing activities

	1 January - 31 March 2025	1 January - 31 March 2024
Interest income	361.738.540	497.960.211
Foreign exchange gains on investing activities	8.915.830	22.256.095
Insurance damage income	8.430.821	15.192.500
Gain on sale of fixed assets	-	142.347
	379.085.191	535.551.153

b) Expense from investing activities

	1 January - 31 March 2025	1 January - 31 March 2024
Loss on sale of fixed assets	(21.035.611)	(7.004.660)
Closed restaurant expenses	(1.821.106)	(28.205)
Other	(471.103)	(1.950.879)
	(23.327.820)	(8.983.745)

NOT 22 – FINANCE INCOME AND FINANCE EXPENSES

a) Finance income

	1 January - 31 March 2025	1 January - 31 March 2024
Foreign exchange gains		
Interest income from related parties	214.638.992	57.318.119
	214.638.992	57.318.119

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NOTE 22 – FINANCE INCOME AND FINANCE EXPENSES (cont’d)

b) Finance expense

	1 January - 31 March 2025	1 January - 31 March 2024
Interest expenses on lease liabilities (Note 5)	(154.162.426)	(124.939.491)
Credit card commissions	(86.865.616)	(78.952.853)
Foreign exchange losses on lease liabilities (Note 5)	(22.016.718)	(24.574.973)
Letter of guarantee commissions (Note 4)	(1.445.268)	(3.848.368)
Interest expense (Note 4)	(79.756)	(771.872)
Other	(6.884.107)	(9.367.559)
	(271.453.891)	(242.455.116)

NOTE 23 – INCOME TAXES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES)

Current tax liability	31 March 2025	31 December 2024
Current corporate tax provision	730.247.324	722.411.829
Less: prepaid taxes and funds	(422.243.228)	(398.111.105)
	308.004.096	324.300.724
	1 January - 31 March 2025	1 January - 31 March 2024
Current tax expense	(47.859.038)	(153.791.083)
Deferred tax income	(84.104.542)	(117.831.249)
	(131.963.580)	(271.622.332)

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NOTE 23 – INCOME TAXES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES) (cont'd)

Corporate tax

The Group is subject to corporate tax in Turkey. Provision is made in the accompanying consolidated financial statements for the estimated charge based on the Group's results for the current period.

Corporate tax is payable on taxable corporate income, which is calculated by adding back non-deductible expenses to the tax base and deducting dividends received from resident companies, income not subject to tax and investment incentives used.

As of 31 March 2025, the statutory tax rate is 25% (31 December 2024: 25%).

In Turkey, advance tax is payable on a quarterly basis. Taxes are payable at the statutory corporate tax rate.

Losses can be carried forward for a maximum of 5 years to be deducted from future taxable income.

In Turkey, there is no definite and definitive reconciliation procedure for tax assessments. Companies file their tax returns between 1-25 April of the year following the close of the accounting period of the relevant year (between 1-25 of the fourth month following the close of the period for those with special accounting periods). These tax returns and the underlying accounting records can be reviewed and amended by the tax office within 5 years.

In addition to the tax liabilities of companies in Turkey, foreign subsidiaries and operations are also subject to corporate tax in their respective countries. This tax is recognised separately in current tax expense. The statutory tax rates applicable in the countries in which the Group operates are summarised below:

Countries	Corporate tax rate	Prepaid tax rate (%)
Turkish Republic of Northern Cyprus (TRNC) (*)	10%	15%
Macedonia	10%	10%
Georgia	15%	10%

(*) According to the corporate tax law in force in the TRNC, 10% corporate tax is paid on pre-tax income and 15% income tax withholding is levied on the remaining amount, whether or not the profit is distributed.

Income withholding tax

In addition to corporate income tax, companies should also calculate income withholding tax on dividends distributed, except for companies receiving dividends and declaring such dividends as part of their corporate income, and branches of foreign companies in Turkey. In Turkey, income tax withholding tax was applied as 10% for all companies between 24 April 2003 and 22 July 2006 and then increased to 15%. Dividends that are not distributed but capitalised are not subject to withholding tax.

Deferred tax

The Group recognises deferred tax assets and liabilities based upon temporary differences arising between its financial statements as reported under POA Financial Reporting Standards and its statutory tax financial statements.

The tax rate used in the calculation of deferred tax assets and liabilities is 25% (2024: 25%).

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NOTE 23 – INCOME TAXES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES) (cont’d)

The deferred tax asset and liabilities consist of the following:

	31 March 2025	31 December 2024
Revaluation and revaluation of property, plant and equipment depreciation / amortisation of intangible assets	1.720.214.377	1.515.159.427
Social security premium cancellations	(15.705.712)	(8.853.787)
Lease liabilities	(61.168.330)	(60.515.568)
Provision for employment termination benefit (Note 13)	(49.994.309)	(44.721.597)
Provision for unused vacation (Note 13)	(67.762.419)	(45.609.554)
Contractual obligations	(28.749.742)	(23.385.230)
Litigation provisions (Note 12)	(16.019.569)	(13.767.729)
Other	(244.065.867)	(165.726.468)
	1.236.748.429	1.152.579.494

As of 31 March 2025 and 2024, the movement of deferred tax (asset)/liability for the periods ended are as follows:

	2025	2024
Opening balance as of 1 January	1.152.579.494	897.890.588
Accounted for in the income statement	84.104.542	257.005.764
Accounted under equity	(1.046.034)	256.878
Monetary gain/(loss)	1.110.427	(2.573.736)
Closing balance on 31 March	1.236.748.429	1.152.579.494

NOTE 24 – RELATED PARTY DISCLOSURES

The Group enters into various transactions with related parties in the ordinary course of business. The Group has a number of operational and financial relationships with its shareholders and companies owned by its shareholders. Receivables and payables from related parties arising from operational activities generally arise from the ordinary course of business. These transactions are as follows:

- (1) Purchases from related parties: TAB Gıda supplies meat, bread, fresh vegetables and other fast food products for its restaurants through Fasdat Gıda. It purchases machinery and equipment from MES Mutfak. Ekur provides construction, renovation, refurbishment and project drawing services for TAB Gıda restaurants before restaurant openings. Marketing, promotion and advertising activities of TAB Gıda products are carried out by Reklam Üssü.
- (2) Commissions received from related parties: TAB Gıda receives royalties on the turnover of related party franchise restaurants at a predetermined fixed rate.
- (3) Other significant transactions with related parties: TAB Gıda receives information technology services related to cash registers in restaurants. In addition, information technology services and IT based operations of the Group are provided by ATP Yazılım ve Teknoloji A.Ş. TAB Gıda's takeaway service is provided by Ata Express Elektronik İletişim Tanıtım Pazarlama Dağıtım San. ve Tic. A.Ş.

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NOTE 24 – RELATED PARTY DISCLOSURES (cont’d)

31 March 2025	Trade Receivables	Trade Receivables	Trade Payables
Balances with related parties	Current	Non-Current	Current
<i>Shareholder</i>			
TFI TAB Gıda Yatırımları A.Ş.	-	-	(37.894.921)
<i>Other companies controlled by the parent company</i>	-	-	-
Fasdat Gıda Dağıtım San. ve Tic A.Ş.	-	-	(1.566.125.617)
Reklam Üssü San. ve Dış Tic. A.Ş.	-	-	(147.218.086)
Ekur Et Entegre San. ve Tic. A.Ş.	-	-	(1.007.075)
Atp Ticari Bilgi.Elk.Güç Kaynakları A.Ş.	-	-	(30.180)
Seraş Servis Organizasyonları ve Ticaret A.Ş.	-	-	(1.056.769)
Arbeta Turizm Org.ve Tic.A.Ş.	-	-	(921.173)
Ata Express Elektronik İletişim Tanıtım Paz.	802.107.138	-	-
Ata Yatırım Menkul Kıymetler A.Ş.	-	-	(234.332)
Ata Yatırım Gayrimenkul Yatırım Ortaklığı A.Ş.	-	-	(2.316.032)
Ata Yatırım Gayrimenkul Geliştirme Yat. İnş. A.Ş.	-	-	(16.169)
<i>Other related parties</i>	-	-	-
Beray Gıda Bilişim Otomotiv San. Ve Tic.Ltf.Şti.	596.474	-	-
Tusem Gıda ve Turizm İşletmeleri Tic. Ltd. Şti.	869.964	-	-
Kınık Maden Suları A.Ş.	9.510.359	-	-
İntiba Gıda İmalat Ve Tic.Ltd.Şti.	316.423	-	-
Other	1.318.773	-	(438.162)
	814.719.131	-	(1.757.258.516)

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NOTE 24 – RELATED PARTY DISCLOSURES (cont’d)

31 December 2024	Trade	Trade	Trade Payables
Balances with related parties	Receivables - current	Receivables Non-Current	Current
<i>Shareholder</i>			
TFI TAB Gıda Yatırımları A.Ş.	-	-	(13.014.501)
<i>Ana ortak tarafından yönetilen diğer şirketler</i>			
Fasdat Gıda Dağıtım San. ve Tic A.Ş.	-	-	(1.404.941.098)
Atakey Patates Gıda San. ve Tic. A.Ş.	8.858	-	-
Reklam Üssü San. ve Dış Tic. A.Ş.	-	-	(73.096.574)
Ekur Et Entegre San. ve Tic. A.Ş.	-	-	(1.153.023)
ATP Yazılım ve Teknoloji A.Ş.	-	-	(33.217)
Seraş Servis Organizasyonları ve Ticaret A.Ş.	-	-	(1.002.293)
Bedela İnşaat ve Ticaret A.Ş.	-	-	(31.964)
Arbeta Turizm Org.ve Tic.A.Ş.	-	-	(3.376.490)
Ata Express Elektronik İletişim Tanıtım Paz.	792.219.607	-	-
Ata Yatırım Menkul Kıymetler A.Ş.	-	-	(290.816)
Ata Yatırım Gayrimenkul Yatırım Ortaklığı A.Ş.	-	-	(2.197.332)
Ata Yatırım Gayrimenkul Geliştirme Yat. İnş. A.Ş.	-	-	(90.101)
<i>Other related parties</i>			
Beray Gıda Bilişim Otomotiv San. Ve Tic.Ltd.Şti.	702.552	-	-
Tusem Gıda ve Turizm İşletmeleri Tic. Ltd. Şti.	948.700	-	-
Kınık Maden Suları A.Ş.	10.819.490	-	-
İntiba Gıda İmalat ve Tic.Ltd.Şti.	285.050	-	-
Zenia Limited	-	-	(1.165.253)
Other	1.284.200	-	(802.908)
	806.268.457	-	(1.501.195.570)

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NOTE 24 – RELATED PARTY DISCLOSURES (cont’d)

1 January - 31 March 2025							
Transaction with related parties	Purchases	Sales	Commission received	Rent expense	Rent income	Other income	Other income
<i>Shareholder</i>							
TFI TAB Gıda Yatırımları A.Ş.	(55.837.903)	29.643	-	-	-	-	-
<i>Other companies controlled by the parent company</i>							
Fasdat Gıda Dağ. San.ve Tic A.Ş.	(3.268.713.445)	349.714.089	-	-	-	-	-
Ata Ekspres Elk. İlt. Tan. A.Ş.	-	1.683.758.301	-	-	-	-	-
Ekur Et Entegre Sanayi ve Ticaret A.Ş.	-	25.667	-	-	-	-	-
Reklam Üssü San. ve Dış Tic. A.Ş.	(375.241.310)	12.622.851	2.775.491	(1.262.304)	-	-	-
ATP Yazılım ve Teknoloji A.Ş.	(90.003.279)	1.357.345	-	-	-	-	-
Seraş Servis Org. ve Ticaret A.Ş.	(3.178.998)	-	-	-	-	-	-
Ata Gayr. Yatırım Ortaklığı A.Ş.	(621.592)	-	-	(6.432.048)	-	-	-
Bedela İnşaat ve Ticaret A.Ş.	(90.455)	-	-	(4.873.762)	-	-	-
Arbeta Turizm Org.ve Tic.A.Ş.	(10.799.224)	-	-	-	-	-	-
Ekur İnşaat Sanayi ve Tic. A.Ş.	(97.325.353)	2.870.253	2.866.363	-	2.345.795	-	-
<i>Other related parties</i>							
Tusem Gıda ve Tur. İşl. Tic. Ltd. Şti.	(26.310)	1.026.329	1.853.567	-	1.237.369	-	-
Mes Mutfak Ekp. Tic. A.Ş.	(304.327.635)	34.028.146	-	-	-	-	-
Ertuğ Reklam San.ve Tic. A.Ş	(695.851)	-	-	-	-	-	-
Kınık Maden Suları A.Ş.	(579.118)	1.509.606	5.350.912	-	3.607.565	-	-
Beray Bil. Mar. İnş. Ltd. Şti.	(2.570)	173.724	1.041.103	-	611.010	-	-
Konuk Ağırlama Teknolojileri ve Uyg. A.Ş.	-	910.272	2.570.155	-	5.613.514	-	-
Ata Yatırım Menkul Kıymetler A.Ş.	-	27.386	-	-	-	-	-
Zenia Limited	(21.836.407)	-	-	-	-	-	-
	(4.229.306.836)	2.088.053.612	16.457.591	(12.568.114)	13.415.253	-	-

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NOTE 24 – RELATED PARTY DISCLOSURES (cont’d)

1 January- 31 March 2024							
Transaction with related parties	Purchases	Sales	Commission received	Rent expense	Rent income	Other income	Other expense
<i>Shareholder</i>							
TFİ TAB Gıda Yatırımları A.Ş.	(30.791.243)	271.884	-	-	-	-	-
<i>Other companies controlled by the parent company</i>							
Fasdat Gıda Dağ. San.ve Tic A.Ş.	(2.743.121.923)	6.802.840	-	-	-	-	-
Ata Ekspres Elk. İlt. Tan. A.Ş.	(44.292.522)	1.672.432.676	-	-	19.004	-	-
Ekur Et Entegre Sanayi ve Ticaret A.Ş.	-	63.119	-	-	-	-	-
Reklam Üssü San. ve Dış Tic. A.Ş.	(374.456.876)	1.281.865	828.441	(848.304)	-	8.087.065	-
Atp Ticari Bilgi.Elk.Güç Kaynakları A.Ş.	(165.916.158)	2.421.133	-	-	-	-	(17.283.089)
Seraş Servis Org. ve Ticaret A.Ş.	(4.053.890)	-	-	-	-	-	-
Ata Gayr. Yatırım Ortaklığı A.Ş.	(3.196.629)	24.696	-	(4.618.116)	-	-	-
Ata Gayrimenkul Gel. Yat. Ve İnş. A.Ş.	-	17.362	-	-	-	-	-
Ata Portföy Yönetimi A.Ş.	-	79.205	-	-	-	-	-
Ata Holding A.Ş.	(2.132.003)	217.034	-	-	-	-	-
Bedela İnşaat ve Ticaret A.Ş.	-	-	-	(4.642.797)	-	-	-
Arbeta Turizm Org.ve Tic.A.Ş.	(8.586.752)	-	-	-	-	-	-
Ekur İnşaat Sanayi ve Tic. A.Ş.	(277.539.081)	392.198	2.252.493	-	1.888.153	1.517.008	-
<i>Other related parties</i>							
Tusem Gıda ve Tur. İşl. Tic. Ltd. Şti.	(23.848)	705.015	1.448.838	-	960.456	-	-
Mes Mutfak Ekp. Tic. A.Ş.	(369.462.489)	8.097.185	-	-	-	-	-
Ertuğ Reklam San.ve Tic. A.Ş.	(273.741)	-	-	-	-	-	-
Kınık Maden Suları A.Ş.	(661.527)	1.419.459	4.957.354	-	2.959.235	-	-
Beray Bil. Mar. İnş. Ltd. Şti.	(29.050)	190.538	973.876	-	563.214	-	-
Konuk Ağırlama Teknolojileri ve Uyg. A.Ş.	(24.787)	911.494	2.400.526	-	4.093.103	-	-
Sedko İnşaat ve Tic. A.Ş.	(888.334)	-	-	-	-	-	-
Ata Yatırım Menkul Kıymetler A.Ş.	-	340.607	-	-	-	-	-
Atakey Patates Gıda Sanayi ve Tic. A.Ş.	-	-	-	-	-	-	-
Zenia Limited	(59.092.152)	-	-	-	-	-	-
	4.084.543.004	1.695.668.309	12.861.528	10.109.217	10.483.165	9.604.073	17.283.089

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NOTE 24 – RELATED PARTY DISCLOSURES (cont'd)

Advances given to related parties	31 March 2025	31 December 2024
Fasdat Gıda Dağıtım San. Tic. A.Ş.	638.780.845	617.730.516
Ekur İnşaat San. Tic. A.Ş.	212.982.086	69.415.275
Mes Mutfak Ekip. San. Tic. A. Ş.	290.976.926	316.105.326
ATP Yazılım ve Teknoloji A.Ş.	35.827.483	33.880.884
	1.178.567.340	1.037.132.001

Benefits provided to board members and senior management personnel are as follows:

	31 March 2025	31 March 2024
Salaries and other short-term benefits	50.990.779	32.288.880
	50.990.779	32.288.880

The Company consists of senior management and members of the Board of Directors. Benefits provided to senior executives include salaries, bonuses and health insurance.

NOTE 25 – FINANCIAL RISK MANAGEMENT OBJECTIVE AND POLICIES

Financial risk management is carried out within the framework of policies approved by the Board of Directors of the Group. The majority of the members of the Group's Board of Directors consists of members from Kurdoğlu family. The Group's financial operations and risk assessment policies are managed centrally. Subsidiaries are administered as if they have a holding structure and risk assessment policies and procedures are centrally managed. The risk management policies of all these companies are disclosed as if they were within the Group holding structure.

In the normal course of business operations, the Group is exposed to various market risks such as fluctuations in exchange rates, interest rates, and raw material prices for products that are beyond its control, and these fluctuations may have a negative impact on financial assets and liabilities, future cash flows and profit. The Group's risk management program generally aims to minimize the effects of the financial market's uncertainty on the Group's financial performance.

The Group's main financial instruments are bank loans, leases, debt given to related parties, cash and short term deposits. The main purpose of these financial instruments is to generate financing for the Group's activities. The Group also has other various financial instruments resulting from its direct operations, such as trade payables and trade receivables.

The main risks arising from the Group's financial instruments are interest rate risk, foreign exchange risk, credit risk, and liquidity risk. The management develops and approves implementation policies to manage these risks.

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NOTE 25 – FINANCIAL RISK MANAGEMENT OBJECTIVE AND POLICIES (cont'd)

a) Capital Risk Management

In capital management, the Group aims to increase its profit by using the debt and equity balance in the most efficient way while trying to ensure the continuity of its operations.

The Group's capital structure includes debts, including loans described in Note 4, and equity items, including cash and cash equivalents described in Note 3, issued capital described in Note 16, reserves and retained earnings from the previous year.

The Group evaluates the risks associated with each capital class with the capital cost by upper management. The Group aims to keep the capital structure balanced through new debt acquisition or repayment of existing debt, as well as through dividend payments, new shares issuance, and share repurchases, based on the upper management's suggestions.

The Group's net debt and capital position is as follows:

	31 March 2025	31 December 2024
Total borrowings	33.775.897	23.763.150
Less: cash and cash equivalents	6.977.959.360	6.640.397.221
Net Debt	(6.944.183.463)	(6.616.634.071)
Total Equity	17.749.872.882	17.437.137.020

b) Financial Risk Factors

The risk management program is generally focused on minimizing the potential adverse effects of financial market uncertainty on the Group's financial performance.

The Group's risk management is carried out by a central finance department in line with policies approved by the Board of Directors. While providing services related to commercial activities, the Group's finance department is also responsible for ensuring regular access to domestic and foreign financial markets and monitoring the level and magnitude of financial risks related to the Group's activities.

b.1) Credit Risk Management

The risk of a financial loss to the Group due to a party to a financial instrument failing to meet its contractual obligations is defined as credit risk. The Group tries to reduce the credit risk by only conducting transactions with creditworthy parties and trying to obtain adequate collateral when possible. The credit risks that the Group is exposed to and the customers' credit ratings are continuously monitored.

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NOTE 25 – FINANCIAL RISK MANAGEMENT OBJECTIVE AND POLICIES (cont'd)

b.1) Credit Risk Management (cont'd)

A large part of trade receivables are receivables from sub-franchisee companies. The credibility of sub-franchisee companies is determined by the analyses carried out on the financial structure by the franchise department and the credibility of the sub-franchisee company shareholders. In addition, during the sub-franchise agreement process, the Group requests the establishment of a credit limit with an intermediary financial institution for sub-franchisees. The credit limit is determined according to the commercial transaction volume of the sub-franchisee. According to these credit limit agreements, the Group can directly collect from financial institutions in case the receivable's due date is passed. The limit and collection risk are continuously reviewed by the Group's finance department. Also, the Group continuously conducts credit assessments about the financial status of sub-franchisees.

The total amount of credit limits opened as receivable collateral for sub-franchisees is TL 61.458.627 (31 March 2024: TL 87.110.828). The level of risks and collateral structure are constantly monitored by the Group Management.

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NOTE 25 – FINANCIAL RISK MANAGEMENT OBJECTIVE AND POLICIES (cont'd)

	Trade Receivables Related Party	Trade Receivables Other Party	Other Receivables Related Party	Other Receivables Other Party	Bank Deposits	Restricted Cash
31 March 2025						
Maximum credit risk exposed (A+B+C+D+E)						
- The part of maximum risk under guarantee with collateral	814.719.131	1.020.199.797	-	35.608.124	6.711.762.156	122.846.805
A. Net book value of financial assets that are neither past due or impaired						
B. Net book value of financial assets that are renegotiated	814.719.131	1.020.199.797	-	35.608.124	6.711.762.156	122.846.805
C. Carrying value of financial assets that past due but not impaired						
- The part of net value under guarantee with collateral etc.	-	-	-	-	-	-
D. Net book value of impaired assets		12.979.436				
- Gross carrying amount		(12.979.436)			-	
- Impairment	-		-	-	-	-
- The part of net value under guarantee with collateral etc.	-	-	-	-	-	-
E. Off-balance sheet items with credit risk (-)	-	-	-	-	-	-

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NOTE 25 – FINANCIAL RISK MANAGEMENT OBJECTIVE AND POLICIES (cont'd)

31 December 2024	Trade Receivables Related Party	Trade Receivables Other Party	Other Receivables Related Party	Other Receivables Other Party	Bank Deposits	Restricted Cash
Maximum credit risk exposed (A+B+C+D+E)						
- The part of maximum risk under guarantee with collateral	806.268.457	717.687.507	-	39.177.877	6.566.634.993	46.473.869
A. Net book value of financial assets that are neither past due or impaired	806.268.457	717.687.507	-	39.177.877	6.566.634.993	46.473.869
B. Net book value of financial assets that are renegotiated	-	-	-	-	-	-
C. Carrying value of financial assets that past due but not impaired	-	-	-	-	-	-
- The part of net value under guarantee with collateral etc.	-	-	-	-	-	-
D. Net book value of impaired assets	-	14.285.526				
- Gross carrying amount	-	(14.285.526)	-	-	-	-
- Impairment	-		-	-	-	-
- The part of net value under guarantee with collateral etc.	-	-	-	-	-	-
E. Off-balance sheet items with credit risk (-)	-	-	-	-	-	-

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NOTE 25 – FINANCIAL RISK MANAGEMENT OBJECTIVE AND POLICIES (cont'd)

b.2) Market risk management

The Group's activities expose it to financial risks associated with changes in foreign exchange rates (b.3.1), interest rates (b.3.2) and commodity price risk (b.3.3).

The Group's policy for these market risks is to assess potential losses and their consolidated impact and to minimise the Group's exposure to market risks. The Group's overall risk management plan focuses on the uncertainty of financial markets and seeks to minimise the potential adverse effects on the Group's financial performance. The Group management continuously assesses fluctuations in foreign currency exchange rates, interest rates and commodity prices.

b.3) Liquidity risk management

The Group manages liquidity risk by regularly monitoring forecast and actual cash flows with the treasury department and ensuring that sufficient funds and borrowing reserves are maintained by matching the maturities of financial assets and liabilities. To eliminate the risk of fund requirements, the Group has various credit lines with the most reputable financial institutions in Turkey. The Group currently has adequate credit lines and expects to keep these available credit lines available for utilisation and to renew existing credit balances as they fall due. The Group management believes that it will be able to obtain short-term financing as and when required. In addition, the Group has improved its credit lines and extended the terms of its trade payables.

Liquidity Risk Statement

The following table summarises the maturity profile of the Group's non-derivative financial liabilities. The table includes interest and principal amounts payable on the liabilities:

31 March 2025	Carrying value	Contractual cash flows	Less than 3 months	Between 3-12 months	1 year and over
Bank loans	33.775.897	33.775.897	33.775.897	-	-
Lease liabilities	3.961.535.707	5.794.914.899	496.996.247	1.191.804.060	4.106.114.592
Trade payables (Related parties included)	2.510.023.296	2.625.341.692	2.305.460.677	183.059.142	136.821.873
	6.505.334.900	8.454.032.488	2.836.232.821	1.374.863.202	4.242.936.465
31 December 2024	Carrying value	Contractual cash flows	Less than 3 months	Between 3-12 months	1 year and over
Bank loans	23.763.150	23.763.150	23.763.150	-	-
Lease liabilities	4.013.960.383	5.863.708.832	574.315.620	1.128.686.924	4.160.706.288
Trade payables (Related parties included)	2.327.627.728	2.454.550.348	2.119.286.251	168.276.443	166.987.654
	6.365.351.261	8.342.022.330	2.717.365.021	1.296.963.367	4.327.693.942

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NOTE 25 – FINANCIAL RISK MANAGEMENT OBJECTIVE AND POLICIES (cont'd)

b.4) Foreign currency risk management

The Group is exposed to foreign exchange risk mainly due to fluctuations in US Dollar and Euro exchange rates. Foreign exchange risk is primarily related to bank borrowings and foreign currency-denominated receivables and payables. While the majority of the Group's long-term debt is denominated in USD, the Group generates its revenues and cash from operations in TL.

The Group Management periodically assesses market conditions and formulates a foreign currency strategy based on exchange rate expectations. The Group utilises TL and foreign currency-denominated borrowings and determines the rate based on the overall foreign currency strategy. Foreign currency-denominated assets and liabilities of monetary and non-monetary items are as follows:

	31 March 2025		
	TL Equivalents	USD	EUR
1. Trade Receivables	-	-	-
2a. Monetary Financial Assets	167.041.761	4.214.301	159.018
2b. Non Monetary Financial Assets	-	-	-
3. Other	-	-	-
4. Current Assets	167.041.761	4.214.301	159.018
5. Trade Receivables	-	-	-
6a. Monetary Financial Assets	4.109.765	101.516	6.780
6b. Non Monetary Financial Assets	-	-	-
7. Other	-	-	-
8. Non-Current Assets	4.109.765	101.516	6.780
9. Total Assets (4+8)	171.151.526	4.315.817	165.798
10. Trade Payables	300.536.460	7.891.400	15.560
11. Financial Liabilities	-	-	-
12a. Other Monetary Liabilities	40.948	-	1.000
12b. Other Non Monetary Liabilities	-	-	-
13. Short Term Liabilities	300.577.408	7.891.400	16.560
14. Trade Payables	-	-	-
15. Financial Liabilities	-	-	-
16a. Other Monetary Liabilities	-	-	-
16b. Other Non Monetary Liabilities	-	-	-
17. Long Term Liabilities			
18. Total Liabilities (13+17)	300.577.408	7.891.400	16.560
19. Derivative Instruments	-	-	-
20. Net Foreign Exchange Asset / Liability) Position (9-18)	(129.425.882)	(3.575.583)	149.238
21. Net Monetary Items Foreign Exchange Asset /(Liabilities) Position (1+2a+5+6a-10-11-12a-14-15-16a)	(129.425.882)	(3.575.583)	149.238

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NOTE 25 – FINANCIAL RISK MANAGEMENT OBJECTIVE AND POLICIES (cont'd)

	31 December 2024			
	Total Equivalents	USD	EUR	
1. Trade Receivables	-	-	-	
2a. Monetary Financial Assets	19.737.111	151.813	177.703	
2b. Non Monetary Financial Assets	-	-	-	
3. Other	-	-	-	
4. Current Assets	19.737.111	151.813	177.703	
5. Trade Receivables	-	-	-	
6a. Monetary Financial Assets	6.087.070	101.516	6.780	
6b. Non Monetary Financial Assets	-	-	-	
7. Other	-	-	-	
8. Non-Current Assets	6.087.070	101.516	6.780	
9. Total Assets (4+8)	25.824.181	253.329	184.483	
10. Trade Payables	223.213.693	3.961.014	12.281	
11. Financial Liabilities	-	-	-	
12a. Other Monetary Liabilities	58.482	-	1.000	
12b. Other Non Monetary Liabilities	-	-	-	
13. Short Term Liabilities	223.272.175	3.961.014	13.281	
14. Trade Payables	-	-	-	
15. Financial Liabilities	-	-	-	
16a. Other Monetary Liabilities	-	-	-	
16b. Other Non Monetary Liabilities	-	-	-	
17. Long Term Liabilities	-	-	-	
18. Total Liabilities (13+17)	223.272.175	3.961.014	13.281	
19. Net Foreign Exchange Asset / Liability) Position (9-18)	(197.447.994)	(3.707.685)	171.202	
20. Net Monetary Items Foreign Exchange Asset /(Liabilities) Position (1+2a+5+6a-10-11-12a-14-15-16a)	(197.447.994)	(3.707.685)	171.202	
	31 March 2025		31 December 2024	
	Foreign currency appreciation	Foreign currency depreciation	Foreign currency appreciation	Foreign currency depreciation
If the USD changes by against the TL 10%	(13.503.404)	13.503.404	(14.397.117)	14.397.117
If the EUR changes by against the TL 10%	(607.426)	607.426	(692.220)	692.220
Total	(14.110.830)	14.110.830	(15.089.337)	15.089.337

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NOTE 25 – FINANCIAL RISK MANAGEMENT OBJECTIVE AND POLICIES (cont'd)

Sensitivity to currency risk

The above table details the Group's sensitivity to a 10% (December 31, 2024: 10%) increase and decrease in USD and EUR exchange rates. 10% (December 31, 2024: 10%) is the sensitivity rate used when reporting foreign currency risk to key management personnel and represents management's assessment of the possible change in foreign exchange rates. The sensitivity analysis includes only outstanding monetary items denominated in foreign currencies at year-end and adjusts their translation at year-end for a 10% (December 31, 2024: 10%) change in foreign exchange rates. A negative value represents the decrease in income before tax arising from a 10% (December 31, 2024: 10%) increase in USD and EUR against TL.

b.5) Interest rate risk management

The Group's borrowings at variable interest rates expose the Group to potential interest rate risk. The Group generally enters into fixed rate interest rate contracts to hedge its exposure to interest rate risk arising from changes in interest rates. Risk management strategies are regularly evaluated based on market conditions and interest rate expectations. The risk management strategy aims to develop the most appropriate interest rate risk management for the balance sheet position and interest expense.

b.6) Commodity price risk

The Group is exposed to price risk due to fluctuations in food prices. The Group purchases large quantities of food and supplies. Weather fluctuations alter supply and demand trends, and economic conditions can adversely affect the cost, condition and quality of critical products such as meat. Failure to obtain high-quality ingredients in the required quantities may adversely affect the Group's ability to provide menus and the Group may not be able to pass on rising costs to its customers due to the highly competitive nature of the industry.

The Group supplies foodstuffs to Fasdat Gıda Dağıtım San. Tic. A.Ş. ("Fasdat"), a related party. Fasdat purchases large quantities of meat for its operations. The meat sector is subject to significant price fluctuations due to seasonal changes, government regulations, demand in the sector and other factors. The Group manages the price risk arising from foodstuffs through agreements with Fasdat that fix the price for certain products. Fasdat can fix prices for meat, chicken, potatoes and soft drinks for up to one year through purchase contracts. This allows the Group to avoid the costs of using derivative instruments, which it cannot pass on to its customers due to the competitive nature of the Quick Service Restaurants (QSR) industry while ensuring cost predictability.

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NOTE 26 – NET MONETARY GAIN/LOSS MOVEMENT

Non monetary items	31 March 2025
Statement of financial position:	(99.490.308)
Prepaid expenses	5.904.848
Right of use assets	405.163.895
Property, plant and equipment	641.806.427
Intangible assets	60.988.052
Deferred tax	32.215.420
Deferred income	(67.453.936)
Share capital	(26.293.204)
Share based employee benefits	(359.793.149)
Other comprehensive income/expense not to be classified	232.684
Other comprehensive income/expense to be classified	(214.823.270)
Retained earnings(loss)	(577.438.075)
Profit or loss:	(64.745.872)
Revenue	(339.294.542)
Cost of sales	254.987.537
Marketing expenses	17.181.205
General administrative expenses	11.357.436
Other operating income	(4.070.160)
Other operating expense (-)	6.389.856
Income related to investing activities	(14.633.331)
Expense related to investing activities (-)	224.382
Financial income	(8.440.806)
Financial expense (-)	9.670.466
Current tax expense	1.882.085
Net monetary loss	(164.236.180)

NOTE 27 – SHARE BASED PAYMENTS

The calculation of earnings per share and diluted earnings per share attributable to equity holders of the parent company are as follows:

	31 March 2025	31 March 2024
Net profit/(loss) attributable to equity holders of the parent company	310.052.605	183.995.616
Weighted average number of shares outstanding during the period	261.292.000	261.292.000
Earnings per share	1,19	0,70