

**YATAŞ YATAK VE YORGAN SANAYİ TİCARET ANONİM ŞİRKETİ
AND IT'S SUBSIDIARIES**

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM
PERIOD 1 JANUARY - 30 JUNE 2025 AND THE REVIEW REPORT**

*(CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL
STATEMENTS ORIGINALLY ISSUED IN TURKISH)*

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REVIEW REPORT RELATED TO THE INTERIM CONSOLIDATED FINANCIAL INFORMATION

To the Board of Directors of
Yataş Yatak ve Yorgan Sanayi Ticaret Anonim Şirketi

Introduction

1. We have audited the accompanying consolidated balance sheets, consolidated statements of income, consolidated changes in shareholders' equity, consolidated cash flows and a summary of significant accounting policies and other explanatory notes of Yataş Yatak ve Yorgan Sanayi Ticaret Anonim Şirketi and its subsidiaries (together "The Group") as of 30 June 2025. Management of the company is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with financial reporting standards by Turkish Accounting Standards. Our responsibility is to express an opinion on these consolidated financial statements based on our reviewed independent audits.

Scope of Review

2. Our reviewed independent audit is performed compatible with the Reviewed Independent Audit Standards (RIAS) 2410 "Financial Informations for Interim Period, Reviewed Independent Audit by the Company Who Performs Audit of Annual Financial Statements of Company". Our review essentially based on applying analytical audit procedures, in order to collect the related proof and understand the entries and notes in the financial statements. Reviewed audit of financial information for interim period is substantially less in scope than an audit which is aim is publish a opinion about financial statements conducted in accordance with auditing standards published. Consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Other Matter

3. The consolidated financial statements of the Company for the fiscal year ending 31 December 2024, were audited by another independent auditing firm, and the independent audit report dated 10 March 2025, prepared by the said independent auditing firm, contains an unqualified opinion.
4. The consolidated financial statements of the Company for the fiscal year ending 30 June 2024, were audited by another independent auditing firm, and the independent audit report dated 27 September 2024, prepared by the said independent auditing firm, contains an unqualified opinion.

Opinion

5. According to our reviewed audit the accompanying consolidated financial informations for interim period of Yataş Yatak ve Yorgan Sanayi Ticaret Anonim Şirketi and its Subsidiaries as of 30 June 2025, in all material respects, there was no issue to call attention to led us to the reach a conclusion that is not prepared in accordance with the financial reporting standards endorsed by the Turkish Accounting Standards.

ATA Uluslararası Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş.
Member Firm of Kreston International



Seyfettin Erol
Managing Partner

Istanbul 15 August 2025

YATAŞ YATAK VE YORGAN SANAYİ TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARY
INTERIM CONDENSED CONSOLIDATED BALANCE SHEET AS AT JUNE 30, 2025
(Amounts expressed in Turkish Lira ("TRL") in terms of the purchasing power of the TRL at June 30, 2025,
unless otherwise indicated)

ASSETS	Note	Reviewed 30 June 2025	Audited 31 December 2024
CURRENT ASSETS			
Cash And Cash Equivalents		957.774.420	1.040.745.253
Financial Investments		3.486.427	100.335.017
Trade Receivables		1.517.655.966	1.696.793.580
<i>Due From Related Parties</i>	3-4	--	--
<i>Trade Receivables, Third Parties</i>	4	1.517.655.966	1.696.793.580
Other Receivables		131.288.844	57.127.648
<i>Due From Related Parties</i>		--	--
<i>Other Receivables, Third Parties</i>		131.288.844	57.127.648
Inventories	6	3.632.579.192	3.703.426.575
Prepaid Expenses		574.786.074	684.389.636
<i>Due From Related Parties</i>	3-7	6.001.172	6.283.044
<i>Prepaid Expenses, Third Parties</i>	7	568.784.902	678.106.592
Current Income Tax Assets		2.558.469	--
Other Current Assets	5	1.192.859.111	1.201.953.418
TOTAL CURRENT ASSETS		8.012.988.503	8.484.771.127
NON-CURRENT ASSETS			
Financial Investments		5.012.652	4.901.947
Other Receivables		3.570.968	3.732.764
<i>Due From Related Parties</i>		--	--
<i>Other Receivables, Third Parties</i>		3.570.968	3.732.764
<i>Right of Use Assets</i>		943.240.532	1.097.610.959
Investment Properties		389.055.005	389.055.005
Tangible Fixed Assets	8	9.545.169.860	8.729.783.498
Intangible Fixed Assets		772.604.126	699.887.941
Prepaid Expenses	7	189.316.042	249.745.186
TOTAL NON-CURRENT ASSETS		11.847.969.185	11.174.717.300
TOTAL ASSETS		19.860.957.688	19.659.488.427

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

YATAŞ YATAK VE YORGAN SANAYİ TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARY
INTERIM CONDENSED CONSOLIDATED BALANCE SHEET AS AT JUNE 30, 2025
(Amounts expressed in Turkish Lira ("TRL") in terms of the purchasing power of the TRL at June 30, 2025,
unless otherwise indicated)

LIABILITIES	Note	Reviewed 30 June 2025	Audited 31 December 2024
CURRENT LIABILITIES			
Financial Liabilities	9	1.879.193.751	1.766.155.456
Short Term Portion Of Long Term Financial Liabilities	9	2.056.075.210	2.600.538.666
Lease Payables	9	122.939.777	152.748.210
Trade Payables		1.931.574.634	1.575.553.484
<i>Due To Related Parties</i>	3-4	--	--
<i>Trade Payables, Third Parties</i>	4	1.931.574.634	1.575.553.484
Employee Benefit Obligations	10	246.593.414	232.341.863
Other Payables		2.900.971	2.108.135
<i>Due To Related Parties</i>		--	--
<i>Other Payables, Third Parties</i>		2.900.971	2.108.135
Deferred Income	7	564.883.555	937.771.490
Provisions		72.668.544	7.413.738
Other Current Liabilities	5	116.111.495	50.217.775
TOTAL CURRENT LIABILITIES		6.992.941.351	7.324.848.817
NON-CURRENT LIABILITIES			
Financial Liabilities	9	1.715.739.311	1.141.134.008
Lease Payables	9	161.987.459	242.020.632
Deferred Income	7	115.357.639	10.512.052
Provisions		147.714.726	165.106.583
<i>Provision For Employee Benefits</i>		147.714.726	165.106.583
Deferred Tax Liabilities	18	1.310.930.929	1.385.348.765
TOTAL NON-CURRENT LIABILITIES		3.451.730.064	2.944.122.040
EQUITY			
Paid-In Capital	12	149.798.932	149.798.932
Inflation Adjustment on Capital	12	1.733.342.315	1.733.342.315
Buy-Back Shares (-)		(279.056.983)	(279.056.983)
Other Comprehensive Income Not To Be Reclassified To Profit Or Loss		1.541.252.376	1.278.715.568
<i>Revaluation and Remeasurement Gains/Losses</i>		1.585.663.963	1.323.127.155
<i>Actuarial Gain/Loss Arising From Defined Benefit Plans</i>		(44.411.587)	(44.411.587)
Other Comprehensive Income To Be Reclassified To Profit Or Loss		(129.853.311)	15.462.891
<i>Currency Translation Differences</i>		(129.853.311)	15.462.891
Restricted Reserves		489.746.958	489.746.958
Retained Earnings		6.002.507.889	5.792.668.842
Net Income For The Period		(91.451.903)	209.839.047
EQUITY HOLDERS OF THE PARENT		9.416.286.273	9.390.517.570
TOTAL LIABILITIES		19.860.957.688	19.659.488.427

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

YATAŞ YATAK VE YORGAN SANAYİ TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME FOR THE PERIODS ENDED AT 1 JANUARY-30 JUNE 2025 AND 2024
(Amounts expressed in Turkish Lira ("TRL") in terms of the purchasing power of the TRL at June 30, 2025, unless otherwise indicated)

INCOME/LOSS	Note	Reviewed 1 January – 30 June 2025	Unaudited 1 April – 30 June 2025	Reviewed 1 January – 30 June 2024	Unaudited 1 April – 30 June 2024
Revenue	13	9.372.875.443	4.533.045.420	9.821.782.912	4.890.750.333
Cost Of Sales (-)	14	(6.110.961.175)	(2.921.550.161)	(6.784.244.366)	(3.398.370.417)
Gross profit		3.261.914.268	1.611.495.259	3.037.538.546	1.492.379.916
General Administrative Expenses (-)	15	(50.213.239)	(24.967.814)	(53.736.670)	(26.261.623)
Marketing, Selling And Distribution Expenses (-)	15	(2.363.480.823)	(1.147.830.327)	(2.219.407.953)	(1.168.153.665)
Research And Development Expenses (-)	15	(402.705.752)	(174.451.122)	(342.714.910)	(170.715.780)
Other Income From Operating Activities		681.549.273	233.660.166	870.030.934	204.239.239
Other Expenses From Operating Activities (-)		(272.500.845)	(46.940.197)	(530.756.729)	(78.989.892)
Operating Profit / Loss		854.562.882	450.965.965	760.953.218	252.498.195
Income From Investment Activities		8.546.868	3.494.749	46.734.832	44.585.609
Expenses From Investment Activities (-)		(1.024.997)	(1.024.997)	--	--
OPERATING INCOME BEFORE FINANCIAL INCOME		862.084.753	453.435.717	807.688.050	297.083.804
Financial Expenses (-)	16	56.743.471	26.598.786	26.403.352	5.557.604
Financial Income	17	(1.378.827.247)	(665.073.253)	(1.090.459.885)	(472.668.519)
Monetary Gain / (Loss)		758.418.740	275.160.771	666.843.298	72.745.764
PROFIT BEFORE TAX		298.419.717	90.122.021	410.474.815	(97.281.347)
Tax income/(expense)		(389.871.620)	(140.770.567)	(286.752.664)	115.479.747
Taxes On Income		(3.771.757)	1.313.559	(6.684.394)	43.585.559
Deferred Tax Income/(Expense)	18	(386.099.863)	(142.084.126)	(280.068.270)	71.894.188
Profit/Loss for the Period from Discontinued Operations		--	--	--	--
PERIOD PROFIT / LOSS		(91.451.903)	(50.648.546)	123.722.151	18.198.400
Earnings Per Share					
Earnings Per Share		(0,61)	(0,34)	0,83	0,12
OTHER COMPREHENSIVE INCOME					
Other Comprehensive Income/Expense Not To Be Reclassified To Profit Or Loss		262.536.808	262.536.808	(78.696.851)	(78.696.851)
Actuarial Gain/Loss Arising From Defined Benefit Plans		--	--	(104.929.134)	(104.929.134)
Tax Income/(Expense)		262.536.808	262.536.808	26.232.283	26.232.283
Deferred Tax (Expense) Income		262.536.808	262.536.808	26.232.283	26.232.283
Other Comprehensive Income/Loss To Be Reclassified To Profit Or Loss		(145.316.202)	25.635.872	35.192.267	35.192.267
Currency Translation Differences	12	(145.316.202)	25.635.872	35.192.267	35.192.267
OTHER COMPREHENSIVE INCOME (LOSS)		117.220.606	288.172.680	(43.504.584)	(43.504.584)
TOTAL OTHER COMPREHENSIVE INCOME (LOSS)		25.768.703	237.524.134	80.217.567	(25.306.184)

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

YATAŞ YATAK VE YORGAN SANAYİ TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIODS ENDED AT 1 JANUARY – 30 June 2025 AND 2024
(Amounts expressed in Turkish Lira ("TRL") in terms of the purchasing power of the TRL at June 30, 2025, unless otherwise indicated)

				Other Comprehensive Income/Expense Not to Be Reclassified To Profit Or Loss	Other Comprehensive Income/Loss to Be Reclassified To Profit Or Loss			Retained Earnings		
	Paid In Capital	Inflation Adjustment on Capital	Buy-Back Shares	Revaluation and Remeasurement Gains/Losses	Actuarial Gain/Loss Arising from Defined Benefit Plans	Currency Translation Differences	Restricted Reserves	Retained Earnings	Net Income for The Period	Total Equity
Balance as of January 1, 2024	149.798.932	1.733.342.315	(279.056.983)	--	32.568.072	(43.796.571)	489.746.958	4.612.916.572	1.179.752.270	7.875.271.565
Transfer of Previous Period's Profit	--	--	--	--	--	--	--	1.179.752.270	(1.179.752.270)	--
Total Comprehensive Income	--	--	--	--	(78.696.851)	35.192.267	--	--	123.722.151	80.217.567
Balance as of December 31, 2024	149.798.932	1.733.342.315	(279.056.983)	--	(46.128.779)	(8.604.304)	489.746.958	5.792.668.842	123.722.151	7.955.489.132
Balance as of January 1, 2025	149.798.932	1.733.342.315	(279.056.983)	1.323.127.155	(44.411.587)	15.462.891	489.746.958	5.792.668.842	209.839.047	9.390.517.570
Transfer of Previous Period's Profit	--	--	--	--	--	--	--	209.839.047	(209.839.047)	--
Total Comprehensive Income	--	--	--	262.536.808	--	(145.316.202)	--	--	(91.451.903)	25.768.703
Balance as of June 30, 2025	149.798.932	1.733.342.315	(279.056.983)	1.585.663.963	(44.411.587)	(129.853.311)	489.746.958	6.002.507.889	(91.451.903)	9.416.286.273

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

YATAŞ YATAK VE YORGAN SANAYİ TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIODS ENDED AT 1 JANUARY - 30 June 2025 AND 2024
(Amounts expressed in Turkish Lira ("TRL") in terms of the purchasing power of the TRL at June 30, 2025, unless otherwise indicated)

	Note	Reviewed 1 January – 30 June 2025	Reviewed 1 January – 30 June 2024
Cash Flows from Operating Activities		1.968.396.311	1.090.730.572
Profit (Loss) for the Period		(91.451.903)	123.722.151
Profit (Loss) from Continuing Operations		(91.451.903)	123.722.151
Adjustments to Reconcile Net Profit (Loss)		1.509.506.380	1.740.837.276
Adjustments to Reconcile Net Profit (Loss)	8	491.381.325	490.723.595
Adjustments for Impairment (Reversal of Impairment)		7.680.310	22.078.455
- Adjustments for Impairment (Reversal) on Receivables	4	(13.312)	6.692.448
- Adjustments for Impairment (Reversal) on Inventories	6	7.693.622	15.386.007
Adjustments for Provisions		8.440.982	121.817.630
- Adjustments for Provisions for Employee Benefits (Reversals)		6.203.608	121.269.969
- Adjustments for Other Provisions (Reversals)		2.237.374	547.661
Adjustments for Interest Income and Expenses		497.680.464	713.524.865
- Deferred Finance Expense from Credit Purchases	4	(132.136.677)	(174.053.048)
- Unearned Finance Income from Credit Sales	4	61.250.265	117.602.850
- Adjustments for Interest Income	16	(25.186.621)	(14.940.259)
- Adjustments for Interest Expenses	17	593.753.497	784.915.322
Adjustments for Tax (Income) Expense	18	389.871.620	286.752.664
Adjustments for (Gains) Losses Arising from Disposal of Non-current Assets		(3.024.274)	(42.926.331)
Adjustments for Foreign Exchange Gains and Losses		117.475.953	148.866.398
Changes in Working Capital		550.341.834	(773.828.855)
Decrease (Increase) in Financial Investments		96.737.885	16.451.384
Decrease (Increase) in Trade Receivables	4	122.312.565	497.993.741
Decrease (Increase) in Other Receivables Related to Operating Activities		(73.999.400)	9.196.761
Decrease (Increase) in Inventories	6	66.403.870	(583.958.083)
Decrease (Increase) in Prepaid Expenses	7	170.032.706	(144.677.106)
Increase (Decrease) in Trade Payables	4	488.157.827	(197.829.693)
Increase (Decrease) in Employee Benefit Payables	10	36.691.516	(93.786.317)
Increase (Decrease) in Other Payables Related to Operating Activities		63.810.268	3.480.439
Increase (Decrease) in Deferred Income	7	(268.042.348)	50.344.783
Other Increase (Decrease) in Working Capital		74.988.027	(46.429.320)
- Decrease (Increase) in Other Assets Related to Operating Activities	5	9.094.307	(84.544.086)
- Increase (Decrease) in Other Liabilities Related to Operating Activities	5	65.893.720	38.114.766
Payments Related to Provisions for Employee Benefits		(22.439.965)	(30.304.871)
Income Tax Refunds (Payments)	18	(204.311.117)	(254.310.573)
Cash Flows from Investing Activities		(1.201.289.973)	(533.611.149)
Proceeds from Sale of Tangible and Intangible Assets	8	24.225.181	49.792.987
Purchases of Tangible and Intangible Assets	8	(1.225.515.154)	(583.404.136)
Cash Flows from Financing Activities		(556.027.538)	(969.925.233)
Proceeds from Borrowings	9	2.988.688.505	3.191.858.023
Repayments of Borrowings	9	(2.880.926.714)	(3.155.765.163)
Lease Liabilities Paid	9	(170.106.470)	(315.286.720)
Interest Paid	17	(518.869.480)	(705.671.632)
Interest Received	16	25.186.621	14.940.259
Net Increase (Decrease) in Cash and Cash Equivalents Before Effect of Exchange Rates		211.078.800	(412.805.810)
Effect of Exchange Rate Changes on Cash and Cash Equivalents		(145.316.202)	35.192.267
Net Increase (Decrease) in Cash and Cash Equivalents		65.762.598	(377.613.543)
Cash and Cash Equivalents at the Beginning of the Period		1.040.745.253	886.171.541
Effect of Inflation on Cash and Cash Equivalents		(148.733.431)	(175.725.827)
Cash and Cash Equivalents at the End of the Period		957.774.420	332.832.171

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

YATAŞ YATAK VE YORGAN SANAYİ TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025

(Amounts expressed in Turkish Lira ("TRL") in terms of the purchasing power of the TRL at June 30, 2025, unless otherwise indicated)

(CONVENIENCE TRANSLATION INTO ENGLISH OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS, ORIGINALLY ISSUED IN TURKISH)

NOTE 1 – ORGANIZATION OF THE GROUP

Yataş Yatak ve Yorgan Sanayi Ticaret Anonim Şirketi ("Parent Company") and its subsidiaries are referred to as "Group" on the notes to the condensed consolidated financial statements.

The summarized information of entities which are consolidated with "complete consolidation method" is comprised of the following;

Yataş Yatak ve Yorgan Sanayi Ticaret Anonim Şirketi

Yataş Yatak ve Yorgan Sanayi Ticaret A.Ş. ("Company") was established in 1987. The Company is engaged in the production of bed, furniture, quilt, armchair, sofa, home textile and home furniture. The Company acquired and merged with İstanbul Pazarlama Yatak ve Yorgan Sanayi Ticaret A.Ş. ("Yataş İstanbul Pazarlama A.Ş.") on 28 February 2011.

For the period ended at 30 June 2025, 3.158 personnel are employed at the Company (31 December 2024: 3.403).

Company registered on the Kayseri Chamber of Industry with the number of 14222 and its legal address Organize Sanayi Bölgesi 18. Cadde No:6 Melikgazi / Kayseri. The Company's operating activities located in Turkey. The Company has 97 stores located in Turkey.

The Company is registered to the Capital Markets Board ("CMB") and its shares have been quoted on the Borsa İstanbul ("BIST") since 1996.

Company's shareholding structure is mentioned in Note 12.

Yatas Europe GmbH

Yatas Europe GmbH ("Yatas Europe") was established in 10.07.2015 in Germany. The Company is engaged in export and import of Bed, Furniture, Quilt, Armchair, Sofa, Home Textile and Home Furniture.

For the period ended at 30 June 2025, 8 personnel are employed by the Company (31 December 2024: 8 Personnel). Yatas Europe's shareholding structure as of 30 June 2025 in EUR are as following;

Shareholders	30 June 2025		31 December 2024	
	Share Percentage	Share Amount (EUR)	Share Percentage	Share Amount (EUR)
Yataş Yatak ve Yorgan Sanayi Ticaret A.Ş.	%100	100.000	%100	100.000
Total	%100	100.000	%100	100.000

Yatas Rus Ltd.

Yatas Rus Limited Şirketi ("Yatas Rus"), was established in 03.07.2019 in Russia. The Company is engaged in export and import of Bed, Furniture, Quilt, Armchair, Sofa, Home Textile and Home Furniture. For the period ended at 30 June 2025, 10 personnel are employed by the Yatas Rus. Yatas Rus's shareholding structure as of (31 December 2024: 10 Personnel).

YATAŞ YATAK VE YORGAN SANAYİ TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025

(Amounts expressed in Turkish Lira ("TRL") in terms of the purchasing power of the TRL at June 30, 2025, unless otherwise indicated)

(CONVENIENCE TRANSLATION INTO ENGLISH OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS, ORIGINALLY ISSUED IN TURKISH)

30 June 2025 in RUBLE is as following;

	30 June 2025		31 December 2024	
	Share Percentage	Share Amount (RUB)	Share Percentage	Share Amount (RUB)
Shareholders				
Yataş Yatak ve Yorgan Sanayi Ticaret A.Ş.	%100	3.500.000	%100	3.500.000
Total	%100	3.500.000	%100	3.500.000

EnzaHome International Inc.

EnzaHome International Inc. ("EnzaHome"), was established in 21.02.2020 in ABD. The Company's engaged in export and import of Bed, Furniture, Quilt, Armchair, Sofa, Home Textile and Home Furniture. For the period ended at 30 June 2025, 5 personnel are employed by the EnzaHome. EnzaHome's shareholding structure as of (31 December 2024: 5 Personnel).

30 June 2025 in USD is as following;

	30 June 2025		31 December 2024	
	Share Percentage	Share Amount (USD)	Share Percentage	Share Amount (USD)
Shareholders				
Yataş Yatak ve Yorgan Sanayi Ticaret A.Ş.	%100	50.000	%100	50.000
Total	%100	50.000	%100	50.000

NOTE 2 – BASIS OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

2.a. Basis of Presentation

Compatibility Statement

The condensed consolidated financial statements are prepared in accordance with 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 Article 5 of the Communiqué, condensed consolidated financial statements are prepared in accordance with the Turkish Financial Reporting Standards (TFRS) issued by Public Oversight Accounting and Auditing Standards Authority (POAASA). TFRS contains Turkish Financial Reporting Standards (TFRS) and its addendum and interpretations. The condensed consolidated financial statements of the Group are prepared as per the CMB announcement of July 3, 2024 relating to financial statements presentations. Comparative figures are reclassified, where necessary, to conform to changes in the presentation of the current year's condensed consolidated financial statements.

The Company 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. Subsidiaries and associates operating in foreign countries have prepared their statutory financial statements in accordance with the laws and regulations of the country in which they operate. The condensed consolidated financial statements, except for the financial asset/liabilities and land, buildings presented with their fair values, are maintained under historical cost conversion in TRY. These condensed consolidated financial statements are based on the statutory records, which are maintained under historical cost conversion, with the required adjustments and reclassifications reflected for the purpose of fair presentation in accordance with the TAS/TFRS.

YATAŞ YATAK VE YORGAN SANAYİ TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025

(Amounts expressed in Turkish Lira ("TRL") in terms of the purchasing power of the TRL at June 30, 2025, unless otherwise indicated)

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Going Concern

The condensed consolidated financial statements including the accounts of the parent company, its subsidiaries and associates have been prepared assuming that the Group will continue as a going concern on the basis that the entity will be able to realize its assets and discharge its liabilities in the normal course of business.

Approval of Condensed consolidated Financial Statements

Condensed consolidated financial statements of the Group are approved by the Board of Directors and granted authority to publish on August 15, 2025. With no intention, the Board of Directors and some regulative agencies have the right to change the financial statements that were prepared according to legal regulations after they have been published.

Financial Statements Correction in High Inflation Period

Pursuant to the Capital Markets Board's ("CMB") decision dated December 28, 2024, numbered 81/1820, issuers and capital market institutions subject to financial reporting regulations applying Turkish Accounting/Financial Reporting Standards are required to implement inflation accounting in accordance with the provisions of IAS 29, starting with financial reports for the fiscal periods ending on or after December 31, 2023.

In accordance with the announcement and "Practice Guide on Financial Reporting in High Inflationary Economies" published by the Public Oversight Accounting and Auditing Standards Authority ("POAASA") on 23 November 2024, the Group has prepared its condensed consolidated financial statements for the year ended December 31, 2023 using the TAS 29 "Financial Reporting in High Inflationary Economies" Standard. Pursuant to this standard, financial statements prepared based on the currency of a high inflationary economy are expressed in terms of the purchasing power of that currency at the balance sheet date, and comparative information for prior periods is also expressed in the current measurement unit at the end of the reporting period for comparison purposes. Therefore, the Group has presented its condensed consolidated financial statements as of 31 December 2024 and 30 June 2024 in terms of purchasing power as of 30 June 2025.

The adjustments made in accordance with TAS 29 have been made using the adjustment coefficient obtained from the Consumer Price Index ("CPI") in Turkey published by the Turkish Statistical Institute ("TSI"). As of 31 December 2024, the indices and adjustment coefficients used in the correction of the condensed consolidated financial statements are as follows:

Date	Index	Correction Coefficient	Three-Year Compound Inflation Rate
30 June 2025	3.132,17	1,00000	%220
31 December 2024	2.684,55	1,16674	%291
30 June 2024	2.319,29	1,35049	%324

The main elements of the adjustment process undertaken by the Group for financial reporting in high inflationary economies are as follows:

- Current period consolidated financial statements prepared in Turkish Lira (TRY) are expressed in terms of the purchasing power at the reporting date, and amounts for previous reporting periods are also adjusted to reflect the purchasing power at the end of the reporting period.
- Monetary assets and liabilities are not adjusted as they are already expressed in terms of the current purchasing power at the reporting date. If the inflation-adjusted values of non-monetary items exceed their recoverable amounts or net realizable values, the provisions of TAS 36 and TAS 2 are applied, respectively.

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- Non-monetary assets and liabilities as well as equity items not expressed in terms of the current purchasing power during the reporting period are adjusted using the relevant adjustment coefficients.
- All items in the comprehensive income statement, except those affecting the comprehensive income statement of non-monetary items in the financial position statement, are indexed using coefficients calculated based on the periods when income and expense accounts were initially recognized in the financial statements.
- The impact of inflation on the Group's net monetary asset position in the current period is recorded in the consolidated income statement as a loss on net monetary position.

Currency

The financial statements and the prior period financial statements for comparison purpose, in the accompanying statements are prepared in terms of Turkish Lira (TRY).

Subsidiaries Operating in Countries Other Than Turkey's Financial Statements

The financial statements of subsidiaries operating in countries other than Turkey are prepared in accordance with the laws and regulations applicable in the country where they operate, and necessary adjustments and classifications have been reflected for the correct presentation in accordance with the Turkish Accounting Standards and Turkish Financial Reporting Standards and their related appendices and interpretations published by the Public Oversight Accounting and Auditing Standards Authority.

The assets and liabilities of the related subsidiaries are converted into Turkish Lira using the exchange rate at the date of the condensed consolidated financial position table, and income and expenses are converted using the average exchange rate for the accounting period ending on the same date. The exchange differences arising from the use of the exchange rate at the date of the financial position table and the average rate are shown under the "Foreign Currency Conversion Differences" item in the financial position table.

Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Group currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.

Basis of Consolidation

The companies are subject to "Complete Consolidation Method" if directly or indirectly 50% or more than 50% of their shares or over 50% of their voting rights or the controlling rights regarding companies' operations are belonging to the Parent Company. Parent Company has controlling rights if it is able to govern the financial and operating policies of an enterprise so as to benefit from its activities. The companies which have continuous relationship on management and power to govern Parent Company's policies and/or which have direct or indirect capital and management relationship or which have voting share of Parent Company between the rates 20-50% are accounted by using equity pick-up method.

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Complete Consolidation Method

The principles of consolidation followed in the preparation of the accompanying financial statements are as follows:

- The financial statements of the condensed consolidated subsidiaries have been equipped according to the accounting principles of the Parent Company.
- The share of the Parent Company in the shareholders equity of subsidiaries is eliminated from the financial of subsidiaries these are adjusted according to the accounting principles of financials of the Parent Company.
- The income statements of the Parent Company and the subsidiaries are condensed consolidated a line by line basis and the transaction between companies are eliminated mutually. Consolidation of income statements of subsidiaries held in an audit period are based on the investment date and the items after the holding date are included.
- The minority part of shareholders' equity including paid capital of the companies subject to consolidation is classified as "Minority Interest" in accompanying financial statement.

The portion of the third parties other than condensed consolidated companies in the net profit or losses of the subsidiaries are classified as "Minority Interest" in the income statements. The 100% shares of the subsidiary is owned by the Parent Company therefore minority interest is not occurred.

As of 30 June 2025 the Company that are subject to "Complete Consolidation Method" if directly or indirectly 50% or more than 50% of their shares or over 50% of their voting rights or the controlling rights regarding companies' operations are belonging to the Parent Company are as below;

Subsidiaries	Ownership of the Parent Company		Minority Interest
	(Direct)	(Direct+ Indirect)	
Yatas Europe Gmbh	%100	%100	-
Yatas Rus Limidet	%100	%100	-
EnzaHome International Inc.	%100	%100	-

2.b. New and Revised Turkish Financial Reporting Standards

As of June 30, 2025, the accounting policies used in the preparation of the summary consolidated interim financial statements are consistent with those applied in the previous year, except for the new and revised TFRS standards and TFRIC interpretations effective as of January 1, 2025, summarized below.

The effects of these standards and interpretations on the Group's financial position and performance are explained in the relevant paragraphs.

a) Amendments and interpretations effective from 2025

TAS 21 (Amendments) Lack of Exchangeability

TFRS 10 and TMS 28 (Amendments) – Asset Sales or Contributions Made by the Investor to its Subsidiary or Joint Venture

TSRS 1 General requirements for disclosure of sustainability-related financial information

TSRS 2 Climate Related Disclosures

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TAS 21 (Amendments) Lack of Exchangeability

These amendments provide guidance on when a currency is exchangeable and how exchange rates should be determined when it is not. The amendments are effective for annual reporting periods beginning on or after January 1, 2025.

The potential effects of these standards, amendments, and improvements on the Group's consolidated financial position and performance are being evaluated.

TFRS 10 and TMS 28 (Amendments) – Asset Sales or Contributions Made by the Investor to its Subsidiary or Joint Venture

These amendments provide new guidance on the accounting for asset sales and contributions made by investor entities to their subsidiaries or joint ventures, offering clarity on how such transactions should be reported in the financial statements. The amendments are effective for annual reporting periods beginning on or after 1 January 2025.

The potential effects of these standards, amendments, and improvements on the Group's consolidated financial position and performance are being evaluated.

TSRS 1 General requirements for disclosure of sustainability-related financial information

TSRS 1 sets out general requirements for sustainability-related financial disclosures, requiring an entity to disclose information about sustainability-related risks and opportunities that is useful for primary users of general purpose financial reports to make decisions about funding the entity. The application of this standard is mandatory for annual reporting periods beginning on or after 1 January 2024 for entities that meet the relevant criteria in the POA's announcement dated 5 January 2024 and numbered 2024-5 and for banks regardless of the criteria. Other entities may voluntarily report in accordance with TSRS.

The impact of this amendment on the Group's consolidated financial position and performance is being evaluated.

TSRS 2 Climate Related Disclosures

TSRS 2 sets out the requirements for identifying, measuring and disclosing climate-related risks and opportunities that are useful to primary users of general purpose financial reports in making decisions about funding the entity. The application of this standard is mandatory for annual reporting periods beginning on or after 1 January 2024 for entities that meet the relevant criteria in the POA's announcement dated 5 January 2024 and numbered 2024-5 and for banks regardless of the criteria. Other entities may report in accordance with TSRS on a voluntary basis.

b) Standards, amendments and interpretations to existing standards that are not yet effective

The Group has not yet adopted the following standards, amendments and interpretations to existing standards that are not yet effective

TFRS 17 Insurance Contracts

TFRS 17 (Amendments) Insurance Contracts and First-time Adoption of TFRS 17 and TFRS 9 - Comparative Information

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TFRS 17 - Insurance Contracts

IFRS 17 requires insurance liabilities to be measured at a current settlement value and provides a more uniform measurement and presentation approach for all insurance contracts. These requirements are designed to achieve consistent, principle-based accounting for insurance contracts. TFRS 17 has been deferred for insurance, reinsurance and pension companies for a further year and will replace TFRS 4 Insurance Contracts as at 1 January 2026.

The impact of this amendment on the Group's consolidated financial position and performance is being evaluated.

TFRS 17 (Amendments) Insurance Contracts and First-time Adoption of TFRS 17 and TFRS 9 - Comparative Information

Amendments have been made to TFRS 17 to reduce implementation costs and facilitate disclosure of results and transition.

In addition, the amendment on comparative information permits entities that are first-time adopters of TFRS 7 and TFRS 9 to present comparative information about a financial asset as if the classification and measurement requirements of TFRS 9 had previously been applied to that financial asset. These amendments will be applied when TFRS 17 is first adopted.

The potential effects of these standards, amendments, and improvements on the Group's consolidated financial position and performance are being evaluated.

2.c. Changes in Accounting Policies

The Group changes accounting policies when it is believed that the change will lead to better presentation of transactions and events in the financial statements. When the intentional change can affect the prior period results, the change is applied retrospectively as though it was already applied before. Accounting policy changes arising from the application of a new standard are applied considering the transition principles of the related standard, if any, retrospectively or forward. If no transition principle for the standard exists, the changes are applied retrospectively.

2.d. Changes in Accounting Estimates and Errors

The accompanying condensed consolidated financial statements necessitate that some predictions about income and expenses regarding possible assets and liabilities in the financial statements prepared by the Group management to be compatible with statements required by Capital Market Board. Realized amounts can differ from the predictions. These predictions are observed regularly and reported periodically in income statements. Changes in accounting estimates and errors explained in title of "Comparative Information and Previous Periods Financial Statements Adjustments".

Comparative Information and Previous Periods Adjustments

For the purpose of conducting a comparison of financial position and performance trend, Group's current financial statements are prepared comparative with previous periods. Comparative information is reclassified to be compatible with the presentation of current financial statements, when necessary.

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2.e. Summary of Significant Accounting Policies**Cash and Cash Equivalents**

Cash and cash equivalent values contain cash on hand, bank deposits and high liquidity investments. Cash and cash equivalents are showed with obtaining costs and the total of accrued interests.

Financial Instruments*Classification and Measurement*

Group classifies its financial assets in three categories of financial assets measured at amortised cost, financial assets measured at fair value through other comprehensive income and financial assets measured at fair value through profit or loss. The classification of financial assets is determined considering the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial asset. The appropriate classification of financial assets is determined at the time of the purchase.

"Financial assets measured at amortised cost", are non-derivative assets that are held within a business model whose objective is to hold assets in order to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Group's financial assets measured at amortised cost comprise "cash and cash equivalents" and "trade receivables". Financial assets carried at amortised cost are measured at their fair value at initial recognition and by effective interest rate method at subsequent measurements. Gains and losses on valuation of non-derivative financial assets measured at amortised cost are accounted for under the condensed consolidated statement of income.

"Financial assets measured at fair value through other comprehensive income", are non-derivative assets that are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Gains or losses on a financial asset measured at fair value through other comprehensive income is recognised in other comprehensive income, except for impairment gains or losses and foreign exchange gains and losses until the financial asset is derecognised or reclassified. When the financial asset is derecognised the cumulative gain or loss previously recognised in other comprehensive income is reclassified to retained earnings.

Group may make an irrevocable election at initial recognition for particular investments in equity instruments that would otherwise be measured at fair value through profit or loss, to present subsequent changes in fair value in other comprehensive income. In such cases, dividends from those investments are accounted for under condensed consolidated statement of income.

"Financial assets measured at fair value through profit or loss", are assets that are not measured at amortised cost or at fair value through other comprehensive income. Gains and losses on valuation of these financial assets are accounted for under the condensed consolidated statement of income.

Changes regarding the classification of financial assets and liabilities in terms of TFRS 9 are summarised below. Related changes in classification do not result in changes in measurement of the financial assets and liabilities.

Financial assets	Classification under TAS 39	Classification under TFRS 9
Cash and cash equivalents	Loans and receivables	Amortised cost
Trade receivables	Loans and receivables	Amortised cost
Financial investments	Fair value through profit or loss	Fair value through profit or loss
Financial liabilities	Classification under TAS 39	Classification under TFRS 9
Borrowings	Amortised cost	Amortised cost
Trade payables	Amortised cost	Amortised cost

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Impairment

"Expected credit loss model" defined in TFRS 9 "Financial Instruments" superseded the "incurred credit loss model" in TAS 39 "Financial Instruments: Recognition and Measurement" which was effective prior to 1 January 2019. Expected credit losses are a probability weighted estimate of credit losses over the expected life of the financial instrument. The calculation of expected credit loss is performed based on the past experiences and future expectations of the Group.

Trade Receivables

Group has preferred to apply "simplified approach" defined in TFRS 9 for the recognition of impairment losses on trade receivables, carried at amortised cost and that do not comprise of any significant finance component (those with maturity less than 12 months). In accordance with the simplified approach, Group measures the loss allowances regarding its trade receivables at an amount equal to "lifetime expected credit losses" except incurred credit losses in which trade receivables are already impaired for a specific reason.

Buy-Back Shares

The buy back shares are reflected in the "Buy-Back Shares disclosure" account under shareholders' equity in the Condensed consolidated Financial Statements in accordance with the II-22.1 of the CMB's Communiqué on "Acquisition of Buy Back Shares". In addition, the shares are classified in "Restricted reserves" in accordance with the related communiqué.

Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization. All of the other borrowing costs are recorded in the income statement in the period in which they are incurred. For the periods ended there is no capitalized borrowing cost.

Inventories

Inventories are valued at the lower of cost or net realizable value. The cost of inventories is determined on the "weighted average" method. Cost elements included in inventories are materials, labor and factory overheads. The cost of borrowings is not included in the costs of inventories. Net realizable value is the estimated selling price in the ordinary course of business, less the costs of completion and estimated costs to make the sale.

Tangible Fixed Assets and Amortisations

Tangible fixed assets except lands, buildings are carried at cost, restated by deduction of the yearly accumulated depreciation. Land and buildings are valued with their fair values. Borrowing costs are recognized in accordance with TAS-23 as an element of the book value of assets that are manufactured by the entity. Entities may subject their tangible assets to revaluation. Depreciation is calculated on a straight-line basis over the adjusted amounts and at the rates that reflect the economic useful lives of the following assets Land is considered as limitless useful life, so it is not subject to depreciation. Expected useful life, residual value and amortization method are reviewed for possible effects of changes in estimates and are accounted for prospectively if there is a change in estimates.

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The depreciation rates for property, plant and equipment, which approximate the useful economic lives of these assets, are as follows:

	<u>Useful Life</u>
Buildings	5-50 years
Land improvements	6-20 years
Property, plant and equipment	4-35 years
Motor vehicles	4-10 years
Furniture, fixtures and office equipment	2-25 years
Leasehold improvements	2-10 years

Property, plant and equipment are reviewed for possible impairment and the carrying value of the tangible asset is reduced to its recoverable amount if the recoverable amount is greater than its recoverable amount. The recoverable amount is recognized as the higher of net cash flows from the current use of the property, plant and equipment and net selling price.

Appraisal reports containing fair value of property, plant and equipment held for sale is not obtained, Therefore method of deducting selling prices from fair value has not been applied. Property, plant and equipment held for sale are stated at cost in the financial statements.

Intangible Fixed Assets

Intangible fixed assets comprise of rights and they are recorded at acquisition cost. Intangible fixed assets are amortized on a straight-line method with prorated basis over period of between 2-15 years from the date of acquisition.

Investment Property

Investment properties, which are properties, held to earn rentals and/or for capital appreciation are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at fair value, which reflects market conditions at the balance sheet date. Gains or losses arising from changes in the fair values of investment properties are included in the profit or loss in the year in which they arise.

Investment properties are derecognized when either they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal. Any gains or losses on the retirement or disposal of an investment property are recognized in profit or loss in the year of retirement or disposal.

TFRS 16 Leases

The Group – as a lessee

At inception of a contract, the Group assesses whether a contract is, or contains a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, The Group assess whether:

- a) the contract involved the use of an identified asset – this may be specified explicitly or implicitly.
- b) the asset should be physically distinct or represent substantially all of the capacity of a physically distinct asset. If the supplier has a substantive substitution right, the asset is not identified.
- c) the Group has the right to obtain substantially all of the economic benefits from the use of an asset throughout the period of use; and

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d) the Group has the right to direct use of the asset. The Group concludes to have the right of use, when it is predetermined how and for what purpose the Group will use the asset. The Group has the right to direct use of asset if either:

- i. the Group has the right to operate (or to have the right to direct others to operate) the asset over its useful life and the lessor does not have the rights to change the terms to operate or;
- ii. the Group designed the asset (or the specific features) in a way that predetermines how and for what purpose it is used

At inception or on reassessment of a contract that contains a lease component, the Group allocates the consideration in the contract to each lease component on the basis of their relative stand-alone prices.

Right of use asset

The right of use asset is initially recognized at cost comprising of:

- a) amount of the initial measurement of the lease liability;
- b) any lease payments made at or before the commencement date, less any lease incentives received;
- c) any initial direct costs incurred by the Group; and

To apply a cost model, the Group measure the right-of-use asset at cost:

- a) less any accumulated depreciation and any accumulated impairment losses; and
- b) adjusted for any remeasurement of the lease liability.

The Group applies the straight-line method to depreciate the right of use. If the lease transfers ownership of the underlying asset to the lessee by the end of the lease term or if the cost of the right-of-use asset reflects that the lessee will exercise a purchase option, the Group depreciate the right-of-use asset from the commencement date to the end of the useful life of the underlying asset. Otherwise, The Group depreciate the right-of-use asset from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term.

The Group apply IAS 36 Impairment of Assets to determine whether the right-of-use asset is impaired and to account for any impairment loss identified.

Lease Liability

At the commencement date, The Group measure the lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Group use the lessee's incremental borrowing rate. At the commencement date, the lease payments included in the measurement of the lease liability comprise the following payments for the right to use the underlying asset during the lease term that are not paid at the commencement date:

- a) fixed payments, less any lease incentives receivable;
- b) variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- c) the exercise price of a purchase option if the Group is reasonably certain to exercise that option; and
- d) payments of penalties for terminating the lease, if the lease term reflects the Group exercising an option to terminate the lease.

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After the commencement date, the Group measure the lease liability by:

- a) increasing the carrying amount to reflect interest on the lease liability;
- b) reducing the carrying amount to reflect the lease payments made; and
- c) remeasuring the carrying amount to reflect any reassessment or lease modifications, or to reflect revised insubstance fixed lease payments.

Interest on the lease liability in each period during the lease term is the amount that produces a constant periodic rate of interest on the remaining balance of the lease liability. The Group determine the revised discount rate as the interest rate implicit in the lease for the remainder of the lease term, if that rate can be readily determined, or the lessee's incremental borrowing rate at the date of reassessment, if the interest rate implicit in the lease cannot be readily determined. After the commencement date, The Group remeasure the lease liability to reflect changes to the lease payments. The Group recognise the amount of the remeasurement of the lease liability as an adjustment to the rightof- use asset.

The Group shall remeasure the lease liability by discounting the revised lease payments using a revised discount rate, if either:

- a) There is a change in the lease term. The Group determine the revised lease payments on the basis of the revised lease term; or
- b) There is a change in the assessment of an option to purchase the underlying asset. The Group determine the revised lease payments to reflect the change in amounts payable under the purchase option..

The Group determine the revised discount rate as the interest rate implicit in the lease for the remainder of the lease term, if that rate can be readily determined, or the lessee's incremental borrowing rate at the date of reassessment, if the interest rate implicit in the lease cannot be readily determined.

The Group remeasure the lease liability by discounting the revised lease payments, if either:

- a) There is a change in the amounts expected to be payable under a residual value guarantee. The Group determine the revised lease payments to reflect the change in amounts expected to be payable under the residual value guarantee.
- b) There is a change in future lease payments resulting from a change in an index or a rate used to determine those payments. The Group remeasure the lease liability to reflect those revised lease payments only when there is a change in the cash flows.

The Group determine the revised lease payments for the remainder of the lease term based on the revised contractual payments. In that case, the Group use an unchanged discount rate.

The Group account for a lease modification as a separate lease if both:

- a) The restructuring extends the scope of the leasing by including the right of use of one or more underlying assets, and
- b) The lease payment amount increases as much as the appropriate adjustments to the price mentioned individually so that the increase in scope reflects the individual price and the terms of the relevant agreement.

Leases with a lease term of 12 months or less and leases of low-value assets determined by the Group are evaluated in scope of the exemption of TFRS 16 and payments associated with those leases are recognised on a straight-line basis as an expense in profit or loss.

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Impairment of Assets

The Group evaluates whether there is an indicator for the decrease in value related to the asset for the rest of every assets of financial assets which are shown with the deferred tax and fair value, or not, at the every financial statement date. If there is an indicator, the regain amount of this asset is estimated. Impairment occurred if the topic assets or the net book value of unit which is belong to assets that produce cash is higher than the regain amount which was gained with the help of using or sale. In the related period, impairment lost is accounted in the income statement. Impairment loss of assets is reversed in the manner of not passing the amount of impairment which was saved before, in the situation of association an amount which was occur at the period which is following registration of impairment with the following increase in regain amount of this assets.

Severance Pay Provision / Employee Benefits

• **Severance Pay**

Under Turkish Labor Law, Group is required to pay termination benefits to each employee who has completed one year of service and whose employment is terminated without due cause, or who retires in accordance with social insurance regulations or is called up for military service or dies.

The Group has reflected the severance pay liability calculated on the balance sheet date on the financial statements using the expected inflation rate and the real discount rate based on the principles stated above for the financial statements as of 30 June 2025.

The Group has calculated severance pay liability on the financial statements in the accompanying condensed consolidated financial statements using the "Projection Method" based on the experience gained over the past years by the Group in completing the personnel service period and entitlement to termination indemnity and discounting it with the government treasury rate at the balance sheet date. All calculated gains and losses are reflected in the income table.

• **Social Insurance Premium**

Group pays social security contribution to social security organization compulsorily. So long as Group pays these premiums, it has no liability. These premiums are reflected as personnel expenses in the period in which they are paid.

Fair value estimation:

The Group's various accounting policies and footnote disclosures require fair value for both financial and non-financial assets and liabilities. The fair values are determined by the following methods for valuation and / or disclosure purposes. Where feasible, the assumptions used in the determination of fair value are presented in the footnotes related to the asset or liability as additional information. Level-by-level valuation methods are defined as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

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Tax

In the accompanying Condensed consolidated Financial Statements, the tax consists of corporate tax provision and deferred tax. The corporation tax that will be arise from the results of the period's operations have set aside a provision for the income tax liabilities at the statutory tax rates that are valid at the balance sheet date.

The Group recognizes deferred tax on the temporary timing differences between the carrying amounts of assets and liabilities in the financial statements prepared in accordance with TFRS and statutory financial statements which is used in the computation of taxable profit. The related differences are generally due to the timing difference of the tax base of some income and expense items between statutory and TFRS financial statements. The Group has deferred tax assets resulting from tax loss carry-forwards and deductible temporary differences, which could reduce taxable income in the future periods. All or partial amounts of the realizable deferred tax assets are estimated in current circumstances. The main factors which are considered include future earnings potential; cumulative losses in recent years; history of loss carry-forwards and other tax assets expiring, the carry-forward period associated with the deferred tax assets, future reversals of existing taxable temporary differences that would, if necessary, be implemented, and the nature of the income that can be used to realize the deferred tax asset.

Revenue recognition

Group recognises revenue based on the following five principles in accordance with the TFRS 15 - "Revenue from Contracts with Customers Standard" effective from 1 January 2019:

- Identification of customer contracts
- Identification of performance obligations
- Determination of the transaction price in the contracts
- Allocation of transaction price to the performance obligations
- Recognition of revenue when the performance obligations are satisfied

Group evaluates each contracted obligation separately and respective obligations, committed to deliver the goods or perform services, are determined as separate performance obligations

Group determines at contract inception whether the performance obligation is satisfied over time or at a point in time. When the Group transfers control of a good or service over time, and therefore satisfies a performance obligation over time, then the revenue is recognised over time by measuring the progress towards complete satisfaction of that performance obligation.

When a performance obligation is satisfied by transferring promised goods or services to a customer, the Group recognises the revenue as the amount of the transaction price that is allocated to that performance obligation. The goods or services are transferred when the control of the goods or services is delivered to the customers.

Following indicators are considered while evaluating the transfer of control of the goods and services:

- a) presence of Group's collection right of the consideration for the goods or services,
- b) customer's ownership of the legal title on goods or services,
- c) physical transfer of the goods or services,
- d) customer's ownership of significant risks and rewards related to the goods or services,
- e) customer's acceptance of goods or services.

If Group expects, at contract inception, that the period between when the Group transfers a promised good or service to a customer and when the customer pays for that good or service will be one year or less, the promised amount of consideration for the effects of a significant financing component is not adjusted. On the other hand, when the contract effectively constitutes a financing component, the fair value of the consideration is determined by discounting all future receipts using an imputed rate of interest. The difference between the fair value and the nominal amount of the consideration is recognised on an accrual basis as other operating income.

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Interest income

Interest income is accrued in proportion as effective interest rate which reduces estimated cash addition to recorded value of the asset in corresponding period.

Dividend and other incomes

Dividend income which obtained from share investments, is recorded when shareholders' have the right to get dividend.

Other incomes are recorded with the possibility of having the worth giving service or accrual of the facts related with income, making the transfer of risk and benefit, determination of income amount and enrollment of economic benefits related with the procedure.

Accounting Estimates

The accompanying condensed consolidated financial statements necessitate that some predictions about income and expenses regarding possible assets and liabilities in the financial statements prepared by the Group management to be compatible with statements required by Public Oversight Accounting and Auditing Standards Authority. Realized amounts can differ from the predictions. These predictions are observed regularly and reported periodically in income statements. Comments those would have significant effect on balances reflected in the financial statements and important expectations and valuations considering present or future expectation as of report date, are as following.

Provision for inventories

Inventories are valued at the lower of cost or net realizable value. The Group management has determined that some of its inventories cost value are higher than the their net realizable value as of the balance sheet date. Management of the company has estimated the future cash flow amounts, replacement costs and the sales prices may be generated in the ordinary business activity from the sale of inventories in the calculation of the impairment.

Provision for doubtful receivables

Provision for doubtful receivables reflects the future loss that the Group anticipates to incur from the trade receivables as of the balance sheet date which is subject to collection risk considering the current economical conditions. During the impairment test for the receivables, the debtors are assessed with their prior year performances, their credit risk in the current market, their performance after the balance sheet date up to the issuing date of the financial statements; and also the renegotiation conditions with these debtors are considered. The provision for doubtful receivables is presented in Note 4.

Useful lifetime of tangible and intangible assets

Group reserves provision for depreciation regarding to footnote 2.e that refers to useful lifetime on fixed assets. Information about useful lifetime is described in footnote 2.e.

Provision for lawsuits

While setting provision for lawsuits, it has considered probability to lose lawsuit, then the consequences of losing case by the legal advisor of the Group.

Severance pay provision

Severance pay provision is calculated with actuarial expectation based on assumptions like discount rates, salary increase in the future and probability to quit the job.

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Deferred Tax

The Group recognizes deferred tax on the temporary timing differences between the carrying amounts of assets and liabilities in the financial statements prepared in accordance with IFRS and statutory financial statements which is used in the computation of taxable profit. The related differences are generally due to the timing difference of the tax base of some income and expense items between statutory and IFRS financial statements. The Group has deferred tax assets resulting from tax loss carry-forwards and deductible temporary differences, which could reduce taxable income in the future periods. All or partial amounts of the realizable deferred tax assets are estimated in current circumstances.

The main factors which are considered include future earnings potential; cumulative losses in recent years; history of loss carry-forwards and other tax assets expiring, the carry-forward period associated with the deferred tax assets, future reversals of existing taxable temporary differences that would, if necessary, be implemented, and the nature of the income that can be used to realize the deferred tax asset. As a result of the revaluation, as of 30 June 2025, temporary differences due to tax incentives can be foreseen and the fraction falls in continuity of tax incentives within the context of tax legislations, can be benefited from and is to be tax assets and accounted. As of balance sheet date, the details regarding deferred tax calculations are stated in Note 18.

Provisions, Contingent Liabilities and Assets

Provisions

Provisions are recognized when an enterprise has a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

Contingent Liabilities and Assets

Transactions that may give rise to contingencies and commitments are those where the outcome and the performance of which will be ultimately confirmed only on the occurrence or non occurrence of certain future events, unless the expected performance is not very likely. Accordingly, contingent losses are recognized in the financial statements of the Group if a reasonable estimate of the amount of the resulting loss can be made. Contingent gains are reflected only if it is probable that the gain will be realized.

Foreign Currency Assets and Liabilities

Foreign currency transactions are entered in the accounts with current rates in transaction date. Foreign currency assets and liabilities in the balance sheet are converted to the TRY as the rates in the balance sheet date. Foreign exchange profit and loss are reflected to the income statements.

	30 June 2025	31 December 2024	30 June 2024
USD	39,7424	35,2233	32,8262
EUR	46,5526	36,7429	35,1284
GBP	54,5078	44,2458	41,4365
CHF	49,6360	38,9510	36,4135
RUBLE	0,5034	0,3348	0,3819
CNY	5,5122	4,7985	4,4935

Effects of Change in Currency Rate

Assets and liabilities in foreign currency and purchase and sale commitments create exchange risk. Foreign exchange risk stemming from depreciation or appreciation of Turkish Lira managed by top management by following the currency position of Group and taking position according to approved limits.

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Earnings Per Share

Earnings per share in the consolidated income statements are calculated by dividing the net profit for the year by the weighted average number of ordinary shares outstanding during the year.

In Turkey, companies can increase their share capital by making distribution of "bonus shares" to existing shareholders from inflation adjustment difference in shareholder's equity. For the purpose of the earnings per share computations, the weighted average number of shares outstanding during the year has been adjusted in respect of "bonus shares" issued without corresponding change in resources by giving them retroactive effect for the period in which they were issued and each earlier period.

Other Balance Sheet Items

Other balance sheet items are mainly reflected at book value.

Cash Flow Statement

The Group prepares statement of cash flows to inform users of financial statements about changes in net assets and ability to direct financial structure, amounts and timing of cash flows according to changing situations. In the statement of cash flows, current period cash flows are grouped according to operating, financing, and investing activities. Operating cash flows resulting from activities in scope of Group's main operating scope. Cash flows related to investing activities are cash flows resulting from investing activities (fixed investments and financial investments) of the company. Cash flows related to financing activities comprise of funds used in financing activities of the Group and their repayments. Cash and cash equivalents comprise cash on hand and demand deposits and other short-term highly liquid investments which their maturities are three months or less from date of acquisition and that are readily convertible to a known amount of cash and are subject to an insignificant change in value.

Post Balance Sheet Events

In the case that events requiring a correction to be made occur subsequent, the Group makes the necessary corrections to the condensed consolidated financial statements. In the case that events not requiring a correction to be made occur subsequent, those events are disclosed in the notes of condensed consolidated financial statements (Note 22).

Reporting of Financial Information by Segments

The Group does not have an activity area to report activity according to the departments.

Related Parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making the financial and operating decisions. For the purpose of these financial statements shareholders are referred to as related parties. Related parties also include individuals that are principle owners, management and members of the Group's Board of Directors and their families.

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NOTE 3– RELATED PARTY TRANSACTIONS

	30 June 2025		31 December 2024	
	Trading	Non-Trading	Trading	Non-Trading
Prepaid Expenses (Note 7)				
Bostancı Otelcilik ve Turizm İşletmesi A.Ş.	--	6.001.172	--	6.283.044
Total	--	6.001.172	--	6.283.044

Due To Related Parties Payables

None (31 December 2024: None).

Purchases and / or expenses from related parties:

	1 January – 30 June 2025	
	Goods and Services Purchases	Rent Expenses
Bostancı Otelcilik ve Turizm İşletmesi A.Ş.	693.740	--
Yavuz Altop	--	2.497.391
Yılmaz Öztaşkın	--	2.497.391
Other Shareholders	--	4.994.783
Total	693.740	9.989.565

	1 January – 30 June 2024	
	Goods and Services Purchases	Rent Expenses
Bostancı Otelcilik ve Turizm İşletmesi A.Ş.	2.576.741	--
Yavuz Altop	--	1.948.625
Yılmaz Öztaşkın	--	1.948.625
Other Shareholders	--	3.897.252
Total	2.576.741	7.794.502

The total amount of benefits provided to the senior management such as the chairman and members of the board of directors, general manager, general coordinator and general manager of the Group for the period ended 30 June 2025 is TRY 114.835.608 (30 June 2024: TRY 109.859.117).

NOTE 4 - TRADE RECEIVABLES AND PAYABLES**Trade Receivables***Short Term Trade Receivables*

	30 June 2025	31 December 2024
Trade Receivables	1.230.038.489	1.261.150.887
Notes Receivables	348.867.742	499.736.885
Unearned Interest (-)	(61.250.265)	(64.094.192)
Doubtful trade receivables	26.446.580	30.871.796
Provision for doubtful trade receivables (-)	(26.446.580)	(30.871.796)
Total	1.517.655.966	1.696.793.580

The maturity schedule of receivables are as follows:

	30 June 2025	31 December 2024
Up to 3 months	946.215.701	1.089.855.338
3 to 12 months	632.690.530	671.032.434
Total	1.578.906.231	1.760.887.772

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The movement schedule of provision for doubtful trade receivables is as follows:

	30 June 2025	31 December 2024
Opening balance	30.871.796	36.224.522
Additional provisions in the period	--	5.781.873
Cancellation of provision in period (-)	(13.312)	--
Monetary Loss/Gain	(4.411.904)	(11.134.599)
Total (End of the period)	26.446.580	30.871.796

Trade Payables**Short Term Trade Payables**

	30 June 2025	31 December 2024
Trade payables	1.770.533.283	1.605.743.052
Notes payables	293.178.028	79.116.473
Unearned interest (-)	(132.136.677)	(109.306.041)
Total	1.931.574.634	1.575.553.484

Long Term Trade Payables

None (31 December 2024: None).

As of 30 June 2025 and 31 December 2024 maturity schedule of payables are as follows:

	30 June 2025	31 December 2024
Up to 3 months	1.750.221.282	1.546.512.965
3 to 12 months	313.490.029	138.346.560
Total	2.063.711.311	1.684.859.525

NOTE 5 - OTHER ASSETS AND LIABILITIES**Other Current Assets**

	30 June 2025	31 December 2024
Deferred VAT	996.259.851	1.139.733.186
Business Advances	16.550.859	1.819.780
Advances Given to Personnel	76.624.877	46.613.937
Other VAT	103.423.524	9.671.054
Other	--	4.115.461
Total	1.192.859.111	1.201.953.418

Other Current Liabilities

	30 June 2025	31 December 2024
Taxes and dues payable	103.987.193	47.548.300
Other liabilities	12.124.302	2.669.475
Total	116.111.495	50.217.775

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NOTE 6 – INVENTORIES

	30 June 2025	31 December 2024
Raw materials	1.082.840.561	1.074.060.584
Work in process	82.755.637	64.777.117
Finished goods	1.337.829.542	1.496.994.921
Merchandises	1.089.305.803	1.026.975.051
Other inventories	67.033.432	63.361.172
Provision for Stock Value Decrease (-)	(27.185.783)	(22.742.270)
Total	3.632.579.192	3.703.426.575

The related inventory items are reported net by deducting the their provisions for impairment. As of 30 June 2025, there is insurance coverage amounting to 3.135.827.984 TRY on inventories (31 December 2024: 2.783.991.657 TRY)

The movements in the provision for stock value decrease are as follows:

	30 June 2025	31 December 2024
Beginning of period provision amount	22.742.270	25.853.299
Additional provisions allocated during the period	7.693.622	7.394.729
Monetary loss/gain	(3.250.109)	(10.505.758)
End of period total provision amount	27.185.783	22.742.270

NOTE 7 – PREPAID EXPENSESShort-Term Prepaid Expenses

	30 June 2025	31 December 2024
Advances Given for Orders	423.968.358	543.842.934
- Order Advances Given to Related Parties (Note 3)	6.001.172	6.283.044
- Order Advances Given to Other Parties	417.967.186	537.559.890
Expenses for Future Months	150.817.716	140.546.702
Total	574.786.074	684.389.636

Long-Term Prepaid Expenses

	30 June 2025	31 December 2024
Advances Given for Orders	64.561.499	87.429.270
Expenses for Future Years	124.754.543	88.845.440
Advances Given for Fixed Asset Orders	--	73.470.476
Total	189.316.042	249.745.186

Short-Term Deferred Income

	30 June 2025	31 December 2024
Revenues for the following months	19.006.944	--
Advances received	545.876.611	937.771.490
Total	564.883.555	937.771.490

Long-Term Deferred Income

	30 June 2025	31 December 2024
Revenues for future years	115.357.639	10.512.052
Total	115.357.639	10.512.052

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NOTE 8 TANGIBLE FIXED ASSETS

Cost	Lands	Land improvements	Buildings	Plants, machinery and equipment	Vehicles	Fixtures and fittings	Leasehold improvements	Construction in progress	Total
1 January 2024	802.707.129	5.564.512	3.495.146.748	2.129.415.678	112.475.958	1.741.180.163	1.279.883.054	956.880.717	10.523.253.959
Addition	43.772.197	--	8.726.743	63.510.718	1.288.233	102.555.059	84.795.353	328.131.663	632.779.966
Transfer	(252.060)	--	(11.193.966)	--	--	--	--	--	(11.446.026)
increase in fair value	1.633.664.069	--	371.799.523	--	--	--	--	--	2.005.463.592
Disposals	--	--	--	(56.499.187)	(2.008.604)	(7.516.723)	(6.412.276)	--	(72.436.790)
31 December 2024	2.479.891.335	5.564.512	3.864.479.048	2.136.427.209	111.755.587	1.836.218.499	1.358.266.131	1.285.012.380	13.077.614.701
Addition	385.480	--	1.805.378	11.260.095	40.160.618	323.066.873	14.431.289	682.924.636	1.074.034.369
Transfer	--	--	129.571	74.375.380	--	(1.073.952)	342.176	(73.773.175)	--
Disposals	--	--	--	--	--	(31.541.947)	(26.196.172)	--	(57.738.119)
30 June 2025	2.480.276.815	5.564.512	3.866.413.997	2.222.062.684	151.916.205	2.126.669.473	1.346.843.424	1.894.163.841	14.093.910.951
Accumulated depreciation (-)									
1 January 2024	--	2.314.568	529.795.630	1.185.446.555	76.619.154	1.110.854.780	1.002.306.856	--	3.907.337.543
Charge for the period	--	201.219	82.523.974	133.301.943	10.126.609	166.425.093	113.985.627	--	506.564.465
Transfer	--	--	(1.404.452)	--	--	--	--	--	(1.404.452)
Disposals	--	--	--	(51.504.938)	(1.911.517)	(5.156.276)	(6.093.622)	--	(64.666.353)
31 December 2024	--	2.515.787	610.915.152	1.267.243.560	84.834.246	1.272.123.597	1.110.198.861	--	4.347.831.203
Charge for the period	--	100.610	41.009.338	61.314.120	7.852.873	79.160.839	48.010.852	--	237.448.632
Transfer	--	--	--	223.189	--	(223.189)	--	--	--
Disposals	--	--	--	--	--	(22.749.705)	(13.789.039)	--	(36.538.744)
30 June 2025	--	2.616.397	651.924.490	1.328.780.869	92.687.119	1.328.311.542	1.144.420.674	--	4.548.741.091
Net book value, 31 December 2024	2.479.891.335	3.048.725	3.253.563.896	869.183.649	26.921.341	564.094.902	248.067.270	1.285.012.380	8.729.783.498
Net book value, 30 June 2025	2.480.276.815	2.948.115	3.214.489.507	893.281.815	59.229.086	798.357.931	202.422.750	1.894.163.841	9.545.169.860

As of 30 June 2025, there is insurance amounting to TRY 8.188.741.355 on property, plant and equipment. The liability amounts for fixed assets are mentioned in Note 11 (31 December 2024: TRY 7.295.724.128).

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The distribution of depreciation expenses is as follows:

	30 June 2025	30 June 2024
Tangible fixed assets	237.448.632	252.142.833
Intangible fixed assets	78.763.068	65.126.946
Right of use assets	175.169.625	173.453.816
Total	491.381.325	490.723.595

NOTE 9 - FINANCIAL BORROWINGS

As June 30, 2025 and December 31, 2024, the details of the financial debts are as follows;

Short Term Financial Borrowings

	30 June 2025	31 December 2024
Bank Loans	1.833.974.804	1.746.788.313
Debts from Leasing Transactions	122.939.777	152.748.210
Financial Leasing Debts	36.146.489	21.815.442
Deferred Financial Leasing Borrowing Costs (-)	(8.732.777)	(3.229.134)
Other Financial Debts	17.805.235	780.835
Total	2.002.133.528	1.918.903.666

Current Instalments of Long-Term Financial Liabilities

	30 June 2025	31 December 2024
Current Instalments of Long-Term Financial Liabilities	2.056.075.210	2.600.538.666
Total	2.056.075.210	2.600.538.666

Long Term Financial Borrowings

	30 June 2025	31 December 2024
Bank Loans	1.625.944.168	1.112.695.421
Debts from Leasing Transactions	161.987.459	242.020.632
Financial Leasing Debts	100.212.837	31.403.092
Deferred Financial Leasing Borrowing Costs (-)	(10.417.694)	(2.964.505)
Total	1.877.726.770	1.383.154.640

Liabilities given for bank borrowings are mentioned in Note 11.

The details of the bank loans are as follows:

30 June 2025

Currency Type	Maturity Range	Weighted Average Effective Interest Rate	Short Term	Long Term
TRY	July 2025 - February 2033	51,51%	1.819.654.599	421.681.521
USD	February 2026 - September 2026	8,40%	176.606.919	2.577.215
EUR	July 2025 - December 2034	6,98%	1.828.860.369	893.002.232
CNY	September 2025 - May 2027	5,47%	64.928.127	308.683.200
Total			3.890.050.014	1.625.944.168

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31 December 2024

Currency Type	Maturity Range	Weighted Average Effective Interest Rate	Short Term	Long Term
TRY	January 2025-February 2033	46,68%	2.469.428.064	576.217.862
USD	March 2025-September 2026	7,77%	153.565.155	28.459.263
EUR	January 2025-September 2029	6,82%	1.556.951.866	508.018.296
CNY	April 2025-September 2025	7,10%	167.381.894	--
Total			4.347.326.979	1.112.695.421

The details of the financial leases are as follows;

30 June 2025

	Currency	Amount	TRY Value
Short-term financial lease liabilities			
Financial lease debts (principal + interest)	EUR	776.466	36.146.489
Minus: Interest expense for future months	EUR	(187.589)	(8.732.777)
Total			27.413.712

Long-term financial lease liabilities			
Financial lease debts (principal + interest)	EUR	2.152.680	100.212.837
Minus: Interest expense for future months	EUR	(223.783)	(10.417.694)
Total			89.795.143

The principal amount of financial lease liabilities shown in the financial statements	117.208.855
--	--------------------

31 December 2024

	Currency	Amount	TRY Value
Short-term financial lease liabilities			
Financial lease debts (principal + interest)	Euro	508.882	21.815.442
Minus: Interest expense for future months	Euro	(75.325)	(3.229.134)
Total			18.586.308

Long-term financial lease liabilities			
Financial lease debts (principal + interest)	Euro	732.530	31.403.092
Minus: Interest expense for future months	Euro	(69.152)	(2.964.505)
Total			28.438.587

The principal amount of financial lease liabilities shown in the financial statements	47.024.895
--	-------------------

Maturity schedule of banks borrowings are as follows:

	30 June 2025	31 December 2024
Up to 3 months	1.592.046.386	1.602.204.001
3 to 12 months	2.466.162.352	2.917.238.331
1 to 5 years	1.514.078.632	1.069.977.423
Over 5 years	363.648.138	313.177.217
Total	5.935.935.508	5.902.596.972

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NOTE 10 – EMPLOYEE BENEFIT LIABILITIES

	30 June 2025	31 December 2024
Due to personnel	157.903.829	136.738.599
Taxes and funds payable for personnel	29.418.198	36.473.812
Social security and Taxes and dues payable	59.271.387	59.129.452
Total	246.593.414	232.341.863

NOTE 11 – PROVISIONS, CONTINGENT ASSETS AND LIABILITIES**Contingent Liabilities**

Given GSM (Guarantee-Security-Mortgage) by Group	30 June 2025	31 December 2024
A. Total Amount of GSM Given on Behalf of Legal Entity	1.592.055.136	1.186.951.466
B. Total Amount of GSM Given for Partnerships which are Included in Full Consolidation	--	--
C. Total Amount of GSM Given for the Purpose of Guaranteeing Third Party Loans to Carry the Regular Trade Activities	--	--
D. Total Amount of Other GSM Given	--	--
i. Total Amount of GSM Given for the Parent Company	--	--
ii. Total Amount of GSM Given for Other Group Companies not Included in B and C Clauses	--	--
iii. Total Amount of GSM Given for Third Parties not Included in C Clause	--	--
Total	1.592.055.136	1.186.951.466

Letters of guarantee - As of 30 June 2025, the Group has given letters of guarantee amounting to TRY 1.328.018.376 to the suppliers and other corporations. The details of the letters of guarantee are as below:

30 June 2025	Foreign currency	Amount	TRY equivalent
Electricity Distribution Companies	TRY	5.713.603	5.713.603
Executive Directorate	TRY	9.647.889	9.647.889
Customs Directorate	TRY	37.854.313	37.854.313
Gas Distribution Companies	TRY	172.245	172.245
Private sector	TRY	38.911.643	38.911.643
Private sector	EUR	97.280	4.528.637
Private sector	RUB	135.000.000	67.954.950
Private sector	USD	572.000	22.732.653
Turkey Export Credit Bank	EUR	8.831.423	411.125.702
Turkey Export Credit Bank	CNY	72.650.000	400.461.330
Turkey Export Credit Bank	USD	1.175.000	46.697.320
Turkey Export Credit Bank	TRY	263.515.000	263.515.000
Turkish National Lottery Administration	TRY	12.625.000	12.625.000
State Supply Office	TRY	2.880.000	2.880.000
Correctional Facility	TRY	3.198.092	3.198.092
Total			1.328.018.377

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31 December 2024	Currency	Foreign Currency Amount	TL Equivalent
Electricity distribution companies	TRY	934.161	934.161
Enforcement office	TRY	11.265.477	11.265.477
Customs directorate	TRY	21.393.562	21.393.562
Gas distribution companies	TRY	200.965	200.965
Private sector	TRY	74.289.881	74.289.881
Private sector	EUR	97.280	4.169.573
Private sector	RUB	135.000.000	51.513.582
Private sector	USD	1.072.000	44.126.642
Turkish export credit bank	EUR	7.703.297	330.175.392
Turkish export credit bank	CNY	32.300.000	181.128.682
Turkish export credit bank	USD	1.775.000	73.064.170
Turkish export credit bank	TRY	91.198.178	91.198.178
Turkish National Lottery Administration	TRY	19.980.411	19.980.411
State Supply Office	TRY	3.360.209	3.360.209
Correctional Facility	TRY	1.866.783	1.866.783
Total			908.667.668

As at 30 June 2025, mortgages on various tangible assets of the Group amounting to TRY 264.036.760 (31 December 2024: TRY 278.283.798).

	30 June 2025	31 December 2024	30 June 2025	31 December 2024
	Foreign currency		TRY equivalent	
Bills given (CNY)	12.596.662	29.897.106	116.631.779	167.653.977
Total	12.596.662	29.897.106	116.631.779	167.653.977

Contingent Asset

	30 June 2025	31 December 2024	30 June 2025	31 December 2024
	Foreign currency		TRY equivalent	
Letters of Guarantee (TRY)	1.395.251.640	1.326.826.018	1.395.251.640	1.326.826.018
Letters of Guarantee (USD)	4.146.000	--	164.771.990	--
Letters of Guarantee (EUR)	905.000	--	42.130.103	--
Mortgages (TRY)	633.707.501	663.399.219	633.707.501	663.399.219
Mortgages (USD)	3.775.000	--	150.027.560	--
Checks Received (TRY)	2.650.000	3.091.859	2.650.000	3.091.859
Total			2.388.538.794	1.993.317.096

NOTE 12 – SHARE CAPITAL

Paid in Capital

The registered capital ceiling of the Parent Company was increased from TRY 300,000,000 to TRY 2.000.000.000 pursuant to the Board of Directors resolution dated February 24, 2025 and with the approval of the Capital Markets Board dated February 27, 2025. The related amendment to Article 6 of the Articles of Association, titled "Capital and Type of Shares", was approved at the General Assembly held on April 21, 2025 and registered on May 6, 2025, as announced in the Turkish Trade Registry Gazette numbered 11325. The registered capital of the parent company is TRY 2.000.000.000 (31 December 2024: TRY 300.000.000).

Paid-in capital of the parent company each 1 TRY. of the total shares of the Company with a nominall amount of TRY 149.798.932 (31 December 2024: TRY 149.798.932).

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The shareholding structure of the parent company as of 30 June 2025 and 31 December 2024 is as follows;

	30 June 2025		31 December 2024	
	Amount TRY	Share (%)	Amount TRY	Share (%)
Hacı Nuri Öztaşkın	12.427.403	8,30%	12.427.403	8,30%
Yılmaz Öztaşkın	10.940.192	7,30%	10.940.192	7,30%
Bostancı Otelcilik ve Turizm İşletmesi A.Ş	8.467.847	5,65%	8.467.847	5,65%
Other ⁽¹⁾	117.963.490	78,75%	117.963.490	78,75%
Total	149.798.932	100,00%	149.798.932	100,00%
Inflation Adjustment on Capital ⁽²⁾	1.733.342.315		1.733.342.315	
Total	1.883.141.247		1.883.141.247	

⁽¹⁾ Includes nominal repurchase shares amounting to 6.035.734 at the rate of 4,03% stated.⁽²⁾ Capital adjustment differences represent the discrepancy between the total amounts of cash and cash equivalents added to the capital, adjusted for inflation accounting, and their pre-adjustment amounts. The capital adjustment differences have no other use than to be added to the capital.**NOTE 13 – REVENUE**

For the periods ended at 30 June 2025 and 2024, the details of sales are as following;

	1 January – 30 June 2025	1 April – 30 June 2025	1 January – 30 June 2024	1 April – 30 June 2024
Domestic sales	10.594.027.959	5.271.939.918	10.375.368.746	5.188.013.667
Export sales	679.605.012	260.180.425	842.972.488	407.017.793
Other sales	28.468.121	15.653.735	129.319.194	99.933.748
Gross Sales	11.302.101.092	5.547.774.078	11.347.660.428	5.694.965.208
Sales returns (-)	(214.885.367)	(123.743.208)	(212.832.409)	(118.771.142)
Sales discounts (-)	(1.707.550.764)	(885.303.652)	(1.306.524.733)	(680.625.812)
Other discounts (-)	(6.789.518)	(5.681.798)	(6.520.374)	(4.817.921)
Sales returns and Discounts (-)	(1.929.225.649)	(1.014.728.658)	(1.525.877.516)	(804.214.875)
Net Sales	9.372.875.443	4.533.045.420	9.821.782.912	4.890.750.333

NOTE 14 – COST OF SALES (-)

For the periods ended at 30 June 2025 and 2024, the details of cost of sales are as following;

	1 January – 30 June 2025	1 April – 30 June 2025	1 January – 30 June 2024	1 April – 30 June 2024
Cost of finished goods sold	(3.996.332.164)	(1.967.683.116)	(4.382.303.230)	(2.254.078.356)
Cost of merchandise	(1.925.079.376)	(850.215.547)	(2.240.664.793)	(1.063.148.070)
Cost of services sold	(189.549.635)	(103.651.498)	(161.276.343)	(81.143.991)
Total	(6.110.961.175)	(2.921.550.161)	(6.784.244.366)	(3.398.370.417)

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NOTE 15 – RESEARCH AND DEVELOPMENT EXPENSES, MARKETING, SALES AND DISTRIBUTION EXPENSES, GENERAL ADMINISTRATIVE EXPENSES (-)

	1 January – 30 June 2025	1 April – 30 June 2025	1 January – 30 June 2024	1 April – 30 June 2024
Research and development expenses	50.213.239	24.967.814	53.736.670	26.261.623
Marketing, sales and distribution expenses	2.363.480.823	1.147.830.327	2.219.407.953	1.168.153.665
General administrative expenses	402.705.752	174.451.122	342.714.910	170.715.780
Total	2.816.399.814	1.347.249.263	2.615.859.533	1.365.131.068

EXPENSES BY NATURE (-)

	1 January – 30 June 2025	1 April – 30 June 2025	1 January – 30 June 2024	1 April – 30 June 2024
Personnel Expenses	858.169.024	434.210.333	946.646.784	460.032.476
Advertising Expenses	595.292.440	283.254.143	378.523.661	272.363.837
Depreciation Expense	438.941.002	223.333.282	349.128.190	171.138.255
Transportation Expenses	204.513.538	86.009.311	269.372.260	124.306.771
Rent Expenses	145.601.233	63.575.551	50.515.854	23.663.817
Setup and Logistics Expenses	120.993.254	55.174.942	137.059.229	71.631.065
E-commerce Commission Expenses	49.394.752	23.516.441	65.990.210	28.965.259
Taxes, Duties, and Fees Expenses	35.152.653	18.707.943	29.473.608	14.994.968
Exhibition Expenses	33.775.817	8.415.529	28.605.272	15.382.369
Consulting Expense	31.782.904	17.418.503	37.287.800	21.373.667
Store Common Area Expenses	26.697.787	14.086.989	21.934.853	12.906.155
Material Expense	26.495.280	13.218.712	28.968.805	14.608.843
Electricity, Water, and Heating Expenses	26.254.661	10.327.997	26.616.668	9.772.258
Decoration Expense	24.212.078	13.234.287	18.405.723	14.777.242
Export Expenses	23.094.545	12.260.678	38.167.345	13.245.767
Travel and Accommodation Expenses	19.264.953	9.818.326	25.010.934	11.339.401
Turnover Bonus Expenses	18.594.800	1.005.802	50.080.719	32.069.571
Insurance Expenses	12.309.644	5.110.900	5.540.159	2.589.423
Maintenance and Repair Expenses	12.254.480	5.054.448	14.134.071	6.190.898
Dealer Opening Support	5.166.831	2.831.832	6.777.066	3.188.266
Communication Expenses	2.443.220	797.958	7.660.699	324.952
Other Expenses	105.994.918	45.885.356	79.959.623	40.265.808
Total	2.816.399.814	1.347.249.263	2.615.859.533	1.365.131.068

NOTE 16 – FINANCIAL INCOME

	1 January – 30 June 2025	1 April – 30 June 2025	1 January – 30 June 2024	1 April – 30 June 2024
Foreign exchange income	31.556.850	19.443.078	11.463.093	485.354
Interest income	25.186.621	7.155.708	14.940.259	5.072.250
Total	56.743.471	26.598.786	26.403.352	5.557.604

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NOTE 17 – FINANCIAL EXPENSES (-)

	1 January – 30 June 2025	1 April – 30 June 2025	1 January – 30 June 2024	1 April – 30 June 2024
Foreign exchange losses	557.317.509	321.416.086	121.142.978	22.120.194
Interest expenses	554.287.831	196.164.326	753.323.933	358.090.291
Bank commission	216.917.791	121.499.535	172.130.415	71.137.467
Lease payables interest accruals	39.465.666	19.557.501	31.591.389	16.092.651
Guarantee letter commison expenses	4.194.138	1.728.826	4.806.055	1.997.337
Other financial expenses	6.644.312	4.706.979	7.465.115	3.230.579
Total	1.378.827.247	665.073.253	1.090.459.885	472.668.519

NOTE 18 – TAX ASSETS AND LIABILITIES

In Turkey, as of June 30, 2025 the corporate tax rate is 25% (2024: 25%). However, with the 91st article of the Law No. 7061 "Amending Some Tax Laws and Other Laws" published in the Official Gazette No. 30261 dated December 5, 2017, and the temporary 10th article added to the Corporate Tax Law No. 5520, it is envisaged that the corporate tax to be paid on the earnings of corporations for the tax periods of 2018, 2019, and 2020 will be calculated at a rate of 23% and then continue to be taxed at a rate of 20%. During this period, the Council of Ministers has been given the authority to reduce the rate of 22% to 20%.

As of the period ending on June 30, 2025, in accordance with tax legislation, provisional tax is calculated and paid at a rate of 25% (2024: 25%) on the earnings formed every three months, and the amounts paid in this way are offset from the tax calculated on the annual income.

According to the Corporate Tax Law, financial losses shown on the declaration can be deducted from the corporate tax base of the period, provided that they do not exceed 5 years. Declarations and related accounting records can be examined by the tax office within five years, and tax accounts can be revised. Dividend payments made to real persons who are resident and non-resident in Turkey and to legal persons who are not resident in Turkey by joint-stock companies resident in Turkey, except those who are not liable for corporate tax and income tax and those who are exempt, are subject to 15% income tax.

Dividend payments made by joint-stock companies resident in Turkey to other joint-stock companies resident in Turkey are not subject to income tax. Also, if the profit is not distributed or added to the capital, income tax is not calculated.

Exemption for Real Estate and Subsidiary Share Sales Gains

Dividend earnings obtained by corporations from their participation in the capital of another corporation subject to full liability (excluding dividend earnings from investment fund participation certificates and investment partnership shares) are exempt from corporate tax. In addition, 75% of the earnings from the sale of participation shares and real estate (immovables) founder's certificates, usufruct certificates, and pre-emption rights, which corporations have held in their assets for at least two full years, are exempt from corporate tax as of June 30, 2025.

However, with the amendment made by Law No. 7061, this rate has been reduced from 75% to 50% for immovables and this rate will be used as 50% in tax declarations to be prepared from 2019 onwards. To benefit from the exemption, the relevant earnings must be kept in a fund account in the passive and must not be withdrawn from the business for 5 years. The sales price must be collected by the end of the second calendar year following the year in which the sale was made. There are many exemptions for corporations in the Corporate Tax Law. The ones related to the Company are explained below:

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Since 75% of the earnings from the sale of real estate (immovables) in the Group's assets for at least two full years were exempt from corporate tax as of June 30, 2025, the taxable temporary differences arising on the real estate owned by the Group were accepted as 5% by applying a 75% exemption on the corporate tax at the rate of 20% used in previous periods. As of June 30, 2025, since the forward-looking exemption rate was determined as 50%, the exemption was applied and the new deferred tax rate was accepted as 10%.

	30 June 2025	31 Dec. 2024	30 June 2025	31 Dec. 2024
	Cumulative temporary difference	Cumulative temporary difference	Deferred tax assets / (liabilities)	Deferred tax assets / (liabilities)
Deferred tax assets / (liabilities), net				
Adjustments for Receivable Discounting (Revaluation of Receivables)	61.250.265	64.094.192	15.312.566	16.023.548
Adjustments for Payable Discounting (Revaluation of Payables)	(132.136.677)	(109.306.041)	(33.034.169)	(27.326.510)
Adjustments for Provisions for Legal Cases	405.529	473.147	101.382	118.286
Adjustments for Other Accounts	42.264.736	43.263.089	10.566.184	10.815.773
Adjustments for Other Provisions	6.829.662	7.953.557	1.707.416	1.988.390
Adjustments for Provision for Employment Termination Benefits	145.742.387	165.106.583	36.435.597	41.276.646
Adjustments for Accrued Loan Interests	35.421.600	34.833.550	8.855.400	8.708.388
Adjustments for Right-of-Use Assets	(658.313.296)	(702.842.117)	(164.578.324)	(175.710.530)
Adjustments for Tangible and Intangible Assets	(4.762.236.473)	(4.191.142.943)	(1.029.569.564)	(1.166.264.907)
Adjustments for Prepaid Expenses	(12.480.976)	(1.716.078)	(3.120.244)	(429.019)
Adjustments for Impairment of Inventories	27.185.783	22.742.270	6.796.446	5.685.567
Valuation and Deferred Purchase Differences on Inventories	(461.285.763)	(277.096.009)	(115.321.441)	(69.274.003)
Adjustments for Provision for Doubtful Receivables	16.999.578	19.849.607	4.249.895	4.962.402
Adjustments for Advances Given	(31.146.788)	(14.671.461)	(7.786.697)	(3.667.866)
Adjustments for Investment Properties	(332.644.914)	(323.239.134)	(83.161.229)	(80.809.783)
Available Tax Loss Carryforwards	166.463.411	194.219.404	41.615.853	48.554.853
Deferred Tax Liabilities	(5.887.681.936)	(5.067.478.384)	(1.310.930.929)	(1.385.348.765)

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NOTE 19 – NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS

Financial Instruments

Foreign currency risk

The carrying amounts of foreign currency assets and liabilities held by the Group as of 30 June 2025 and 31 December 2024 are as follows:

	30 June 2025					
	TRY equivalent functional currency	USD	EUR	GBP	RUBLE	CNY
1. Trade Receivables	915.599.745	12.000.916	5.759.750	18.000	336.814.000	--
2a. Monetary Financial Assets (including cash, banks)	167.991.973	2.774.819	1.144.905	498	8.706.000	1.128
2b. Non-monetary financial assets	--	--	--	--	--	--
3. Other	209.957.517	2.510.880	1.104.107	--	--	10.661.817
4. Current Assets (1+2+3)	1.293.549.235	17.286.615	8.008.762	18.498	345.520.000	10.662.945
5. Trade Receivables	--	--	--	--	--	--
6a. Monetary financial assets	--	--	--	--	--	--
6b. Non-monetary financial assets	--	--	--	--	--	--
7. Other	2.270.165	57.122	--	--	--	--
8. Non-Current Assets (5+6+7)	2.270.165	57.122	--	--	--	--
9. Total Assets (4+8)	1.295.819.400	17.343.737	8.008.762	18.498	345.520.000	10.662.945
10. Trade Payables	670.754.179	6.028.588	2.852.051	12.950	591.388.756	--
11. Financial Liabilities	2.097.809.171	4.443.791	39.874.768	--	--	11.778.986
12a. Other monetary financial liabilities	19.539.864	407.446	70.569	1.134	--	--
12b. Other non-monetary financial liabilities	--	--	--	--	--	--
13. Current Liabilities (10+11+12)	2.788.103.214	10.879.825	42.797.388	14.084	591.388.756	11.778.986
14. Trade Payables	--	--	--	--	--	--
15. Financial Liabilities	1.294.057.818	64.848	21.111.547	--	--	56.000.000
16a. Other monetary financial liabilities	--	--	--	--	--	--
16b. Other non-monetary financial liabilities	--	--	--	--	--	--
17. Non-Current Liabilities (14+15+16)	1.294.057.818	64.848	21.111.547	--	--	56.000.000
18. Total Liabilities (13+17)	4.082.161.032	10.944.673	63.908.935	14.084	591.388.756	67.778.986
19. Net asset / liability position of off- balance sheet derivative instruments (19a-19b)	(165.538.903)	(3.503.500)	(564.983)	--	--	--
19a. Hedged amount of assets	--	--	--	--	--	--
19b. Hedged amount of liabilities position	165.538.903	3.503.500	564.983	--	--	--
20. Net foreign currency position asset / liabilities (9-18+19)	(2.951.880.535)	2.895.564	(56.465.156)	4.414	(245.868.756)	(57.116.041)
21. Net foreign currency asset / liability position of monetary items (IFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)	(2.998.569.314)	3.831.062	(57.004.280)	4.414	(245.868.756)	(67.777.858)

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	31 December 2024					
	TRY equivalent functional currency	USD	EUR	GBP	RUBLE	CNY
1. Trade Receivables	878.323.102	11.055.810	4.264.647	18.000	614.919.859	--
2a. Monetary Financial Assets (including cash, banks)	165.779.976	2.157.072	1.605.108	17	17.439.000	269.476
2b. Non-monetary financial assets	--	--	--	--	--	--
3. Other	313.771.098	1.997.102	4.195.971	--	--	9.255.652
4. Current Assets (1+2+3)	1.357.874.176	15.209.984	10.065.726	18.017	632.358.859	9.525.128
5. Trade Receivables	--	--	--	--	--	--
6a. Monetary financial assets	--	--	--	--	--	--
6b. Non-monetary financial assets	--	--	--	--	--	--
7. Other	2.347.508	57.122	--	--	--	--
8. Non-Current Assets (5+6+7)	2.347.508	57.122	--	--	--	--
9. Total Assets (4+8)	1.360.221.684	15.267.106	10.065.726	18.017	632.358.859	9.525.128
10. Trade Payables	368.620.708	4.243.104	3.788.971	19.500	34.050	5.500.226
11. Financial Liabilities	2.004.685.070	3.736.705	36.640.162	--	289.255.000	29.897.106
12a. Other monetary financial liabilities	28.042.023	468.535	59.625	--	15.950.000	--
12b. Other non-monetary financial liabilities	--	--	--	--	--	--
13. Current Liabilities (10+11+12)	2.401.347.801	8.448.344	40.488.758	19.500	305.239.050	35.397.332
14. Trade Payables	--	--	--	--	--	--
15. Financial Liabilities	569.713.121	692.500	12.625.650	--	--	--
16a. Other monetary financial liabilities	--	--	--	--	--	--
16b. Other non-monetary financial liabilities	--	--	--	--	--	--
17. Non-Current Liabilities (14+15+16)	569.713.122	692.500	12.625.650	--	--	--
18. Total Liabilities (13+17)	2.971.060.922	9.140.844	53.114.408	19.500	305.239.050	35.397.332
19. Net asset / liability position of off- balance sheet derivative instruments (19a-19b)	(150.556.693)	(3.663.500)	--	--	--	--
19a. Hedged amount of assets	--	--	--	--	--	--
19b. Hedged amount of liabilities position	150.556.693	3.663.500	--	--	--	--
20. Net foreign currency position asset / liabilities (9-18+19)	(1.761.395.931)	2.462.762	(43.048.682)	(1.483)	327.119.809	(25.872.204)
21. Net foreign currency asset / liability position of monetary items (IFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)	(1.926.957.844)	4.072.038	(47.244.653)	(1.483)	327.119.809	(35.127.856)

Details of the import and export amounts of the Group as of 30 June 2025 and 2024 are as follows;

	1 January – 30 June 2025		1 January – 30 June 2024	
	Import	Export	Import	Export
USD	9.195.937	10.059.466	5.689.537	11.259.759
EUR	13.481.580	4.961.785	5.645.608	4.499.591
TRY	--	9.254.432	--	6.522.820
GBP	1.773	--	28.598	--
CHF	19.362	--	--	--
CNY	10.202.801	--	22.453.987	--
TRY equivalent	929.836.016	586.215.470	470.314.748	515.654.565

Foreign Currency Risk Sensitivity Analysis

As of 30 June 2025, if TRY evaluates / devaluates against foreign currency by 10% and all other variables remains the same, profit before tax which occurs as a result of the foreign exchange loss / gain arising from net foreign exchange exposure is as below:

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Foreign Currency Risk Sensitivity Analysis Table		
30 June 2025		
	Profit / (Loss)	
	Appreciation of foreign currency	Depreciation of foreign currency
In case of appreciation / depreciation of USD against TRY at 10%		
1- USD net asset / liability	25.431.416	(25.431.416)
2- Part of hedged from USD risk (-)	(13.923.750)	13.923.750
3- USD net effect (1+2)	11.507.666	(11.507.666)
In case of appreciation / depreciation of EUR against TRY at 10%		
4- EUR net asset / liability	(260.229.839)	260.229.839
5- Part of hedged from EUR risk (-)	(2.630.143)	2.630.143
6- EUR net effect (4+5)	(262.859.982)	262.859.982
In case of appreciation / depreciation of GBP against TRY at 10%		
7-GBP net asset/liability	24.060	(24.060)
8-Part of hedged from GBP risk (-)	--	--
9-GBP net effect (7+8)	24.060	(24.060)
In case of appreciation / depreciation of RUB against TRY at 10%		
10-RUB net asset/liability	(12.376.296)	12.376.296
11-Part of hedged from RUB risk (-)	--	--
12-RUB net effect (10+11)	(12.376.296)	12.376.296
In case of appreciation / depreciation of CNY against TRY at 10%		
13-CNY net asset/liability	(31.483.501)	31.483.501
14-Part of hedged from CNY risk (-)	--	--
15-CNY net effect (10+11)	(31.483.501)	31.483.501
Total (3+6+9+12+15)	(295.188.053)	295.188.053

Foreign Currency Risk Sensitivity Analysis Table		
31 December 2024		
	Profit / (Loss)	
	Appreciation of foreign currency	Depreciation of foreign currency
In case of appreciation / depreciation of USD against TRY at 10%		
1- USD net asset / liability	25.176.736	(25.176.736)
2- Part of hedged from USD risk (-)	(15.055.669)	15.055.669
3- USD net effect (1+2)	10.121.067	(10.121.067)
In case of appreciation / depreciation of EUR against TRY at 10%		
4- EUR net asset / liability	(184.547.055)	184.547.055
5- Part of hedged from EUR risk (-)	--	--
6- EUR net effect (4+5)	(184.547.055)	184.547.055
In case of appreciation / depreciation of GBP against TRY at 10%		
7-GBP net asset/liability	(7.656)	7.656
8-Part of hedged from GBP risk (-)	--	--
9-GBP net effect (7+8)	(7.656)	7.656
In case of appreciation / depreciation of RUB against TRY at 10%		
10-RUB net asset/liability	12.778.858	(12.778.858)
11-Part of hedged from RUB risk (-)	--	--
12-RUB net effect (10+11)	12.778.858	(12.778.858)
In case of appreciation / depreciation of CNY against TRY at 10%		
13-CNY net asset/liability	(14.484.808)	14.484.808
14-Part of hedged from CNY risk (-)	--	--
15-CNY net effect (10+11)	(14.484.808)	14.484.808
Total (3+6+9+12+15)	(176.139.595)	176.139.594

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NOTE 20 – FINANCIAL INSTRUMENTS (FAIR VALUE DISCLOSURES AND HEDGE ACCOUNTING DISCLOSURES)

Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced sale or liquidation, and is best evidenced by a quoted market price, if one exists. The estimated fair values of financial instruments have been determined by the Company using available markets information in Turkey and appropriate valuation methodologies. However, judgment is necessarily required to interpret market data to estimate the fair value. Accordingly, the estimates presented herein are not necessarily indicative of the amounts the Company could realize in a current market exchange.

Financial Assets

Balances denominated in foreign currencies are converted at period exchange rates. The fair value of certain financial assets carried at cost, including cash and cash equivalents are considered to approximate their respective carrying amounts in the financial statements. The carrying value of trade receivables, net of allowances for possible non-recovery of uncollectible are considered to approximate their fair values

Financial Liabilities

The fair value of short-term bank loans and other monetary liabilities are considered to approximate their respective carrying values due to their short-term nature. The fair values of long-term bank borrowings, which are denominated in foreign currencies and translated at period/year-end exchange rates, are considered to approximate their carrying values. The carrying amount of accounts payable and accrued expenses reported in the financial statements for estimated third party payer settlements approximates its fair values.

NOTE 21 – OTHER ISSUES AFFECTING THE CONDENSED CONSOLIDATED FINANCIAL STATESMENTS SIGNIFICANTLY OR REQUIRED TO BE DISCLOSURE FOR CLEAR, UNDERSTANDABLE AND INTERPRETABLE PRESENTATION

None. (31 December 2024: None).

NOTE 22 – POST BALANCE SHEET EVENTS

None. (31 December 2024: None).