

**MENDERES TEKSTİL SANAYİ VE TİCARET A.Ş.
CONSOLIDATED FINANCIAL STATEMENTS
AND AUDITORS' REVIEW REPORT
FOR THE INTERIM PERIOD ENDED AT
30 JUNE 2026**

*(CONVENIENCE TRANSLATION OF THE REPORT, THE
FINANCIAL STATEMENTS AND THE EXPLANATORY
NOTES ORIGINALLY ISSUED IN TURKISH.)*

REVIEW REPORT RELATED TO THE INTERIM CONSOLIDATED FINANCIAL INFORMATION

Menderes Tekstil Sanayi ve Ticaret Anonim Şirketi
Board of Management

Introduction

1. We have reviewed the accompanying condensed consolidated financial statements of Menderes Tekstil Sanayi ve Ticaret Anonim Şirketi (the Company) and its subsidiaries (the “Group”) as of 30 June 2026, which comprise the statement of consolidated financial position and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and the consolidated statement of cash flows with the summary of the important accounting policies and other explanatory notes for the six-month-period then ended. The management of the Company is responsible for the preparation and fair presentation of these interim financial information in accordance with Turkish Accounting Standards. Our responsibility is to express a conclusion on these interim financial information based on our review.

Scope of Review

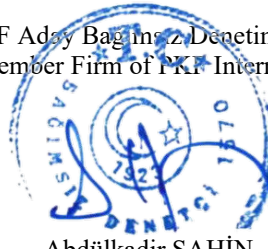
2. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, “Limited Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim consolidated financial information consists of making inquiries, primarily of persons responsible for financial reporting process, and applying analytical and other review procedures. A review of interim financial information is substantially less in scope than an independent audit performed in accordance with the Turkish Independent Auditing Standards and the objective of which is to express an opinion on the financial statements. Consequently, a review on the interim financial information does not provide assurance that the audit firm will be aware of all significant matters which would have been identified in an audit. Accordingly, we do not express an audit opinion.

Opinion

3. In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Menderes Tekstil Sanayi ve Ticaret Anonim Şirketi as of 30 June 2026, and of its financial performance and its cash flows for the six months then ended in accordance with the financial reporting standards endorsed by the Turkish Accounting Standards.

Istanbul, 18 August 2026

PKF Aday Bağımsız Denetim A.Ş.
(A Member Firm of PKF International)



Abdülkadir ŞAHİN
Partner

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MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
CONSOLIDATED BALANCE SHEETS AS OF 30 JUNE 2026

(Amounts expressed in Turkish Lira ("TRY") in terms of the purchasing power of the TRY at 30 June 2026, unless otherwise indicated.)

ASSETS	Footnote	<i>Reviewed</i>	<i>Audited</i>
		Current Period 30.06.2026	Prior Period 31.12.2025
Current Assets		8.086.582.680	8.162.670.736
Cash and Cash Equivalents	4	3.079.679.843	1.855.970.591
Trade Receivables		1.777.865.694	2.003.517.517
<i>Trade Receivables from Related Parties</i>	6-7	1.121.766.375	1.071.487.678
<i>Trade Receivables from Unrelated Parties</i>	7	656.099.319	932.029.839
Other Receivables		19.214.341	49.463.327
<i>Other Receivables from Related Parties</i>	6-9	2.341.974	29.892.231
<i>Other Receivables from Unrelated Parties</i>	9	16.872.367	19.571.096
Derivative Instruments	10	20.449.400	24.527.710
<i>Trading Derivative Instruments</i>	10	20.449.400	24.527.710
Inventories	11	3.016.520.013	3.979.552.996
Biological Assets	12	3.388.194	108.367.391
Prepaid Expenses	13	111.878.648	97.193.532
Current Tax Assets	14	37.332	92.483
Other Current Assets	23	57.549.215	43.985.189
Non-Current Assets		17.102.100.650	17.477.912.600
Financial Investments	5	8.513.319	9.039.631
Other Receivables	9	1.071.029	838.180
Investments Valued by Equity Pick-up Method	15	979.898.642	986.347.078
Investment Properties	16	2.213.748.880	2.213.748.880
Tangible Assets	17	13.410.479.836	13.697.897.962
Right of Use Assets	18	49.438.562	58.855.394
Intangible Assets	19	258.386.636	273.870.764
Prepaid Expenses	13	40.543.031	45.846.754
Deferred Tax Assets	30	140.020.715	191.467.957
TOTAL ASSETS		25.188.683.330	25.640.583.336

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

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
CONSOLIDATED BALANCE SHEETS AS OF 30 JUNE 2026

(Amounts expressed in Turkish Lira ("TRY") in terms of the purchasing power of the TRY at 30 June 2026, unless otherwise indicated.)

		<i>Reviewed</i>	<i>Audited</i>
		Current Period 30.06.2026	Prior Period 31.12.2025
LIABILITIES	Footnote		
Current Liabilities		3.786.511.899	3.745.900.473
Short Term Borrowings	8	1.932.951.929	1.491.140.442
Short-term portion of long-term borrowings	8	639.834.947	611.610.780
Trade Payables		930.083.594	1.340.364.724
<i>Trade Payables to Related Parties</i>	6-7	9.889.620	11.460.270
<i>Trade Payables to Unrelated Parties</i>	7	920.193.974	1.328.904.454
Employee Benefit Liabilities	22	139.657.125	138.858.881
Other Payables	9	29.607.293	29.360.245
Deferred Income	13	26.765.124	53.590.510
Current Provisions		87.611.887	80.974.891
<i>Provision For Employee Benefits</i>	21	71.971.038	72.752.957
<i>Other Current Provisions</i>	21	15.640.849	8.221.934
Non-Current Liabilities		3.628.482.001	4.155.010.250
Long Term Borrowings	8	1.431.364.766	1.788.913.885
Long Term Provisions		337.386.461	297.742.395
<i>Long Term Provisions for Employee Benefits</i>	21	337.386.461	297.742.395
Deferred Tax Liabilities	30	1.859.730.774	2.068.353.970
Equity		17.773.689.430	17.739.672.613
Parent Company's Equity		17.625.153.719	17.604.451.054
Issued Capital	24.1	277.292.576	277.292.576
Inflation Adjustments of Capital	24.2	7.407.259.263	7.407.259.263
Share Premium (Discount)	24.3	-	570.861.688
The effect of mergers involving jointly controlled entities or operations		(17.971.488)	(17.971.488)
Accumulated Other Comprehensive Income or Expenses not to be Reclassified on Profit or Loss			
<i>Gains / Losses on Revaluation and Remeasurement</i>			
<i>-Increase / Decrease on Revaluation of Tangible Assets</i>	24.4	3.710.336.904	3.710.336.904
<i>-Defined Benefit Plans Re-Measurement Gains / (Losses)</i>	24.4	3.870.147	2.205.738
Accumulated Other Comprehensive Income or Expenses to be Reclassified on Profit or Loss			
<i>- Gains/(Losses) on Financial Assets Measured at Fair Value through Other Comprehensive Income</i>	24.5	(1.049.921)	(655.188)
Restricted Reserves		272.762.567	272.762.567
<i>Legal Reserves</i>	24.6	272.762.567	272.762.567
Retained Earnings / Losses	24.7	5.953.220.682	5.020.388.934
Net Profit / (Loss) for the Period	31	19.432.989	361.970.060
Non-controlling interests	24.8	148.535.711	135.221.559
TOTAL LIABILITIES		25.188.683.330	25.640.583.336

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

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF INCOME AND OTHER COMPREHENSIVE INCOME
STATEMENT FOR THE PERIOD OF 30 JUNE 2026

(Amounts expressed in Turkish Lira ("TRY") in terms of the purchasing power of the TRY at 30 June 2026, unless otherwise indicated.)

		<i>Reviewed</i>	<i>Reviewed</i>	<i>Unreviewed</i>	<i>Unreviewed</i>
		Current Period	Prior Period	Current Period	Prior Period
	Footnote	01.01- 30.06.2026	01.01- 30.06.2025	01.04- 30.06.2026	01.04- 30.06.2025
Revenue	25.1	4.268.452.240	5.124.284.695	2.048.252.606	2.424.724.752
Cost of Sales (-)	25.2	(4.491.024.751)	(4.867.614.713)	(2.132.008.561)	(2.245.246.923)
Gross Profit / (Loss)		(222.572.511)	256.669.982	(83.755.955)	179.477.829
General Administrative Expenses (-)	26.3	(193.939.322)	(237.501.503)	(91.228.117)	(117.606.017)
Marketing Expenses (-)	26.2	(210.413.454)	(221.050.137)	(115.200.625)	(118.464.454)
Research and Development Expenses (-)	26.1	(31.506.195)	(26.510.948)	(16.345.601)	(14.375.012)
Other Operating Income	27.1	294.737.882	408.170.939	133.922.090	134.801.634
Other Operating Expenses (-)	27.2	(126.662.966)	(177.929.903)	(14.235.944)	(20.001.097)
Operating Profit / (Loss)		(490.356.566)	1.848.430	(186.844.152)	43.832.883
Income from Investment Activities	28.1	40.267.721	47.831.906	20.007.704	20.315.231
Expenses from Investment Activities (-)	28.2	(4.909.557)	(9.950.006)	(1.922.726)	(5.732.192)
Shares of Profit/(Loss) from Investments Valued by Equity Pick-up Method	28.3	(6.448.436)	(4.130.583)	(2.690.719)	292.870
Operating Activity Profit/(Loss) Before Financial Expense		(461.446.838)	35.599.747	(171.449.893)	58.708.792
Financial Income	29.1	539.275.566	330.241.024	269.931.143	156.346.569
Financial Expenses (-)	29.2	(360.213.117)	(983.516.241)	(222.479.420)	(557.067.348)
Net Monetary Position Gains/(Losses)		157.504.537	427.422.150	12.123.954	176.186.042
Operating Activity Profit/(Loss) Before Taxation		(124.879.852)	(190.253.320)	(111.874.216)	(165.825.945)
Operating Activity Tax Income/(Expense)					
Deferred Tax Income/(Expense)	30	157.606.130	33.004.043	266.687.057	(129.526.850)
Current Period Operating Activity Profit / (Loss)		32.726.278	(157.249.277)	154.812.841	(295.352.795)
Profit/(Loss) for the Period		32.726.278	(157.249.277)	154.812.841	(295.352.795)
Distribution of the Period Income/(Loss)					
Minority Interests	24.8	13.293.289	(16.512.412)	14.752.642	(14.173.481)
Parent Company's Shares	31	19.432.989	(140.736.865)	140.060.199	(281.179.314)
Earnings Per Share	31	0,0701	(0,5075)	0,5051	(1,0140)

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

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF INCOME AND OTHER COMPREHENSIVE INCOME
STATEMENT FOR THE PERIOD OF 30 JUNE 2026

(Amounts expressed in Turkish Lira ("TRY") in terms of the purchasing power of the TRY at 30 June 2026, unless otherwise indicated.)

		<i>Reviewed</i>	<i>Reviewed</i>	<i>Unreviewed</i>	<i>Unreviewed</i>
		Current	Prior	Current	Prior
	Footnote	01.01- 30.06.2026	01.01- 30.06.2025	01.04- 30.06.2026	01.04- 30.06.2025
Other Comprehensive Income:					
Income (Expenses) not to be Reclassified on Profit or (Loss)					
- Defined Benefit Plans Re-Measurement Gains (Losses)	21	2.247.029	(23.915.941)	2.222.561	(13.983.905)
Income Taxes not to be Reclassified to Profit or (Loss)					
- Deferred Tax Income / (Expense)	30	(561.757)	5.978.986	(560.654)	3.464.492
Income or Expenses that will be Reclassified on Profit or (Loss)					
- Gains/(Losses) on Financial Assets Measured at Fair Value through Other Comprehensive Income		(526.311)	-	(139.916)	213.084
Taxes on Other Comprehensive Income to be Reclassified to Profit or Loss					
- Deferred Tax (Expense)/Income		131.578	-	34.979	(53.272)
Other Comprehensive Income		1.290.539	(17.936.955)	1.556.970	(10.359.601)
Total Comprehensive Income/(Expense)		34.016.817	(175.186.232)	156.369.811	(305.712.396)
Distribution of Total Comprehensive Income					
Minority Interests	24.8	13.314.152	(16.719.075)	14.763.676	(14.459.516)
Parent Company's Shares		20.702.665	(158.467.157)	141.606.135	(291.252.880)

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

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
STATEMENT OF CONSOLIDATED CHANGES IN SHAREHOLDER’S EQUITY FOR THE PERIODS OF
30 JUNE 2026

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 30 June 2026, unless otherwise indicated.)

						Accumulated Other Comprehensive Income and Expenses that will not be Reclassified to Profit or Loss		Accumulated Other Comprehensive Income and Expenses that will be Reclassified to Profit or Loss		Accumulated profit				
	Note	Paid in Capital	Adjustments of Shareholders' Equity	Bonuses/ Discounts on Shares	The effect of mergers involving jointly controlled entities or operations	Increase / (Decrease) on Revaluation of Tangible Assets	Defined Benefit Plans Re-Measurement Gains / (Losses)	Gains/(Losses) on Financial Assets Measured at Fair Value through Other Comprehensive Income	Restricted Reserves	Accumulated Profit/Loss	Net Profit/Loss For The Period	Parent Company's Equity	Minority Interests	Total Equity
Balances at 01.01.2025		277.292.576	7.407.259.263	570.861.688	(17.971.488)	4.022.057.432	9.321.953	(583.912)	272.762.567	5.056.642.428	(36.253.494)	17.561.389.013	148.812.923	17.710.201.936
Transfers	24	-	-	-	-	-	-	-	-	(36.253.494)	36.253.494	-	-	-
Total Comprehensive Income/(Loss)		-	-	-	-	-	(17.730.292)	-	-	-	(140.736.865)	(158.467.157)	(16.719.075)	(175.186.232)
- Profit/(Loss) for the Period	24	-	-	-	-	-	-	-	-	-	(140.736.865)	(140.736.865)	(16.512.412)	(157.249.277)
- Other Comprehensive Income/(Expense)	24	-	-	-	-	-	(17.730.292)	-	-	-	-	(17.730.292)	(206.663)	(17.936.955)
Balances at 30.06.2025	24	277.292.576	7.407.259.263	570.861.688	(17.971.488)	4.022.057.432	(8.408.339)	(583.912)	272.762.567	5.020.388.934	(140.736.865)	17.402.921.856	132.093.848	17.535.015.704
Balances at 01.01.2026	24	277.292.576	7.407.259.263	570.861.688	(17.971.488)	3.710.336.904	2.205.738	(655.188)	272.762.567	5.020.388.934	361.970.060	17.604.451.054	135.221.559	17.739.672.613
Transfers	24	-	-	(570.861.688)	-	-	-	-	-	932.831.748	(361.970.060)	-	-	-
Total Comprehensive Income/(Loss)		-	-	-	-	-	1.664.409	(394.733)	-	-	19.432.989	20.702.665	13.314.152	34.016.817
- Profit/(Loss) for the Period	24	-	-	-	-	-	-	-	-	-	19.432.989	19.432.989	13.293.289	32.726.278
- Other Comprehensive Income/(Expense)	24	-	-	-	-	-	1.664.409	(394.733)	-	-	-	1.269.676	20.863	1.290.539
Balances at 30.06.2026	24	277.292.576	7.407.259.263	-	(17.971.488)	3.710.336.904	3.870.147	(1.049.921)	272.762.567	5.953.220.682	19.432.989	17.625.153.719	148.535.711	17.773.689.430

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

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ

CONSOLIDATED CASH FLOW STATEMENT

FOR THE PERIODS OF 01 JANUARY-30 JUNE 2026

(Amounts expressed in Turkish Lira ("TRY") in terms of the purchasing power of the TRY at 30 June 2026, unless otherwise indicated.)

	Footnote References	Reviewed Current Period 01.01- 30.06.2026	Reviewed Prior Period 01.01- 30.06.2025
CASH FLOWS FROM THE OPERATING ACTIVITIES		969.587.607	1.571.346.760
Profit/(Loss) for the Period			
Current Period Operating Activity Profit / (Loss)		32.726.278	(157.249.277)
Adjustments Related with Net Profit/Loss for The Period		133.747.664	456.210.485
Adjustments for Depreciation, Amortisation Expenses	17-18-19	355.079.865	599.433.285
Adjustments Related to the Provisions			
- Adjustments for Employee Termination Benefits	21-30	41.891.095	(23.859.757)
- Adjustment for Provision for Expenses and Lawsuits	21	7.418.915	(1.738.503)
- Adjustment for Other Provisions or Reversals	21	(781.919)	19.660.086
Adjustments for Interest (Income) and Expenses			
- Deferred Financial Expense Arise from Forward Purchasing	27.2	71.881.591	97.869.301
- Unearned Income from Futures Sale	27.1	(92.101.266)	(95.012.391)
Adjustments for Fair Value Profit or Loss			
- Adjustments for fair value losses (gains) of derivative financial instruments	10	4.078.310	-
- Adjustments for Fair Value Profit or Loss		(394.733)	-
Adjustments for unrealised foreign exchange losses (gains)	8	117.399.806	559.154.908
Adjustments for Retained Earnings of Investments Subject to Equity Pick-up Method			
- Adjustment for Retained Earnings of Subsidiaries	28.3	6.448.436	4.130.583
Tax Payments/Returns	30	(157.737.711)	(33.004.045)
Monetary profit/loss		(219.434.725)	(670.422.982)
Changes In The Company Capital		803.113.665	1.272.385.552
Increase/Decrease in Financial Investments	5	394.733	-
Adjustments for Increase/Decrease in Trade Receivables			
- Adjustments for Increase/Decrease in Trade Receivables from Related Parties	6-7	(211.874.616)	178.858.068
- Adjustments for Increase/Decrease in Trade Receivables from Unrelated Parties	7	63.485.280	(61.733.505)
Adjustments for Increase/Decrease in Other Receivables Related to the Operations			
- Adjustments for Increase/Decrease in Other Receivables from Related Parties Related to the Operations	6-9	23.042.074	(10.090.894)
- Adjustments for Increase/Decrease in Other Receivables from Unrelated Parties Related to the Operations	9	(14.121.011)	11.995.628
Adjustments for Increase/Decrease in Inventories	11	963.032.983	871.863.338
Adjustments Related to the Increase/Decrease in Biological Assets	12	104.979.197	154.047.495
Adjustments for Increase/Decrease in Prepaid Expenses	13	(9.381.393)	63.138.134
Adjustments for Increase/Decrease in Trade Payables			
- Adjustments for Increase/Decrease in Trade Payables to Related Parties	6-7	157.725	-
- Adjustments for Increase/Decrease in Trade Payables to Unrelated Parties	7	(116.191.103)	59.978.658
Increase/Decrease in Employee Benefits Liabilities	22	21.740.182	22.269.947
Adjustments for Increase/Decrease in Other Payables Related to the Operations			
- Adjustments for Increase/Decrease in Other Payables from Related Parties Related to the Operations	6-9	-	815.033
- Adjustments for Increase/Decrease in Other Payables from Unrelated Parties Related to the Operations	9	4.675.000	(320.919)
Increase/Decrease in Deferred Tax	13	(26.825.386)	(18.435.431)
Cash Flow from Operating Activities		969.587.607	1.571.346.760

Ekli notlar bu tabloların ayrılmaz parçasıdır.

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIODS OF 01 JANUARY-30 JUNE 2026

(Amounts expressed in Turkish Lira ("TRY") in terms of the purchasing power of the TRY at 30 June 2026, unless otherwise indicated.)

		<i>Reviewed</i> Current Period	<i>Reviewed</i> Prior Period
	Footnote References	01.01- 30.06.2026	01.01- 30.06.2025
NET CASH FLOW PROVIDED BY INVESTMENT ACTIVITIES		(39.485.534)	(143.967.972)
Cash outflows for the acquisition of shares or debt instruments of other entities or funds		131.579	28.248.460
Proceeds from Sale of Property, Plant, Equipment and Intangible Assets			
- Proceeds from Sale of Tangible Assets	17	8.310.149	6.395.250
Proceeds from Purchase of Property, Plant, Equipment and Intangible Assets			
- Proceeds from Purchase of Tangible Assets	17	(42.538.044)	(168.753.183)
- Proceeds from Purchase of Intangible Assets	19	(5.389.218)	(9.858.499)
CASH FLOW PROVIDED BY FINANCIAL ACTIVITIES		573.514.526	(754.051.220)
Cash Inflows from Financial Liabilities			
- Cash Inflows from Bank Loans	8	1.096.791.719	392.548.911
Cash Outflows from Financial Liabilities			
- Cash Outflows for Bank Loans	8	(511.562.347)	(1.130.921.300)
-Cash Inflows (Outputs) from Other Financial Debt Payments	8	(11.714.846)	(12.441.382)
Cash Outflows from Finance Leases	8	-	(3.237.449)
NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS BEFORE THE EFFECT OF FOREIGN EXCHANGE CURRENCY DIFFERENCES (A+B+C)		1.503.616.599	673.327.568
EFFECTS OF INFLATION ON CASH AND CAH EQUIVALENTS		(279.907.347)	88.513.465
D. THE EFFECT OF FOREIGN CURRENCY DIFFERENCES ON CASH AND CASH EQUIVALENTS		-	-
CASH AND CASH EQUIVALENTS NET INCREASE/DECREASE		1.223.709.252	761.841.033
CASH AND CASH EQUIVALENTS AT THE BEGINING OF THE PERIOD	4	1.855.970.591	893.540.760
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	4	3.079.679.843	1.655.381.793

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

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NOTE 1- ORGANIZATION AND NATURE OF ACTIVITIES

Menderes Tekstil Sanayi ve Ticaret Anonim Şirketi (“The Company” or “Menderes Tekstil”), its Subsidiaries and Equity participations are referred as “Group” in the accompanying consolidated financial statements.

The entities mentioned below are applied “Full Consolidation Method”:

- Menderes Tekstil Sanayi ve Ticaret A.Ş.
- Smyrna Seracılık Ticaret A.Ş.
- Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti.

The entities mentioned below are applied by “Equity Pick up Method”:

- Aktur İzmir Gayrimenkul A.Ş.

Menderes Tekstil Sanayi ve Ticaret A.Ş.

The Company produces cotton press, electric energy, yarn, fabric, valances, dust ruffles, ruffled and tailored shams, comforter shells, printed towels and linens in integrated cotton and synthetic textile establishment.

The Company address registered on the Trade Registry Gazette is Adalet Mahallesi, Manas Bulvarı, No:47/A 42. floor Bayraklı, İzmir.

As of 30 June 2026 2.013 personnel are employed by the Company and the average number of personnel is 2.053 for the period of 01.01.-30.06.2026.

Company shares are traded in the Borsa Istanbul since 2000.

Production Capacity (Textile)

According to the capacity report from Denizli Industrial Chamber dated 26 June 2026 numbered 62461 and valid until 23 June 2028, the Company annual production capacity is as follows: (Companies production capacity has been calculated with daily 8 hours, yearly 300 days. Company works for 3 shifts in a day):

Products	Unit	Quantity
Cotton yarn (is used in its production)	Kg	8.891.596
Raw fabric woven (is used in its production)	M ²	55.020.060
Knitted fabric (is used in its production)	Kg	710.100
Linens	Kg	19.477.500
Pillowcase	Kg	5.670.000
Sheet	Kg	7.218.750
Quilt	Quantity	180.000
Fabric painting (is used in its production)	Kg	1.670.400
Fabric bleaching (is used in its production)	Kg	9.491.720
Fabric printing (is used in its production)	Kg	4.455.000
Digital fabric printing (is used in its production)	Kg	1.573.719

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Production Capacity (Energy)

According to the capacity report from Denizli Industrial Chamber dated 10 March 2026, numbered 50062 and valid until 9 February 2028, The Company production capacity is as follows:

	Unit	Quantity
Electricity energy	Kilowatt hour	157.332.000
Steam (is used in its production)	Joule	598.910.400.000
Hot water (is used in its production)	Joule	231.739.200.000

Information about the Group's power plants in operation, together with its current installed powers, is presented in the table below:

Power plants	Company	Location	Type	Electricity Production Capacity (kWh)
<i>Geothermal</i>				
Baklacı	Menderes	Manisa	Geothermal	155.200.000
Tosunlar	Menderes	Denizli	Geothermal	32.000.000
<i>Wind</i>				
Aliğa	Menderes	İzmir	Wind	56.448.000
Bergama	Menderes	İzmir	Wind	124.338.240
<i>Solar</i>				
Sarayköy	Menderes	Denizli	Solar	10.850.000

Smyrna Seracılık Ticaret A.Ş.

Smyrna Seracılık Ticaret A.Ş. was established in 2007 in İzmir. It is engaged in agricultural production. In the Trade Registry Gazette numbered 7296 and dated 21 April 2009, the Company name has been changed from Smyrna Organik Tarım Sanayi ve Ticaret A.Ş. to Smyrna Seracılık Ticaret A.Ş. The Company has been included to the complete consolidation in 2009.

Smyrna Seracılık Ticaret A.Ş. has operated on the existing area which is 258.700 m2.

Capacity Report (Sarayköy1)

According to the capacity report from Denizli Industrial Chamber dated 14 May 2025, numbered 172393 and valid until 8 May 2027, The Company production capacity is as follows:

Product	Unit	Quantity
Tomato	Kg	1.250.400

Capacity Report (Sarayköy2)

According to the capacity report from Denizli Industrial Chamber dated 11 June 2025, numbered 181033 and valid until 11 June 2027, The Company production capacity is as follows:

Product	Unit	Quantity
Tomato	Kg	4.500.000

The Company recorded address to the trade registry is Köyiçi Mevkii, Tosunlar Kasabası Sarayköy, Denizli.

As of 30 June 2026, 363 personnel are employed by the Company and the average number of personnel is 375 for the period of 01.01.-30.06.2026.

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Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti.

Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti. was established in 1990 in İzmir. The principal activity of the Company is the wholesale and retail sale of textile products. As of 30 June 2025, the Company has been included in the full consolidation scope.

Menderes, On 18 June 2025 acquired 100% of the shares of Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti. (“Akça Saraylı”), a company within the Akça Group, from Dilek Göksan, Rıza Akça, Ahmet Bilge Göksan, and Akça Holding A.Ş. for a total consideration of TRY 10.920. The transaction was registered on 25 June 2025 and was published in the Turkish Trade Registry Gazette.

A brand licensing agreement was signed between Menderes Tekstil Sanayi ve Ticaret A.Ş. and Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti. In accordance with the terms of the agreement, Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti. will pay Menderes Tekstil Sanayi ve Ticaret A.Ş. a royalty fee amounting to 2% of its annual net sales. As a result of this agreement, Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti. has obtained the right to use the trademarks “Mendereshome Store- Menderesstore-Menderestore.”

The Company address registered on the Trade Registry Gazette is Adalet Mahallesi, Manas Bulvarı, No:47/A 42. floor Bayraklı, İzmir.

As of 30 June 2026, 29 personnel are employed by the Company and the average number of personnel is 31 for the period of 01.01.-30.06.2026.

Aktur İzmir Gayrimenkul A.Ş.

Aktur İzmir Gayrimenkul A.Ş. was established by spin-off of Aktur Araç Muayene İşletmeciliği A.Ş. with the resolution of the general assembly published in the Trade Registry Newspaper dated 23 November 2020 and numbered 10208. The company generates rental income from the properties it owns. Head office of the company is in İzmir.

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS

2.a. Basis of Presentation

Financial reporting standards applied

The consolidated financial statements of the Group have been prepared in accordance with the communiqué numbered II-14.1 “Communiqué on the Principles of Financial Reporting in Capital Markets” (“the Communiqué”) announced by the CMB on 13 June 2013 which is published on Official Gazette numbered 28676 and in compliance with the international standards issued by the Public Oversight Accounting and Auditing Standards Authority (“POA”) based on Turkish Financial Reporting Standards (“TFRS”) and the related appendices and interpretations. TFRS are updated through communiqués in order to be in line with the changes in International Financial Reporting Standards (“TFRS”).

The consolidated financial statements are presented in accordance with the formats specified in the “Announcement on TFRS Taxonomy” published by POA on 3 July 2024 and the Financial Statement Examples and User Guide published by CMB.

The Preparation of Financial Statements

The accompanying consolidated financial statements are prepared in accordance with the Communiqué Serial II, No: 14.1, “Principles of Financial Reporting in Capital Markets” (“the Communiqué”) published in the Official Gazette numbered 28676 on 13 June 2013. According to the article 5 of the Communiqué, consolidated financial statements are prepared in accordance with Turkish Financial Reporting Standards (“TFRS”) and its addendum and interpretations (“IFRIC”) issued by Public Oversight Accounting and Auditing Standards Authority (“POA”) Turkish Accounting Standards Boards. The consolidated financial statements of the Group are prepared as per the CMB announcement of 4 October 2022 relating to financial statements presentations.

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Financial reporting in hyperinflationary economy

With the announcement made by the Public Oversight Accounting and Auditing Standards Authority (POA) on 23 November 2023, entities that apply TFRS have started to apply inflation accounting in accordance with TAS 29 Financial Reporting in Hyperinflationary Economies for the financial statements for the annual reporting period ending on or after 31 December 2023

TAS 29 is applied to the financial statements, including the consolidated financial statements, of entities whose functional currency is the currency of a hyperinflationary economy.

According to the standard, financial statements prepared in the currency of a hyperinflationary economy are presented in terms of the purchasing power of that currency at the balance sheet date. Prior period financial statements are also presented in the current measurement unit at the end of the reporting period for comparative purposes. The Group has therefore presented its consolidated financial statements as of 30 June 2025 and 31 December 2025, on the purchasing power basis as of 30 June 2026.

Pursuant to the decision of the Capital Markets Board (“CMB”) dated 28 December 2023 and numbered 81/1820, it has been decided that issuers and capital market institutions subject to financial reporting regulations that apply Turkish Accounting/Financial Reporting Standards will apply inflation accounting by applying the provisions of TAS 29 starting from their annual financial reports for the periods ending on 31 December 2023.

The adjustments made in accordance with TAS 29 were made using the adjustment coefficient obtained from the Consumer Price Index (“CPI”) of Turkey published by the Turkish Statistical Institute (“TURKSTAT”). As of 30 June 2026, the indices and adjustment coefficients used in the adjustment of the consolidated financial statements are as follow:

Date	Index(*)	Adjustment coefficient	Three-Year Compound Inflation Rate
30 June 2026	129,99	1,00000	206%
31 December 2025	110,39	1,17758	211%
30 June 2025	98,40	1,32109	220%

(*) As of 2026, the base year used by TurkStat (Turkish Statistical Institute) has been revised to 2025=100. Accordingly, index values previously reported using a different reference year and scaling methodology have been restated based on the new base year. To ensure comparability, historical data have also been adjusted to reflect the revised base year.

The main elements of the Group's adjustment process for financial reporting in hyperinflationary economies are as follows:

- Current period consolidated financial statements prepared in TRY are expressed in terms of the purchasing power at the balance sheet date, and amounts from previous reporting periods are also adjusted and expressed in terms of 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 balance sheet date. In cases where the inflation-adjusted values of non-monetary items exceed their recoverable amount or net realizable value, the provisions of TAS 36 “Impairment of Assets” and TAS 2 “Inventories” are applied, respectively.
- Non-monetary assets and liabilities and equity items that are not expressed in terms of the current purchasing power at the balance sheet date have been adjusted using the relevant adjustment coefficients.

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- All items in the statement of comprehensive income, except for the non-monetary items in the statement of financial position that have an impact on the statement of comprehensive income, have been restated by applying the multiples calculated over the periods in which the income and expense accounts were initially recognized in the financial statements.
- The effect of inflation on the Group's net monetary asset position in the current period is recorded in the monetary gain/loss account in the consolidated income statement.

Approval of Financial Statements

Consolidated financial statements are approved by the Board of Directors and granted authority to publish on 18 August 2026 Boards of Directors have authority to change financial statements.

Currency Measurement and Reporting Currency

As of 30 June 2026 and 31 December 2025 the Group’s functional and reporting currency unit is represented in TRY compared to previous periods.

Rounding of amounts presented in financial statements

The financial information given in TRY has been rounded to the nearest full TRY value.

Offsetting

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

Going Concern

The accompanying consolidated financial statements have been prepared assuming that the group will continue to generate benefit from its assets and fill its liabilities in the following year under the natural course of its activities based on the assumption of continuity of business.

Basis of Consolidation

The capital structure of subsidiaries and participations are as follows:

Subsidiaries	Consolidation Method	30 June 2026	31 December 2025
Smyrna Seracılık Ticaret A.Ş.	Full Consolidation	79,17%	79,17%
Akça Saraylı Tekstil Ticaret Sanayi Ltd. Şti.	Full Consolidation	100,00%	100,00%

Participations	Consolidation Method	30 June 2026	31 December 2025
Aktur İzmir Gayrimenkul A.Ş.	Equity Pick up	48,00%	48,00%

Menderes, On 18 June 2025, acquired 100% of the shares of Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti. (“Akça Saraylı”), a company within the Akça Group, from Dilek Göksan, Rıza Akça, Ahmet Bilge Göksan, and Akça Holding A.Ş. for a total consideration of TRY 10.920. The transaction was registered on 25 June 2025 and was published in the Turkish Trade Registry Gazette.

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Investments in associates are accounted via using equity pick up method. These are entities in which the Group generally holds between 20% and 50% of the voting rights, or where the Group has significant influence, as well as not having control over the operations of the Group.

Subsidiaries are included in consolidation as of the date of transition to the controlling the Group and they are excluded from the scope of consolidation as of the date of completion of the control.

The share of minority shareholders in the net assets and operating results of the Subsidiaries are presented as minority interest in the consolidated balance sheet and income statement.

In the accompanying consolidated financial statements, results of operations and assets and liabilities of associates are accounted for using equity pick up method of accounting. According to the equity pick up method, associates in the consolidated financial statements are shown on the basis of the amount obtained by subtracting the cost value from the net assets of the subsidiaries after deducting any impairment in the associate. Losses that exceed the share of the Group in the associate are not recognized in the records. Additional loss is due to the fact that the Group has been exposed to legal or implied liabilities or has made payments on behalf of an affiliate or business partnership.

As of 30 June 2026 and 31 December 2025, the capital structure of subsidiaries and participations are as follows:

Menderes Tekstil Sanayi ve Ticaret A.Ş. (Parent Company)

	30.06.2026	31.12.2025
	<u>Ratio %</u>	<u>Ratio %</u>
Public Offered Shares	49,62	49,62
Akça Holding A.Ş.	48,22	48,22
Other	2,16	2,16
	100%	100%

Akça Holding A.Ş. (Controlling Shareholder of Menderes Tekstil Sanayi ve Ticaret A.Ş.)

	30.06.2026	31.12.2025
	<u>Ratio %</u>	<u>Ratio %</u>
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	82,97	67,11
Rıza Akça	8,51	16,45
Dilek Göksan	4,26	8,22
Ahmet Bilge Göksan	4,26	8,22
	100%	100%

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Smyrna Seracılık Ticaret A.Ş. (Subsidiaries)

	30.06.2026	31.12.2025
	Ratio %	Ratio %
Menderes Tekstil Sanayi ve Ticaret A.Ş.	79,17	79,17
Rıza Akça	10,31	10,31
Ahmet Bilge Göksan	5,16	5,16
Dilek Göksan	5,16	5,16
Other	0,20	0,20
	100%	100%

Akça Saraylı Tekstil Ltd. Şti. (Subsidiaries)

	30.06.2026	31.12.2025
	Ratio %	Ratio %
Menderes Tekstil Sanayi ve Ticaret A.Ş.	100,00	100,00
	100%	100%

Aktur İzmir Gayrimenkul A.Ş. (Participation)

	30.06.2026	31.12.2025
	Ratio %	Ratio %
Zeybekçi Holding A.Ş.	50,00	50,00
Menderes Tekstil Sanayi ve Ticaret A.Ş.	48,00	48,00
Akça Holding A.Ş.	2,00	2,00
	100%	100%

2.c. Changes in Accounting Estimates and Errors

The accompanying financial statements necessitate that some predictions about income and expenses regarding possible assets and liabilities in the financial statements prepared by 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.

2.d. Changes in Accounting Policies

A group only could change it is accounting policy under following circumstances;

- If a standard or interpretation makes it necessary or
- If the change make effect of operations or incidents on financial position and performance or cash flows more appropriate and reliable.

Financial statements have to be comparable to see trends in the financial position of companies, performance and cash flows for users of financial statements. Accordingly, why, if the change is not granting one of above conditions, each interim and fiscal periods has to be applied same accounting policy.

The accounting policies implemented in the financial statements are the same as those implemented in the financial statements as of 30 June 2026 and 31 December 2025 and for the year ended on the same date, except as stated above.

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2.e. New and amended standards and interpretations

The accounting policies adopted in preparation of the consolidated financial statements as of 30 June 2026 are consistent with those of the previous financial year, except for the adoption of new and amended TFRS and TFRS interpretations effective as of 01 January 2025 and thereafter.

a) The new standards, amendments and interpretations which are effective as of 1 January 2026 are as follows

- Amendments to TFRS 9 and TFRS 7 – Classification and measurement of financial instruments.

The Group expects no significant impact on its balance sheet and equity.

- Annual Improvements to TFRS – Volume 11

The Group expects no significant impact on its balance sheet and equity.

- Amendments to TFRS 9 and TFRS 7 - Contracts Referencing Nature-dependent Electricity

The Group expects no significant impact on its balance sheet and equity.

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

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

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

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

- TFRS 17 - The new Standard for insurance contracts

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

- TFRS 18 – The new Standard for Presentation and Disclosure in Financial Statements

The Group is in the process of assessing the impact of the standard on financial position or performance of the Group.

- TFRS 19 – The new Standard for Subsidiaries without Public Accountability: Disclosures

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

- Amendments to TAS 21 - Translation to a Hyperinflationary Presentation

The Group is in the process of assessing the impact of the standard on financial position or performance of the Group.

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2.f. Summary of Significant Accounting Policy

Revenue Recognition

Group recognizes revenue based on the following five principles in accordance with the TFRS 15 - “Revenue from Contracts with Customers” standard effective from 1 January 2018.

- 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, which are 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 recognized over time by measuring the progress towards complete satisfaction of 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 recognized on an accrual basis as other operating income.

Interest Income

Interest income is accrued using the effective interest method which brings the remaining principal amount and expected future cash flows to the net book value of the related deposit during the expected life of the deposit.

Interest and foreign exchange gains and losses arising from trading transactions are recognized in other operating income and expense.

Dividend income is recorded as income of the collection right transfer date. Dividends payable are recognized as an appropriation of profit in the period in which they are declared.

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Inventories

Inventories are valued at the lower of cost or net realizable value. Inventory costs include purchasing costs. The unit cost of inventories is determined average cost method. Net realizable value is the estimated selling price in the ordinary course of business, less the costs of completion and selling expenses.

Biological Assets

Group’s biological assets consist of planted tomatoes. Uncultivated tomatoes are reflected in the consolidated financial statements after the provision for impairment is booked, if there is a decrease in cost due to the absence of an active market.

Tangible Assets

Lands, buildings, land improvements, machineries and equipment are reflected to the consolidated financial statements at fair values that are determined by an independent real estate appraisal company, which is accredited by CMB.

The valuation company used the Market Value Method in determining the fair values of land, land and buildings. The "Market Value and Cost Method" was used to determine the fair values of land improvements and machinery, plant and equipment.

The revaluation frequency depends on the differences at the fair values of tangible fixed assets.

If net book value of an asset increases as a result of the revaluation, this increase is recognized at statement of other comprehensive income and presented under the revaluation fund account in the equity. However a revaluation value increase can only be recognized in the profit or loss statement to the extent of impairment recorded in the previous periods for the same asset.

If net book value of an asset decreases during the revaluation, this decrease is recognized as expense. However this decrease can only be recognized as much as all kinds of credit balance about this asset in the revaluation surplus.

The subjected decrease recognized in other comprehensive income, decreases the amount accumulated in equity under revaluation surplus. In the case of sales of revalued buildings or land, revaluation surplus part of revalued asset is classified to accumulated profit/(loss).

Property, plant and equipment are carried at indexed cost less indexed accumulated depreciation. Historical costs include the costs directly related to the acquisition of property plant and equipment. Costs incurred after the acquisition can be added to the net book value of the assets or can be booked as another asset if and only if it is probable that the future economic benefits will flow to the Group and the cost of the asset can be measured reliably. All other repair and maintenance costs are expensed in the consolidated statement of comprehensive income for the period. Depreciation is provided using the straight-line method based on the estimated useful lives of gross book value of assets.

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Economic useful lives of assets approximately are as follows:

	Year
Land improvements	10-40
Buildings	30-50
Machinery, plant and equipment	5-15
Energy facilities	20-25
Motor vehicles	5-10
Fixtures and fittings	3-20

Intangible Assets

Intangible assets are carried at restated acquisition cost less accumulated amortization.

Intangible assets comprise acquired usage rights, information systems, research and development expenses and other identified rights. They are recorded at acquisition cost and amortized on a straight-line based on pro-rata over their estimated useful lives for a period not exceeding between 10% and 20% for a year.

Investment Properties

Investment properties are the real estates which are held to earn rental income and/or for capital appreciation. Investment properties are presented in the financial statements at their fair value determined in the revaluation work. Revaluation work was performed by an independent appraisal company accredited by the Capital Market Board. Appreciation or devaluation in the mentioned properties is accounted in the consolidated profit or loss table.

If an owner-occupied property becomes an investment property that will be carried at fair value, an entity shall apply TAS 16 up to the date of change in use. The entity shall treat any difference at that date between the carrying amount of the property in accordance with TAS 16 and its fair value in the same way as a revaluation in accordance with TAS 16.

Investment properties are derecognized when either they have been disposed off 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 the consolidated statement of profit or loss in the year of retirement or disposal. A gain or loss arising from a change in the fair value of investment property shall be recognized in profit or loss for the period in which it arises.

Impairment of Assets

The carrying amounts of the Group’s assets other than goodwill are reviewed at each balance sheet date to determine whether there is any indication of impairment. When an indication of impairment exists, the Group compares the carrying amount of the asset with its net realizable value which is the higher of value in use or fair value less costs to sell. Impairment exists if the carrying value of an asset or a cash generating unit is greater than its recoverable amount which is the higher of value in use or fair value less costs to sell. An impairment loss is recognized immediately in the comprehensive statement of income. The increase in carrying value of the assets (or a cash generated unit) due to the reversal of recognized impairment loss shall not exceed the carrying amount of the asset (net of amortization amount) in case where the impairment loss was reflected in the consolidated financial statements in prior periods. Such a reversal is accounted for in the comprehensive statement of income.

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Right-of-Use Assets

The Group recognizes right-of-use assets at the commencement of the lease (i.e., the date of underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses and adjusted for any remeasurement of lease liabilities.

The cost of right-of-use assets include:

- (a) the amount of lease liabilities recognized,
- (b) lease payments made at or before the commencement date less any lease incentives received.
- (c) initial direct costs incurred.

Unless the Group is reasonably certain to obtain ownership of the leased asset at the end of the lease term, the recognized right-of-use assets are depreciated on a straight-line basis over the shorter of its estimated useful life and the lease term. Right-of-use assets are subject to impairment.

Lease Liabilities

At the commencement date of the lease, the Group recognizes lease liabilities measured at the present value of lease payments to be made over the lease term.

At the commencement date of the lease, the measurement of the lease liabilities include.

- (a) Fixed payments,
- (b) The variable lease payments that do not depend on an index or a rate are recognized as expense in the period on which the event or condition that triggers the payment occurs,
- (c) The amounts expected to be paid by the Group under residual value guarantees.
- (d) The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and
- (e) The payments of penalties for terminating a lease, if the lease term reflects the Group exercising the option to terminate.

The variable lease payments that do not depend on an index or a rate are recognized as expense in the period on which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Group uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable.

After the commencement date, the Group measures the amount of lease liabilities as follows:

- (a) The amount of lease liabilities is increased to reflect the accretion of interest and
- (b) Reduces for the lease payments made.

In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the in-substance fixed lease payments or a change in the assessment to purchase the underlying asset.

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Short – term leases and leases of low-value assets

The Group applies the short-term lease recognition exemption to its short-term leases of machinery and equipment (ie, those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered of low value. Lease payments on short-term lease and leases of low-value assets are recognized as expense on a straight-line basis over the lease term.

Borrowing costs

Borrowings are recognized initially at the proceeds received, net of transaction costs incurred. Borrowings are subsequently stated at amortized cost using the effective yield method; any difference between proceeds, net of transaction costs, and the redemption value is recognized in the statement of income over the period of the borrowings.

In case of foreign exchange income in the financing activities, the related income is deducted from the total of capitalized financial expenses.

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.

Foreign exchange differences relating to borrowings, to the extent that they are regarded as an adjustment to interest costs, are also capitalized. The gains and losses that are an adjustment to interest costs include the interest rate differential between borrowing costs that would be incurred if the entity borrowed funds in its functional currency, and borrowing costs actually incurred on foreign currency borrowings.

Financial Assets

Classification

Group classifies its financial assets in three categories of financial assets measured at amortized cost, financial assets measured at fair value through other comprehensive income and financial assets measured at fair value through profit of 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 assets. The appropriate classification of financial assets is determined at the time of the purchase.

Financial assets are not reclassified after initial recognition except when the Group’s business model for managing financial assets changes; in the case of a business model change, subsequent to the amendment, the financial assets are reclassified on the first day of the following reporting period.

Recognition and Measurement

“Financial assets measured at amortized 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 amortized cost comprise “cash and cash equivalents”, “trade receivables” and “financial investments”. Financial assets carried at amortized 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 amortized cost are accounted for under the consolidated.

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“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 recognized in other comprehensive income, except for impairment gains or losses and foreign exchange gains and losses until the financial asset is derecognized or reclassified. When the financial asset is derecognized the cumulative gain or loss previously recognized 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 consolidated statement of income.

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

Derecognition

The Group derecognized a financial asset when the contractual rights to the cash flows from the asset expired, or it transferred the rights to receive the contractual cash flows in a transaction in which substantially all the risks and rewards of ownership of the financial asset were transferred. Any interest in such transferred financial assets that was created or retained by the Group was recognized as a separate asset or liabilities.

Impairment of financial assets

Impairment of the financial and contractual assets measured by using “Expected credit loss model” (ECL). The impairment model applies for amortized financial and contractual assets.

Provision for loss measured as below;

- 12 Month ECL: results from default events that are possible within 12 months after reporting date.
- Lifetime ECL: results from all possible default events over the expected life of financial instrument.

Lifetime ECL measurement applies if the credit risk of a financial asset at the reporting date has increased significantly since 12 month ECL measurement if it has not

The group may determine that the credit risk of a financial asset has not increased significantly if the asset has low credit risk at the reporting date. However lifetime ECL measurement (simplified approach) always apply for trade receivables and contract assets without a significant financing.

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Trade Receivables

Trade receivables that are created by way of providing goods or services directly to a debtor are measured at amortized cost, using the effective interest rate method. Short duration receivables with no stated interest rate are measured at the original invoice amount unless the effect of imputing interest is significant.

Group has preferred to apply “simplified approach” for the recognition of impairment losses on trade receivables, carried at amortized cost and that do not comprise of any significant finance component (those with maturity less than 1 year). 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.

If the amount of impairment subsequently decreases due to an event occurring after the write-down, the release of the provision is credited to other operating income.

Unearned finance income/expense due to commercial transactions are accounted for under “Other Operating Income/Expenses” in the consolidated statement of income or loss.

The Group collects some of its receivables through factoring. The receivables that are subject to the factoring transaction are deducted from their respective receivables accounts, if the collection risk is undertaken by the Factoring Group. The amounts at Group's collection risk continue to be transferred to the Consolidated Financial Statements and advances received from the factoring companies are presented as debts from factoring transactions under the "Borrowings" account in the Consolidated Financial Statements.

Cash and Cash Equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank deposits with original maturities of more than three months and shorter than 1 year are classified under short-term financial investments.

Financial Liabilities

Financial liabilities are measured initially at fair value. Transaction costs which are directly related to the financial liabilities are added to the fair value.

The effective interest method calculates the amortized cost of a financial liabilities and of allocating interest expense over the relevant period. The effective interest rate discounts the estimated future cash payments through the expected life of the financial liabilities, or, where appropriate, a shorter period.

Financial liabilities are classified as equity instruments and other financial liabilities.

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Equity instruments

Financial liabilities related to non-controlling share put options are reflected in the financial statements in conformity with their discounted value of them own redemption plan. The discounted value of the financial liabilities which is the subject of the put option is estimated to be the fair value of the financial asset.

Other financial liabilities

Other financial liabilities are subsequently measured at amortized cost using the effective interest method plus the interest expense recognized on an effective yield basis

Trade Payables

Trade payables are payments to be made arising from the purchase of goods and services from suppliers within the ordinary course of business. Trade payables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method.

The Effects of Exchange Rates

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 and losses are reflected to the financial statements.

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 the Group and taking position according to approved limits.

Earnings per Share / (Loss)

The amount of gain / loss per share is calculated by dividing the period gain/ loss of the Group with weighted average share unit in the period.

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.

Investments Subject to Equity Pick-up Method

Equities valued with equity pick-up method are carried at their initial acquisition cost. This amount is accounted by equity pick-up method by restating subject to Group accounting policies calculating the share of Group from the net assets.

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Employee Benefits / Severance Pay

Provision for Severance Pay

Under Turkish Labor Law, the 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. As of 30 June 2026, such payments are calculated on the basis of 30 days’ pay limited to a maximum of TRY 64.949 (31 December 2025: TRY 53.920) per year of employment at the rate of pay applicable at the date of retirement.

Group used “Projection Method” to calculate the termination benefits and the duration to be completed based on the past experience and discounted with rate of Treasury bond at balance sheet date. The calculated profits and losses are reflected in income statements.

The ratios of the basic assumptions used on the balance sheet date are as follows:

	30.06.2026	31.12.2025
Discount rate	3,46%	3,63%

Social Insurance Premium

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

An obligation is recorded regarding to vacation payments earned by the employees as a result of their past services. In case of termination of employment, the Group is obliged to pay an amount equal to the amount found by multiplying the daily gross wage on the date of termination of the employment contract and the sum of other contractual benefits with the number of earned but unused vacation days. In this context, the Group records the provision for unused vacation as a long-term benefit obligation provided to employees.

Vacation provision is a short-term employee benefit obligation, measured without discount and expensed in profit or loss as the related service is performed.

Taxes

Taxes on income for the period comprise current tax and the change in the deferred taxes. The charge for current tax is based on the results for the period as adjusted for items which are non-assessable or disallowed. It is calculated using tax rates enacted by the balance sheet date. Deferred tax is accounted for using the “liabilities” method in respect of temporary differences arising from differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax basis used in the computation of taxable (statutory) profit. Deferred tax is accounted by temporary differences between the values of assets and liabilities in financial statements using “liabilities method” and the values of financial statements for the legal purpose. Deferred tax assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction which affects neither the tax profit nor the accounting profit. Net deferred tax assets created from term differences deducted in proportion as tax allowances in conditions of there is no certain information for the coming periods.

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Provisions, Conditional Liabilities and Conditional Assets

Provisions

Provisions are recognized when there is a present obligation (legal or constructive) as a result of a past event. 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.

Conditional liabilities and conditional 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 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.

Derivative Financial Instruments and Instruments to Protect from Risk

The Group’s derivative financial instruments consist of foreign currency forward contracts.

At the end of valuation, the derived financial instruments which are appreciated with the reasonable value and associated with income statement will be reflected as a result of valuation to the income sheet.

It has been calculated with comparison of the revalued gains and losses in the forward purchase and sale agreements of foreign currency with the foreign exchange spot rate as of balance sheet date and the revalued original amount calculated with linear method with valid foreign exchange spot rate as of starting date of agreements. Amounts related with income statement have been classified as income/ expense accruals under other receivables and other payables in the balance sheet.

Statement of Cash Flow

The Group prepares statements of cash flows as an integral part of its of financial statements to enable financial statement analysis about the change in its net assets, financial structure and the ability to direct cash flow amounts and timing according to evolving conditions. Cash flows include those from operating activities, working capital, investing activities and financing activities.

Cash flows from operating activities represent the cash flows generated from the Group’s activities. The Group has preferred to present the cash inflows and outflows from operating activities in the financial statements in indirect way.

Cash flows related to investing activities represent the cash flows that are used in or provided from the investing activities of the Group (fixed investments and financial investments).

Cash flows arising from financing activities represent the cash proceeds from the financing activities of the Group and the repayments of these funds.

Subsequent Events

Although subsequent events arise after the explanation of the financial information to the public or any announcement related to profitability, it encloses all the events with balance sheet date and authorization date for the diffusion of the balance sheet. Group adjusts the amounts in the financial statements if there exists any events necessitates adjustment.

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Related Parties

In the presence of one of the following criteria, parties are considered as related to the Group:

- (a) Directly, or indirectly through one or more intermediaries, the parties:
 - (i) Controls, is controlled by, or is under common control with, the Group (this includes parents, subsidiaries and fellow subsidiaries);
 - (ii) Has an interest in Group that gives it significant influence over the Group; or
 - (iii) Has joint control over the Group;
- (b) The parties is an associate of the Group,
- (c) The parties is a joint venture, in which the Group is a venture,
- (d) The parties is member of the key management personnel of the Group or its parent,
- (e) The parties is a close member of the family of any individual referred to in (a) or (d);
- (f) The parties is an entity that is controlled, jointly controlled or significantly influenced by, or for which significant voting power in such entity resides with, directly or indirectly, any individual referred to
- (g) The parties has a defined benefit plan for the employees of the Group or a related parties of the Group.

Transactions with related parties are transfer of resources or obligations between related parties, regardless of whether a price is charged. Group interacts with its related parties within the frame of ordinary business activities (Note 6).

Details of related parties are as follows:

Akça Holding A.Ş. “Akça Holding”

Akça Holding A.Ş. was established in 1994 in İzmir. The Company's field of activity is to provide financial support to group companies.

Osman Akça Tarım Ürünleri İthalat İhracat Sanayi ve Ticaret A.Ş. “Osman Akça Tarım Ürünleri”

Osman Akça Tarım Ürünleri İthalat ve İhracat San. ve Tic. A.Ş. was established on 25 July 1985. Head quarter of The Company is in İzmir. The Company's field of activity is agricultural products and dried fruit processing

Ak-San Sigorta ve Aracılık Hizmetleri Ltd. Şti. “Aksan Sigorta”

Ak-San Sigorta Aracılık Hizmetleri Ltd. Şti. was established on 13 March 1997. Head quarter of the Company is in İzmir. The Company's field of activity is insurance brokerage services.

Related parties that do not have any significant activity with the Group are as follows:

Aktur Araç Muayene İstasyonları İşletmeciliği A.Ş.

Aktur İzmir Gayrimenkul A.Ş.

Government Incentive and Grants

Government incentives, including non-monetary grants at fair value are included in the consolidated financial statements only if there is reasonable assurance that the Group will fulfill all required conditions and acquire the incentive. A forgivable loan from the government is treated as a government grant when it is probable that the entity will meet the terms for forgiveness of the loan.

The Group has an income from insurance premium employer share incentive based on the Labor Law numbered 4857 and Social Insurance and General Health Insurance Law numbered 5510 This incentive granted by government is not collected in cash but deducted from the accrued insurance premiums by treasury. The mentioned incentive income was off set against cost of goods sold in the financial statements.

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2.g. Significant Accounting Estimates and Assumptions

The preparation of consolidated financial statements requires estimates and assumptions to be made regarding the amounts for the assets and liabilities at the balance sheet date, and explanations for the contingent assets and liabilities as well as the amounts of income and expenses realized in the reporting period. The Group makes estimates and assumptions concerning the future. The accounting estimates and assumptions, by definition, may not be equal to the related actual results. The estimates and assumptions that may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial period are addressed below:

Deferred tax

The Group recognises deferred tax assets and liabilities for temporary timing differences arising from the discrepancies between its financial statements for tax purposes and those prepared in accordance with TFRS. The Group has deferred tax assets comprising unused tax losses that may be set off against future profits and other deductible temporary differences. The amount of deferred tax assets that is recoverable, either in part or in full, has been estimated under current conditions. During the assessment, consideration was given to projections of future profits, losses incurred in current periods, the expiry dates of unused losses and other tax assets, and tax planning strategies that may be utilised where appropriate.

Provision for severance pay

The present value of the retirement pay liabilities is determined on an actuarial basis using certain assumptions. These assumptions are used in determining the net expense of the termination compensation liabilities and include the rate of reduction. Any change in the underlying assumptions affect the recorded value of the termination indemnity obligation. Actuarial losses and gains are recognized in the statement of comprehensive income in the period in which they are incurred.

The group determines the appropriate reduction rate at the end of each year. This rate is used to calculate the present value of estimated future cash outflows necessary to meet the retirement benefit obligations.

Deferred financing income / expense:

The calculation of the amortized cost of trade receivables and payables by using the effective interest method is based on the expected collection and payment dates of the receivables and payables.

Useful lives:

Tangible and intangible assets are amortized and depreciated on useful lives.

Provisions for litigation:

When setting aside the provision for legal claims the probability of losing the related case and the results to expect to be suffered in the event that the legal counsel of the Group and management of the Group make their best estimates to calculate the provision.

Investment property impairment:

The Group makes a comparison with the valuation report issued by the licensed real estate valuation company at Capital Market Board when evaluating as to whether any indication that there is a decrease in the value of the investment properties.

Distinction of tangible assets and Investment properties:

The Group has classified the properties which it owns and rented as investment properties.

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Fair value measurements of land and buildings

While the fair values of land and buildings have been determined within the scope of TAS 16, real estate valuation reports prepared by Tskb Gayrimenkul Değerleme Anonim Şirketi accredited by the Capital Markets Board were used (Note 17).

Fair value measurements of property, plant and equipment

While the fair values of machinery, plant and equipments have been determined within the scope of TAS 16, real estate valuation reports prepared by Tskb Gayrimenkul Değerleme Anonim Şirketi accredited by the Capital Markets Board were used (Note 17).

The estimates used are shown in the relevant accounting policies or footnotes.

2.h. Segment Reporting

The Group comprises five operating segments, which are used by management to evaluate performance and to allocate resources. These segments are: Textile Operations (Menderes Tekstil), Agricultural Operations (Menderes Tekstil and Smyrna), Energy Sector Operations (Menderes Tekstil), Real Estate Sector Operations (Menderes Tekstil), and Retail Sector Operations (Akça Saraylı). These segments are managed separately as they are affected by different economic conditions and have different risk and return profiles. Group Management has determined that the review of the financial results prepared in accordance with TFRS is the method used to assess the performance of the segments (Note 3).

Operating segments are reported in a manner consistent with the reporting provided to the Group’s chief operating decision-maker. The Group’s chief operating decision-maker is responsible for allocating resources and assessing performance of the operating segments.

For an operating segment to be identified as a reportable segment, its reported revenue, including both sales to external customers and intersegment sales or transfers, is 10% or more of the combined revenue, internal and external, of all operating segments; the absolute amount of its profit or loss is 10% or more of the combined profit or loss or its assets are 10% or more of the combined assets of all operating segments.

Operating segments that do not meet any of the quantitative thresholds may be considered reportable, and separately disclosed, if the management believes that information about the segment would be useful to users of the financial statements.

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2.i. Accounting for Business Combinations Under Common Control

In accordance with the Guideline issued by the Public Oversight, Accounting and Auditing Standards Authority (POA) and published in the Official Gazette dated 17 October 2018, regarding “Accounting for Business Combinations Under Common Control,” the following accounting principles have been mandated to be applied in line with the hierarchy set out in the relevant paragraphs, in order to eliminate differences observed in accounting policies in practice.

Goodwill should not be recognized in the financial statements, as business combinations under common control are accounted for using the pooling of interests method.

- When applying the pooling of interests method, the financial statements should be restated as if the merger had occurred at the beginning of the reporting period in which common control was established, and presented on a comparative basis starting from the beginning of that reporting period.
- Since it would be appropriate to look at the reflection of business combinations subject to joint control in the financial statements from the perspective of the parent company, the financial statements should be rearranged in accordance with the provisions of the TAS, including merger accounting, as if the financial statements were prepared in accordance with the TAS on and after the date when the company controlling the group in the consolidation transaction takes control of the companies under common control
- In order to eliminate any potential mismatch between assets and liabilities arising from the business combination under common control, a balancing account under equity titled “Effect of Business Combinations Involving Entities Under Common Control” should be used.

This Guideline shall enter into force on its publication date and shall be effective for annual reporting periods beginning on or after 1 January 2018. Entities that have applied accounting treatments different from the specified principles are required to consider the adoption of these accounting principles as a change in accounting policy, make the necessary adjustments starting from their first annual financial statements, and, if subject to interim reporting, disclose relevant information in the notes to the interim financial statements.

Menderes, On 18 June 2025, acquired 100% of the shares of Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti. (“Akça Saraylı”), a company within the Akça Group, from Dilek Göksan, Rıza Akça, Ahmet Bilge Göksan, and Akça Holding A.Ş. for a total consideration of TRY 10.920. The transaction was registered on 25 June 2025 and was published in the Turkish Trade Registry Gazette.

The Company accounted for the acquisition in accordance with the Guideline (2018-1) titled “Accounting for Business Combinations Under Common Control,” issued by the Public Oversight, Accounting and Auditing Standards Authority (POA), using the pooling of interests method. The consolidated financial statements were restated as if the acquisition had occurred at the beginning of the reporting period in which common control was established, and were presented on a comparative basis from the beginning of that period. As a result of this transaction, no goodwill or negative goodwill was recognized. The difference arising from the offsetting of the investment amount with the corresponding share in the equity of the acquired entity was directly recognized under equity as “Effect of Business Combinations Involving Entities Under Common Control.”

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	30 June 2025 Net Book Value
Net Assets Acquired	
Total Current Assets	131.379.178
Total Non-Current Assets	87.573.366
Current Liabilities	196.547.331
Non-Current Liabilities	40.362.274
Paid in Capital	27.300.000
Inflation Adjustments of Shareholders’ Equity	152.579.103
Restricted Reserves	1.045.503
The movement schedule for gains/(losses)	(77.371)
Retained Earnings/ Losses	(149.072.988)
Net Profit/(Loss) of the Period	(49.731.309)
Total Net Assets	(17.957.062)
Percentage of Ownership Acquired (Direct and Indirect Total)	100,00%
Net Assets Obtained	(17.957.062)
Acquisition Cost (*)	(14.426)
Acquisition Cost (*)	(14.426)
Effect of Business Combinations Involving Entities Under Common Control	(17.971.488)

Menderes, On 18 June 2025, acquired 100% of the shares of Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti. (“Akça Saraylı”), a company within the Akça Group, from Dilek Göksan, Rıza Akça, Ahmet Bilge Göksan, and Akça Holding A.Ş. for a total consideration of TRY 10.920. The transaction was registered on 25 June 2025 and was published in the Turkish Trade Registry Gazette.

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NOTE 3 – SEGMENT REPORTING

30 June 2026	Textile Sector	Agricultural Sector	Energy Sector	Real Estate Sector	Retail Sector	Elimination	Total
Revenue	1.442.406.775	2.271.899.097	489.954.573	-	88.722.806	(24.531.011)	4.268.452.240
Cost of Sales (-)	(1.663.657.184)	(2.504.750.507)	(304.162.206)	-	(52.553.277)	34.098.423	(4.491.024.751)
GROSS PROFIT/LOSS	(221.250.409)	(232.851.410)	185.792.367	-	36.169.529	9.567.412	(222.572.511)
General Administrative Expenses (-)	(129.012.015)	(20.486.173)	(18.804.600)	-	(28.423.225)	2.786.691	(193.939.322)
Marketing Expenses (-)	(131.511.630)	(44.653.258)	-	-	(35.398.111)	1.149.545	(210.413.454)
Research and Development Expenses (-)	(31.506.195)	-	-	-	-	-	(31.506.195)
Other Operating Income	154.711.631	141.806.752	5.366.447	-	6.356.700	(13.503.648)	294.737.882
Other Operating Expenses (-)	(102.118.740)	(23.287.231)	-	-	(1.256.995)	-	(126.662.966)
OPERATING PROFIT/LOSS	(460.687.358)	(179.471.320)	172.354.214	-	(22.552.102)	-	(490.356.566)
Income from Investing Activities	5.038.406	(530.600)	-	35.759.915	-	-	40.267.721
Expense from Investing Activities (-)	(10.801)	(811.909)	-	(4.086.847)	-	-	(4.909.557)
Shares of Profit/(Loss) from Investments Valued by Equity Pick-up Method	(6.448.436)	-	-	-	-	-	(6.448.436)
OPERATING PROFIT/LOSS BEFORE FINANCING EXPENSES	(462.108.189)	(180.813.829)	172.354.214	31.673.068	(22.552.102)	-	(461.446.838)
Financial Income (+)	509.554.120	54.319.328	-	-	10.421.677	(35.019.559)	539.275.566
Financial Expenses (-)	(255.066.899)	(19.578.053)	(113.396.577)	-	(7.191.147)	35.019.559	(360.213.117)
Gains /(Losses) on Net Monetary Position	(1.706.215.401)	660.488.544	894.113.258	306.558.173	2.559.963	-	157.504.537
OPERATING ACTIVITY PROFIT/(LOSS) BEFORE TAXATION	(1.913.836.369)	514.415.990	953.070.895	338.231.241	(16.761.609)	-	(124.879.852)
Operating Activity Tax Income / (Expense)							
- Deferred Tax Income/Expense	146.485.982	(15.791.794)	-	-	26.911.942	-	157.606.130
PROFIT/LOSS) FOR THE PERIOD	(1.767.350.387)	498.624.196	953.070.895	338.231.241	10.150.333	-	32.726.278

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30 June 2026	Textile Sector	Agricultural Sector	Energy Sector	Real Estate Sector	Retail Sector	Elimination	Total
Total Assets	14.819.226.238	3.076.988.854	5.656.944.103	2.034.531.506	190.918.430	(589.925.801)	25.188.683.330
Total Liabilities	5.670.050.786	516.905.210	1.370.462.770	1.490.311	58.083.841	(201.999.018)	7.414.993.900
Assets by Segments							
Investment Properties	181.065.706	-	-	2.032.683.174	-	-	2.213.748.880
Tangible Fixed Assets (Net Book Value) Total	6.914.313.625	826.082.567	5.656.944.103	-	13.139.541	-	13.410.479.836
Total Right-of-Use Assets (Net Book Value)	-	-	-	-	49.438.562	-	49.438.562
Intangible Fixed Assets (Net Book Value) Total	254.539.534	9.670	-	-	3.837.432	-	258.386.636
Purchases of Tangible and Intangible Assets	28.954.826	1.532.114	17.192.449	-	247.873	-	47.927.262
Depreciation expenses	186.541.046	20.346.612	130.243.636	-	17.948.571	-	355.079.865
Detail of the Group's foreign currency assets and liabilities by segments							
Total Assets	1.667.202.275	24.894.712	-	-	-	-	1.692.096.987
Total Liabilities	2.139.017.051	149.358.888	1.370.462.770	-	-	-	3.658.838.709
Net Assets / (Liabilities) Position of Derivative Instruments Denominated in Foreign Currency Outside the Balance Sheet							
	139.724.100	-	-	-	-	-	139.724.100
Net Foreign Currency Asset/ Liabilities	(332.090.676)	(124.464.176)	(1.370.462.770)	-	-	-	(1.827.017.622)
Detail of the Group's financial liabilities by division in currency							
Financial Payables	2.356.553.638	249.895.008	1.370.462.770	-	27.240.226	-	4.004.151.642
- USD	941.770.092	-	137.958.545	-	-	-	1.079.728.637
- EUR	821.704.937	148.591.036	1.232.504.225	-	-	-	2.202.800.198
- TRY	593.078.609	101.303.972	-	-	27.240.226	-	721.622.807
Export	979.610.528	483.771.662	-	-	-	-	1.463.382.190
Import	332.032.415	-	-	-	-	-	332.032.415
Total Debt	5.670.050.786	516.905.210	1.370.462.770	1.490.311	58.083.841	(201.999.018)	7.414.993.900
Cash and Cash Equivalents	(3.073.605.229)	(427.258)	-	-	(5.647.356)	-	(3.079.679.843)
Net Debt	2.596.445.557	516.477.952	1.370.462.770	1.490.311	52.436.485	(201.999.018)	4.335.314.057
Total Equity	17.315.810.188	712.971.436	--	--	132.834.589	(387.926.783)	17.773.689.430
Total Capital	19.912.255.745	1.229.449.388	1.370.462.770	1.490.311	185.271.074	(589.925.801)	22.109.003.487
Net Debt/Total Capital Ratio	13,04%	42,01%			28,30%		19,61%

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30 June 2025	Textile Sector	Agricultural Sector	Energy Sector	Real Estate Sector	Retail Sector	Elimination	Total
Revenue	2.231.510.354	2.275.267.036	585.690.165	-	100.834.514	(69.017.374)	5.124.284.695
Cost of Sales (-)	(2.082.731.051)	(2.366.626.399)	(420.570.467)	-	(79.359.567)	81.672.771	(4.867.614.713)
GROSS PROFIT/LOSS	148.779.303	(91.359.363)	165.119.698	-	21.474.947	12.655.397	256.669.982
General Administrative Expenses (-)	(171.958.327)	(21.990.805)	(16.383.316)	-	(27.694.590)	525.535	(237.501.503)
Marketing Expenses (-)	(138.462.971)	(53.750.500)	-	-	(29.759.203)	922.537	(221.050.137)
Research and Development Expenses (-)	(26.510.948)	-	-	-	-	-	(26.510.948)
Other Operating Income	181.436.820	265.740.012	7.008.641	-	2.348.310	(48.362.844)	408.170.939
Other Operating Expenses (-)	(117.396.537)	(23.610.181)	(367.500)	-	(36.580.453)	24.768	(177.929.903)
OPERATING PROFIT/LOSS	(124.112.660)	75.029.163	155.377.523	-	(70.210.989)	(34.234.607)	1.848.430
Income from Investing Activities	7.910.768	199.824	-	39.721.314	-	-	47.831.906
Expense from Investing Activities (-)	(3.814.065)	-	-	(2.601.753)	(3.534.188)	-	(9.950.006)
Shares of Profit/(Loss) from Investments Valued by Equity Pick-up Method	(4.130.583)	-	-	-	-	-	(4.130.583)
OPERATING PROFIT/LOSS BEFORE FINANCING EXPENSES	(124.146.540)	75.228.987	155.377.523	37.119.561	(73.745.177)	(34.234.607)	35.599.747
Financial Income (+)	347.466.776	12.995.398	-	-	-	(30.221.150)	330.241.024
Financial Expenses (-)	(526.505.236)	(35.962.868)	(482.614.536)	-	(2.889.358)	64.455.757	(983.516.241)
Gains /(Losses) on Net Monetary Position	(1.409.755.084)	543.847.580	978.040.041	288.333.789	26.955.824	-	427.422.150
OPERATING ACTIVITY PROFIT/(LOSS) BEFORE TAXATION	(1.712.940.084)	596.109.097	650.803.028	325.453.350	(49.678.711)	-	(190.253.320)
Operating Activity Tax Income / (Expense)							
- Deferred Tax Income/Expense	12.276.473	20.780.168	-	-	(52.598)	-	33.004.043
PROFIT/LOSS) FOR THE PERIOD	(1.700.663.611)	616.889.265	650.803.028	325.453.350	(49.731.309)	-	(157.249.277)

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31 December 2025	Textile Sector	Agricultural Sector	Energy Sector	Real Estate Sector	Retail Sector	Elimination	Total
Total Assets	13.324.734.796	4.536.361.485	5.769.995.290	2.032.757.107	296.568.509	(319.833.851)	25.640.583.336
Total Liabilities	5.115.272.413	803.509.141	1.739.424.408	720.545	173.891.284	68.092.932	7.900.910.723
Assets by Segments							
Investment Properties	181.065.707	-	-	2.032.683.173	-	-	2.213.748.880
Tangible Fixed Assets (Net Book Value) Total	7.058.747.846	851.732.032	5.769.955.098	-	17.462.986	-	13.697.897.962
Total Right-of-Use Assets (Net Book Value)	-	-	-	-	-	58.855.394	58.855.394
Intangible Fixed Assets (Net Book Value) Total	269.149.469	26.916	40.193	-	4.654.186	-	273.870.764
Purchases of Tangible and Intangible Assets	204.047.816	17.165.661	49.737.617	-	9.918.293	-	280.869.387
Investment Properties	2.201.300	-	-	-	-	-	2.201.300
Depreciation expenses	586.912.840	103.106.912	480.108.367	-	9.663.746	-	1.179.791.865
Detail of the Group's foreign currency assets and liabilities by segments							
Total Assets	1.701.573.238	70.878.256	-	-	-	-	1.772.451.494
Total Liabilities	1.737.965.523	227.110.380	1.739.424.408	-	-	-	3.704.500.311
Net Assets / (Liabilities) Position of Off-Balance Sheet							
Foreign Currency Derivative Instruments	138.751.404	-	-	-	-	-	138.751.404
Net Foreign Currency Assets/ Liabilities	102.359.118	(156.232.122)	(1.739.424.408)	-	-	-	(1.793.297.412)
Detail of the Group's financial liabilities by division in currency							
Financial Payables	1.772.603.674	343.585.597	1.739.424.408	-	36.051.428	-	3.891.665.107
- USD	255.010.680	-	194.704.023	-	-	-	449.714.703
- EUR	1.061.534.840	224.813.141	1.544.720.385	-	-	-	2.831.068.366
- TRY	456.058.154	118.772.456	-	-	36.051.428	-	610.882.038
Export	3.501.255.221	522.842.684	-	-	-	-	4.024.097.905
Import	1.150.917.966	3.527.892	-	-	-	-	1.154.445.858
Total Debt	5.115.272.413	803.509.141	1.739.424.408	720.545	173.891.284	68.092.932	7.900.910.723
Cash and Cash Equivalents	(1.819.860.741)	(763.568)	-	-	(35.346.282)	-	(1.855.970.591)
Net Debt	3.295.411.672	802.745.573	1.739.424.408	720.545	138.545.002	68.092.932	6.044.940.132
Total Equity	17.355.858.675	649.063.498	-	-	122.677.224	(387.926.784)	17.739.672.613
Total Capital	20.651.270.347	1.451.809.071	1.739.424.408	720.545	261.222.226	(319.833.852)	23.784.612.745
Net Debt/Total Capital Ratio	15,96%	55,29%					25,42%

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Information On the Geographical Region

On a country basis distribution of revenue obtained from the Group’s textile sector export activities are as follows:

Region	01.01.- 30.06.2026	01.01.- 30.06.2025
Germany	47%	54%
Italy	22%	23%
France	9%	5%
USA	7%	2%
Netherlands	6%	5%
Switzerland	2%	1%
China	2%	0%
Austria	1%	0%
Spain	1%	1%
Other	3%	9%
	100%	100%

Information About Major Clients

The sales activities of the Group are determined according to fluctuations in the domestic and overseas markets and competition conditions. It is taken care of to not to concentrate on a specific sector, country, person and Group in terms of dissolving risks. Even so, as of 30 June 2026 the share of the largest buyer in the revenue from textile sector operations is 41,05% (30 June 2025: 54,79%). The customer mentioned is a major international supplier and the commercial relation between the customer and the Group has been maintained for many years.

The share of the largest buyers in the revenue from agriculture sector operations is 74,44%. (30 June 2025: 80,43%). The sales of dried fruits (raisin, fig and apricot) from Group to Osman Akça Tarım Ürünleri İthalat İhracat Sanayi ve Ticaret A.Ş. are made in accordance with the "Sales Agreement" signed between the Group and Osman Akça Tarım Ürünleri İthalat İhracat Sanayi ve Ticaret A.Ş. is the exporter and sub contractor of Group for dried fruits.

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
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NOTE 4 – CASH AND CASH EQUIVALENTS

As of 30 June 2026 and 31 December 2025 the details of cash and cash equivalents are as follows:

	30.06.2026	31.12.2025
Cash	802.830	644.864
Banks	81.082.829	319.921.193
<i>Demand deposits</i>	<i>81.070.469</i>	<i>319.908.357</i>
<i>Time deposits</i>	<i>12.360</i>	<i>12.836</i>
Other liquid assets	2.997.794.184	1.535.404.534
	3.079.679.843	1.855.970.591

As of 30 June 2026 and 31 December 2025 maturity schedule of time deposits in the cash and cash equivalents are as follows:

	30.06.2026	31.12.2025
Within 1 month	12.360	12.836
	12.360	12.836

As of 30 June 2026 there is no deposit pledge on the Group's bank deposits (31 December 2025: None).

NOTE 5 - FINANCIAL INVESTMENTS

Long Term Financial Investments

	30.06.2026	31.12.2025
Maxis Girişim Sermayesi Portföy Yönetimi A.Ş.		
Maxis Ventures Girişim Sermayesi Yatırım Fonu	2.556.272	2.821.311
Ünlü Portföy Yönetimi Anonim Şirketi		
AR-GE Girişim Sermayesi Yatırım Fonu	5.957.047	6.218.320
	8.513.319	9.039.631

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NOTE 6 – RELATED PARTIES TRANSACTIONS

i) Due from / to related parties:

a) Trade receivables from related parties (Note 7):

	30.06.2026	31.12.2025
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	1.129.373.885	1.079.513.411
Rediscont	(7.607.510)	(8.025.733)
	1.121.766.375	1.071.487.678

b) Trade payables to related parties (Note 7):

	30.06.2026	31.12.2025
Ak-San Sigorta Aracılık Hizmetleri Ltd. Şti.	10.093.879	11.951.514
Rediscont	(204.259)	(491.244)
	9.889.620	11.460.270

c) Non-trade receivables from related parties (Note 9)

	30.06.2026	31.12.2025
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	2.341.974	29.892.231
	2.341.974	29.892.231

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ii) Major sales to related parties and major purchases from related parties:

a) Sales to related parties:

	01.01.- 30.06.2026	01.01.- 30.06.2025
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	1.701.209.428	1.872.663.713
Aktur Araç Muayene İstasyonları İşletmeciliği A.Ş.	-	8.228
Akça Holding A.Ş.	-	24.725.155
	1.701.209.428	1.897.397.096

b) Purchases from related parties:

	01.01.- 30.06.2026	01.01.- 30.06.2025
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	386.415.942	391.737.212
Aktur Araç Muayene İstasyonları İşletmeciliği A.Ş.	15.599	12.165
	386.431.541	391.749.377

iii) Other income and expenses resulting from transactions with related parties:

a) Benefits provided to senior management (Member of the board of directors, general manager and deputy general manager), gross:

	01.01.- 30.06.2026	01.01.- 30.06.2025
Benefits provided to senior management	18.143.936	13.160.199
	18.143.936	13.160.199

b) Service expenses paid to related parties:

	01.01.- 30.06.2026	01.01.- 30.06.2025
Akça Holding A.Ş.	3.397.937	2.467.018
Ak-San Sigorta Aracılık Hizmetleri Ltd. Şti.	7.244.171	8.214.270
	10.642.108	10.681.288

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c) Rent income from related parties:

	01.01.- 30.06.2026	01.01.- 30.06.2025
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	683.639	784.727
Akça Holding A.Ş.	582.039	568.172
	1.265.678	1.352.899

d) Service income from related parties:

	01.01.- 30.06.2026	01.01.- 30.06.2025
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	4.891.799	216.502
Akça Holding A.Ş.	2.118.958	22.995
	7.010.757	239.497

e) Foreign exchange income from related parties:

	01.01.- 30.06.2026	01.01.- 30.06.2025
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	67.875.067	158.144.694
	67.875.067	158.144.694

f) Maturity difference received from related parties:

	01.01.- 30.06.2026	01.01.- 30.06.2025
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	14.204.732	19.604.714
	14.204.732	19.604.714

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g) Interest income from related parties:

	01.01.- 30.06.2026	01.01.- 30.06.2025
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	9.136.932	2.933.704
	9.136.932	2.933.704

h) Rent expenses paid to related parties:

	01.01.- 30.06.2026	01.01.- 30.06.2025
Osman Akça Tarım Ürünleri İthalat İhracat San. ve Tic. A.Ş.	1.195.983	1.475.809
	1.195.983	1.475.809

i) Interest expense due from related parties:

	01.01.- 30.06.2026	01.01.- 30.06.2025
Osman Akça Tarım Ürünleri İthalat İhracat San. ve Tic. A.Ş.	180.892	2.786.694
	180.892	2.786.694

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
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NOTE 7 – TRADE RECEIVABLES AND TRADE PAYABLES

Short Term Trade Receivables

	30.06.2026	31.12.2025
Trade receivables	561.218.732	833.666.031
Cheques and notes	41.860.518	33.609.890
Unearned interest on trade receivables	(19.066.599)	(23.051.935)
Doubtful trade receivables	14.981.999	17.618.651
Provision for doubtful receivables (-)	(14.981.999)	(17.618.651)
Revenue accruals	72.086.668	87.805.853
Trade Receivables from Unrelated Parties	656.099.319	932.029.839
Trade receivables from related parties	1.129.373.885	1.079.513.411
Unearned interests on related parties receivables	(7.607.510)	(8.025.733)
Trade Receivables from Related Parties	1.121.766.375	1.071.487.678
Total Short-Term Trade Receivables	1.777.865.694	2.003.517.517

As of 30 June 2026 the average maturity of trade receivables are 80 days (31 December 2025: 75 days).

Maturity schedule of notes receivables as of 30 June 2026 and 31 December 2025 are as follows:

	30.06.2026	31.12.2025
1-30 days	10.778.735	7.754.490
31-60 days	7.479.630	9.049.382
61-90 days	5.328.735	6.062.782
91-120 days	8.544.358	3.415.037
121-150 days	9.729.060	4.121.597
151-180 days	-	3.206.602
	41.860.518	33.609.890

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As of 30 June 2026 and 31 December 2025 provision for doubtful receivables movement schedule is as follows:

	30.06.2026	31.12.2025
Opening balance	17.618.651	10.921.180
Provisions made during the period	20.497	9.275.013
Monetary gain / (loss)	(2.657.149)	(2.577.542)
Closing Balance	14.981.999	17.618.651

Short Term Trade Payables

	30.06.2026	31.12.2025
Trade payables	827.188.618	1.190.362.597
Notes payables	92.341.019	66.420.657
Unearned interests on payables	(60.819.338)	(44.716.239)
Expense accruals	61.483.675	116.837.439
Trade Payables from Unrelated Parties	920.193.974	1.328.904.454
Trade payables to related parties	10.093.879	11.951.514
Unearned interests on payables to related parties	(204.259)	(491.244)
Trade Payables to Related Parties	9.889.620	11.460.270
Total Short Term Trade Payables	930.083.594	1.340.364.724

As of 30 June 2026, the average maturity of trade payables are 45 days (31 December 2025: 49 days)

As of 30 June 2026, The Group has letter of credits amounting to USD 8.165.929 (TRY 381.010.822) in trade payables (Note 20).

As of 30 June 2026 and 31 December 2025 maturity breakdown of notes payables are as follows:

	30.06.2026	31.12.2025
1 – 30 days	52.939.560	31.530.275
31 – 60 days	21.529.734	18.817.129
61 – 90 days	12.346.588	12.773.593
91 – 120 days	2.844.795	2.802.242
121 – 150 days	2.680.342	497.418
	92.341.019	66.420.657

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NOTE 8 – FINANCIAL BORROWINGS

	30.06.2026	31.12.2025
Short Term Borrowings:		
TRY borrowings	693.502.802	561.541.619
USD borrowings	831.487.213	255.010.679
EUR borrowings	406.732.896	673.357.184
Direct debit system and credit card liabilities (TRY)	1.229.018	1.230.960
Short Term Financial Borrowings	1.932.951.929	1.491.140.442
Liabilities from Operating Lease Transactions:		
Liabilities from Operating Leases, Net	12.911.508	14.105.080
Bank Borrowings:		
TRY borrowings	-	12.647.292
USD borrowings	100.989.437	97.489.528
EUR borrowings	525.934.002	487.368.880
Current Installments of Long-Term Borrowings	639.834.947	611.610.780
Liabilities from Operating Lease Transactions:		
Liabilities from Operating Leases, Net	13.979.479	21.357.087
Long Term Bank Borrowings:		
USD borrowings	147.251.987	97.214.496
EUR borrowings	1.270.133.300	1.670.342.302
Long Term Financial Borrowings	1.431.364.766	1.788.913.885
Total Financial Liabilities	4.004.151.642	3.891.665.107

As of 30 June 2026 and 31 December 2025 maturity analysis of borrowings and other financial borrowings are as follows:

	30.06.2026	31.12.2025
Within 3 months	673.231.506	140.080.944
Between 3 - 12 months	1.886.643.862	1.948.565.198
Between 1 - 5 years	1.175.074.804	1.443.323.629
More than 5 years	242.310.483	324.233.169
	3.977.260.655	3.856.202.940

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As of 30 June 2026 and 31 December 2025 maturity schedule of long term bank borrowings are as follows:

	30.06.2026	31.12.2025
Between 1-2 years	27.638.429	29.878.215
Between 2-3 years	444.914.230	585.458.094
Between 3-4 years	209.611.281	253.994.554
Between 4-5 years	167.993.036	152.138.686
Between 5-6 years	324.917.830	421.854.107
Between 6-7 years	242.310.481	324.233.142
	1.417.385.287	1.767.556.798

As of 30 June 2026 effective interest rates for TRY, USD and EUR bank loans are 18,17%,7,01% and 4,23% (31 December 2025: TRY 17,75% USD 7,41% and EUR 4,41%)

The Group has guaranteed by its shareholders and related companies in lending.

Total amount of mortgage on lands and buildings for fixed assets of the Group given to financial institutions is USD 64.750.000 (TRY 3.021.144.350), EUR 25.000.000 (TRY 1.329.557.500) and TRY 3.140.000.000.

As of 30 June 2026 and 31 December 2025 the details of financial leasing borrowings of Group are as follows:

NOTE 9 – OTHER RECEIVABLES AND PAYABLES

Other Current Receivables

	30.06.2026	31.12.2025
Deposit and guarantees given	304.569	301.825
VAT and corporate tax refund receivables	16.509.290	19.170.932
Other receivables	58.508	98.339
Other Receivables from Unrelated Parties	16.872.367	19.571.096
Receivables from shareholders	2.341.974	29.892.231
Other Receivables from Related Parties	2.341.974	29.892.231
Total Other Current Receivables	19.214.341	49.463.327

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Other Non-Current Receivables

	30.06.2026	31.12.2025
Deposits and guarantees given	1.071.029	838.180
	1.071.029	838.180

Other Current Payables

	30.06.2026	31.12.2025
Deposit and guarantees received	11.073.447	11.815.364
Taxes and funds payable	17.735.219	17.544.881
Other Payables and Liabilities	798.627	-
Total Other Current Liabilities	29.607.293	29.360.245

NOTE 10 – DERIVATIVE INSTRUMENTS

The valuation of derivative transactions conducted by the Group to manage its currency risks is based on market prices for transactions that have not yet matured as of the valuation date, and their fair values are presented as assets or liabilities in the statement of financial position.

	30 June 2026		31 December 2025	
Short-Term Derivative Instruments	Contract Amount	Fair Value Assets / (Liabilities)	Contract Amount	Fair Value Assets / (Liabilities)
<i>Accounted for trading purposes:</i>				
Forward foreign currency transactions	160.173.500	20.449.400	138.654.250	24.527.710
Short-term Derivative Instruments, Net		20.449.400		24.527.710

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NOTE 11 – INVENTORIES

	30.06.2026	31.12.2025
Raw materials	507.365.194	414.340.113
Semi-finished products	406.465.569	323.279.956
Finished goods	1.269.075.239	950.823.370
Merchandise Inventory	48.596.428	62.980.680
Other Inventories	12.419.572	7.684.208
Dried agricultural products (Figs, Apricot and Raisin)	772.598.011	2.220.444.669
	3.016.520.013	3.979.552.996

All inventories of the Group are covered by insurance coverage.

NOTE 12 – BIOLOGICAL ASSETS

Current Biological Assets

	30.06.2026	31.12.2025
Biological assets (Tomato)	3.388.194	108.367.391
	3.388.194	108.367.391

The Group’s biological assets consist of tomatoes. Tomatoes in growing process have been shown in the consolidated financial statements with their cost and after impairment provisions (if any) since they do not have any active markets.

NOTE 13 – PREPAID EXPENSES AND DEFERRED INCOME

Short Term Prepaid Expenses

	30.06.2026	31.12.2025
Order advances given	27.508.204	23.356.759
Prepaid expenses	81.077.906	71.256.086
Advances given for business purposes	55.195	33.028
Personnel advances	3.237.343	2.547.659
	111.878.648	97.193.532

Long Term Prepaid Expenses

	30.06.2026	31.12.2025
Prepaid expenses	40.543.031	45.846.754
	40.543.031	45.846.754

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Short Term Deferred Income

	30.06.2026	31.12.2025
Advances received	26.765.124	53.590.510
	26.765.124	53.590.510

NOTE 14 – ASSETS RELATED TO CURRENT PERIOD TAX

	30.06.2026	31.12.2025
Prepaid taxes and funds	37.332	92.483
	37.332	92.483

NOTE 15 – INVESTMENTS VALUED BY EQUITY PICK-UP METHOD

As of 30 June 2026 and 31 December 2025 the companies accounted by equity pick up method are as follows:

	30.06.2026	Share (%)	31.12.2025	Share (%)
Aktur İzmir Gayrimenkul A.Ş.	979.898.642	48,00%	986.347.078	48,00%
	979.898.642		986.347.078	

The total assets, liabilities and owner’s equity of the investments which are evaluated by equity pick up method with their summary of income statement related to the periods ended 30 June 2026 and 31 December 2025 are as follows:

	30.06.2026	31.12.2025
Current assets	100.030.251	107.105.461
Non-current assets	2.328.539.144	2.328.126.937
Total Assets	2.428.569.395	2.435.232.398
Current liabilities	8.795.649	12.428.110
Non-current liabilities	378.318.241	367.914.544
Parent company’s equity	2.041.455.505	2.054.889.744
Total Liabilities	2.428.569.395	2.435.232.398
Sales, net	12.074.236	23.554.838
Net profit / (loss)	(13.434.239)	(85.199.288)

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NOTE 16 – INVESTMENT PROPERTIES

Cost Value	Lands	Buildings	Total
01 January 2025 opening balance	133.756.924	2.017.582.871	2.151.339.795
Additions	-	2.201.300	2.201.300
Fair value	47.308.782	12.899.004	60.207.786
31 December 2025 closing balance	181.065.706	2.032.683.174	2.213.748.880
Additions	-	-	-
30 June 2026 closing balance	181.065.706	2.032.683.174	2.213.748.880
31.12.2025 Net Book Value	181.065.706	2.032.683.174	2.213.748.880
30.06.2026 Net Book Value	181.065.706	2.032.683.174	2.213.748.880

The Group’s investment properties consist of lands with zoning permits. The details of the properties are as follows;

	Manisa	İzmir
As of 01 January 2025	25.047.536	2.126.292.259
Additions	-	2.201.300
Value Decrease/increase	21.020.139	39.187.646
As of 31 December 2025	46.067.675	2.167.681.205
Additions	-	-
As of 30 June 2026	46.067.675	2.167.681.205

The Group's lands that are shown as investment property are revaluated by Tskb Gayrimenkul Değerleme ve Danışmanlık A.Ş. The fair values determined in the valuation studies carried out on 31 December 2025 are reflected in the accompanying consolidated financial statements.

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NOTE 17 – TANGIBLE ASSETS

Cost Values	Land	Land Improvements	Buildings	Property, plant and equipment	Vehicles	Fixtures and fittings	Construction in progress	Special costs	Total
01 January 2025 opening balance	1.475.356.064	1.451.302.944	3.557.347.627	10.997.723.772	151.626.271	383.262.214	61.628.568	26.995.382	18.105.242.842
Additions	-	-	16.429.779	26.680.410	30.536.157	3.679.014	154.910.501	3.501.406	235.737.267
Disposals	-	-	(8.937.713)	(17.908.763)	(13.916.899)	(240.883)	-	-	(41.004.258)
Transfers	-	-	-	145.653.795	-	-	(145.653.795)	-	-
Gain on revaluation	(116.047.584)	(572.884.701)	(922.903.499)	(2.534.950.351)	-	-	-	-	(4.146.786.135)
31 December 2025 closing balance	1.359.308.480	878.418.243	2.641.936.194	8.617.198.863	168.245.529	386.700.345	70.885.274	30.496.788	14.153.189.716
Additions	-	-	-	5.953.619	18.198.099	3.785.695	14.600.631	-	42.538.044
Disposals	-	-	-	(835.155)	(20.193.172)	-	-	-	(21.028.327)
Transfers	-	-	-	14.859.708	-	-	(24.078.463)	-	(9.218.755)
30 June 2026 closing balance	1.359.308.480	878.418.243	2.641.936.194	8.637.177.035	166.250.456	390.486.040	61.407.442	30.496.788	14.165.480.678
Accumulated Depreciation									
01 January 2025 opening balance	-	345.810.193	312.671.430	2.075.458.274	86.893.126	329.299.507	-	10.671.417	3.160.803.947
Additions	-	137.972.788	119.639.804	818.810.224	18.594.131	14.474.880	-	7.744.412	1.117.236.239
Disposals	-	-	(74.481)	(11.905.541)	(12.166.908)	(218.811)	-	-	(24.365.741)
Gain on revaluation	-	(483.782.981)	(432.236.753)	(2.882.362.957)	-	-	-	-	(3.798.382.691)
31 December 2025 closing balance	-	-	-	-	93.320.349	343.555.576	-	18.415.829	455.291.754
Additions	-	28.397.897	52.107.403	215.100.955	7.152.494	5.998.350	-	3.670.167	312.427.266
Disposals	-	-	-	(5.468)	(12.712.710)	-	-	-	(12.718.178)
30 June 2026 closing balance	-	28.397.897	52.107.403	215.095.487	87.760.133	349.553.926	-	22.085.996	755.000.842
31.12.2025, Net Book Value	1.359.308.480	878.418.243	2.641.936.194	8.617.198.863	74.925.180	43.144.769	70.885.274	12.080.959	13.697.897.962
30.06.2026, Net Book Value	1.359.308.480	850.020.346	2.589.828.791	8.422.081.548	78.490.323	40.932.114	61.407.442	8.410.792	13.410.479.836

As of 30 June 2026 the depreciation expense of tangible assets for the period is TRY 312.427.266 (31 December 2025: TRY 1.117.236.239).

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The valuation company used the Market Value Method in determining the fair values of land, land and buildings. The "Market Values and Cost Method" was used to determine the fair values of land improvements and machinery, plant and equipment.

Total amount of mortgage on land and buildings for fixed assets of the Group given to financial institutions are USD 64.750.000 (TRY 3.021.144.350), EUR 25.000.000 (TRY 1.329.557.500) and TRY 3.140.000.000

As of 30 June 2026, and 31 December 2025, the Group has no borrowing costs.

NOTE 18- RIGHT OF USE ASSETS

Cost Value	Buildings	Vehicles	Total
01 January 2025 opening balance	98.040.968	-	98.040.968
Additions	13.692.469	927.397	14.619.866
31 December 2025 closing balance	111.733.437	927.397	112.660.834
Additions	3.143.666	-	3.143.666
30 June 2026 closing balance	114.877.103	927.397	115.804.500
Accumulated Depreciation			
01 January 2025 opening balance	30.003.136	-	30.003.136
Additions	23.544.689	257.615	23.802.304
31 December 2025 closing balance	53.547.825	257.615	53.805.440
Additions	12.405.928	154.570	12.560.498
30 June 2026 closing balance	65.953.753	412.185	66.365.938
31.12.2025, Net Book Value	58.185.612	669.782	58.855.394
30.06.2026, Net Book Value	48.923.350	515.212	49.438.562

As of 30 June 2026, the amortization expense of intangible assets for the period is TRY 12.560.498 (31 December 2025: TRY 23.802.304)

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NOTE 19 – INTANGIBLE ASSETS

Cost Value	Rights	Research and Development Expenses	Other Intangible Assets	Total
01 January 2025 opening balance	77.051.034	405.594.368	15.590.836	498.236.238
Additions	15.462.242	29.669.878	-	45.132.120
31 December 2025 closing balance	92.513.276	435.264.246	15.590.836	543.368.358
Additions	-	5.389.218	-	5.389.218
Transfers	-	9.218.755	-	9.218.755
30 June 2026 closing balance	92.513.276	449.872.219	15.590.836	557.976.331
Accumulated Depreciation				
01 January 2025 opening balance	62.472.432	129.644.497	14.825.037	206.941.966
Additions	14.380.488	48.092.101	83.039	62.555.628
31 December 2025 closing balance	76.852.920	177.736.598	14.908.076	269.497.594
Additions	3.413.619	26.636.964	41.518	30.092.101
30 June 2026 closing balance	80.266.539	204.373.562	14.949.594	299.589.695
31.12.2025, Net Book Value	15.660.356	257.527.648	682.760	273.870.764
31.06.2026, Net Book Value	12.246.737	245.498.657	641.242	258.386.636

As of 30 June 2026, the amortization expense of intangible assets for the period is TRY 30.092.101 (31 December 2025: TRY 62.555.628).

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NOTE 20 – PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

As of 30 June 2026 and 31 December 2025, the Group's collateral / pledge / mortgage (“CPM”) position are as follows:

Collaterals, Pledges and Mortgages “(CPM)” given by the Group	30.06.2026	31.12.2025
A. Total Amount of CPM given on behalf of its own legal entity	9.080.465.514	10.009.636.512
B. Total Amount of CPM given for partnerships which included in full consolidation	None	None
C. Total Amount of CPM given for the purpose of guaranteeing unrelated parties loans to carry the regular trade activities	None	None
D. Total Amount of other CPM given	None	None
i. Total Amount of CPM given for the Parent Group	None	None
ii. Total Amount of CPM Given for Other Group Companies not Included in B and C Clauses	None	None
iii. Total Amount of CPM Given for Unrelated Parties not Included in C Clause	None	None
Total	9.080.465.514	10.009.636.512

As of 30 June 2026, details of mortgage on lands and buildings given to financial institutions are as follows:

	FX Currency	FX Amount	FX Rate	TRY Equivalent
Türkiye Vakıflar Bankası T.A.O	TRY	1.575.000.000	1,0000	1.575.000.000
Türkiye Vakıflar Bankası T.A.O	USD	64.750.000	46,6586	3.021.144.350
Türkiye Vakıflar Bankası T.A.O	EUR	25.000.000	53,1823	1.329.557.500
Türkiye Cumhuriyeti Ziraat Bankası A.Ş.	TRY	1.565.000.000	1,0000	1.565.000.000
				7.490.701.850

As of 30 June 2026, details of the guarantee letters given are as follows:

Details of Guarantee Letters Given	FX Currency	FX Amount	FX Rate	TRY Equivalent
Electricity and Natural Gas Distribution Companies	TRY	45.200.662	1,0000	45.200.662
Energy Market Regulatory Authority	TRY	32.077.151	1,0000	32.077.151
Customs Administration	TRY	34.537.877	1,0000	34.537.877
Credit Guarantee	EUR	11.876.717	53,1823	631.631.132
Credit Guarantee	USD	1.675.000	46,6586	78.153.155
Credit Guarantee	TRY	285.427.500	1,0000	285.427.500
Other	TRY	3.575.997	1,0000	3.575.997
Public Institutions	TRY	19.160.191	1,0000	19.160.191
				1.129.763.664

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Details of Guarantee Letters Given	FX Currency	FX Amount	FX Rate	TRY Equivalent
Türkiye Vakıflar Bankası T.A.O.	TRY	412.156.517	1,0000	412.156.517
Türkiye Vakıflar Bankası T.A.O.	USD	1.675.000	46,6586	78.153.155
Türkiye Vakıflar Bankası T.A.O.	EUR	4.632.217	53,1823	246.351.960
Halk Bank A.Ş.	EUR	5.602.500	53,1823	297.953.836
Halk Bank A.Ş.	TRY	7.766.088	1,0000	7.766.088
İşbankası A.Ş.	EUR	542.000	53,1823	28.824.807
Ziraat Bankası A.Ş.	EUR	1.100.000	53,1823	58.500.530
Ziraat Bankası A.Ş.	TRY	56.772	1,0000	56.772
				1.129.763.664

As of 30 June 2026, avals and letter of credits which are given to trade receivables by the Group are as follows:

	FX Currency	FX Amount	FX Rate	TRY Equivalent
Türkiye Vakıflar Bankası T.A.O	USD	364.676	46,6586	17.015.272
Ziraat Bankası A.Ş.	USD	6.675.289	46,6586	311.459.639
Halk Bank A.Ş.	USD	1.125.964	46,6586	52.535.911
				381.010.822

As of 30 June 2026, bank details of the general borrowing contracts are as follows:

General Borrowing Contracts:	FX Currency	FX Amount	FX Rate	TRY Equivalent
Denizbank A.Ş	USD	6.150.000	53,1823	327.071.145
Eximbank A.Ş	USD	45.000.000	46,6586	2.099.637.000
Halk Bankası A.Ş.	TRY	1.000.000.000	1,0000	1.000.000.000
Halk Bankası A.Ş.	USD	20.000.000	46,6586	933.172.000
İşbankası A.Ş	USD	14.000.000	46,6586	653.220.400
Türkiye Cumhuriyeti Ziraat Bankası A.Ş.	TRY	800.000.000	1,0000	800.000.000
Vakıfbank A.Ş	USD	2.000.000.000	1,0000	2.000.000.000
Vakıfbank A.Ş	USD	25.000.000	46,6586	1.166.465.000
Garanti Bankası A.Ş	USD	6.500.000	46,6586	303.280.900
				9.282.846.445

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As at 30 June 2026 details of bonds are as follows:

Bond	FX Currency	FX Amount	FX Rate	TRY Equivalent
Türk Eximbank	TRY	280.000.000	1,0000	280.000.000
Türkiye Cumhuriyeti Merkez Bankası	TRY	395.000.000	1,0000	395.000.000
				675.000.000

There is no guarantee given by the Group for the loans in favor of related parties. For credit contracts of the Group USD 200.000.000 (TRY 7.566.740.000) and TRY 698.000.000 guarantee are provided by related parties (Akça Holding and Osman Akça).

NOTE 21 – PROVISIONS

Short Term Provisions

	30.06.2026	31.12.2025
Provision for the lawsuits	15.640.849	8.221.934
Provision for unused vacation	71.971.038	72.752.957
	87.611.887	80.974.891
	30.06.2026	31.12.2025
Lawsuits provision at the beginning of the period	8.221.934	11.332.000
Provisions during the period/reversal	8.658.902	(435.563)
Monetary gain / (loss)	(1.239.987)	(2.674.503)
Closing balance	15.640.849	8.221.934

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Long Term Provisions for Employee Benefits

	30.06.2026	31.12.2025
Provisions for severance pay	337.386.461	297.742.395
	337.386.461	297.742.395

For the period of 01 January – 30 June 2026, the average personnel number including subcontractors employed by the Group is 2.459 (01.01-31.12.205: 2.442). The rate of retirement probability used is 96% (01.01-31.12.2025: 96%).

For the period ended at 30 June 2026 and 31 December 2025 the movement schedule of severance pay provision is as follows:

	30.06.2026	31.12.2025
Balance of 01 January	297.742.395	301.619.964
Increase in the period	95.308.454	81.999.992
Interest cost	4.417.158	7.490.095
Payments during the period	(12.930.637)	(31.779.773)
Actuarial profit/(loss)	(2.247.027)	9.598.434
Monetary gain / (loss)	(44.903.882)	(71.186.317)
Balance at the end of the period	337.386.461	297.742.395

NOTE 22 – EMPLOYEE BENEFIT LIABILITIES

	30.06.2026	31.12.2025
Due to personnel	110.982.865	106.664.749
Social security deductions payable	28.674.260	32.194.132
	139.657.125	138.858.881

NOTE 23 – OTHER CURRENT ASSETS AND LIABILITIES

Other Current Assets

	30.06.2026	31.12.2025
VAT carried forward	57.549.215	43.985.189
	57.549.215	43.985.189

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NOTE 24 – SHARE CAPITAL

24.1 Paid Capital

As of 30 June 2026, and 31 December 2025, the issued capital of the Company is TRY 277.292.576, divided into 27.729.257.642 shares each with a nominal value of TRY 0.01.

As of 30 June 2026, and 31 December 2025, Group's paid in capital is as follows:

	30.06.2026		31.12.2025	
Shareholders:	Share (%)	TRY	Share (%)	TRY
Public Offered Shares	49,62%	137.591.510	49,62%	137.591.510
Akça Holding A.Ş.	48,22%	133.720.511	48,22%	133.720.511
Other	2,16%	5.980.555	2,16%	5.980.555
Total	100,00%	277.292.576	100,00%	277.292.576

According to Group's main article of association, more than half of the Members of Board required to be elected from the candidates which are pointed out from A Group shareholders (TRY 100.000).

TRY 27.292.576 nominal valued shares, issued by increasing the Company's issued capital from TRY 250.000.000 to TRY 277.292.576 were sold through private placement to Akça Holding A.Ş. at TRY 9,16 price per share on Borsa İstanbul A.Ş. equity market within the scope of wholesale transactions on 14.08.2023. Capital increase was registered in accordance with the Turkish Commercial Code on date 22.09.2023 and published in the Turkish Trade Registry Gazette dated 22.09.2023 and numbered 10920

24.2 Capital Adjustment Differences

	30.06.2026	31.12.2025
Inflation adjustment of shareholders' equity (*)	7.407.259.263	7.407.259.263
	7.407.259.263	7.407.259.263

(*)Capital adjustment differences represent the difference between the inflation-adjusted total amounts of cash and cash-like additions to paid-in capital and the amounts before inflation adjustment.

24.3 Share Premium / (Discount)

	30.06.2026	31.12.2025
Share Premiums/Discounts	-	570.861.688
	-	570.861.688

TRY 27.292.576 nominal valued shares, issued by increasing the Company's issued capital from TRY 250.000.000 to TRY 277.292.576 were sold through private placement to Akça Holding A.Ş. at TRY 9,16 price per share with total sales proceeds amounting TRY 250.000.000. The Company's shares consist of share premium amounting to TRY 256.516.859 resulting from the private placement.

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24.4 Accumulated Other Comprehensive Income Expenses not to be reclassified on Profit or Loss

24.4.1 Gain on revaluation of properties

	30.06.2026	31.12.2025
Revaluation Gain (Losses) on Tangible Fixed Assets	3.710.336.904	3.710.336.904
	3.710.336.904	3.710.336.904

The movement schedule for gains/ (losses) on revaluation and remeasurement is as follows.

	01.01.- 30.06.2026	01.01.- 31.12.2025
01 January (Beginning of period)	3.710.336.904	4.022.057.432
Increase in the value of fixed assets	-	(348.403.444)
Transfer to minority shares	-	(6.929.442)
Deferred tax effect	-	43.612.358
	3.710.336.904	3.710.336.904

The valuation company used the Market Value Method in determining the fair values of land, land and buildings. The "Market Values and Cost Method" was used to determine the fair values of land improvements and machinery, plant and equipments.

The fair value increases TRY 3.710.336.904 (31 December 2025: TRY 3.710.336.904) from revaluation of tangible assets are recognized in gain on revaluation of properties account which is under equity, after the netting of the deferred tax effect.

Valuation studies of the land and buildings of Aktur İzmir Gayrimenkul A.Ş. which is consolidated by equity pick up method, were carried out by Tskb Gayrimenkul Değerleme Anonim Şirketi an organization accredited to the CMB. The group's valuation of property, plant and equipment was carried out by Tskb Gayrimenkul Değerleme Anonim Şirketi an organization accredited by the CMB.

24.4.2 Defined Benefit Plans Re-Measurement Gains (Losses)

	30.06.2026	31.12.2025
Defined Benefit Plans Re-Measurement Gains (Losses)	3.870.147	2.205.738
	3.870.147	2.205.738

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24.5 Other Accumulated Comprehensive Income or Expenses to be Reclassified to Profit or Loss

24.5.1 Gains/(Losses) on Financial Assets Measured at Fair Value Through Other Comprehensive Income

	30.06.2026	31.12.2025
Gains/(Losses) on Financial Assets Measured at Fair Value through Other Comprehensive Income	(1.049.921)	(655.188)
	(1.049.921)	(655.188)

24.6 Restricted Reserves

	30.06.2026	31.12.2025
Legal reserves	272.762.567	272.762.567
	272.762.567	272.762.567

According to the Turkish Commercial Code, statutory reserve capital is allocated at a rate of 5% of annual profits until it reaches 20% of the company's paid-in capital. Other statutory reserve capital is allocated at a rate of 10% of the total amount to be distributed to persons entitled to a share of profits after a 5% dividend has been paid to shareholders. According to the Turkish Commercial Code, provided that the legal reserve does not exceed half of the capital or issued capital, it may only be used to cover losses, to keep the business going when business is not going well, or to take measures to prevent unemployment and mitigate its consequences.

Dividend Distribution

Public companies distribute dividends in accordance with the CMB's Dividend Distribution Circular No. II-19.1, which came into effect on 1 February 2014.

Partnerships distribute their profits by resolution of the general assembly, in accordance with the dividend distribution policies determined by the general assembly and in compliance with the relevant legislation. No minimum distribution ratio has been specified under the aforementioned regulation. Companies pay dividends as specified in their articles of association or dividend distribution policies. Furthermore, dividends may be paid in equal or different installments, and cash dividend advances may be distributed based on the profit shown in the interim financial statements.

Unless the reserves required to be set aside under the Turkish Commercial Code and the dividends determined for shareholders in the articles of association or dividend distribution policy are set aside, no decision may be made to allocate other reserves, carry forward profits to the following year, or distribute profits to beneficial certificate holders, board members, company employees, or persons other than shareholders. Furthermore, profits may not be distributed to these persons unless the dividends determined for shareholders are paid in cash.

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24.7 Retained Earnings/ Losses

The accumulated profits other than net period profit are shown in this item. Extraordinary reserves which are essentially accumulated profits and therefore unrestricted are also considered to be accumulated profits and are shown in this item.

	30.06.2026	31.12.2025
Previous Years Profits/(Losses)	5.953.220.682	5.020.388.934
	5.953.220.682	5.020.388.934

24.8 Minority Interest

The details of the minority interests as of 30 June 2026 are as follows:

30 June 2026	Total Shareholders Equity	Profit/(Loss) of the Period	Parent Group Share	Minority Interest	Minority part of Shareholders' Equity	Minority part of Profit/(Loss)	Minority Total comprehensive income / (loss)
Smryna	712.971.436	63.807.785	79,17%	20,83%	148.535.711	13.293.289	13.314.152
					148.535.711	13.293.289	13.314.152

The details of the minority interests as of 31 December 2025 are as follows:

31 December 2025	Total Shareholders Equity	Profit/(Loss) of the Period	Parent Group Share	Minority Interest	Minority part of Shareholders' Equity	Minority part of Profit/(Loss)	Minority Total comprehensive income / (loss)
Smryna	649.063.498	(98.103.330)	79,17%	20,83%	135.221.559	(20.438.192)	(13.591.362)
					135.221.559	(20.438.192)	(13.591.362)

As of 30 June 2026, and 31 December 2025, the details of non-controlling interests are as follows:

	30.06.2026	31.12.2025
Shares in capital	63.839.644	63.839.644
Revaluation fund	54.619.021	54.619.021
Actuarial loss / (gain)	(38.185)	(59.048)
Shares in accumulated profits / (losses)	16.821.942	37.260.134
Share in profit / (loss) for the period	13.293.289	(20.438.192)
	148.535.711	135.221.559

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24.9 Additional Information for Capital, Legal Reserves and Other Equity Items

A comparison of the Group's equity items restated for inflation in the consolidated financial statements as of 30 June 2026 and the restated amounts in the financial statements prepared in accordance with statutory accounting are as follows:

	Inflation adjusted amounts in the financial statements prepared in accordance with statutory accounting	Inflation adjusted amounts in the financial statements prepared in accordance with TAS/IFRS	Differences recognized in retained earnings
30.06.2026			
Share Capital Adjustment Differences	7.005.339.519	7.407.259.263	(401.919.744)
Restricted Reserves Appropriated from Profit	246.678.497	272.762.567	(26.084.070)

NOTE 25 – SALES AND COST OF SALES

25.1 Sales

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.04.- 30.06.2026	01.04.- 30.06.2025
Domestic sales	2.847.034.236	3.182.913.026	1.299.970.474	1.525.229.616
Export sales	1.463.382.190	1.989.925.118	782.215.968	925.667.256
Other sales	22.253.032	24.691.687	9.921.672	9.053.154
	4.332.669.458	5.197.529.831	2.092.108.114	2.459.950.026
Sales returns	(7.899.168)	(12.887.444)	(1.082.731)	(3.364.907)
Other discounts	(56.318.050)	(60.357.692)	(42.772.777)	(31.860.367)
Sales Income, (net)	4.268.452.240	5.124.284.695	2.048.252.606	2.424.724.752

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25.2 Cost of Sales

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.04.- 30.06.2026	01.04.- 30.06.2025
Direct material expenses	833.239.608	1.028.536.081	509.446.354	506.194.183
Direct labor expenses	449.147.611	406.577.833	192.379.314	153.174.495
General production expenses	607.301.041	634.958.364	310.936.609	319.526.155
Depreciation expenses	175.348.584	274.158.828	87.138.217	138.609.625
Change in semi-finished goods				
1. Beginning semi-finished goods (+)	323.279.956	350.550.793	-	-
2. Ending semi-finished goods (-)	(406.465.569)	(421.435.781)	(50.733.647)	(52.830.124)
Cost of finished goods produced	1.981.851.231	2.273.346.118	1.049.166.847	1.064.674.334
Changes in finished goods inventory				
1. Beginning inventory (+)	950.823.370	1.107.697.513	-	-
2. Ending inventory (-)	(1.269.075.239)	(1.298.312.581)	(214.009.509)	(190.798.087)
Cost of finished goods sold	1.663.599.362	2.082.731.050	835.157.338	873.876.247
Cost of merchandises				
1. Beginning merchandise inventory (+)	62.980.680	70.806.382	(2.776.274)	8.806.509
2. Purchases during the period (+)	14.215.733	18.737.509	9.985.551	(2.931.453)
3. End of the period merchandise inventory (-)	(48.596.428)	(79.161.120)	(850.933)	2.584.434
Cost of merchandises sold	28.599.985	10.382.771	6.358.344	8.459.490
Cost of other sales	2.050.061.383	1.897.887.781	908.049.828	918.550.648
Cost of biological assets	424.283.074	404.990.994	224.018.645	209.502.493
Depreciation of biological assets	20.318.741	51.051.650	10.172.663	25.539.278
Energy costs	173.958.762	181.022.267	83.011.343	89.534.227
Energy depreciation	130.203.444	239.548.200	65.240.400	119.784.540
Cost of sales, net	4.491.024.751	4.867.614.713	2.132.008.561	2.245.246.923

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As of 01 January – 30 June 2026 and 2025, for each main production group, quantities of goods and services:

	Unit	01.01.- 30.06.2026	01.01.- 30.06.2025
Yarn	Kg	2.759.243	3.119.433
Raw Clothing	Mt2	21.261.927	24.385.914
Finishing Cloth	Mt2	33.644.870	41.546.998
Lining	Mt2	4.818.161	5.300.420
Linens, Sheets, Curtains, Pillows.	Quantity	3.606.608	5.690.733
Electricity	Kwh	142.175.398	145.912.573
Cotton Waste	Kg	376.615	243.240
Piece of Cloth	Kg	354.104	676.900
Yarn Waste	Kg	90.187	123.052
Textile Trash Powder	Kg	26.384	37.500
Pepper	Kg	-	33.994
Cucumber	Kg	-	110.128
Tomato	Kg	2.653.211	2.453.336
Dried Figs	Kg	4.034.018	2.745.049
Dried Apricot	Kg	83.954	125.044
Raisin	Kg	4.389.736	5.338.590
Dry Food By-Product	Kg	1.204.874	632.820

As of 01 January – 30 June 2026 and 2025, for each main sales group, quantities of goods and services:

	Unit	01.01.- 30.06.2026	01.01.- 30.06.2025
Yarn	Kg	3.351	7.194
Raw Clothing	Mt2	75	-
Finishing Cloth	Mt2	4.107.598	3.221.743
Lining	Mt2	4.960.967	5.196.802
Linens, Sheets, Curtains, Pillows.	Quantity	2.749.097	5.306.119
Electricity	Kwh	129.531.330	125.173.586
Cotton Waste	Kg	389.660	242.760
Piece of Cloth	Kg	497.578	535.261
Yarn Waste	Kg	90.680	128.744
Textile Trash Powder	Kg	4.289	33.760
Other textile products	Quantity	78.419	63.530
Pepper	Kg	-	33.994
Cucumber	Kg	-	110.128
Tomato	Kg	3.317.524	3.004.569
Dried Figs	Kg	4.034.018	2.745.049
Dried Apricot	Kg	83.954	125.044
Raisin	Kg	4.389.736	5.338.590
Dry Food By-Product	Kg	1.204.874	632.820

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NOTE 26 – RESEARCH AND DEVELOPMENT GENERAL ADMINISTRATIVE EXPENSES AND MARKETING EXPENSES

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.04.- 30.06.2026	01.04.- 30.06.2025
Research and development expenses	31.506.195	26.510.948	16.345.601	14.375.012
Marketing, expenses	210.413.454	221.050.137	115.200.625	118.464.454
General administrative expenses	193.939.322	237.501.503	91.228.117	117.606.017
	435.858.971	485.062.588	222.774.343	250.445.483

26.1 Research and Development Expenses

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.04.- 30.06.2026	01.04.- 30.06.2025
Personnel expenses	29.064.438	20.766.010	15.254.991	9.648.023
Direct material expenses	33.839	3.850.772	-	3.850.772
Other expenses	2.407.918	1.894.166	1.090.610	876.217
	31.506.195	26.510.948	16.345.601	14.375.012

26.2 Marketing Expenses

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.04.- 30.06.2026	01.04.- 30.06.2025
Personnel expenses	56.113.141	51.513.312	27.720.758	24.375.141
Export expenses	93.033.937	92.089.449	55.309.302	70.039.157
Domestic sales transportation expense	4.919.726	7.748.823	3.083.348	(12.217.447)
Depreciation expenses	19.813.981	18.852.999	9.963.683	9.403.891
Other expenses	27.018.857	23.402.082	13.315.675	11.742.700
Fair expenses	3.479.479	13.061.145	1.216.041	795.369
Tax and duty expenses	6.034.333	14.382.327	4.591.818	14.325.643
	210.413.454	221.050.137	115.200.625	118.464.454

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26.3 General Administrative Expenses

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.04.- 30.06.2026	01.04.- 30.06.2025
Personnel expenses	142.807.667	161.680.810	67.119.360	84.339.426
Insurance expenses	384.091	1.064.619	194.717	273.975
Consultancy expenses	10.445.232	18.753.809	5.361.619	9.332.083
Repair and maintenance expenses	2.021.693	2.308.701	1.160.395	1.372.521
Travelling expenses	3.031.706	3.252.954	1.905.223	1.548.287
Membership expenses	5.896.772	5.969.742	2.766.083	2.696.857
Tax and duty expenses	3.240.205	5.640.029	2.244.808	4.944.032
Litigation expenses and provisions	2.897.789	2.621.161	681.556	109.615
Depreciation expenses	9.395.115	15.821.608	4.637.366	8.162.227
Other expenses	13.798.555	11.233.036	5.140.623	4.894.185
Provision for doubtful receivables	20.497	9.155.034	16.367	(67.191)
	193.939.322	237.501.503	91.228.117	117.606.017

NOTE 27 – OTHER OPERATING INCOME/ (EXPENSES)

27.1 Other Income From Operating Activities

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.04.- 30.06.2026	01.04.- 30.06.2025
Foreign exchange gains related to commercial activities	141.486.895	232.262.937	73.926.418	105.191.144
Discount income/expenses on payables, net	92.101.266	95.012.391	17.730.677	(5.886.160)
Maturity difference income	26.196.512	53.830.856	12.836.445	22.693.712
Rental income	3.971.603	4.011.771	1.894.900	2.007.646
Incentive and promotion income	26.648.755	4.873.364	26.633.422	2.140.628
Other income and profit	4.332.851	18.179.620	900.228	8.654.664
	294.737.882	408.170.939	133.922.090	134.801.634

27.2 Other Expenses From Operating Activities (-)

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.04.- 30.06.2026	01.04.- 30.06.2025
Foreign exchange expenses related to commercial activities	48.908.748	74.021.883	15.450.061	32.408.965
Discount income/expenses on receivables, net	71.881.591	97.869.301	(3.228.337)	(15.132.560)
Donation expenses	-	250.017	-	(1.283.647)
Other expenses and losses	5.872.627	5.788.702	2.014.220	4.008.339
	126.662.966	177.929.903	14.235.944	20.001.097

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NOTE 28 – INVESTMENT ACTIVITIES INCOME / EXPENSE

28.1 Income from Investment Activities

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.04.- 30.06.2026	01.04.- 30.06.2025
Rent income from investment properties	35.759.915	39.721.315	17.449.395	19.530.935
Profit on sale of fixed assets	4.507.806	8.110.591	2.558.309	784.296
	40.267.721	47.831.906	20.007.704	20.315.231

(*) Pursuant to the "Announcement on the Accounting of Currency/Gold Conversion Currency/Price Protected TRY Deposit Accounts" announced by POA on 01 March 2022, the company has classified its currency protected deposits under financial investments and, as a result of the fair value calculation, interest income and future foreign exchange gains are accounted for under income from investment activities.

28.2 Expense from Investment Activities

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.04.- 30.06.2026	01.04.- 30.06.2025
Investment property other expense	4.086.847	2.601.753	1.877.882	2.198.004
Subsidiaries sales loss	-	3.534.188	-	3.534.188
Loss on sale of fixed assets	822.710	3.814.065	44.844	-
	4.909.557	9.950.006	1.922.726	5.732.192

28.3 Profit / Loss From Investments Evaluated by Equity Pick-up Method

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.04.- 30.06.2026	01.04.- 30.06.2025
Shares related with investment valued by equity pick-up method	(6.448.436)	(4.130.583)	(2.690.719)	292.870
	(6.448.436)	(4.130.583)	(2.690.719)	292.870

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NOTE 29 – FINANCIAL INCOME / EXPENSES

29.1 Financial Income

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.04.- 30.06.2026	01.04.- 30.06.2025
Interest income	454.539.340	250.228.838	253.110.788	107.442.094
Foreign exchange gains arising from financial activities	21.586.622	37.206.930	11.185.217	27.580.854
Other financial income	42.700.204	42.805.256	20.629.901	21.323.621
Foreign exchange gains arising from forward contracts	20.449.400	-	(14.994.763)	-
	539.275.566	330.241.024	269.931.143	156.346.569

29.2 Financial Expenses (-)

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.04.- 30.06.2026	01.04.- 30.06.2025
Interest expenses	132.683.125	309.976.852	89.465.645	181.634.435
Foreign exchange loss on financial activities	198.945.876	660.479.329	127.186.576	369.512.996
Commission expenses of credit	28.584.116	13.060.060	5.827.199	5.919.917
	360.213.117	983.516.241	222.479.420	557.067.348

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NOTE 30 – TAX ASSETS AND LIABILITIES

With the "Law on Amendments to the Decree Law No. 375" published in the official gazette of the Republic of Türkiye dated 15 July 2023, the corporate tax rate has been increased from 20% to 25%, and the corporate tax rate is applied with a 5-point discount on the earnings of exporting institutions derived exclusively from exports. This rate has come into force to be applied to corporate earnings for accounting periods starting from 01 January 2023 and declarations that must be submitted as of 01 October 2023. The corporation tax rate is applied to net income of the companies after adjusting for certain disallowable expenses, exempt income and allowances. The corporation tax rate is applied to net income of the companies after adjusting for certain disallowable expenses, exempt income and allowances.

Group is liable to corporation tax valid in Turkey. The necessary provisions are made on the attached financial statements for expected tax liabilities related to the group's current period activity results. Turkish tax legislation does not permit a parent company and its subsidiaries to file a consolidated tax return. Therefore, tax liabilities, as reflected in these consolidated financial statements, have been calculated on a separate-entity basis.

Corporation tax rate that will be accrued over corporation tax base is calculated over the tax base that remains after adding expenses recorded as expense in determination of commercial earnings that are non-deductible from tax base and subtracting tax-exempt profit, tax-free income and other deductions (if there are losses from previous years and used investment allowances if preferred).

There is no absolute and certain confirmation procedure related to tax evaluation in Turkey. Losses may be carried forward for a maximum of 5 years to be deducted from taxable profits in future years. However, losses cannot be deducted retroactively from profits made in previous years. Companies prepare their tax returns between 01-25 April of the year following the accounting closing period of the relevant year. These declarations and the accounting records underlying them may be reviewed and changed by the Tax Office within 5 years.

There are some exceptions on Corporation Tax Law. These exceptions that Group will possibly utilize are explained as below;

Taxable losses

According to the Turkish tax legislation, financial losses on the declaration can be deducted from the corporate income for the period, provided that they do not exceed 5 years. However, financial losses can not be offsetted from last year's profits.

The Real Estate and Subsidiary Share Sales Gain Exemption

75% of the gains arising from the sale of participation shares, founders' shares, redeemed shares and preemptive rights held by corporations for at least two full years are exempt from corporate tax. However, according to the CTL (Corporate Tax Law) numbered 5520; 25% of the gains arising from the sale of properties (in assets before 15.07.2023) that have been in assets for at least two full years are exempt from corporate tax.

Deferred Tax:

The potential deferred tax assets /(liabilities) of the Group represents the tax effects of temporary differences, arising between the financial statements reported for Communiqué purposes and the statutory tax financial statements. Such differences arise due to the different treatment of certain items of income and expense included in the Communiqué financial statements compared to the local tax return, in accordance with applicable tax laws.

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As of balance sheet date, accumulated temporary differences and deferred tax assets and liabilities prepared by using current applicable tax rate is as follows:

	30.06.2026		31.12.2025	
	Cumulative temporary differences	Deferred tax / (liabilities))	Cumulative temporary differences	Deferred tax / (liabilities)
Deferred tax assets:				
Unearned interests on receivables	26.674.109	6.668.528	31.077.669	7.769.417
Financial loss carried forward	180.575.750	45.143.937	342.785.952	85.696.488
Severance pay provision	337.386.461	42.357.063	297.742.395	74.435.599
Unused vacation provisions	71.971.038	17.992.760	72.752.956	18.188.241
Adjustments to inventories	-	-	588.800	147.200
Expense accruals	8.776.617	2.194.154	1.302.522	325.632
Adjustments to financial liabilities	6.981.947	1.745.487	8.221.934	2.055.484
Deferred revenue	-	-	-	-
Adjustments to provisions of lawsuits	95.675.160	23.918.786	11.399.594	2.849.896
Deferred tax assets		140.020.715		191.467.957
Deferred tax liabilities:				
Differences on tangible and intangible assets	2.458.024.386	307.253.048	1.922.792.450	480.698.113
Difference in revaluation of land and buildings	2.231.090.716	418.329.510	2.231.090.716	418.329.510
Difference in revaluation of machinery, plant and equipment	2.602.926.292	650.731.573	2.602.926.292	650.731.573
Adjustments to inventories	189.325.341	47.331.335	368.181.646	92.045.412
Unearned interests on payables	61.023.597	15.255.900	45.207.482	11.301.872
Adjustments related to financial debts	-	-	3.282.889	820.723
Investment property increase in value	2.166.436.589	406.206.860	2.158.033.971	404.631.370
Effect of other corrections	38.040.783	9.510.198	14.653.893	3.663.473
Exchange rate adjustments	20.449.400	5.112.350	24.527.710	6.131.924
Deferred tax liabilities		1.859.730.774		2.068.353.970
Deferred tax assets / (liabilities), net		(1.719.710.059)		(1.876.886.013)

The Group calculates deferred tax assets and liabilities considering the effect of temporary differences arising from the different evaluations between the statutory financial statements prepared in accordance with TAS / TFRS issued by the Group and its financial statements. These temporary differences usually result from the recognition of income and expenses in different reporting periods according to TAS / TFRS and Tax Code.

As of 2025, the inflation adjustment to be applied under the Tax Procedure Law has been postponed for the 2025, 2026, and 2027 accounting periods by Law No. 7571. In this context, the Company has revalued assets subject to depreciation in accordance with VUK Repeated 298/C during the relevant period; the increase in value has been recorded in the fund account in the legal records. This application is for tax purposes only and has no effect on the book values of TFRS financial statements.

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For the period ended at 30 June 2026 and 31 December 2025 movements of deferred tax assets and liabilities are as follows:

	01.01.- 30.06.2026	01.01.- 31.12.2025
Deferred tax assets/(liabilities), net	157.606.130	(128.960.822)
	157.606.130	(128.960.822)

Deferred Tax (Assets) / Liabilities Movements

	01.01.- 30.06.2026	01.01.- 31.12.2025
Opening balance	1.876.886.012	1.793.960.920
Revaluation gains (losses) on tangible fixed assets	-	(43.612.358)
Actuarial (gain) / loss effect prior periods	561.757	(2.399.614)
Tax effect on financial assets measured at fair value through other comprehensive income	(131.581)	(23.758)
Deferred tax assets / (liabilities), net	(1.719.710.058)	(1.876.886.012)
Closing balance	157.606.130	(128.960.822)

NOTE 31 – EARNINGS PER SHARE

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.04.- 30.06.2026	01.04.- 30.06.2025
Net profit / (loss) for the period	19.432.989	(140.736.865)	140.060.199	(281.179.314)
Weighted-average number of shares outstanding (per share with TRY 1 value)	277.292.576	277.292.576	277.292.576	277.292.576
Simple earnings and divided earnings per share (TRY)	0,0701	(0,5075)	0,5051	(1,0140)

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NOTE 32 – FINANCIAL INSTRUMENTS

Financial assets	30.06.2026	31.12.2025
Liquid assets	3.079.679.843	1.855.970.591
Trade receivables	1.777.865.694	2.003.517.517
Other receivables	20.285.370	50.301.507
Financial assets	8.513.319	9.039.631
Financial liabilities		
Financial borrowings	4.004.151.642	3.891.665.107
Other payables	29.607.293	29.360.245
Trade payables	930.083.594	1.340.364.724
	30.06.2026	31.12.2025
Total debts	7.414.993.900	7.900.910.723
Liquid assets	(3.079.679.843)	(1.855.970.591)
Net debt	4.335.314.057	6.044.940.132
Total equity	17.773.689.430	17.739.672.613
Total capital	22.109.003.487	23.784.612.745
Net Debt/Total Capital	20%	25%

NOTE 33 – NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS

Financial Instruments

Credit Risk

Group is subject to credit risk arising from trade receivables related to credit sales and deposits at banks. These risks are managed by limiting the aggregate risk from any individual counterparties and obtaining sufficient collateral where necessary and making only cash based sales to customer considered as having a higher risk. Collect ability of trade receivables are evaluated by management depending on their past experiences and current economic condition, and presented in the financial statements net of adequate doubtful provision.

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As of 30 June 2026 and 31 December 2025, maximum net credit risk is as follows:

	Trade Receivables Related Parties	Other Parties	Other Receivables Related Parties	Other Parties	Banks Deposit	Derivative Instruments
30.06.2026						
Maximum net credit risk as of balance sheet date (A+B+C+D+E)	1.121.766.375	656.099.319	2.341.974	17.943.396	81.082.829	20.449.400
The part of maximum risk under guarantee with collateral	-	-	-	-	-	-
A. Net book value of financial assets that are neither past due nor impaired	677.909.500	656.099.319	2.341.974	17.943.396	81.082.829	20.449.400
B. Net book value of financial assets that are renegotiated, if not that will be accepted as past due or impaired	-	-	-	-	-	-
C. Carrying value of financial assets that are past due but not impaired	443.856.875	-	-	-	-	-
The part secured by collateral	-	-	-	-	-	-
D. Net book value of impaired assets	-	-	-	-	-	-
Past due (gross carrying amount)	-	14.981.999	-	-	-	-
Impairment (-)	-	(14.981.999)	-	-	-	-
The part of net value under guarantee with collateral etc.	-	-	-	-	-	-
Not past due (gross carrying amount)	-	-	-	-	-	-
Impairment (-)	-	-	-	-	-	-
The part of net value under guarantee with collateral etc.	-	-	-	-	-	-
E. The part of maximum risk under guarantee with collateral	-	-	-	-	-	-
31.12.2025						
Maximum net credit risk as of balance sheet date (A+B+C+D+E)	1.071.487.678	932.029.839	29.892.231	20.409.276	319.921.193	24.527.710
The part of maximum risk under guarantee with collateral	-	-	-	-	-	-
A. Net book value of financial assets that are neither past due nor impaired	1.071.487.678	932.029.839	29.892.231	20.409.276	319.921.193	24.527.710
B. Net book value of financial assets that are renegotiated, if not that will be accepted as past due or impaired	-	-	-	-	-	-
C. Carrying value of financial assets that are past due but not impaired	-	-	-	-	-	-
The part secured by collateral	-	-	-	-	-	-
D. Net book value of impaired assets	-	-	-	-	-	-
Past due (gross carrying amount)	-	17.618.651	-	-	-	-
Impairment (-)	-	(17.618.651)	-	-	-	-
The part of net value under guarantee with collateral etc.	-	-	-	-	-	-
Not past due (gross carrying amount)	-	-	-	-	-	-
Impairment (-)	-	-	-	-	-	-
The part of net value under guarantee with collateral etc.	-	-	-	-	-	-
E. The part of maximum risk under guarantee with collateral	-	-	-	-	-	-

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Liquidity risk

Liquidity risk is the Group’s possibility of not fulfilling net funding liabilities. Occurrence of events like deteriorations in markets or decrease in credit score that causes decreases in fund resources, are reasons of liquidity risk.

As of 30 June 2026, Group’s liquidity risk table is as follows:

Maturities according to agreement	Book Value	Contractual total cash outflow (=I+II+III+IV)	Less than 3 months (I)	3 – 12 months (II)	1- 5 Years (III)	More than 5 Years (IV)
Financial Liabilities						
Non Derivatives	5.103.373.791	5.656.866.021	1.732.766.820	2.339.620.649	1.317.770.429	266.708.123
Financial borrowings	3.977.260.655	4.267.730.270	687.785.760	1.995.465.958	1.317.770.429	266.708.123
Trade payables	930.083.594	996.126.107	983.436.034	12.690.073	-	-
- Related parties	9.889.620	10.093.879	10.093.879	-	-	-
- Other Parties	920.193.974	986.032.228	973.342.155	12.690.073	-	-
Other liabilities	196.029.542	393.009.644	61.545.026	331.464.618	-	-
- Related parties	-	196.980.102	-	196.980.102	-	-
- Other Parties	196.029.542	196.029.542	61.545.026	134.484.516	-	-
	5.103.373.791	5.656.866.021	1.732.766.820	2.339.620.649	1.317.770.429	266.708.123

As of 31 December 2025, Group’s liquidity risk table is as follows:

Maturities according to agreement	Book Value	Contractual total cash outflow (=I+II+III+IV)	Less than 3 months (I)	3 – 12 months (II)	1- 5 Years (III)	More than 5 Years (IV)
Financial Liabilities						
Non Derivatives	5.418.377.300	5.568.091.254	1.352.214.274	2.232.035.981	1.625.895.254	357.945.745
Financial borrowings	3.856.202.940	4.192.809.153	142.189.303	2.066.778.851	1.625.895.254	357.945.745
Trade payables	1.340.364.724	1.153.569.256	1.144.189.203	9.380.053	-	-
- Related parties	11.460.270	11.951.514	11.951.514	-	-	-
- Other Parties	1.328.904.454	1.141.617.742	1.132.237.689	9.380.053	-	-
Other liabilities	221.809.636	221.712.845	65.835.726	155.877.077	-	-
- Related parties	-	-	-	-	-	-
- Other Parties	221.809.636	221.712.845	65.835.768	155.877.077	-	-
	5.418.377.300	5.568.091.254	1.352.214.274	2.232.035.981	1.625.895.254	357.945.745

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Foreign currency risk

The effects occurring from exchange rate fluctuation, in case of having foreign currency assets, liabilities, off-balance sheet liabilities, are foreign currency risk. Transactions in foreign currencies during the year have been translated at the exchange rate prevailing at dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rates prevailing at the balance sheet dates. Foreign exchange gains or losses arising from the settlement of such transactions and from the translation of monetary assets and liabilities are recognized in the statement of profit/loss. Monetary liabilities of the Group exceed monetary assets of the Group; in case of exchange rate rise, the Group is exposed to foreign currency risk.

As of 30 June 2026, 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 would have been TRY 182.701.762 more/less.

Foreign currency risk sensitivity

	Profit/ (Loss)		Shareholders' Equity	
	Appreciation of foreign currency against TRY	Depreciation of foreign currency against TRY	Appreciation of foreign currency against TRY	Depreciation of foreign currency against TRY
In the case of increasing / losing value of TRY by 10% against USD				
1- USD net assets / liabilities	16.395.899	(16.395.899)	16.395.899	(16.395.899)
2- Part of hedged from USD risk (-)	-	-	-	-
3- USD net effect (1+2)	16.395.899	(16.395.899)	16.395.899	(16.395.899)
In the case of increasing / losing value of TRY by 10% against EUR				
4- EUR net assets / liabilities	(199.501.737)	199.501.737	(199.501.737)	199.501.737
5- Part of hedged from EUR risk (-)	-	-	-	-
6- EUR net effect (4+5)	(199.501.737)	199.501.737	(199.501.737)	199.501.737
In the case of increasing / losing value of TRY by 10% against GBP				
7- GBP net assets / liabilities	238.896	(238.896)	238.896	(238.896)
8- Part of hedged from GBP risk (-)	-	-	-	-
9- GBP net effect (4+5)	238.896	(238.896)	238.896	(238.896)
In the case of increasing / losing value of TRY by 10% against CHF				
10- CHF net assets / liabilities	165.179	(165.179)	165.179	(165.179)
11- Part of hedged from CHF risk (-)	-	-	-	-
12- CHF net effect (4+5)	165.179	(165.179)	165.179	(165.179)
TOTAL (3+6+9+12)	(182.701.762)	182.701.762	(182.701.762)	182.701.762

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As of 31 December 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 would have been TRY 152.284.209 more/less.

Foreign currency risk sensitivity

	Profit/ (Loss)		Shareholders' Equity	
	Appreciation of foreign currency against TRY	Depreciation of foreign currency against TRY	Appreciation of foreign currency against TRY	Depreciation of foreign currency against TRY
In the case of increasing / losing value of TRY by 10% against USD				
1- USD net assets / liabilities	61.518.472	(61.518.472)	61.518.472	(61.518.472)
2- Part of hedged from USD risk (-)	-	-	-	-
3- USD net effect (1+2)	61.518.472	(61.518.472)	61.518.472	(61.518.472)
In the case of increasing / losing value of TRY by 10% against EUR				
4- EUR net assets / liabilities	(213.855.682)	213.855.682	(213.855.682)	213.855.682
5- Part of hedged from EUR risk (-)	-	-	-	-
6- EUR net effect (4+5)	(213.855.682)	213.855.682	(213.855.682)	213.855.682
In the case of increasing / losing value of TRY by 10% against GBP				
7- GBP net assets / liabilities	53.002	(53.002)	53.002	(53.002)
8- Part of hedged from GBP risk (-)	-	-	-	-
9- GBP net effect (7+8)	53.002	(53.002)	53.002	(53.002)
TOTAL (3+6+9)	(152.284.209)	152.284.209	(152.284.209)	152.284.209

Interest Rate Risk

The Group's financial liabilities exposure the Group to interest rate risk. The Group's financial liabilities mainly consist of fixed rate borrowings. As of 30 June 2026, according to the current balance sheet position, in the case of 1% decrease / increase and keeping fixed all the variables the Group's net profit will increase / decrease TRY 20.191.330 (31 December 2025: TRY 14.089.254).

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Risk of intensification of sales

During the reporting periods ending on 30 June 2026 and 2025, the risk of intensification of the Group's sales is due to sales from textile sector operations.

The sales activities of the Group are determined according to fluctuations in the domestic and overseas markets and competition conditions. It is taken care of not to concentrate on a specific sector, country, person and Group in terms of dissolving risks. Even so, as of 30 June 2026, the share of the largest buyer in the revenue from textile sector operations is 41,05% (30 June 2025: 54,79%). The customer mentioned is a major international supplier and the commercial relation between the customer and the Group has been maintained for many years.

The share of the largest buyers in the revenue from agriculture sector operations is 74,44% (30 June 2025: 80,43%). Domestic sales of dried fruits (risen, fig and apricot) produced by Menderes on contract manufacturing basis are made in accordance with the "Sales Agreement" signed with Osman Akça Tarım Ürünleri İthalat İhracat Sanayi ve Ticaret A.Ş., who is the related parties of the Group and Osman Akça exports these products to different customers abroad.

Percentage of total sales of two buyers with the largest share in total sales of the Group is given below:

Textile:

Customer	01.01.- 30.06.2026	01.01.- 30.06.2025
A Company	41,05%	54,79%

Agriculture:

Customer	01.01.- 30.06.2026	01.01.- 30.06.2025
B Company	74,44%	80,43%

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As of 30 June 2026, amounts of assets and liabilities of the Group in foreign currency are as follows

	TRY equivalent functional currency	USD	EUR	GBP	CHF
1. Trade Receivables	1.522.053.190	27.752.902	4.268.502	46.639	-
2a. Monetary Financial Assets (including cash and banks)	170.043.797	3.274.351	299.062	226	28.766
2b. Non-monetary financial assets	-	-	-	-	-
3. Other	-	-	-	-	-
4. Current Assets (1+2+3)	1.692.096.987	31.027.253	4.567.564	46.865	28.766
5. Trade Receivables	-	-	-	-	-
6a. Monetary financial receivables	-	-	-	-	-
6b. Non-monetary financial assets	-	-	-	-	-
7. Other	-	-	-	-	-
8. Non-Current Assets (5+6+7)	-	-	-	-	-
9. Total Assets (4+8)	1.692.096.987	31.027.253	4.567.564	46.865	28.766
10. Trade Payables	367.677.859	7.302.340	497.648	8.000	-
11. Financial Liabilities	1.865.143.623	19.985.098	17.537.168	-	-
12a. Other monetary financial liabilities	8.631.951	8.668	154.704	-	-
12b. Other non-monetary financial liabilities	-	-	-	-	-
13. Current Liabilities (10+11+12)	2.241.453.433	27.296.106	18.189.520	8.000	-
14. Trade Payables	-	-	-	-	-
15. Financial Liabilities	1.417.385.275	3.155.945	23.882.632	-	-
16a. Other monetary financial liabilities	-	-	-	-	-
16b. Other non-monetary financial liabilities	-	-	-	-	-
17. Non-Current Liabilities (14+15+16)	1.417.385.275	3.155.945	23.882.632	-	-
18. Total Liabilities	3.658.838.708	30.452.051	42.072.152	8.000	-
19. Net assets/(liabilities) position of off-balance sheet derivative instruments(19a-19b)	139.724.100	3.000.000	-	-	-
19a. Off-balance sheet foreign currency derivative assets	139.724.100	3.000.000	-	-	-
19b. Off-balance sheet foreign currency derivative liabilities	-	-	-	-	-
20. Net foreign currency assets / liabilities (9-18+19)	(1.827.017.622)	3.575.202	(37.504.588)	38.865	28.766
21. Net foreign currency asset / liabilities position of monetary items (TFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)	(1.966.741.722)	575.202	(37.504.588)	38.865	28.766
22. Fair value of derivative instruments used in foreign currency hedge	-	-	-	-	-
23. Exports	1.463.382.190	13.755.080	14.964.007	56.822	-
24. Imports	611.687.423	11.369.142	272.762	16.280	4.950

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As of 31 December 2025, amounts of assets and liabilities of the Group in foreign currency are as follows:

	Foreign currency position table TRY equivalent (functional currency) (indexed values)	TRY equivalent functional currency	USD	EUR	GBP
1. Trade Receivables	1.573.823.935	1.336.468.406	25.409.736	4.916.701	9.211
2a. Monetary Financial Assets (including cash and banks)	198.627.558	168.671.635	2.953.031	838.142	4
2b. Non-monetary financial assets		-	-	-	-
3. Other		-	-	-	-
4. Current Assets (1+2+3)	1.772.451.494	1.505.140.041	28.362.767	5.754.843	9.215
5. Trade Receivables		-	-	-	-
6a. Monetary financial receivables		-	-	-	-
6b. Non-monetary financial assets		-	-	-	-
7. Other		-	-	-	-
8. Non-Current Assets (5+6+7)		-	-	-	-
9. Total Assets (4+8)	1.772.451.494	1.505.140.041	28.362.767	5.754.843	9.215
10. Trade Payables	419.230.069	356.004.080	7.742.595	469.851	-
11. Financial Liabilities	1.513.226.241	1.285.009.725	6.973.854	19.566.101	-
12a. Other monetary financial liabilities	4.487.191	3.810.457	84.750	3.429	-
12b. Other non-monetary financial liabilities		-	-	-	-
13. Current Liabilities (10+11+12)	1.936.943.501	1.644.824.262	14.801.199	20.039.381	-
14. Trade Payables		-	-	-	-
15. Financial Liabilities	1.767.556.810	1.500.983.547	1.923.289	28.156.589	-
16a. Other monetary financial liabilities		-	-	-	-
16b. Other non-monetary financial liabilities		-	-	-	-
17. Non-Current Liabilities (14+15+16)	1.767.556.810	1.500.983.547	1.923.289	28.156.589	-
18. Total Liabilities	3.704.500.311	3.145.807.809	16.724.488	48.195.970	-
19. Net asset/(liabilities) position of off-balance sheet derivative instruments(19a-19b)	138.751.404	117.825.675	2.750.000	-	-
19a. Off-balance sheet foreign currency derivative assets	138.751.404	117.825.675	2.750.000	-	-
19b. Off-balance sheet foreign currency derivative liabilities		-	-	-	-
20. Net foreign currency asset / liabilities (9-18+19)	(1.793.297.412)	(1.522.842.092)	14.388.279	(42.441.127)	9.215
21. Net foreign currency asset / liabilities position of monetary items (TFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)	(1.932.048.816)	(1.640.667.767)	11.638.279	(42.441.127)	9.215
22. Fair value of derivative instruments used in foreign currency hedge		-	-	-	-
23. Exports	4.024.097.905	3.417.205.440	54.406.372	20.979.678	161.845
24. Imports	1.154.445.858	980.338.640	21.586.789	649.249	15.000

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 Group 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 here in are not necessarily indicative of the amounts the Group could realize in a current market exchange:

The following methods and assumptions are utilized for the current values of financial instruments which are predictable in practice:

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Financial Assets

Monetary assets for which fair value approximates carrying value:

- 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

Monetary liabilities for which fair value approximates carrying value:

- 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 converted at period 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 parties payer set TRY amounts approximates its fair values.

Capital Risk Management

In capital management, the Group aims at enhancing profitability while keeping a reasonable leverage, on the other hand rendering sustainability in its operations.

The Group follows capital by using debt to equity ratio. This rate is found by dividing net debt to total equity. Net debt is calculated by deducting cash and cash equivalents from total payable amount (as shown in balance sheet, trade and other payables and loans). Total capital, as shown in balance sheet, is calculated by adding up equity and net debt.

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As of 30 June 2026 and 31 December 2025, net debt / total equity ratio is as follows:

	30.06.2026	31.12.2025
Total debts	7.414.993.900	7.900.910.723
Liquid assets	(3.079.679.843)	(1.855.970.591)
Net debt	4.335.314.057	6.044.940.132
Total equity	17.773.689.430	17.739.672.613
Total capital	22.109.003.487	23.784.612.745
Net Debt/Total Capital Ratio	20%	25%

Fair Value Estimate

Classification of the group's financial assets and liabilities measured at fair value is represented below:

Level 1: Market price valuation techniques for the determined assets and liabilities traded in markets (unadjusted);

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the assets or liabilities, either directly or indirectly;

Level 3: Inputs for the assets or liabilities that are not based on observable market (unobservable inputs).

The group's assets/ (liabilities) measured at fair value are presented below:

30.06.2026	Level 1	Level 2
Assets		
Lands	-	1.359.308.480
Underground and above ground layouts	-	850.020.346
Buildings	-	2.589.828.791
Machinery, plant and devices	-	8.422.081.548
Derivative Instruments	-	20.449.400
31.12.2025	Level 1	Level 2
Assets		
Lands	-	1.359.308.480
Underground and above ground layouts	-	878.418.243
Buildings	-	2.641.936.194
Machinery, plant and devices	-	8.617.198.863
Derivative Instruments	-	24.527.710

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As of 30 June 2026, the classes and fair values of financial instruments are as follows;

30.06.2026	Financial assets and liabilities shown at amortized value	Financial assets at fair value differences in income statement	Book Value	Note
Financial Assets				
Cash and cash equivalents	3.079.679.843	-	3.079.679.843	4
Financial investments	-	8.513.319	8.513.319	5
Trade receivables	1.777.865.694	-	1.777.865.694	7
Other receivables	20.285.370	-	20.285.370	9
Financial Liabilities				
Financial borrowings	4.004.151.642	-	4.004.151.642	8
Trade payables	930.083.594	-	930.083.594	7
Other payables	29.607.293	-	29.607.293	9

As of 31 December 2025, the classes and fair values of financial instruments are as follows;

31.12.2025	Financial assets and liabilities shown at amortized value	Financial assets at fair value differences in income statement	Book Value	Note
Financial Assets				
Cash and cash equivalents	1.855.970.591	-	1.855.970.591	4
Financial investments	9.039.631	-	9.039.631	5
Trade receivables	2.003.517.517	-	2.003.517.517	7
Other receivables	50.301.507	-	50.301.507	9
Financial Liabilities				
Financial borrowings	3.891.665.107	-	3.891.665.107	8
Trade payables	1.340.364.724	-	1.340.364.724	7
Other payables	29.360.245	-	29.360.245	9

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NOTE 34 – GAINS /(LOSSES) ON NET MONETARY POSITION RELATED EXPLANATIONS

Non-monetary items	30 June 2026
Statement of financial position items	(115.984.983)
Inventories	189.325.341
Prepaid expenses (short term)	35.883.549
Investments subject to equity pick-up method	148.755.479
Investments in subsidiaries	59.868.305
Tangible assets	1.629.338.805
Intangible assets	46.656.735
Investment properties	333.865.514
Prepaid expenses (long term)	21.075.933
Issued capital	(1.254.201.289)
Share premiums/discounts	(86.094.241)
Accumulated other comprehensive income/(expenses) not to be reclassified on profit or loss	
- Gain on revaluation of properties	(567.810.087)
- The movement schedule for gains/(losses)	(323.751)
Restricted reserves	(42.795.326)
Retained earnings	(629.529.950)
Statement of profit or loss items	273.489.520
Revenue	(216.899.554)
Cost of sales	906.157.748
Research and sevelopment expense	1.504.101
Marketing expenses	17.108.349
General administrative expenses	8.726.144
Other operating income	(12.183.524)
Other operating expenses	9.374.960
Income from investing activities	3.245.227
Expense from investing activities	1.028.558
Financial income	(24.941.188)
Financial expenses	16.581.278
Tax expense for the period	(436.212.579)
Gains /(Losses) on Net Monetary Position	157.504.537

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NOTE 35 – POST BALANCE SHEET EVENTS

None.