

**MENDERES TEKSTİL SANAYİ VE TİCARET A.Ş.**  
**CONSOLIDATED FINANCIAL STATEMENTS**  
**AND AUDITORS' REVIEW REPORT**  
**FOR THE INTERIM PERIOD ENDED AT**  
**30 JUNE 2025**

*(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 2025, 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 2025, 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 2025

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 2025**

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

		<i>Restated (*)</i>	
		<i>Reviewed</i>	<i>Audited</i>
<b>ASSETS</b>	<b>Footnote</b>	<b>Current Period 30.06.2025</b>	<b>Prior Period 31.12.2024</b>
<b>Current Assets</b>		<b>5.341.974.330</b>	<b>6.071.470.708</b>
Cash and Cash Equivalents	4	1.253.026.800	676.357.878
Trade Receivables		1.298.848.348	1.766.259.209
<i>Trade Receivables from Related Parties</i>	<i>6-7</i>	773.312.294	1.118.752.579
<i>Trade Receivables from Unrelated Parties</i>	<i>7</i>	525.536.054	647.506.630
Other Receivables		31.503.866	54.758.371
<i>Other Receivables from Related Parties</i>	<i>6-9</i>	14.914.848	5.628.297
<i>Other Receivables from Unrelated Parties</i>	<i>9</i>	16.589.018	49.130.074
Inventories	11	2.646.858.595	3.306.807.939
Biological Assets	12	11.641.158	128.246.065
Prepaid Expenses	13	53.318.024	102.526.957
Current Tax Assets	14	36.446	157.167
Other Current Assets	23	46.741.093	36.357.122
<b>Non-Current Assets</b>		<b>13.969.252.155</b>	<b>14.150.107.018</b>
Financial Investments	5	6.914.405	28.296.830
Other Receivables	9	524.640	652.514
Investments Valued by Equity Pick-up Method	15	774.435.816	777.562.425
Investment Properties	16	1.628.437.882	1.628.437.882
Tangible Assets	17	11.007.688.441	11.312.062.596
Right of Use Assets	18	52.255.723	51.500.643
Intangible Assets	19	210.265.968	220.492.658
Prepaid Expenses	13	37.561.285	36.144.212
Deferred Tax Assets	30	251.167.995	94.957.258
<b>TOTAL ASSETS</b>		<b>19.311.226.485</b>	<b>20.221.577.726</b>

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 2025**

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

		<i>Restated (*)</i>	
		<i>Reviewed</i>	<i>Audited</i>
<b>LIABILITIES</b>	<b>Footnote</b>	<b>Current Period 30.06.2025</b>	<b>Prior Period 31.12.2024</b>
<b>Current Liabilities</b>		<b>2.786.638.044</b>	<b>3.632.088.216</b>
Short Term Borrowings	8	1.181.612.235	1.920.222.098
Short-term portion of long-term borrowings	8	520.382.821	454.336.463
Trade Payables	7	800.302.161	974.619.220
Employee Benefit Liabilities	22	125.110.531	119.988.151
Other Payables	9	23.267.079	26.570.113
<i>Other Payables to Related Parties</i>	<i>6-9</i>	815.033	-
<i>Other Payables to Unrelated Parties</i>	<i>9</i>	22.452.046	26.570.113
Deferred Income	13	67.040.637	80.995.176
Current Provisions		68.922.580	55.356.995
<i>Provision For Employee Benefits</i>	<i>21</i>	61.660.866	46.779.336
<i>Other Current Provisions</i>	<i>21</i>	7.261.714	8.577.659
<b>Non-Current Liabilities</b>		<b>3.251.611.340</b>	<b>3.183.906.719</b>
Long Term Borrowings	8	1.443.677.022	1.502.717.800
Long Term Provisions		228.351.127	228.308.600
<i>Long Term Provisions for Employee Benefits</i>	<i>21</i>	228.351.127	228.308.600
Deferred Tax Liabilities	30	1.579.583.191	1.452.880.319
<b>Equity</b>		<b>13.272.977.101</b>	<b>13.405.582.791</b>
<b>Parent Company's Equity</b>		<b>13.172.989.814</b>	<b>13.292.940.148</b>
Issued Capital	24.1	277.292.576	277.292.576
Inflation Adjustments of Capital	24.2	5.539.461.872	5.539.461.872
Share Premium (Discount)	24.3	432.108.772	432.108.772
The effect of mergers involving jointly controlled entities or operations		(13.603.361)	(13.603.361)
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>	<i>24.4</i>	3.044.461.271	3.044.461.271
<i>-Defined Benefit Plans Re-Measurement Gains / (Losses)</i>	<i>24.4</i>	(6.364.621)	7.056.171
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>	<i>24.5</i>	(441.987)	(441.987)
Restricted Reserves		206.465.245	206.465.245
<i>Legal Reserves</i>	<i>24.6</i>	206.465.245	206.465.245
Retained Earnings / Losses	24.7	3.800.139.589	3.827.581.355
Net Profit / (Loss) for the Period	31	(106.529.542)	(27.441.766)
<b>Non-controlling interests</b>	<b>24.8</b>	<b>99.987.287</b>	<b>112.642.643</b>
<b>TOTAL LIABILITIES</b>		<b>19.311.226.485</b>	<b>20.221.577.726</b>

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 2025**

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

			<i>Restated (*)</i>	<i>Restated (*)</i>	<i>Restated (*)</i>
		<i>Reviewed</i>	<i>Reviewed</i>	<i>Unreviewed</i>	<i>Unreviewed</i>
		<b>Current Period</b>	<b>Prior Period</b>	<b>Current Period</b>	<b>Prior Period</b>
		<b>01.01-30.06.2025</b>	<b>01.01-30.06.2024</b>	<b>01.04-30.06.2025</b>	<b>01.04-30.06.2024</b>
	<b>Footnote</b>				
Revenue	25.1	3.878.782.578	4.434.115.486	1.835.374.240	2.007.977.969
Cost of Sales (-)	25.2	(3.684.498.475)	(4.535.326.786)	(1.699.520.063)	(1.613.524.044)
<b>Gross Profit / (Loss)</b>		<b>194.284.103</b>	<b>(101.211.300)</b>	<b>135.854.177</b>	<b>394.453.925</b>
General Administrative Expenses (-)	26.3	(179.774.690)	(199.600.715)	(89.020.848)	(88.387.678)
Marketing Expenses (-)	26.2	(167.321.972)	(126.903.309)	(89.670.634)	(55.937.729)
Research and Development Expenses (-)	26.1	(20.067.231)	(26.567.290)	(10.881.040)	(12.850.452)
Other Operating Income	27.1	308.961.429	343.210.517	102.036.919	115.958.723
Other Operating Expenses (-)	27.2	(134.682.487)	(131.775.093)	(15.139.656)	(32.621.243)
<b>Operating Profit / (Loss)</b>		<b>1.399.152</b>	<b>(242.847.190)</b>	<b>33.178.918</b>	<b>320.615.546</b>
Income from Investment Activities	28.1	36.205.944	928.064.907	15.377.437	927.680.241
Expenses from Investment Activities (-)	28.2	(7.531.570)	(1.041.038)	(4.338.933)	-
Shares of Profit/(Loss) from Investments Valued by Equity Pick-up Method	28.3	(3.126.609)	(5.980.640)	221.685	(2.336.454)
<b>Operating Activity Profit/(Loss) Before Financial Expense</b>		<b>26.946.917</b>	<b>678.196.039</b>	<b>44.439.107</b>	<b>1.245.959.333</b>
Financial Income	29.1	249.973.061	111.357.270	118.345.170	42.919.101
Financial Expenses (-)	29.2	(744.464.035)	(520.499.866)	(421.667.267)	(198.905.250)
Net Monetary Position Gains/(Losses)	35	323.533.466	149.452.274	133.362.486	166.787.988
<b>Operating Activity Profit/(Loss) Before Taxation</b>		<b>(144.010.591)</b>	<b>418.505.717</b>	<b>(125.520.504)</b>	<b>1.256.761.172</b>
<b>Operating Activity Tax Income/(Expense)</b>					
Deferred Tax Income/(Expense)	30	24.982.123	(341.147.380)	(98.044.218)	(235.159.486)
<b>Current Period Operating Activity Profit / (Loss)</b>		<b>(119.028.468)</b>	<b>77.358.337</b>	<b>(223.564.722)</b>	<b>1.021.601.686</b>
<b>Profit/(Loss) for the Period</b>		<b>(119.028.468)</b>	<b>77.358.337</b>	<b>(223.564.722)</b>	<b>1.021.601.686</b>
<b>Distribution of the Period Income/(Loss)</b>					
Minority Interests	24.8	(12.498.926)	(12.333.313)	(10.728.493)	(3.795.685)
Parent Company's Shares	31	(106.529.542)	89.691.650	(212.836.229)	1.025.397.371
<b>Earnings Per Share</b>	<b>31</b>	<b>(0,3842)</b>	<b>0,3235</b>	<b>(0,7676)</b>	<b>3,6979</b>

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 2025**

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

			<i>Restated (*)</i>	<i>Restated (*)</i>	<i>Restated (*)</i>
		<i>Reviewed</i>	<i>Reviewed</i>	<i>Unreviewed</i>	<i>Unreviewed</i>
		<b>Current</b>	<b>Prior Period</b>	<b>Current</b>	<b>Prior Period</b>
		<b>Period</b>	<b>Period</b>	<b>Period</b>	<b>Period</b>
		<b>01.01-</b>	<b>01.01-</b>	<b>01.04-</b>	<b>01.04-</b>
	<b>Footnote</b>	<b>30.06.2025</b>	<b>30.06.2024</b>	<b>30.06.2025</b>	<b>30.06.2024</b>
<b>Profit/(Loss) for the Period</b>		<b>(119.028.468)</b>	<b>77.358.337</b>	<b>(223.564.722)</b>	<b>1.021.601.686</b>
<b>Other Comprehensive Income:</b>					
<b>Income (Expenses) not to be Reclassified on Profit or (Loss)</b>					
- Defined Benefit Plans Re-Measurement Gains (Losses)	21	(18.102.963)	(8.585.844)	(10.584.995)	24.306.468
<b>Income Taxes not to be Reclassified to Profit or (Loss)</b>					
- Deferred Tax Income / (Expense)	30	4.525.741	2.127.227	25.741	557.798
<b>Income or Expenses that will be Reclassified on Profit or (Loss)</b>					
- Gains/(Losses) on Financial Assets Measured at Fair Value through Other Comprehensive Income		-	54.227	161.292	115.609
<b>Taxes on Other Comprehensive Income to be Reclassified to Profit or Loss</b>					
- Deferred Tax (Expense)/Income		-	-	(40.324)	-
<b>Other Comprehensive Income</b>		<b>(13.577.222)</b>	<b>(6.404.390)</b>	<b>(10.438.286)</b>	<b>24.979.875</b>
<b>Total Comprehensive Income/(Expense)</b>		<b>(132.605.690)</b>	<b>70.953.947</b>	<b>(234.003.008)</b>	<b>1.046.581.561</b>
<b>Distribution of Total Comprehensive Income</b>					
Minority Interests	24.8	(12.655.356)	(12.397.430)	(10.719.097)	(4.108.318)
Parent Company's Shares		(119.950.334)	83.351.377	(223.283.911)	1.050.689.879

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 2025**

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 30 June 2025, 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				
	Footnote	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 01.01.2024		277.292.576	5.539.461.872	432.108.772	(13.603.361)	3.044.461.271	8.108.518	(266.173)	206.465.245	1.943.234.125	1.884.347.230	13.321.610.075	129.809.888	13.451.419.963
Transfers	24	-	-	-	-	-	-	-	-	1.884.347.230	(1.884.347.230)	-	-	-
Total Comprehensive Income/(Loss)		-	-	-	-	-	(6.394.500)	54.227	-	-	89.691.650	83.351.377	(12.397.430)	70.953.947
- Profit/(Loss) for the Period	24	-	-	-	-	-	-	-	-	-	89.691.650	89.691.650	(12.333.313)	77.358.337
- Other Comprehensive Income/(Expense)	24	-	-	-	-	-	(6.394.500)	54.227	-	-	-	(6.340.273)	(64.117)	(6.404.390)
Balances at 30.06.2024	24	277.292.576	5.539.461.872	432.108.772	(13.603.361)	3.044.461.271	1.714.018	(211.946)	206.465.245	3.827.581.355	89.691.650	13.404.961.452	117.412.458	13.522.373.910
Balances at 01.01.2025	24	277.292.576	5.539.461.872	432.108.772	(13.603.361)	3.044.461.271	7.056.171	(441.987)	206.465.245	3.827.581.355	(27.441.766)	13.292.940.148	112.642.643	13.405.582.791
Transfers	24	-	-	-	-	-	-	-	-	(27.441.766)	27.441.766	-	-	-
Total Comprehensive Income/(Loss)		-	-	-	-	-	(13.420.792)	-	-	-	(106.529.542)	(119.950.334)	(12.655.356)	(132.605.690)
- Profit/(Loss) for the Period	24	-	-	-	-	-	-	-	-	-	(106.529.542)	(106.529.542)	(12.498.926)	(119.028.468)
- Other Comprehensive Income/(Expense)	24	-	-	-	-	-	(13.420.792)	-	-	-	-	(13.420.792)	(156.430)	(13.577.222)
Balances at 30.06.2025	24	277.292.576	5.539.461.872	432.108.772	(13.603.361)	3.044.461.271	(6.364.621)	(441.987)	206.465.245	3.800.139.589	(106.529.542)	13.172.989.814	99.987.287	13.272.977.101

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 2025**

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

		<i>Reviewed Current Period 01.01- 30.06.2025</i>	<i>Restated (*) Reviewed Prior Period 01.01- 30.06.2024</i>
	<b>Footnote References</b>		
<b>CASH FLOWS FROM THE OPERATING ACTIVITIES</b>		<b>1.392.321.566</b>	<b>60.186.863</b>
<b>Profit/(Loss) for the Period</b>			
<b>Current Period Operating Activity Profit / (Loss)</b>		<b>(119.028.468)</b>	<b>77.358.337</b>
<b>Adjustments Related with Net Profit/Loss for The Period</b>		<b>495.196.452</b>	<b>(706.488.258)</b>
Adjustments for Depreciation, Amortisation Expenses	17-18-19	453.735.793	441.615.164
Adjustments Related to the Provisions			
- Adjustments for Employee Termination Benefits	21-30	(18.060.436)	21.585.017
- Adjustment for Provision for Expenses and Lawsuits	21	(1.315.945)	(2.230.112)
- Adjustment for Other Provisions or Reversals	21	14.881.530	18.117.695
Adjustments for Interest (Income) and Expenses			
- Deferred Financial Expense Arise from Forward Purchasing	27.2	74.081.313	55.300.110
- Unearned Income from Futures Sale	27.1	(71.918.800)	(46.647.750)
Adjustments for Fair Value Profit or Loss			
- Adjustments for Investment Properties Fair Value Losses /(Profits)	16	-	(926.118.159)
- Adjustments for Fair Value Profit or Loss		-	54.227
Adjustments for unrealised foreign exchange losses (gains)	8	423.247.428	153.904.363
Adjustments for Retained Earnings of Investments Subject to Equity Pick-up Method			
- Adjustment for Retained Earnings of Subsidiaries	28.3	3.126.609	5.980.640
Tax Payments/Returns	30	(24.982.124)	341.147.382
Monetary profit/loss		(357.598.916)	(769.196.835)
<b>Changes In The Company Capital</b>		<b>1.016.153.582</b>	<b>690.749.062</b>
Increase/Decrease in Financial Investments	5	-	(4.055)
Adjustments for Increase/Decrease in Trade Receivables			
- Adjustments for Increase/Decrease in Trade Receivables from Related Parties	6-7	185.558.788	(397.406.694)
- Adjustments for Increase/Decrease in Trade Receivables from Unrelated Parties	7	(44.646.237)	(216.578.981)
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	(10.090.894)	(3.631.705)
- Adjustments for Increase/Decrease in Other Receivables from Unrelated Parties Related to the Operations	9	15.291.225	(41.521.410)
Adjustments for Increase/Decrease in Inventories	11	659.949.344	1.175.715.212
Adjustments Related to the Increase/Decrease in Biological Assets	12	116.604.907	58.338.325
Adjustments for Increase/Decrease in Prepaid Expenses	13	47.791.860	96.315.358
Adjustments for Increase/Decrease in Trade Payables			
- Adjustments for Increase/Decrease in Trade Payables to Related Parties	6-7	-	(52.255)
- Adjustments for Increase/Decrease in Trade Payables to Unrelated Parties	7	36.885.067	(973.765)
Increase/Decrease in Employee Benefits Liabilities	22	22.269.947	11.262.496
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	(320.919)	(3.687.718)
Increase/Decrease in Deferred Tax	13	(13.954.539)	12.974.254
<b>Cash Flow from Operating Activities</b>		<b>1.392.321.566</b>	<b>61.619.141</b>
Tax Payments/Returns	30	-	(1.432.278)

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 2025**

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

		<i>Reviewed</i> <b>Current</b> <b>Period</b> <b>01.01-</b> <b>30.06.2025</b>	<i>Restated (*)</i> <i>Reviewed</i> <b>Prior Period</b> <b>01.01-</b> <b>30.06.2024</b>
	<b>Footnote</b> <b>References</b>		
<b>NET CASH FLOW PROVIDED BY INVESTMENT ACTIVITIES</b>		<b>(108.975.298)</b>	<b>(135.762.963)</b>
Cash outflows for the acquisition of shares or debt instruments of other entities or funds		21.382.425	(252.711)
Proceeds from Sale of Property, Plant, Equipment and Intangible Assets			
- Proceeds from Sale of Tangible Assets	17	4.840.829	1.205.807
Proceeds from Purchase of Property, Plant, Equipment and Intangible Assets			
- Proceeds from Purchase of Tangible Assets	17	(127.736.249)	(136.655.239)
- Proceeds from Purchase of Intangible Assets	19	(7.462.303)	(60.820)
<b>CASH FLOW PROVIDED BY FINANCIAL ACTIVITIES</b>		<b>(610.018.699)</b>	<b>475.458.642</b>
Cash Inflows from Financial Liabilities			
- Cash Inflows from Bank Loans	8	297.136.472	1.450.416.134
Cash Outflows from Financial Liabilities			
- Cash Outflows for Bank Loans	8	(899.601.381)	(969.603.006)
-Cash Inflows (Outputs) from Other Financial Debt Payments	8	(4.316.341)	(2.401.599)
Cash Outflows from Finance Leases	8	(3.237.449)	(2.952.887)
<b>NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS BEFORE THE EFFECT OF FOREIGN EXCHANGE CURRENCY DIFFERENCES (A+B+C)</b>		<b>673.327.569</b>	<b>399.882.542</b>
<b>EFFECTS OF INFLATION ON CASH AND CAH EQUIVALENTS</b>		<b>(96.658.647)</b>	<b>(9.824.994)</b>
<b>D. THE EFFECT OF FOREIGN CURRENCY DIFFERENCES ON CASH AND CASH EQUIVALENTS</b>		<b>-</b>	<b>-</b>
<b>CASH AND CASH EQUIVALENTS NET INCREASE/DECREASE</b>		<b>576.668.922</b>	<b>390.057.548</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINING OF THE PERIOD</b>	<b>4</b>	<b>676.357.878</b>	<b>756.329.569</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b>4</b>	<b>1.253.026.800</b>	<b>1.146.387.117</b>

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

**MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED AT 30 JUNE 2025**

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 30 June 2025, unless otherwise indicated.)

**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 2025 2.006 personnel are employed by the Company and the average number of personnel is 2.060 for the period of 01.01-30.06.2025.

Company shares are traded in the Borsa Istanbul since 2000.

**Production Capacity (Textile)**

According to the capacity report from Denizli Industrial Chamber dated 02 May 2024 numbered 193 and valid until 03 May 2026, 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):

<b>Products</b>	<b>Unit</b>	<b>Quantity</b>
Cotton yarn (is used in its production)	Kg	5.438.718
Raw fabric woven (is used in its production)	M <sup>2</sup>	59.151.060
Knitted fabric (is used in its production)	Kg	1.004.400
Linens	Kg	19.477.500
Pillow case	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	9.000.720
Fabric printing (is used in its production)	Kg	14.121.000
Digital fabric printing (is used in its production)	Kg	1.573.719

**MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED AT 30 JUNE 2025**

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

**Production Capacity (Energy)**

According to the capacity report from Denizli Industrial Chamber dated 17 November 2023, numbered 611 and valid until 21 November 2025, the Company annual production capacity is as follows:

	Unit	Quantity
Electricity energy	Kilowatt	161.827.000
Steam (is used in its production)	Joule	617.569.920.000
Hot water (is used in its production)	Joule	238.360.320.000

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	30.456.000
<i>Wind</i>				
Aliğa	Menderes	İzmir	Wind	57.254.400
Bergama	Menderes	İzmir	Wind	124.338.240
<i>Solar</i>				
Sarayköy	Menderes	Denizli	Solar	9.287.600

**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 2025, 341 personnel are employed by the Company and the average number of personnel is 365 for the period of 01.01.-30.06.2025.

**MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED AT 30 JUNE 2025**

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 30 June 2025, unless otherwise indicated.)

**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 2025, 34 personnel are employed by the Company and the average number of personnel is 34 for the period of 01.01.-30.06.2025.

**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.

**MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED AT 30 JUNE 2025**

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 30 June 2025, unless otherwise indicated.)

**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 (“IFRS”).

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 (“IFRS”) 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.

**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 31 December 2024 and 30 June 2024 on the purchasing power basis as of 30 June 2025.

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.

**MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED AT 30 JUNE 2025**

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

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 2025, 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
30.06.2025	3.132,17	1,0000	220%
31.12.2024	2.684,55	1,1667	291%
30.06.2024	2.319,29	1,3505	324%

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.
- 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.

**MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED AT 30 JUNE 2025**

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 30 June 2025, unless otherwise indicated.)

**Approval of Financial Statements**

Consolidated financial statements are approved by the Board of Directors and granted authority to publish on 18 August 2025 Boards of Directors have authority to change financial statements.

**Currency Measurement and Reporting Currency**

As of 30 June 2025 and 31 December 2024 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 liability 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.

**MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED AT 30 JUNE 2025**

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 30 June 2025, unless otherwise indicated.)

**Basis of Consolidation**

The capital structure of subsidiaries and participations are as follows:

Subsidiaries	Consolidation Method	30 June 2025	31 December 2024
Smyrna Seracılık Ticaret A.Ş.	Full Consolidation	79,17%	79,17%
Akça Saraylı Tekstil Ticaret Sanayi Ltd. Şti. (*)	Full Consolidation	100,00%	-

Participations	Consolidation Method	30 June 2025	31 December 2024
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.

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 subsidiary 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 liability or has made payments on behalf of an affiliate or business partnership.

**MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED AT 30 JUNE 2025**

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

As of 30 June 2025 and 31 December 2024, the capital structure of subsidiaries and participations are as follows:

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

	<b>30.06.2025</b>	<b>31.12.2024</b>
	<b><u>Ratio %</u></b>	<b><u>Ratio %</u></b>
Public Offered Shares	49,72	49,79
Akça Holding A.Ş.	48,13	48,06
Other	2,16	2,16
	<b>100%</b>	<b>100%</b>

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

	<b>30.06.2025</b>	<b>31.12.2024</b>
	<b><u>Ratio %</u></b>	<b><u>Ratio %</u></b>
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	67,11	63,19
Rıza Akça	16,45	18,41
Dilek Göksan	8,22	9,20
Ahmet Bilge Göksan	8,22	9,20
	<b>100%</b>	<b>100%</b>

Smyrna Seracılık Ticaret A.Ş. (Subsidiary)

	<b>30.06.2025</b>	<b>31.12.2024</b>
	<b><u>Ratio %</u></b>	<b><u>Ratio %</u></b>
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
	<b>100%</b>	<b>100%</b>

**MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED AT 30 JUNE 2025**

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

Akça Saraylı Tekstil Ltd. Şti. (Subsidiary)

	<b>30.06.2025</b>	<b>31.12.2024</b>
	<b><u>Ratio %</u></b>	<b><u>Ratio %</u></b>
Menderes Tekstil Sanayi ve Ticaret A.Ş.	100,00	-
Rıza Akça	-	58,79
Akça Holding A.Ş.	-	34,80
Ahmet Bilge Göksan	-	3,21
Dilek Göksan	-	3,21
	<b>100%</b>	<b>100%</b>

Aktur İzmir Gayrimenkul A.Ş. (Subsidiary)

	<b>30.06.2025</b>	<b>31.12.2024</b>
	<b><u>Ratio %</u></b>	<b><u>Ratio %</u></b>
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
	<b>100%</b>	<b>100%</b>

**MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED AT 30 JUNE 2025**

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

**2.b. Comparative Information and Previous Periods Adjustments**

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

In accordance with the Principle Decision on 'Accounting for Business Combinations Under Common Control' published in the Official Gazette dated 17 October 2018, by the Public Oversight, Accounting and Auditing Standards Authority (POA), business combinations under common control have been accounted for using the 'Pooling of Interests' method, and the prior period financial statements have been restated accordingly.

In accordance of business combinations under common control using the pooling of interests method, no goodwill has been recognized in the financial statements. In order to eliminate any potential asset-liability imbalance arising from the business combination under common control, a balancing account titled 'Effect of Mergers Involving Entities Under Common Control' has been used under equity.

The differences arising from the restatement of prior period financial statements to account for the effect of business combinations involving entities under common control are as follows:

	<b>Restated</b>	Previously Reported
	<b>31 December 2024</b>	31 December 2024
<b>Current assets</b>	<b>6.071.470.708</b>	6.084.397.051
<b>Non-current assets</b>	<b>14.150.107.018</b>	14.059.383.033
<b>TOTAL LIABILITIES</b>	<b>20.221.577.726</b>	20.143.780.084
<b>Current liabilities</b>	<b>3.632.088.216</b>	3.610.085.128
<b>Non-current liabilities</b>	<b>3.183.906.719</b>	3.152.229.702
<b>Share capital</b>	<b>13.405.582.791</b>	13.381.465.254
<b>Equity Attributable to Owners of the Parent</b>	<b>13.292.940.148</b>	13.268.822.611
Issued capital	277.292.576	277.292.576
Inflation Adjustments of Shareholders' Equity	5.539.461.872	5.539.461.872
Share premiums/discounts	432.108.772	432.108.772
The effect of mergers involving jointly controlled entities or operations	(13.603.361)	-
Accumulated other comprehensive income/(expenses) not to be reclassified on profit or loss	3.051.517.442	3.051.498.785
Accumulated other comprehensive income/(expenses) to be reclassified on profit or loss	(441.987)	(441.987)
Restricted reserves	206.465.245	206.465.245
Retained Earnings / Losses	3.827.581.355	3.748.245.511
Profit/(Loss) of the Period	(27.441.766)	14.191.837
<b>Non-controlling Interests</b>	<b>112.642.643</b>	112.642.643
<b>TOTAL LIABILITIES</b>	<b>20.221.577.726</b>	20.143.780.084

**MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED AT 30 JUNE 2025**

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

**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 2025 and 31 December 2024 and for the year ended on the same date, except as stated above.

**2.e. New and amended standards and interpretations**

The accounting policies adopted in preparation of the consolidated financial statements as of 30 June 2025 are consistent with those of the previous financial year, except for the adoption of new and amended TFRS and TFRS interpretations effective as of 01 January 2024 and thereafter.

The amendments did not have a significant impact on the financial position or performance of the Group.

**a) The new standards, amendments and interpretations which are effective as of 1 January 2024 are as follows**

Amendments to TAS 1 : Classification of Liabilities as Current or Non-Current

Amendments to IFRS 16 : Lease Liability in a Sale and Leaseback

Amendments to TAS 7 and TFRS 7- Disclosures: Supplier Finance Arrangements

The amendments did not have a significant impact on the financial position or performance of the Group.

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**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
- Amendments to TAS 21 - Lack of exchangeability

The Group will assess the effects of these changes after the mentioned standards have been finalized.

- TFRS 17 - The new Standard for insurance contracts. The mentioned standard is not applicable to the Group.

**c) The amendments which are effective immediately upon issuance**

- Amendments to TAS 12 – International Tax Reform – Pillar Two Model Rules

The amendments do not have a significant impact on the financial position or performance of the Group.

**d) The new amendments that are issued by the International Accounting Standards Board (IASB) but not issued By Public Oversight Authority (POA)**

The following amendments to TFRS 9 and TFRS 7 as well as TFRS 18 and TFRS 19 are issued by IASB but not yet adapted/issued by POA. Therefore, they do not constitute part of TFRS. The Group will make the necessary changes to its consolidated financial statements after the amendments and new Standard are issued and become effective under TFRS.

- Amendments to TFRS 9 and TFRS 7 – Classification and measurement of financial instruments
- Amendments to TFRS 9 and TFRS 7 – Contracts Concerning Electricity Generated from Natural Resources
- TFRS 18 – The new Standard for Presentation and Disclosure in Financial Statements

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

- TFRS 19 – Subsidiaries without Public Accountability: Disclosures

The mentioned standard is not applicable to 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 IFRS 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 or loss. The classification of financial assets is determined considering the entity’s business model for managing the financial assets and the contractual cash flow characteristics of the financial 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 liability.

***Impairment***

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 the 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 liability are added to the fair value.

The effective interest method calculates the amortized cost of a financial liability 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 liability, or, where appropriate, a shorter period.

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

***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 liability 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.

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**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.

**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 2025, such payments are calculated on the basis of 30 days' pay limited to a maximum of TRY 46.655 (31 December 2024: TRY 41.828) 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:

	30.06.2025	31.12.2024
Discount rate	3,88%	3,63%

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**Social Insurance Premium**

Group, pays social security contribution to social security organization compulsorily. So long as the Group pays these premiums, it has no liability. 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 “liability” 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 “liability 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.

**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.

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**Derivative Financial Instruments and Instruments to Protect from Risk**

The Group’s derivative financial instruments include foreign currency forward contracts and interest rate swap transactions.

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 party:
  - (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 party is an associate of the Group,
- (c) The party is a joint venture, in which the Group is a venture,
- (d) The party is member of the key management personnel of the Group or its parent,
- (e) The party is a close member of the family of any individual referred to in (a) or (d);
- (f) The party 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 party has a defined benefit plan for the employees of the Group or a related party 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.

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**Government Grants and Incentives**

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.

**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 recognizes deferred tax assets and liabilities for temporary timing differences arising from the differences between the tax bases and statutory tax financial statements. Such differences usually arise from the fact that certain income and expense items are included in the tax base amounts and financial statements prepared in accordance with TAS at different periods. The Group has unused tax losses that can be deducted from future profits and deferred tax assets consisting of other deductible temporary differences. The recoverable amount of deferred tax assets partially or fully is estimated under current conditions. During the assessment, future profit projections, losses incurred in the current period, unused losses and other taxable assets are taken into consideration and tax planning strategies that can be used when necessary are taken into account.

***Provision for severance pay***

The present value of the retirement pay liability 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.

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***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.

***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 Aden Gayrimenkul Değerleme ve Danışmanlık A.Ş. 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 Aden Gayrimenkul Değerleme ve Danışmanlık A.Ş. 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 IFRS 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 is appropriate to view business combinations under common control from the perspective of the parent company, the financial statements should be restated in accordance with the provisions of IFRS (including merger accounting) as if the group-controlling entity has prepared its financial statements in accordance with IFRS as of the date it obtained control over the entities under common control and thereafter.
- 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 Assets Acquired	Net Book Value
Total Current Assets	99.446.322
Total Non-Current Assets	66.287.895
Current Liabilities	148.774.787
Non-Current Liabilities	30.551.871
Capital	27.300.000
Inflation Adjustments of Shareholders’ Equity	108.857.917
Restricted Reserves	791.384
The movement schedule for gains/(losses)	(58.565)
Retained Earnings/ Losses	(112.839.497)
Net Profit/(Loss) of the Period	(37.643.680)
Total Net Assets	(13.592.441)
Percentage of Ownership Acquired (Direct and Indirect Total)	100,00%
Net Assets Obtained	(13.592.441)
Acquisition Cost (*)	(10.920)
Acquisition Cost (*)	(10.920)
Effect of Business Combinations Involving Entities Under Common Control	(13.603.361)

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**

<b>30 June 2025</b>	<b>Textile Sector</b>	<b>Agricultural Sector</b>	<b>Energy Sector</b>	<b>Real Estate Sector</b>	<b>Retail Sector</b>	<b>Elimination</b>	<b>Total</b>
Revenue	1.689.122.287	1.722.243.526	443.333.059	-	76.325.805	(52.242.099)	3.878.782.578
Cost of Sales (-)	(1.576.505.092)	(1.791.397.198)	(318.347.144)	-	(60.070.532)	61.821.491	(3.684.498.475)
<b>GROSS PROFIT/LOSS</b>	<b>112.617.195</b>	<b>(69.153.672)</b>	<b>124.985.915</b>	<b>-</b>	<b>16.255.273</b>	<b>9.579.392</b>	<b>194.284.103</b>
General Administrative Expenses (-)	(130.162.355)	(16.645.748)	(12.401.208)	-	(20.963.178)	397.799	(179.774.690)
Marketing Expenses (-)	(104.808.336)	(40.685.973)	-	-	(22.525.969)	698.306	(167.321.972)
Research and Development Expenses (-)	(20.067.231)	-	-	-	-	-	(20.067.231)
Other Operating Income	137.337.015	201.149.583	5.305.130	-	1.777.533	(36.607.832)	308.961.429
Other Operating Expenses (-)	(88.862.283)	(17.871.521)	(278.176)	-	(27.689.255)	18.748	(134.682.487)
<b>OPERATING PROFIT/LOSS</b>	<b>(93.945.995)</b>	<b>56.792.669</b>	<b>117.611.661</b>	<b>-</b>	<b>(53.145.596)</b>	<b>(25.913.587)</b>	<b>1.399.152</b>
Income from Investing Activities	5.987.986	151.255	-	30.066.703	-	-	36.205.944
Expense from Investing Activities (-)	(2.887.023)	-	-	(1.969.374)	(2.675.173)	-	(7.531.570)
Shares of Profit/(Loss) from Investments Valued by Equity Pick-up Method	(3.126.609)	-	-	-	-	-	(3.126.609)
<b>OPERATING PROFIT/LOSS BEFORE FINANCING EXPENSES</b>	<b>(93.971.641)</b>	<b>“56.943.924</b>	<b>117.611.661</b>	<b>28.097.329</b>	<b>(55.820.769)</b>	<b>(25.913.587)</b>	<b>26.946.917</b>
Financial Income (+)	263.011.945	9.836.752	-	-	-	(22.875.636)	249.973.061
Financial Expenses (-)	(398.533.544)	(27.221.779)	(365.310.861)	-	(2.187.074)	48.789.223	(744.464.035)
Gains /(Losses) on Net Monetary Position	(1.067.101.807)	411.660.679	740.318.873	218.251.745	20.403.976	-	323.533.466
<b>OPERATING ACTIVITY PROFIT/(LOSS) BEFORE TAXATION</b>	<b>(1.296.595.047)</b>	<b>451.219.576</b>	<b>492.619.673</b>	<b>246.349.074</b>	<b>(37.603.867)</b>	<b>-</b>	<b>(144.010.591)</b>
<b>Operating Activity Tax Income / (Expense)</b>							
- Income/Expense Tax for the period	-	-	-	-	-	-	-
- Deferred Tax Income/Expense	9.292.568	15.729.368	-	-	(39.813)	-	24.982.123
<b>PROFIT/LOSS) FOR THE PERIOD</b>	<b>(1.287.302.479)</b>	<b>466.948.944</b>	<b>492.619.673</b>	<b>246.349.074</b>	<b>(37.643.680)</b>	<b>-</b>	<b>(119.028.468)</b>

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<b>30 June 2025</b>	<b>Textile Sector</b>	<b>Agricultural Sector</b>	<b>Energy Sector</b>	<b>Real Estate Sector</b>	<b>Retail Sector</b>	<b>Elimination</b>	<b>Total</b>
Total Assets	11.282.418.225	2.353.640.107	4.250.929.261	1.527.653.789	199.511.420	(302.926.317)	19.311.226.485
Total Liabilities	3.589.043.862	813.517.613	1.541.260.696	611.876	103.103.861	(9.288.524)	6.038.249.384
<b>Assets by Segments</b>							
Investment Properties	101.246.137	-	-	1.527.191.745	-	-	1.628.437.882
Tangible Fixed Assets (Net Book Value) Total	6.088.597.171	655.277.061	4.250.764.971	-	13.049.238	-	11.007.688.441
Total Right-of-Use Assets (Net Book Value)	-	-	-	-	52.255.723	-	52.255.723
Intangible Fixed Assets (Net Book Value) Total	209.999.614	33.433	164.290	-	68.631	-	210.265.968
Purchases of Tangible and Intangible Assets	125.070.164	8.393.603	1.483.761	-	251.024	-	135.198.552
Investment Property Acquisitions	-	-	-	-	-	-	-
Depreciation expenses	220.768.225	39.050.673	181.457.786	-	12.459.109	-	453.735.793
Detail of the Group's foreign currency assets and liabilities by segments							
Total Assets	1.269.420.908	19.386.005	-	-	-	-	1.288.806.913
Total Liabilities	1.077.313.831	15.289	1.541.260.696	-	-	-	2.618.589.816
Net asset/(liabilities) position of off-balance sheet derivative instruments	-	-	-	-	-	-	-
Net Foreign Currency Asset/ Liabilities	192.107.077	19.370.716	(1.541.260.696)	-	-	-	(1.329.782.903)
Detail of the Group's financial liabilities by division in currency							
<b>Financial Payables</b>	<b>1.466.634.757</b>	<b>103.459.211</b>	<b>1.541.260.696</b>	<b>-</b>	<b>34.317.414</b>	<b>-</b>	<b>3.145.672.078</b>
- USD	199.539.472	-	193.201.726	-	-	-	392.741.198
- EUR	628.140.779	-	1.348.058.970	-	-	-	1.976.199.749
- GBP	-	-	-	-	-	-	-
- TRY	638.954.506	103.459.211	-	-	34.317.414	-	776.731.131
Export	1.228.236.457	278.019.994	-	-	-	-	1.506.256.451
Import	556.810.292	2.670.408	-	-	-	-	559.480.700
Total Debt	3.589.043.862	813.517.613	1.541.260.696	611.876	103.103.861	(9.288.524)	6.038.249.384
Cash and Cash Equivalents	(1.224.199.211)	(339.600)	-	-	(28.487.989)	-	(1.253.026.800)
Net Debt	2.364.844.651	813.178.013	1.541.260.696	611.876	74.615.872	(9.288.524)	4.785.222.584
Total Equity	12.990.268.358	479.938.977	--	--	96.407.559	(293.637.793)	13.272.977.101
Total Capital	15.355.113.009	1.293.116.990	1.541.260.696	611.876	171.023.431	(302.926.317)	18.058.199.685
Net Debt/Total Capital Ratio	15,40%	62,89%	100,00%	100,00%	43,63%		26,50%

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30 June 2024	Textile Sector	Agricultural Sector	Energy Sector	Real Estate Sector	Retail Sector	Elimination	Total
Revenue	1.625.907.207	2.225.501.131	555.344.558	-	68.291.895	(40.929.305)	4.434.115.486
Cost of Sales (-)	(2.016.155.703)	(2.181.543.520)	(322.188.412)	-	(66.278.113)	50.838.962	(4.535.326.786)
<b>GROSS PROFIT/LOSS</b>	<b>(390.248.496)</b>	<b>43.957.611</b>	<b>233.156.146</b>	<b>-</b>	<b>2.013.782</b>	<b>9.909.657</b>	<b>(101.211.300)</b>
General Administrative Expenses (-)	(146.272.515)	(30.600.498)	(9.986.219)	-	(12.751.532)	10.049	(199.600.715)
Marketing Expenses (-)	(104.715.344)	(6.447.736)	-	-	(16.551.474)	811.245	(126.903.309)
Research and Development Expenses (-)	(26.567.290)	-	-	-	-	-	(26.567.290)
Other Operating Income	167.193.416	196.845.383	539.105	-	1.369.025	(22.736.412)	343.210.517
Other Operating Expenses (-)	(98.559.353)	(20.998.366)	(9.653)	-	(12.207.721)	-	(131.775.093)
<b>OPERATING PROFIT/LOSS</b>	<b>(599.169.582)</b>	<b>182.756.394</b>	<b>223.699.379</b>	<b>-</b>	<b>(38.127.920)</b>	<b>(12.005.461)</b>	<b>(242.847.190)</b>
Income from Investing Activities	928.074.350	(9.443)	-	-	-	-	928.064.907
Expense from Investing Activities (-)	(1.041.038)	-	-	-	-	-	(1.041.038)
Shares of Profit/(Loss) from Investments Valued by Equity Pick-up Method	(5.980.640)	-	-	-	-	-	(5.980.640)
<b>OPERATING PROFIT/LOSS BEFORE FINANCING EXPENSES</b>	<b>321.883.090</b>	<b>182.746.951</b>	<b>223.699.379</b>	<b>-</b>	<b>(26.122.459)</b>	<b>(12.005.461)</b>	<b>678.196.039</b>
Financial Income (+)	105.908.508	9.446.274	-	-	8	(3.997.520)	111.357.270
Financial Expenses (-)	(300.514.052)	(16.696.091)	(217.881.586)	-	(1.411.118)	16.002.981	(520.499.866)
Gains /(Losses) on Net Monetary Position	(235.988.404)	(171.923.058)	549.804.025	-	7.559.711	-	149.452.274
<b>OPERATING ACTIVITY PROFIT/(LOSS) BEFORE TAXATION</b>	<b>(108.710.858)</b>	<b>3.574.076</b>	<b>555.621.818</b>	<b>-</b>	<b>(31.979.319)</b>	<b>-</b>	<b>418.505.717</b>
<b>Operating Activity Tax Income / (Expense)</b>							
- Income/Expense Tax for the period	-	-	-	-	-	-	-
- Deferred Tax Income/Expense	(352.734.265)	10.630.356	-	-	956.529	-	(341.147.380)
<b>PROFIT/LOSS) FOR THE PERIOD</b>	<b>(461.445.123)</b>	<b>14.204.432</b>	<b>555.621.818</b>	<b>-</b>	<b>(31.022.790)</b>	<b>-</b>	<b>77.358.337</b>

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<b>31 December 2024</b>	<b>Textile Sector</b>	<b>Agricultural Sector</b>	<b>Energy Sector</b>	<b>Real Estate Sector</b>	<b>Retail Sector</b>	<b>Elimination</b>	<b>Total</b>
Total Assets	10.745.267.858	3.745.171.217	4.431.668.300	1.527.418.093	211.027.689	(438.975.431)	20.221.577.726
Total Liabilities	4.497.954.383	790.792.238	1.595.032.321	654.395	186.899.229	(255.337.631)	6.815.994.935
<b>Assets by Segments</b>							
Investment Properties	101.246.137	-	-	1.527.191.745	-	-	1.628.437.882
Tangible Fixed Assets (Net Book Value) Total	6.177.908.258	686.320.132	4.431.370.143	-	16.464.063	-	11.312.062.596
Total Right-of-Use Assets (Net Book Value)	-	-	-	-	-	51.500.643	51.500.643
Intangible Fixed Assets (Net Book Value) Total	220.063.347	46.488	298.157	-	84.666	-	220.492.658
Purchases of Tangible and Intangible Assets	114.682.551	94.289.392	66.782.520	-	12.112.529	-	287.866.992
Depreciation expenses	441.242.502	70.596.509	358.548.178	-	5.332.436	-	875.719.625
Detail of the Group's foreign currency assets and liabilities by segments							
Total Assets	1.615.235.136	48.427.824	-	-	-	-	1.663.662.960
Total Liabilities	876.836.883	882.104	1.595.032.321	-	-	-	2.472.751.308
Net Asset / (Liability) Position of Off-Balance Sheet Foreign Currency Derivative Instruments							
Net Foreign Currency Asset/ Liabilities	-	-	-	-	-	-	-
Net Foreign Currency Asset/ Liabilities	738.398.253	47.545.720	(1.595.032.321)	-	-	-	(809.088.348)
Detail of the Group's financial liabilities by division in currency							
<b>Financial Payables</b>	<b>2.107.160.490</b>	<b>141.206.625</b>	<b>1.595.032.322</b>	<b>-</b>	<b>33.876.924</b>	<b>-</b>	<b>3.877.276.361</b>
- USD	295.135.815	-	222.160.347	-	-	-	517.296.162
- EUR	494.375.149	-	1.372.871.975	-	-	-	1.867.247.124
- GBP	-	-	-	-	-	-	-
- TRY	1.317.649.526	141.206.625	-	-	33.876.924	-	1.492.733.075
Export	2.835.521.006	403.781.255	-	-	-	-	3.239.302.261
Import	800.860.630	10.582.181	-	-	-	-	811.442.811
Total Debt	4.497.954.382	790.792.238	1.595.032.321	654.395	186.899.229	(255.337.630)	6.815.994.935
Cash and Cash Equivalents	(653.602.758)	(1.890.197)	-	-	(20.864.923)	-	(676.357.878)
Net Debt	3.844.351.624	788.902.041	1.595.032.321	654.395	166.034.306	(255.337.630)	6.139.637.057
Total Equity	13.024.407.446	540.684.681	-	-	24.128.459	(183.637.795)	13.405.582.791
Total Capital	16.868.759.070	1.329.586.722	1.595.032.321	654.395	190.162.765	(438.975.425)	19.545.219.848
Net Debt/Total Capital Ratio	22,79%	59,33%					31,41%

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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:

<b>Region</b>	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>
Germany	54%	60%
Italy	23%	21%
Netherland	5%	4%
France	5%	3%
U.S.A.	2%	1%
Poland	2%	2%
Spain	1%	1%
Jordan	1%	0%
Switzerland	1%	1%
Romania	1%	1%
Other	5%	5%
	<b>100%</b>	<b>100%</b>

**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 2025 the share of the largest buyer in the revenue from textile sector operations is 54,79% (30 June 2024: 47,08%). 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 80,43%. (30 June 2024: 76,47%). 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.

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**NOTE 4 – CASH AND CASH EQUIVALENTS**

As of 30 June 2025 and 31 December 2024 the details of cash and cash equivalents are as follows:

	<b>30.06.2025</b>	<b>31.12.2024</b>
Cash	371.190	278.674
<b>Banks</b>	<b>244.863.274</b>	<b>41.067.424</b>
<i>Demand deposits</i>	244.863.274	40.600.728
<i>Time deposits</i>	-	466.696
Other liquid assets	1.007.792.336	635.011.780
	<b>1.253.026.800</b>	<b>676.357.878</b>

As of 30 June 2025 and 31 December 2024 maturity schedule of time deposits in the cash and cash equivalents are as follows:

	<b>30.06.2025</b>	<b>31.12.2024</b>
Within 1 month	-	466.696
	-	<b>466.696</b>

As of 30 June 2025 there is no deposit pledge on the Group's bank deposits (31 December 2024: None).

**NOTE 5 - FINANCIAL INVESTMENTS**

**Long Term Financial Investments**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Maxis Girişim Sermayesi Portföy Yönetimi A.Ş.		
Maxis Ventures Girişim Sermayesi Yatırım Fonu	2.238.327	2.238.327
Osman Akça Tarım Ürünleri İth. İhr. San. Ve Tic. A.Ş.	-	21.382.425
Ünlü Portföy Yönetimi Anonim Şirketi		
AR-GE Girişim Sermayesi Yatırım Fonu	4.676.078	4.676.078
	<b>6.914.405</b>	<b>28.296.830</b>

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**NOTE 6 – RELATED PARTY TRANSACTIONS**

**i) Due from / to related parties:**

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

	<b>30.06.2025</b>	<b>31.12.2024</b>
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	774.824.257	1.119.358.188
Rediscount	(1.511.963)	(605.609)
	<b>773.312.294</b>	<b>1.118.752.579</b>

**b) Non-trade receivables from related parties (Note 9)**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	14.914.848	5.628.297
	<b>14.914.848</b>	<b>5.628.297</b>

**c) Non-trade payables to related parties (Note 9)**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Rıza Akça	141.106	-
Ahmet Bilge Göksan	117.937	-
Cemal İpekoğlu	117.937	-
Ali Atlamaz	202.179	-
Yiğit Zabunoğlu	117.937	-
Hakkı Görken Perinçek	117.937	-
	<b>815.033</b>	<b>-</b>

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

**a) Sales to related parties:**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	1.417.496.454	1.707.566.138
Aktur Araç Muayene İstasyonları İşletmeciliği A.Ş.	6.228	-
	<b>1.417.502.682</b>	<b>1.707.566.138</b>

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**b) Purchases from related parties**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	296.522.064	309.757.735
Aktur Araç Muayene İstasyonları İşletmeciliği A.Ş.	9.208	-
	<b>296.531.272</b>	<b>309.757.735</b>

**c) Disposals of Investments to Related Parties:**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>
Akça Holding A.Ş.	18.715.490	-
	<b>18.715.490</b>	<b>-</b>

**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:**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>
Benefits provided to senior management	9.961.498	9.418.578
	<b>9.961.498</b>	<b>9.418.578</b>

**b) Service expenses paid to related parties**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>
Akça Holding A.Ş.	1.867.388	2.361.203
Ak-San Sigorta Aracılık Hizmetleri Ltd. Şti.	6.217.720	6.886.053
	<b>8.085.108</b>	<b>9.247.256</b>

**c) Rent income from related parties:**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	593.992	374.301
Akça Holding A.Ş.	430.073	374.301
	<b>1.024.065</b>	<b>748.602</b>

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**d) Service income from related parties:**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	163.879	80.877
Ak-San Sigorta Aracılık Hizmetleri Ltd. Şti.	-	2.400
Akça Holding A.Ş.	17.406	57.633
	<b>181.285</b>	<b>140.910</b>

**e) Foreign exchange income from related parties:**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	119.706.246	121.160.450
	<b>119.706.246</b>	<b>121.160.450</b>

**f) Maturity difference received from related parties:**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	14.839.617	30.976.950
	<b>14.839.617</b>	<b>30.976.950</b>

**g) Interest income from related parties:**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	2.220.642	3.186.081
	<b>2.220.642</b>	<b>3.186.081</b>

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**h) Rent expenses paid to related parties:**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>
Osman Akça Tarım Ürünleri İthalat İhracat San. ve Tic. A.Ş.	1.117.101	841.758
	<b>1.117.101</b>	<b>841.758</b>

**i) Interest expense due from related parties:**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>
Osman Akça Tarım Ürünleri İthalat İhracat San. ve Tic. A.Ş.	2.109.364	3.469.592
	<b>2.109.364</b>	<b>3.469.592</b>

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**NOTE 7 – TRADE RECEIVABLES AND TRADE PAYABLES**

**Short Term Trade Receivables**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Trade receivables	441.958.503	574.939.895
Cheques and notes	16.530.106	12.163.890
Unearned interest on trade receivables	(13.981.464)	(30.453.276)
Doubtful trade receivables	14.014.461	8.266.693
Provision for doubtful receivables (-)	(14.014.461)	(8.266.692)
Revenue accruals	81.028.909	90.856.120
<b>Trade Receivables from Unrelated Parties</b>	<b>525.536.054</b>	<b>647.506.630</b>
Trade receivables from related parties	774.133.725	1.119.358.188
Revenue accruals from related companies	690.532	-
Unearned interests on related party receivables	(1.511.963)	(605.609)
<b>Trade Receivables from Related Parties</b>	<b>773.312.294</b>	<b>1.118.752.579</b>
<b>Total Short-Term Trade Receivables</b>	<b>1.298.848.348</b>	<b>1.766.259.209</b>

As of 30 June 2025 the average maturity of trade receivables are 71 days (31 December 2024: 67 days).

Maturity schedule of notes receivables as of 30 June 2025 and 31 December 2024 are as follows:

	<b>30.06.2025</b>	<b>31.12.2024</b>
1-30 days	310.107	3.208.533
31-60 days	200.000	781.880
61-90 days	4.399.999	1.300.914
91-120 days	4.470.000	1.750.109
121-150 days	4.650.000	3.185.198
151-180 days	2.500.000	1.937.256
	<b>16.530.106</b>	<b>12.163.890</b>

**MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ**  
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As of 30 June 2025 and 31 December 2024 provision for doubtful receivables movement schedule is as follows:

	<b>30.06.2025</b>	<b>31.12.2024</b>
Opening balance	8.266.692	818.695
Collections made during the period	(657)	(420.442)
Provisions made during the period	6.929.823	8.120.087
Monetary gain / (loss)	(1.181.397)	(251.648)
<b>Closing Balance</b>	<b>14.014.461</b>	<b>8.266.692</b>

**Short Term Trade Payables**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Trade payables	721.403.103	881.851.451
Notes payables	72.155.979	49.252.734
Unearned interests on payables	(40.859.916)	(58.587.885)
Expense accruals	47.602.995	102.102.920
<b>Total Short Term Trade Payables</b>	<b>800.302.161</b>	<b>974.619.220</b>

As of 30 June 2025, the average maturity of trade payables are 43 days (31 December 2024: 42 days).

As of 30 June 2025, The Group has letter of credits amounting to USD 5.941.617 (TRY 236.559.567) in trade payables (Note 20).

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

	<b>30.06.2025</b>	<b>31.12.2024</b>
1 – 30 days	37.925.676	25.058.504
31 – 60 days	26.423.100	12.762.533
61 – 90 days	6.290.396	8.183.388
91 – 120 days	-	2.631.011
121 – 150 days	230.400	617.298
151 – 180 days	1.286.407	-
	<b>72.155.979</b>	<b>49.252.734</b>

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**NOTE 8 – FINANCIAL BORROWINGS**

	<b>30.06.2025</b>	<b>31.12.2024</b>
<b>Short Term Borrowings:</b>		
TRY borrowings	718.279.818	1.412.688.305
USD borrowings	188.909.449	273.575.911
EUR borrowings	273.336.188	233.165.636
Direct debit system and credit card liabilities (TRY)	1.086.780	792.246
<b>Short Term Financial Borrowings</b>	<b>1.181.612.235</b>	<b>1.920.222.098</b>
<b>Lease Payables:</b>		
TRY lease payables, net	2.032.192	6.148.297
<b>Liabilities from Operating Lease Transactions:</b>		
Liabilities from Operating Leases, Net	10.994.058	9.031.641
<b>Bank Borrowings:</b>		
TRY borrowings	21.355.236	26.785.562
USD borrowings	93.932.677	95.585.970
EUR borrowings	392.068.658	316.784.993
<b>Current Installments of Long-Term Borrowings</b>	<b>520.382.821</b>	<b>454.336.463</b>
<b>Liabilities from Operating Lease Transactions:</b>		
Liabilities from Operating Leases, Net	22.983.047	24.830.554
<b>Long Term Bank Borrowings:</b>		
TRY borrowings	-	12.456.470
USD borrowings	109.899.072	148.134.281
EUR borrowings	1.310.794.903	1.317.296.495
<b>Long Term Financial Borrowings</b>	<b>1.443.677.022</b>	<b>1.502.717.800</b>
<b>Total Financial Liabilities</b>	<b>3.145.672.078</b>	<b>3.877.276.361</b>

As of 30 June 2025 and 31 December 2024 maturity analysis of borrowings and other financial borrowings are as follows:

	<b>30.06.2025</b>	<b>31.12.2024</b>
Within 3 months	874.273.280	351.312.536
Between 3 - 12 months	814.695.526	2.008.066.087
Between 1 - 5 years	1.110.684.848	1.141.659.314
More than 5 years	310.009.127	336.227.932
	<b>3.109.662.781</b>	<b>3.837.265.869</b>

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As of 30 June 2025 and 31 December 2024 maturity schedule of long term bank borrowings are as follows:

	<b>30.06.2025</b>	<b>31.12.2024</b>
Between 1-2 years	494.474.365	464.100.456
Between 2-3 years	304.659.003	389.730.788
Between 3-4 years	147.588.226	179.464.040
Between 4-5 years	163.963.254	108.364.037
Between 5-6 years	77.434.838	104.967.915
Between 6-7 years	86.226.448	79.275.516
Between 7-8 years	83.796.900	77.047.918
Between 8-9 years	43.191.542	57.255.537
Between 9-10 years	19.359.399	17.681.039
	<b>1.420.693.975</b>	<b>1.477.887.246</b>

As of 30 June 2025 effective interest rates for TRY, USD and EUR bank loans are 23,89%,7,12% and 4,00% (31 December 2024: TRY 25,05% USD 7,01% and EUR 3,78%).

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 2.577.956.500), EUR 25.000.000 (TRY 1.165.910.000) and TRY 2.140.000.000.

As of 30 June 2025 and 31 December 2024 the details of financial leasing borrowings of Group are as follows:

	<b>30.06.2025</b>	<b>31.12.2024</b>
Short term lease payables	2.079.893	6.554.934
Cost of deferred lease payables (-)	(47.701)	(406.637)
	<b>2.032.192</b>	<b>6.148.297</b>

**MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ**  
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As of 30 June 2025, the repayment schedule of lease payables are as follows:

	<b>Lease payables</b>	<b>Cost of deferred lease payables</b>	<b>Total liabilities</b>
Between 0 – 1 years	2.079.893	(47.701)	2.032.192
	<b>2.079.893</b>	<b>(47.701)</b>	<b>2.032.192</b>

As of 31 December 2024, the repayment schedule of lease payables are as follows:

	<b>Lease payables</b>	<b>Cost of deferred lease payables</b>	<b>Total liabilities</b>
Between 0 – 1 years	6.554.934	(406.637)	6.148.297
	<b>6.554.934</b>	<b>(406.637)</b>	<b>6.148.297</b>

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**NOTE 9 – OTHER RECEIVABLES AND PAYABLES**

**Other Current Receivables**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Deposit and guarantees given	394.416	760.858
VAT and corporate tax refund receivables	16.112.094	12.986.066
Other receivables	82.508	35.383.150
<b>Other Receivables from Unrelated Parties</b>	<b>16.589.018</b>	<b>49.130.074</b>
Receivables from shareholders	14.914.848	5.628.297
<b>Other Receivables from Related Parties</b>	<b>14.914.848</b>	<b>5.628.297</b>
<b>Total Other Current Receivables</b>	<b>31.503.866</b>	<b>54.758.371</b>

**Other Non-Current Receivables**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Deposits and guarantees given	524.640	652.514
	<b>524.640</b>	<b>652.514</b>

**Other Current Payables**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Deposit and guarantees received	10.862.220	10.637.277
Taxes and funds payable	11.586.055	15.921.916
Other Payables and Liabilities	3.771	10.920
<b>Other Payables from Third Parties</b>	<b>22.452.046</b>	<b>26.570.113</b>
Partners Debts	815.033	-
<b>Other Debts To Related Parties</b>	<b>815.033</b>	<b>-</b>
<b>Total Other Short-Term Debts</b>	<b>23.267.079</b>	<b>26.570.113</b>

**MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ**  
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**NOTE 10 – DERIVATIVE INSTRUMENTS**

As of 30 June 2025 and 31 December 2024, there are no derivative instruments.

**NOTE 11 – INVENTORIES**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Raw materials	491.430.406	489.648.529
Semi-finished products	319.002.136	265.346.363
Finished goods	982.746.377	838.461.965
Merchandise Inventory	59.920.319	52.046.504
Other Inventories	253.575	1.212.736
Dried agricultural products (Figs, Apricot and Raisin)	793.505.782	1.660.091.842
	<b>2.646.858.595</b>	<b>3.306.807.939</b>

All inventories of the Group are covered by insurance coverage.

**NOTE 12 – BIOLOGICAL ASSETS**

**Current Biological Assets**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Biological assets (Tomato)	11.641.158	128.246.065
	<b>11.641.158</b>	<b>128.246.065</b>

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.

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**NOTE 13 – PREPAID EXPENSES AND DEFERRED INCOME**

**Short Term Prepaid Expenses**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Order advances given	11.744.928	44.847.671
Prepaid expenses	40.321.449	57.212.624
Advances given for business purposes	124.466	74.999
Personnel advances	1.127.181	391.663
	<b>53.318.024</b>	<b>102.526.957</b>

**Long Term Prepaid Expenses**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Prepaid expenses	37.561.285	36.144.212
	<b>37.561.285</b>	<b>36.144.212</b>

**Short Term Deferred Income**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Advances received	56.625.620	54.233.323
Deferred income	10.415.017	26.761.853
	<b>67.040.637</b>	<b>80.995.176</b>

**NOTE 14 – ASSETS RELATED TO CURRENT PERIOD TAX**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Prepaid taxes and funds	36.446	157.167
	<b>36.446</b>	<b>157.167</b>

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**NOTE 15 – INVESTMENTS VALUED BY EQUITY PICK-UP METHOD**

As of 30 June 2025 and 31 December 2024 the companies accounted by equity pick up method are as follows:

	<b>30.06.2025</b>	<b>Pay (%)</b>	<b>31.12.2024</b>	<b>Pay (%)</b>
Aktur İzmir Gayrimenkul A.Ş.	774.435.816	48%	777.562.425	48%
	<b>774.435.816</b>		<b>777.562.425</b>	

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 2025 and 31 December 2024 are as follows:

	<b>30.06.2025</b>	<b>31.12.2024</b>
Current assets	75.633.841	67.875.094
Non-current assets	1.831.675.202	1.831.409.132
<b>Total Assets</b>	<b>1.907.309.043</b>	<b>1.899.284.226</b>
Current liabilities	7.904.604	3.156.261
Non-current liabilities	285.996.489	276.206.246
Parent company's equity	1.613.407.950	1.619.921.719
<b>Total Liabilities</b>	<b>1.907.309.043</b>	<b>1.899.284.226</b>
Sales, net	8.072.651	15.805.241
Net profit / (loss)	(6.513.769)	(44.529.752)

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**NOTE 16 – INVESTMENT PROPERTIES**

<b>Cost Value</b>	<b>Lands</b>	<b>Buildings</b>	<b>Total</b>
01 January 2024 opening balance	685.045.324	-	685.045.324
Fair value	4.099.645	939.292.913	943.392.558
Transfers	(587.898.832)	587.898.832	-
31 December 2024 closing balance	101.246.137	1.527.191.745	1.628.437.882
Additions	-	-	-
30 June 2025 closing balance	101.246.137	1.527.191.745	1.628.437.882

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

	<b>Manisa</b>	<b>İzmir</b>
<b>As of 01 January 2024</b>	18.192.858	666.852.466
Value Decrease/increase	766.656	942.625.902
<b>As of 31 December 2024</b>	<b>18.959.514</b>	<b>1.609.478.368</b>
Value Decrease/increase	-	-
<b>As of 30 June 2025</b>	<b>18.959.514</b>	<b>1.609.478.368</b>

The Group's lands that are shown as investment property are revaluated by Aden Gayrimenkul Değerleme ve Danışmanlık A.Ş. The fair values determined in the valuation studies carried out on 31 December 2024 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	Leasehold Improvements	Total
01 January 2024 opening balance	1.100.263.361	1.098.551.097	2.691.633.487	8.151.723.125	108.112.325	263.812.828	43.566.962	9.503.178	13.467.166.363
Additions	16.494.535	-	1.069.754	83.061.495	8.258.868	26.548.974	141.441.807	10.930.741	287.806.174
Disposals	-	-	-	(797.043)	(1.599.012)	(254.807)	-	-	(2.650.862)
Transfers	-	-	-	90.643.449	-	-	(138.359.562)	-	(47.716.113)
31 December 2024 closing balance	1.116.757.896	1.098.551.097	2.692.703.241	8.324.631.026	114.772.181	290.106.995	46.649.207	20.433.919	13.704.605.562
Additions	-	-	8.431.579	7.456.907	9.382.166	1.393.220	101.072.377	-	127.736.249
Disposals	-	-	-	(8.270.629)	(5.478.374)	-	-	-	(13.749.003)
Transfers	-	-	5.671.057	80.923.113	-	-	(92.230.216)	-	(5.636.046)
30 June 2025 closing balance	1.116.757.896	1.098.551.097	2.706.805.877	8.404.740.417	118.675.973	291.500.215	55.491.368	20.433.919	13.812.956.762
<b>Accumulated Depreciation</b>									
01 January 2024 opening balance	-	157.320.706	146.327.442	962.744.029	53.201.568	237.880.415	-	4.041.739	1.561.515.899
Additions	-	104.437.301	90.346.469	608.396.398	14.170.436	11.615.293	-	4.035.897	833.001.794
Disposals	-	-	-	(140.402)	(1.599.012)	(235.313)	-	-	(1.974.727)
31 December 2024 closing balance	-	261.758.007	236.673.911	1.571.000.025	65.772.992	249.260.395	-	8.077.636	2.392.542.966
Additions	-	52.218.648	45.730.095	307.792.383	7.144.531	5.734.149	-	3.013.723	421.633.529
Disposals	-	-	-	(4.194.818)	(4.713.356)	-	-	-	(8.908.174)
30 June 2025 closing balance	-	313.976.655	282.404.006	1.874.597.590	68.204.167	254.994.544	-	11.091.359	2.805.268.321
<b>31.12.2024, Net Book Value</b>	<b>1.116.757.896</b>	<b>836.793.090</b>	<b>2.456.029.330</b>	<b>6.753.631.001</b>	<b>48.999.189</b>	<b>40.846.600</b>	<b>46.649.207</b>	<b>12.356.283</b>	<b>11.312.062.596</b>
<b>30.06.2025, Net Book Value</b>	<b>1.116.757.896</b>	<b>784.574.442</b>	<b>2.424.401.871</b>	<b>6.530.142.827</b>	<b>50.471.806</b>	<b>36.505.671</b>	<b>55.491.368</b>	<b>9.342.560</b>	<b>11.007.688.441</b>

As of 30 June 2025 the depreciation expense of tangible assets for the period is TRY 421.633.529 (31 December 2024: TRY 833.001.794).

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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.

As of 30 June 2025, fixed assets are insured by, TRY 505.781.076, EUR 112.092.635 (TRY 5.218.203.585), USD 235.664.579 (TRY 9.365.875.960) (31 December 2024: TRY 351.110.350, EUR 54.438.040 (TRY 1.912.321.233), USD 166.190.800 (TRY 5.455.412.448).

Total amount of mortgage on land and buildings for fixed assets of the Group given to financial institutions are USD 64.750.000 (TRY 2.577.956.500), EUR 25.000.000 (TRY 1.165.910.000) and TRY 2.140.000.000.

As of 30 June 2025, the net book value of leasing machines is TRY 136.666.988(31 December 2024: TRY 128.922.946).

As of 30 June 2025, and 31 December 2024, the Group has no borrowing costs.

**NOTE 18- RIGHT OF USE ASSETS**

<b>Cost Value</b>	<b>Buildings</b>	<b>Vehicles</b>	<b>Total</b>
01 January 2024 opening balance	53.120.679	-	53.120.679
Additions	21.090.576	-	21.090.576
31 December 2024 closing balance	74.211.255	-	74.211.255
Additions	8.830.320	701.985	9.532.305
30 June 2025 closing balance	83.041.575	701.985	83.743.560
<b>Accumulated Depreciation</b>			
01 January 2024 opening balance	8.677.250	-	8.677.250
Additions	14.033.362	-	14.033.362
31 December 2024 closing balance	22.710.612	-	22.710.612
Additions	8.699.225	78.000	8.777.225
30 June 2025 closing balance	31.409.837	78.000	31.487.837
<b>31.12.2024, Net Book Value</b>	<b>51.500.643</b>	<b>--</b>	<b>51.500.643</b>
<b>30.06.2025, Net Book Value</b>	<b>51.631.738</b>	<b>623.985</b>	<b>52.255.723</b>

As of 30 June 2025, the amortization expense of intangible assets for the period is TRY 8.777.225(31 December 2024: TRY 14.033.362).

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**NOTE 19 – INTANGIBLE ASSETS**

<b>Cost Value</b>	<b>Rights</b>	<b>Research and Development Expenses</b>	<b>Other Intangible Assets</b>	<b>Total</b>
01 January 2024 opening balance	58.184.913	259.372.383	11.801.351	329.358.647
Additions	60.818	-	-	60.818
Transfers	77.378	47.638.735	-	47.716.113
31 December 2024 closing balance	58.323.109	307.011.118	11.801.351	377.135.578
Additions	7.462.303	-	-	7.462.303
Transfers	-	5.636.046	-	5.636.046
30 June 2025 closing balance	65.785.412	312.647.164	11.801.351	390.233.927
<b>Accumulated Depreciation</b>				
01 January 2024 opening balance	31.365.504	71.402.054	11.157.523	113.925.081
Additions	15.922.457	26.731.217	64.165	42.717.839
31 December 2024 closing balance	47.287.961	98.133.271	11.221.688	156.642.920
Additions	5.467.185	17.826.427	31.427	23.325.039
30 June 2025 closing balance	52.755.146	115.959.698	11.253.115	179.967.959
<b>31.12.2024, Net Book Value</b>	<b>11.035.148</b>	<b>208.877.847</b>	<b>579.663</b>	<b>220.492.658</b>
<b>30.06.2025, Net Book Value</b>	<b>13.030.266</b>	<b>196.687.466</b>	<b>548.236</b>	<b>210.265.968</b>

As of 30 June 2025, the amortization expense of intangible assets for the period is TRY 23.325.039(31 December 2024: TRY 42.717.839).

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**NOTE 20 – PROVISIONS, CONTINGENT ASSETS AND LIABILITIES**

As of 30 June 2025 and 31 December 2024, the Group's collateral / pledge / mortgage (“CPM”) position are as follows:

<b>Collaterals, Pledges and Mortgages “(CPM)” given by the Group</b>	<b>30.06.2025</b>	<b>31.12.2024</b>
A. Total Amount of CPM given on behalf of its own legal entity	7.261.987.913	8.311.451.836
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 party 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
<b>Total</b>	<b>7.261.987.913</b>	<b>8.311.451.836</b>

As of 30 June 2025, 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	39,8140	2.577.956.500
Türkiye Vakıflar Bankası T.A.O	EUR	25.000.000	46,6364	1.165.910.000
Türkiye Cumhuriyeti Ziraat Bankası A.Ş.	TRY	565.000.000	1,0000	565.000.000
				<b>5.883.866.500</b>

As of 30 June 2025, 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	36.420.662	1,0000	36.420.662
Energy Market Regulatory Authority	TRY	26.117.151	1,0000	26.117.151
Customs Administration	TRY	34.537.877	1,0000	34.537.877
Credit Guarantee	EUR	10.890.000	46,6364	507.870.396
Credit Guarantee	TRY	217.440.000	1,0000	217.440.000
Other	TRY	2.724.840	1,0000	2.724.840
Public Institutions	TRY	13.960.487	1,0000	13.960.487
				<b>839.071.413</b>

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As of 30 June 2025, bank details of the guarantee letters given are as follows:

Details of Guarantee Letters Given	FX Currency	FX Amount	FX Rate	TRY Equivalent
Türkiye Vakıflar Bankası T.A.O.	TRY	194.080.313	1,0000	194.080.313
Türkiye Vakıflar Bankası T.A.O.	EUR	5.650.000	46,6364	263.495.660
Halk Bank A.Ş.	TRY	136.998.932	1,0000	136.998.932
Halk Bank A.Ş.	EUR	5.240.000	46,6364	244.374.736
Ziraat Bankası A.Ş.	TRY	121.772	1,0000	121.772
				<b>839.071.413</b>

As of 30 June 2025, 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	2.242.791	39,8140	89.294.481
İşbankası A.Ş.	USD	1.364.958	39,8140	54.344.438
Ziraat Bankası A.Ş.	USD	1.209.549	39,8140	48.156.984
Halk Bank A.Ş.	USD	1.124.319	39,8140	44.763.654
				<b>236.559.557</b>

As of 30 June 2025, 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	9.000.000	39,8140	358.326.000
Eximbank A.Ş.	USD	45.000.000	39,8140	1.791.630.000
Halk Bankası A.Ş.	TRY	500.000.000	1,0000	500.000.000
Halk Bankası A.Ş.	USD	40.000.000	39,8140	1.592.560.000
İşbankası A.Ş.	USD	9.500.000	39,8140	378.233.000
Türkiye Cumhuriyeti Ziraat Bankası A.Ş.	TRY	198.000.000	1,0000	198.000.000
Vakıfbank A.Ş.	USD	65.000.000	39,8140	2.587.910.000
Vakıfbank A.Ş.	USD	25.000.000	39,8140	995.350.000
Garanti Bankası A.Ş.	USD	6.500.000	39,8140	258.791.000
				<b>8.660.800.000</b>

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As at 30 June 2025 details of bonds are as follows:

Bond	FX Currency	FX Amount	FX Rate	TRY Equivalent
Türkiye Cumhuriyeti Merkez Bankası	TRY	539.050.000	1,0000	539.050.000
				<b>539.050.000</b>

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 7.962.800.000) and TRY 698.000.000 guarantee are provided by related parties (Akça Holding and Osman Akça).

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**NOTE 21 – PROVISIONS**

**Short Term Provisions**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Provision for the lawsuits	7.261.714	8.577.659
Provision for unused vacation	61.660.866	46.779.336
	<b>68.922.580</b>	<b>55.356.995</b>
	<b>30.06.2025</b>	<b>31.12.2024</b>
Lawsuits provision at the beginning of the period	8.577.659	11.592.804
Provisions during the period/reversal	(90.107)	548.220
Monetary gain / (loss)	(1.225.838)	(3.563.365)
<b>Closing balance</b>	<b>7.261.714</b>	<b>8.577.659</b>

**Long Term Provisions for Employee Benefits**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Provisions for severance pay	228.351.127	228.308.600
	<b>228.351.127</b>	<b>228.308.600</b>

For the period of 01 January – 30 June 2025, the average personnel number including subcontractors employed by the Group is 2.459 (01.01-31.12.2024: 2.583). The rate of retirement probability used is 96% (01.01-31.12.2024: 96%).

For the period ended at 30 June 2025 and 31 December 2024 the movement schedule of severance pay provision is as follows:

	<b>30.06.2025</b>	<b>31.12.2024</b>
Balance of 01 January	228.308.600	268.155.422
Increase in the period	29.182.418	58.230.417
Interest cost	2.542.688	5.979.743
Payments during the period	(17.157.844)	(23.045.021)
Actuarial profit/(loss)	18.102.963	1.412.954
Monetary gain / (loss)	(32.627.698)	(82.424.915)
<b>Balance at the end of the period</b>	<b>228.351.127</b>	<b>228.308.600</b>

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**NOTE 22 – EMPLOYEE BENEFIT LIABILITIES**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Due to personnel	99.217.023	96.354.825
Social security deductions payable	25.893.508	23.633.326
	<b>125.110.531</b>	<b>119.988.151</b>

**NOTE 23 – OTHER CURRENT ASSETS AND LIABILITIES**

**Other Current Assets**

	<b>30.06.2025</b>	<b>31.12.2024</b>
VAT carried forward	46.741.093	36.357.122
	<b>46.741.093</b>	<b>36.357.122</b>

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**NOTE 24 – SHARE CAPITAL**

**24.1 Issued Capital**

As of 30 June 2025, and 31 December 2024, 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 2025, and 31 December 2024, Group's paid in capital is as follows:

	<b>30.06.2025</b>		<b>31.12.2024</b>	
<b>Shareholders:</b>	<b>Share (%)</b>	<b>TRY</b>	<b>Share (%)</b>	<b>TRY</b>
Public Offered Shares	49,72%	137.856.510	49,79%	138.056.176
Akça Holding A.Ş.	48,13%	133.455.511	48,06%	133.255.845
Other	2,16%	5.980.555	2,16%	5.980.555
<b>Total</b>	<b>100,00%</b>	<b>277.292.576</b>	<b>100,00%</b>	<b>277.292.576</b>

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 Inflation Adjustments of Shareholders' Equity**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Inflation adjustment of shareholders' equity (*)	5.539.461.872	5.539.461.872
	<b>5.539.461.872</b>	<b>5.539.461.872</b>

(\*)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)**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Share Premiums/Discounts	432.108.772	432.108.772
	<b>432.108.772</b>	<b>432.108.772</b>

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**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Gain on revaluation of properties	3.044.461.271	3.044.461.271
	<b>3.044.461.271</b>	<b>3.044.461.271</b>

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

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 31.12.2024</b>
01 January (Beginning of period)	3.044.461.271	3.044.461.271
	<b>3.044.461.271</b>	<b>3.044.461.271</b>

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 3.044.461.271 (31 December 2024: TRY 3.044.461.271) 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 Aden Gayrimenkul Değerleme ve Danışmanlık A.Ş. an organization accredited to the CMB. The group's valuation of machinery, plant and equipments was carried out by Aden Gayrimenkul Değerleme ve Danışmanlık A.Ş. an organization accredited to the CMB.

**24.4.2 Defined Benefit Plans Re-Measurement Gains (Losses)**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Defined Benefit Plans Re-Measurement Gains (Losses)	(6.364.621)	7.056.171
	<b>(6.364.621)</b>	<b>7.056.171</b>

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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**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Gains/(Losses) on Financial Assets Measured at Fair Value through Other Comprehensive Income	(441.987)	(441.987)
	<b>(441.987)</b>	<b>(441.987)</b>

**24.6 Restricted Reserves**

	<b>30.06.2025</b>	<b>31.12.2024</b>
Legal reserves	206.465.245	206.465.245
	<b>206.465.245</b>	<b>206.465.245</b>

Restricted reserves appropriated from profit are composed of legal reserves. Legal reserves comprise of first and second legal reserves, appropriated in accordance with the Turkish Commercial Code. The first legal reserve is appropriated out of historical statutory profits at the rate of 5% per annum, until the total reserve reaches 20% of the historical paid-in share capital. The second legal reserve is appropriated after the first legal reserve and dividends, at the rate of 10% per annum of all cash dividend distributions. According to the Turkish Commercial Code, legal reserves can be only used to offset losses unless they exceed the 50% of paid-in capital. Other than that, legal reserves must not be used whatsoever.

In accordance with the CMB's requirements which were effective until 1 January 2008, the amount generated from the first-time application of inflation adjustments on financial statements and followed under the "accumulated loss" item was taken into consideration as a reduction in the calculation of profit distribution based on the inflation adjusted financial statements within the scope of the CMB's regulation issued on profit distribution. The related amount that was followed under the "accumulated loss" item could also be offset against the profit for the period (if any) and undistributed retained earnings and the remaining loss amount could be offset against capital reserves arising from the restatement of extraordinary reserves, legal reserves and equity items, respectively.

In addition, in accordance with the CMB's requirements which were effective until 1 January 2008, at the first-time application of inflation adjustments on financial statements, equity items, namely "Capital," "Premium on capital stock," "Capital" issue premiums, "Legal reserves," "Statutory reserves," "Special reserves" and "Extraordinary reserves" were carried at nominal value in the balance sheet and restatement differences of such items were presented in equity under the "Shareholders' equity inflation restatement differences" line item in aggregate. "Shareholders' equity inflation restatement differences" related to all equity items could only be subject to the capital increase by bonus issue or loss deduction, while the carrying value of extraordinary reserves could be subject to the capital increase by bonus issue, cash profit distribution or loss deduction.

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However, in accordance with the CMB's Decree Volume: XI; No: 29 issued on 1 January 2008 and other related CMB's announcements, "Paid-in capital", "Restricted reserves" and "Premium in excess of par" should be carried at their registered amounts in statutory records. Restatement differences (e.g. inflation restatement differences) arising from the application of the Decree should be associated with:

- "Capital restatement differences" account, following the "Paid-in capital" line item in the financial statements, if such differences are arising from "Paid-in Capital" and not added to capital;
- The difference arising from "Restricted reserves" and "Share Premium" and not yet subject to profit distribution or capital increase should be recognised under "Retained earnings". Other equity items are recognised in accordance with CMB Financial Reporting Standards.

Capital adjustment differences have no use other than being added to capital.

**Profit Distribution:**

Publicly listed companies distribute dividends in accordance with the requirements of CMB as explained below: In accordance with the Capital Markets Board's (the "Board") Decree issued on 23 January 2014, in relation to the profit distribution of earnings derived from 2013 operations, minimum profit distribution is not required for listed companies, and accordingly, profit distribution should be made based on the requirements set out in the Board's Communiqué Serial:II, No: 19.1 "Principles of Dividend Advance Distribution of Companies That Are Subject To The CMB Regulations", terms of articles of corporations and profit distribution policies publicly disclosed by the companies. Differences arising in the evaluations made within the framework of IFRS and arising from inflation adjustments that are not subject to profit distribution or capital increase as of the report date have been associated with previous years' profit / loss.

**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.

	<b>30.06.2025</b>	<b>31.12.2024</b>
Previous Years Profits/(Losses)	3.800.139.589	3.827.581.355
	<b>3.800.139.589</b>	<b>3.827.581.355</b>

**24.8 Minority Interest**

The details of the minority interests as of 30 June 2025 are as follows:

<b>30 June 2025</b>	<b>Total Shareholders' Equity</b>	<b>Profit/(Loss) of the Period</b>	<b>Parent Group Share</b>	<b>Minority Interest</b>	<b>Minority part of Shareholders' Equity</b>	<b>Minority part of Profit/(Loss)</b>	<b>Minority Total comprehensive income / (loss)</b>
Smryna	479.938.977	(59.994.843)	79,17%	20,83%	99.987.287	(12.498.926)	(12.655.356)
					<b>99.987.287</b>	<b>(12.498.926)</b>	<b>(12.655.356)</b>

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The details of the minority interests as of 31 December 2024 are as follows:

<b>31 December 2024</b>	<b>Total Shareholders' Equity</b>	<b>Profit/(Loss) of the Period</b>	<b>Parent Group Share</b>	<b>Minority Interest</b>	<b>Minority part of Shareholders' Equity</b>	<b>Minority part of Profit/(Loss)</b>	<b>Minority Total comprehensive income / (loss)</b>
Smryna	540.684.681	(82.352.259)	79,17%	20,83%	112.642.643	(17.156.721)	(17.167.246)
					<b>112.642.643</b>	<b>(17.156.721)</b>	<b>(17.167.246)</b>

As of 30 June 2025 and 31 December 2024, the details of non-controlling interests are as follows:

	<b>30.06.2025</b>	<b>31.12.2024</b>
Shares in capital	48.322.861	48.322.862
Revaluation fund	36.098.211	36.098.212
Actuarial loss / (gain)	(138.596)	17.832
Shares in accumulated profits / (losses)	28.203.737	45.360.458
Share in profit / (loss) for the period	(12.498.926)	(17.156.721)
	<b>99.987.287</b>	<b>112.642.643</b>

**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 2025 and the restated amounts in the financial statements prepared in accordance with statutory accounting are as follows:

	<b>Inflation adjusted amounts in the financial statements prepared in accordance with statutory accounting</b>	<b>Inflation adjusted amounts in the financial statements prepared in accordance with TAS/IFRS</b>	<b>Differences recognized in retained earnings</b>
30.06.2025			
Share Capital Adjustment Differences	7.005.339.519	5.539.461.872	1.465.877.647
Share Premiums/Discounts	336.398.798	432.108.772	(95.709.974)
Restricted Reserves Appropriated from Profit	264.506.909	206.465.245	58.041.664

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**NOTE 25 – SALES AND COST OF SALES**

**25.1 Sales**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>	<b>01.04.- 30.06.2025</b>	<b>01.04.- 30.06.2024</b>
Domestic sales	2.409.278.236	3.047.568.447	1.154.509.247	1.376.357.020
Export sales	1.506.256.451	1.360.463.319	700.675.751	635.063.771
Other sales	18.690.157	64.443.148	6.852.706	17.416.324
	<b>3.934.224.844</b>	<b>4.472.474.914</b>	<b>1.862.037.704</b>	<b>2.028.837.115</b>
Sales returns	(9.755.038)	(4.991.388)	(2.547.037)	(952.789)
Sales Discounts	-	(152)	-	-
Other discounts	(45.687.228)	(33.367.888)	(24.116.427)	(19.906.357)
<b>Sales Income, (net)</b>	<b>3.878.782.578</b>	<b>4.434.115.486</b>	<b>1.835.374.240</b>	<b>2.007.977.969</b>

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**25.2 Cost of Sales**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>	<b>01.04.- 30.06.2025</b>	<b>01.04.- 30.06.2024</b>
Direct material expenses	778.541.412	634.551.007	383.159.270	185.862.610
Direct labor expenses	307.755.542	391.078.719	115.944.097	197.023.010
General production expenses	480.626.191	516.924.203	241.862.535	246.822.774
Depreciation expenses	207.522.132	206.498.105	104.919.345	103.368.530
Change in semi-finished goods				
1. Beginning semi-finished goods (+)	265.346.363	174.285.243	279.012.835	264.795.435
2. Ending semi-finished goods (-)	(319.002.136)	(298.858.571)	(319.002.136)	(298.858.571)
Cost of finished goods produced	1.720.789.504	1.624.478.706	805.895.946	699.013.788
Changes in finished goods inventory				
1. Beginning inventory (+)	838.461.965	1.647.135.310	838.323.430	975.761.578
2. Ending inventory (-)	(982.746.377)	(1.256.218.062)	(982.746.377)	(1.256.218.062)
Cost of finished goods sold	1.576.505.092	2.015.395.954	661.472.999	418.557.304
Cost of merchandises				
1. Beginning merchandise inventory (+)	47.220.167	51.874.169	61.876.583	51.825.982
2. Purchases during the period (+)	20.559.300	16.444.088	4.447.074	88.500.493
3. End of the period merchandise inventory (-)	(59.920.319)	(42.084.320)	(59.920.319)	(42.084.320)
Cost of merchandises sold	7.859.148	26.233.937	6.403.338	98.242.155
Cost of other sales	1.436.589.592	1.832.597.734	695.288.895	787.787.944
Cost of biological assets	306.554.398	304.785.486	158.581.084	133.476.323
Depreciation of biological assets	38.643.101	34.125.263	19.331.734	17.120.364
Energy costs	137.023.225	143.377.806	67.772.151	68.894.782
Energy depreciation	181.323.919	178.810.606	90.669.862	89.445.172
<b>Cost of sales, net</b>	<b>3.684.498.475</b>	<b>4.535.326.786</b>	<b>1.699.520.063</b>	<b>1.613.524.044</b>

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As of 01 January – 30 June 2025 and 2024, for each main production group, quantities of goods and services:

	Unit	01.01.- 30.06.2025	01.01.- 30.06.2024
Yarn	Kg	3.119.433	2.858.625
Raw Clothing	Mt2	24.385.914	24.860.970
Finishing Cloth	Mt2	41.546.998	36.507.436
Lining	Mt2	5.300.420	7.278.789
Linens, Sheets, Curtains, Pillows.	Quantity	5.690.733	4.705.621
Electricity	Kwh	145.912.573	132.510.366
Cotton Waste	Kg	243.240	273.167
Piece of Cloth	Kg	676.900	397.082
Yarn Waste	Kg	123.052	113.240
Textile Trash Powder	Kg	37.500	34.756
Pepper	Kg	33.994	-
Cucumber	Kg	110.128	-
Tomato	Kg	2.453.336	2.646.651
Dried Figs	Kg	2.745.049	3.496.949
Dried Apricot	Kg	125.044	153.792
Raisin	Kg	5.338.590	8.865.627
Dry Food By-Product	Kg	632.820	1.829.201

As of 01 January – 30 June 2025 and 2024, for each main sales group, quantities of goods and services:

	Unit	01.01.- 30.06.2025	01.01.- 30.06.2024
Yarn	Kg	7.194	7.102
Finishing Cloth	Mt2	3.221.743	2.552.730
Lining	Mt2	5.196.802	6.353.113
Linens, Sheets, Curtains, Pillows.	Quantity	5.306.119	4.166.401
Electricity	Kwh	125.173.586	123.050.836
Cotton Waste	Kg	242.760	178.320
Piece of Cloth	Kg	535.261	243.500
Yarn Waste	Kg	128.744	95.640
Textile Trash Powder	Kg	33.760	38.780
Other textile products	Quantity	63.530	58.550
Pepper	Kg	33.994	-
Cucumber	Kg	110.128	-
Tomato	Kg	3.004.569	3.738.925
Dried Figs	Kg	2.745.049	3.496.949
Dried Apricot	Kg	125.044	153.792
Raisin	Kg	5.338.590	8.865.627
Dry Food By-Product	Kg	632.820	1.829.201

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

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>	<b>01.04.- 30.06.2025</b>	<b>01.04.- 30.06.2024</b>
Research and development expenses	20.067.231	26.567.290	10.881.040	12.850.452
Marketing, sales and distribution expenses	167.321.972	126.903.309	89.670.634	55.937.729
General administrative expenses	179.774.690	199.600.715	89.020.848	88.387.678
	<b>367.163.893</b>	<b>353.071.314</b>	<b>189.572.522</b>	<b>157.175.859</b>

**26.1 Research and Development Expenses**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>	<b>01.04.- 30.06.2025</b>	<b>01.04.- 30.06.2024</b>
Personnel expenses	15.718.650	24.315.450	7.302.986	11.818.605
Direct material expenses	2.914.808	20.380	2.914.808	-
Other expenses	1.433.773	2.231.460	663.246	1.031.847
	<b>20.067.231</b>	<b>26.567.290</b>	<b>10.881.040</b>	<b>12.850.452</b>

**26.2 Marketing Expenses**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>	<b>01.04.- 30.06.2025</b>	<b>01.04.- 30.06.2024</b>
Personnel expenses	38.992.552	48.462.166	18.450.550	20.749.711
Export expenses	69.706.305	36.444.524	43.157.426	19.692.349
Domestic sales transportation expense	5.865.404	5.766.309	1.600.952	1.169.906
Depreciation expenses	14.270.613	10.718.896	7.118.193	5.707.962
Other expenses	17.714.001	16.426.824	7.897.793	7.813.547
Fair expenses	9.886.520	8.999.586	602.049	764.260
Tax and duty expenses	10.886.577	85.004	10.843.671	39.994
	<b>167.321.972</b>	<b>126.903.309</b>	<b>89.670.634</b>	<b>55.937.729</b>

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**26.3 General administrative expenses**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>	<b>01.04.- 30.06.2025</b>	<b>01.04.- 30.06.2024</b>
Personnel expenses	122.382.878	139.341.711	63.839.993	66.537.302
Insurance expenses	805.854	3.913.888	207.384	1.174.771
Consultancy expenses	14.195.532	14.941.769	7.063.839	7.396.174
Repair and maintenance expenses	1.747.551	2.362.645	1.038.917	1.019.615
Travelling expenses	2.462.295	2.341.090	1.171.962	496.917
Membership expenses	4.518.744	3.763.709	2.041.363	1.715.168
Tax and duty expenses	4.269.171	3.098.899	3.742.342	1.786.860
Provision for litigation expenses	1.984.065	1.132.726	82.972	159.563
Depreciation expenses	11.976.028	11.462.294	6.178.326	5.708.031
Other expenses	8.502.749	7.714.936	3.704.610	3.608.293
Provision for doubtful receivables	6.929.823	9.527.048	(50.860)	(1.215.016)
	<b>179.774.690</b>	<b>199.600.715</b>	<b>89.020.848</b>	<b>88.387.678</b>

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**NOTE 27 – OTHER OPERATING INCOME/ (EXPENSES)**

**27.1 Other Income From Operating Activities**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>	<b>01.04.- 30.06.2025</b>	<b>01.04.- 30.06.2024</b>
Foreign exchange gains related to commercial activities	175.809.403	210.537.407	79.623.518	55.162.711
Discount income/expenses on payables, net	71.918.800	46.647.750	(4.455.478)	(746.857)
Maturity difference income	40.746.797	37.812.394	17.177.807	25.998.826
Rental income	3.036.675	2.988.168	1.910.434	2.045.483
Incentive and promotion income	9.346.260	14.654.262	4.432.555	7.141.342
Reversal of unnecessary provision	660	527.461	-	-
Other income and profit	8.102.834	30.043.075	3.348.083	26.357.218
	<b>308.961.429</b>	<b>343.210.517</b>	<b>102.036.919</b>	<b>115.958.723</b>

**27.2 Other Expenses From Operating Activities (-)**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>	<b>01.04.- 30.06.2025</b>	<b>01.04.- 30.06.2024</b>
Foreign exchange expenses related to commercial activities	56.030.218	50.141.365	24.531.683	23.961.318
Discount income/expenses on receivables, net	74.081.313	55.300.110	(11.454.460)	(6.662.526)
Donation expenses	189.248	273.572	189.248	195.996
Other expenses and losses	4.381.708	26.060.046	1.873.185	15.126.455
	<b>134.682.487</b>	<b>131.775.093</b>	<b>15.139.656</b>	<b>32.621.243</b>

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**NOTE 28 – INVESTMENT ACTIVITIES INCOME / EXPENSE**

**28.1 Income from Investment Activities**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>	<b>01.04.- 30.06.2025</b>	<b>01.04.- 30.06.2024</b>
Increase in Fair Value of Investment Property	-	926.118.159	-	926.118.159
Investment property rental income	30.066.703	-	14.783.771	-
Currency protected deposit fair value income (*)	-	348.247	-	239.927
Profit on sale of fixed assets	6.139.241	1.598.501	593.666	1.322.155
	<b>36.205.944</b>	<b>928.064.907</b>	<b>15.377.437</b>	<b>927.680.241</b>

(\*)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**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>	<b>01.04.- 30.06.2025</b>	<b>01.04.- 30.06.2024</b>
Investment property other expense	4.644.547	-	4.338.933	-
Loss on sale of fixed assets	2.887.023	1.041.038	-	-
	<b>7.531.570</b>	<b>1.041.038</b>	<b>4.338.933</b>	<b>-</b>

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

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>	<b>01.04.- 30.06.2025</b>	<b>01.04.- 30.06.2024</b>
Shares related with investment valued by equity pick-up method	(3.126.609)	(5.980.640)	221.685	(2.336.454)
	<b>(3.126.609)</b>	<b>(5.980.640)</b>	<b>221.685</b>	<b>(2.336.454)</b>

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**NOTE 29 – FINANCIAL INCOME / EXPENSES**

**29.1 Financial Income**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>	<b>01.04.- 30.06.2025</b>	<b>01.04.- 30.06.2024</b>
Interest income	189.408.535	37.601.993	81.327.355	24.640.357
Foreign exchange income regarding financial activities	28.163.460	62.495.843	20.877.086	10.087.306
Other financial income	32.401.066	11.259.434	16.140.729	8.191.438
	<b>249.973.061</b>	<b>111.357.270</b>	<b>118.345.170</b>	<b>42.919.101</b>

**29.2 Financial Expenses (-)**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>	<b>01.04.- 30.06.2025</b>	<b>01.04.- 30.06.2024</b>
Interest expenses	234.634.273	293.333.868	137.486.601	146.119.805
Foreign exchange losses regarding financial activities	499.944.064	181.408.471	279.699.638	21.668.630
Commission expenses of credit	9.885.698	45.757.527	4.481.028	31.116.815
	<b>744.464.035</b>	<b>520.499.866</b>	<b>421.667.267</b>	<b>198.905.250</b>

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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.

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**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.

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

	<b>30.06.2025</b>		<b>31.12.2024</b>	
	<b>Cumulative temporary differences</b>	<b>Deferred tax / (liability)</b>	<b>Cumulative temporary differences</b>	<b>Deferred tax / (liability)</b>
<b>Deferred tax assets:</b>				
Unearned interests on receivables	15.493.427	3.873.357	31.058.884	7.764.721
Financial loss carried forward	660.772.938	165.193.234	-	-
Severance pay provision	228.351.127	57.087.782	228.308.599	57.077.149
Unused vacation provisions	61.660.866	15.415.217	46.779.336	11.694.835
Adjustments to inventories	-	-	1.841.621	460.406
Provision for doubtful trade receivables	6.995.376	1.748.844	-	-
Expense accruals	125.000	31.250	408.359	102.090
Adjustments to financial liabilities	184.791	46.198	460.104	115.026
Adjustments to provisions of lawsuits	7.081.947	1.770.487	8.146.112	2.036.528
Foreign exchange	10.415.017	2.603.754	26.761.853	6.690.463
Deferred income	13.591.491	3.397.872	36.064.164	9.016.040
<b>Deferred tax assets</b>		<b>251.167.995</b>		<b>94.957.258</b>
<b>Deferred tax liabilities:</b>				
Non-Current Financial Assets	-	-	4.003.002	750.563
Differences on tangible and intangible assets	1.545.836.861	386.459.215	1.011.931.531	252.982.878
Difference in revaluation of land and buildings	2.215.496.525	415.405.598	2.215.496.526	415.405.598
Difference in revaluation of machinery, plant and equipment	1.707.291.406	426.822.851	1.707.291.406	426.822.851
Adjustments to inventories	152.060.321	38.015.081	145.813.277	36.453.320
Unearned interests on payables	40.859.916	10.214.980	58.587.886	14.646.972
Adjustments related to financial debts	24.750.588	6.187.648	43.344.959	10.836.242
Investment property increase in value	1.581.125.591	296.461.048	1.573.236.772	294.981.895
Effect of other corrections	67.082	16.770	-	-
<b>Deferred tax liabilities</b>		<b>1.579.583.191</b>		<b>1.452.880.319</b>
<b>Deferred tax assets / (liabilities), net</b>		<b>(1.328.415.196)</b>		<b>(1.357.923.061)</b>

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.

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For the period ended at 30 June 2025 and 31 December 2024 movements of deferred tax assets and liabilities are as follows:

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 31.12.2024</b>
Deferred tax assets/(liabilities), net	24.982.123	(528.186.420)
	<b>24.982.123</b>	<b>(528.186.420)</b>

**Deferred Tax (Asset) / Liability Movements**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 31.12.2024</b>
Opening balance	1.357.923.061	830.145.326
Actuarial (gain) / loss effect prior periods	(4.525.741)	(350.080)
Tax effect on Financial Assets Measured at Fair Value through Other Comprehensive Income	-	(58.605)
Deferred tax assets / (liabilities), net	(1.328.415.197)	(1.357.923.061)
<b>Closing balance</b>	<b>24.982.123</b>	<b>(528.186.420)</b>

**NOTE 31 – EARNINGS PER SHARE**

	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>	<b>01.04.- 30.06.2025</b>	<b>01.04.- 30.06.2024</b>
Net profit / (loss) for the period	(106.529.542)	89.691.650	(212.836.229)	1.025.397.371
Weighted-average number of shares outstanding (per share with TRY 1 value)	277.292.576	277.292.576	277.292.576	277.292.576
<b>Simple earnings and divided earnings per share (TRY)</b>	<b>(0,3842)</b>	<b>0,3235</b>	<b>(0,7676)</b>	<b>3,6979</b>

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**NOTE 32 – FINANCIAL INSTRUMENTS**

<b>Financial assets</b>	<b>30.06.2025</b>	<b>31.12.2024</b>
Liquid assets	1.253.026.800	676.357.878
Trade receivables	1.298.848.348	1.766.259.209
Other receivables	32.028.506	55.410.885
Financial assets	6.914.405	28.296.830
<b>Financial liabilities</b>		
Financial borrowings	3.143.639.886	3.871.128.064
Lease payables	2.032.192	6.148.297
Other payables	23.267.079	26.570.113
Trade payables	800.302.161	974.619.220
	<b>30.06.2025</b>	<b>31.12.2024</b>
Total debts	6.038.249.384	6.815.994.935
Liquid assets	(1.253.026.800)	(676.357.878)
Net debt	4.785.222.584	6.139.637.057
Total equity	13.272.977.101	13.405.582.791
Total capital	18.058.199.685	19.545.219.848
Net Debt/Total Capital	26%	31%

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**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 counterparty 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.

As of 30 June 2025 and 31 December 2024, maximum net credit risk is as follows:

	<b>Trade Receivables</b>		<b>Other Receivables</b>		<b>Bank</b>
	<b>Related Party</b>	<b>Other Party</b>	<b>Related Party</b>	<b>Other Party</b>	<b>Deposit</b>
<b>30.06.2025</b>					
<b>Maximum net credit risk as of balance sheet date (A+B+C+D+E)</b>	773.312.294	525.536.054	14.914.848	17.113.658	244.863.274
The part of maximum risk under guarantee with collateral	-	-	-	-	-
A. Net book value of financial assets that are neither past due nor impaired	511.836.790	525.536.054	14.914.848	17.113.658	244.863.274
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	261.475.504	-	-	-	-
The part secured by collateral	-	-	-	-	-
D. Net book value of impaired assets	-	-	-	-	-
Past due (gross carrying amount)	-	14.014.461	-	-	-
Impairment (-)	-	(14.014.461)	-	-	-
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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	Trade Receivables		Other Receivables		Bank
	Related	Other	Related	Other	
31.12.2024	Party	Party	Party	Party	Deposit
<b>Maximum net credit risk as of balance sheet date (A+B+C+D+E)</b>	1.118.752.579	647.506.630	5.628.297	49.782.588	41.067.424
The part of maximum risk under guarantee with collateral	-	-	-	-	-
A. Net book value of financial assets that are neither past due nor impaired	986.917.397	647.506.630	-	49.782.588	41.067.424
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	131.835.182	-	5.628.297	-	-
The part secured by collateral	-	-	-	-	-
D. Net book value of impaired assets	-	-	-	-	-
Past due (gross carrying amount)	-	8.266.693	-	-	-
Impairment (-)	-	(8.266.693)	-	-	-
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 2025, Group's liquidity risk table is as follows:

30 June 2025						
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)
<b>Financial Liabilities</b>						
<b>Non Derivatives</b>	<b>4.127.415.381</b>	<b>4.267.332.094</b>	<b>1.666.659.742</b>	<b>1.033.523.800</b>	<b>1.223.521.527</b>	<b>343.627.025</b>
Financial borrowings	3.109.662.781	3.311.604.316	898.295.358	846.160.406	1.223.521.527	343.627.025
Financial leasing	2.032.192	2.079.893	2.079.873	20	-	-
Trade payables	800.302.161	738.229.638	718.842.772	19.386.866	-	-
- Related parties	-	-	-	-	-	-
- Other Party	800.302.161	738.229.638	718.842.772	19.386.866	-	-
Other liabilities	215.418.247	215.418.247	47.441.739	167.976.508	-	-
- Related parties	815.033	815.033	-	815.033	-	-
- Other Party	214.603.214	214.603.214	47.441.739	167.161.475	-	-
	<b>4.127.415.381</b>	<b>4.267.332.094</b>	<b>1.666.659.742</b>	<b>1.033.523.800</b>	<b>1.223.521.527</b>	<b>343.627.025</b>

As of 31 December 2024, Group's liquidity risk table is as follows:

31 December 2024						
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)
<b>Financial Liabilities</b>						
<b>Non Derivatives</b>	<b>5.045.586.826</b>	<b>5.601.878.759</b>	<b>1.379.793.791</b>	<b>2.577.577.617</b>	<b>1.270.361.290</b>	<b>374.146.061</b>
Financial borrowings	3.837.265.869	4.184.539.731	356.922.004	2.193.669.642	1.259.802.024	374.146.061
Financial leasing	6.148.297	6.554.934	2.191.842	4.363.092	-	-
Trade payables	974.619.220	1.166.437.151	971.670.543	194.328.135	438.472	-
- Related parties	-	-	-	-	-	-
- Other Party	974.619.220	1.166.437.151	971.670.543	194.328.135	438.472	-
Other liabilities	227.553.440	244.346.943	49.009.401	185.216.748	10.120.794	-
- Other Party	227.553.440	244.346.943	49.009.401	185.216.748	10.120.794	-
	<b>5.045.586.826</b>	<b>5.601.878.759</b>	<b>1.379.793.791</b>	<b>2.577.577.617</b>	<b>1.270.361.290</b>	<b>374.146.061</b>

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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 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 132.978.295 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 asset / liability	41.408.565	(41.408.565)	41.408.565	(41.408.565)
2- Part of hedged from USD risk (-)	-	-	-	-
3- USD net effect (1+2)	41.408.565	(41.408.565)	41.408.565	(41.408.565)
In the case of increasing / losing value of TRY by 10% against EUR				
4- EUR net asset / liability	(174.595.750)	174.595.750	(174.595.750)	174.595.750
5- Part of hedged from EUR risk (-)	-	-	-	-
6- EUR net effect (4+5)	(174.595.750)	174.595.750	(174.595.750)	174.595.750
In the case of increasing / losing value of TRY by 10% against GBP				
7- GBP net asset / liability	208.890	(208.890)	208.890	(208.890)
8- Part of hedged from GBP risk (-)	-	-	-	-
9- GBP net effect (7+8)	208.890	(208.890)	208.890	(208.890)
TOTAL (3+6+9)	(132.978.295)	132.978.295	(132.978.295)	132.978.295

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As of 31 December 2024, 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 69.346.112 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 asset / liability	74.354.134	(74.354.134)	74.354.134	(74.354.134)
2- Part of hedged from USD risk (-)	-	-	-	-
3 USD net effect (1+2)	74.354.134	(74.354.134)	74.354.134	(74.354.134)
In the case of increasing / losing value of TRY by 10% against EUR				
4- EUR net asset / liability	(143.935.906)	143.935.906	(143.935.906)	143.935.906
5- Part of hedged from EUR risk (-)	-	-	-	-
6- EUR net effect (4+5)	(143.935.906)	143.935.906	(143.935.906)	143.935.906
In the case of increasing / losing value of TRY by 10% against GBP				
7- GBP net asset / liability	235.629	(235.629)	235.629	(235.629)
8- Part of hedged from GBP risk (-)	-	-	-	-
9- GBP net effect (7+8)	235.629	(235.629)	235.629	(235.629)
<b>TOTAL (3+6+9)</b>	<b>(69.346.112)</b>	<b>69.346.112</b>	<b>(69.346.112)</b>	<b>69.346.112</b>

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**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 2025, 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 3.409.469 (31 December 2024: TRY 2.859.304).

**Risk of intensification of sales**

During the reporting periods ending on 30 June 2025 and 2024, 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 to not to concentrate on a specific sector, country, person and Group in terms of dissolving risks. Even so, as of 30 June 2025, the share of the largest buyer in the revenue from textile sector operations is 54,79% (31 December 2024: 47,08%). 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 80,43% (30 June 2024: 76,47%). 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 party 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:

<b>Customer</b>	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>
A Company	54,79%	47,08%

Agriculture:

<b>Customer</b>	<b>01.01.- 30.06.2025</b>	<b>01.01.- 30.06.2024</b>
B Company	80,43%	76,47%

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As of 30 June 2025, amounts of assets and liabilities of the Group in foreign currency are as follows:

	TRY equivalent functional currency	USD	EUR	GBP
1. Trade Receivables	1.072.632.559	22.080.687	4.140.070	43.334
2a. Monetary Financial Assets (including cash and banks)	216.174.354	3.952.511	1.269.344	15
2b. Non-monetary financial assets	-	-	-	-
3. Other	-	-	-	-
<b>4. Current Assets (1+2+3)</b>	<b>1.288.806.913</b>	<b>26.033.198</b>	<b>5.409.414</b>	<b>43.349</b>
5. Trade Receivables	-	-	-	-
6a. Monetary financial receivables	-	-	-	-
6b. Non-monetary financial assets	-	-	-	-
7. Other	-	-	-	-
<b>8. Non-Current Assets (5+6+7)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>9. Total Assets (4+8)</b>	<b>1.288.806.913</b>	<b>26.033.198</b>	<b>5.409.414</b>	<b>43.349</b>
10. Trade Payables	237.557.485	5.527.683	368.904	5.000
11. Financial Liabilities	948.244.718	7.104.088	14.267.880	-
12a. Other monetary financial liabilities	12.093.667	193.793	93.875	-
12b. Other non-monetary financial liabilities	-	-	-	-
<b>13. Current Liabilities (10+11+12)</b>	<b>1.197.895.870</b>	<b>12.825.564</b>	<b>14.730.659</b>	<b>5.000</b>
14. Trade Payables	-	-	-	-
15. Financial Liabilities	1.420.693.946	2.760.312	28.106.691	-
16a. Other monetary financial liabilities	-	-	-	-
16b. Other non-monetary financial liabilities	-	-	-	-
<b>17. Non-Current Liabilities (14+15+16)</b>	<b>1.420.693.946</b>	<b>2.760.312</b>	<b>28.106.691</b>	<b>-</b>
<b>18. Total Liabilities</b>	<b>2.618.589.816</b>	<b>15.585.876</b>	<b>42.837.350</b>	<b>5.000</b>
<b>19. Net asset/(liabilities) position of off-balance sheet derivative instruments(19a-19b)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
19a. Off-balance sheet foreign currency derivative assets	-	-	-	-
19b. Off-balance sheet foreign currency derivative liabilities	-	-	-	-
<b>20. Net foreign currency asset / liabilities (9-18+19)</b>	<b>(1.329.782.946)</b>	<b>10.447.322</b>	<b>(37.427.936)</b>	<b>38.349</b>
<b>21. Net foreign currency asset / liability position of monetary items (IFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)</b>	<b>(1.329.782.904)</b>	<b>10.447.322</b>	<b>(37.427.936)</b>	<b>38.349</b>
<b>22. Fair value of derivative instruments used in foreign currency hedge</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>23. Exports</b>	<b>1.506.256.451</b>	<b>23.984.367</b>	<b>11.937.377</b>	<b>88.895</b>
<b>24. Imports</b>	<b>559.480.700</b>	<b>13.673.215</b>	<b>445.939</b>	<b>15.000</b>

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As of 31 December 2024, 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	1.612.445.422	1.382.010.031	34.426.371	4.546.281	53.250
2a. Monetary Financial Assets (including cash and banks)	51.217.537	43.898.013	907.491	324.196	474
2b. Non-monetary financial assets	-	-	-	-	-
3. Other	-	-	-	-	-
<b>4. Current Assets (1+2+3)</b>	<b>1.663.662.960</b>	<b>1.425.908.044</b>	<b>35.333.862</b>	<b>4.870.477</b>	<b>53.724</b>
5. Trade Receivables	-	-	-	-	-
6a. Monetary financial receivables	-	-	-	-	-
6b. Non-monetary financial assets	-	-	-	-	-
7. Other	-	-	-	-	-
<b>8. Non-Current Assets (5+6+7)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>9. Total Assets (4+8)</b>	<b>1.663.662.960</b>	<b>1.425.908.044</b>	<b>35.333.862</b>	<b>4.870.477</b>	<b>53.724</b>
10. Trade Payables	84.726.403	72.618.110	1.634.174	405.676	467
11. Financial Liabilities	919.112.513	787.761.679	8.966.661	12.805.445	-
12a. Other monetary financial liabilities	3.481.597	2.984.040	-	81.068	-
12b. Other non-monetary financial liabilities	-	-	-	-	-
<b>13. Current Liabilities (10+11+12)</b>	<b>1.007.320.513</b>	<b>863.363.829</b>	<b>10.600.835</b>	<b>13.292.189</b>	<b>467</b>
14. Trade Payables	-	-	-	-	-
15. Financial Liabilities	1.465.430.795	1.256.005.338	3.598.069	30.672.877	-
16a. Other monetary financial liabilities	-	-	-	-	-
16b. Other non-monetary financial liabilities	-	-	-	-	-
<b>17. Non-Current Liabilities (14+15+16)</b>	<b>1.465.430.795</b>	<b>1.256.005.338</b>	<b>3.598.069</b>	<b>30.672.877</b>	<b>-</b>
<b>18. Total Liabilities</b>	<b>2.472.751.308</b>	<b>2.119.369.167</b>	<b>14.198.904</b>	<b>43.965.066</b>	<b>467</b>
<b>19. Net asset/(liabilities) position of off-balance sheet derivative instruments(19a-19b)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
19a. Off-balance sheet foreign currency derivative assets	-	-	-	-	-
19b. Off-balance sheet foreign currency derivative liabilities	-	-	-	-	-
<b>20. Net foreign currency asset / liabilities (9-18+19)</b>	<b>(809.088.348)</b>	<b>(693.461.123)</b>	<b>21.134.958</b>	<b>(39.094.589)</b>	<b>53.257</b>
<b>21. Net foreign currency asset / liability position of monetary items (IFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)</b>	<b>(809.088.349)</b>	<b>(693.461.123)</b>	<b>21.134.958</b>	<b>(39.094.589)</b>	<b>53.257</b>
<b>22. Fair value of derivative instruments used in foreign currency hedge</b>		-	.	-	-
<b>23. Exports</b>	<b>3.239.302.261</b>	<b>2.776.371.935</b>	<b>50.391.216</b>	<b>22.066.181</b>	<b>209.816</b>
<b>24. Imports</b>	<b>811.442.811</b>	<b>695.479.108</b>	<b>17.474.073</b>	<b>1.141.837</b>	<b>20.274</b>

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**NOTE 34 – FINANCIAL INSTRUMENTS (FAIR VALUE DISCLOSURES AND HEDGE ACCOUNTING DISCLOSURES)**

Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced sale or liquidation, and is best evidenced by a quoted market price, if one exists. The estimated fair values of financial instruments have been determined by the 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:

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 party payer set TRY amounts approximates its fair values.

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**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.

As of 30 June 2025 and 31 December 2024, net debt / total equity ratio is as follows:

	<b>30.06.2025</b>	<b>31.12.2024</b>
Total debts	6.038.249.384	6.815.994.935
Liquid assets	(1.253.026.800)	(676.357.878)
Net debt	4.785.222.584	6.139.637.057
Total equity	13.272.977.101	13.405.582.791
Total capital	18.058.199.685	19.545.219.848
<b>Fair Value Estimate</b>	26%	31%

**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 asset or liability, either directly or indirectly;

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

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

<b>30.06.2025</b>	<b>Level 1</b>	<b>Level 2</b>
<b>Assets</b>		
Lands	-	1.116.757.896
Underground and above ground layouts	-	784.574.442
Buildings	-	2.424.401.871
Machinery, plant and devices	-	6.530.142.827
<b>31.12.2024</b>	<b>Level 1</b>	<b>Level 2</b>
<b>Assets</b>		
Lands	-	1.053.478.384
Underground and above ground layouts	-	789.377.388
Buildings	-	2.316.861.888
Machinery, plant and devices	-	6.370.946.016

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As of 30 June 2025, the classes and fair values of financial instruments are as follows;

30.06.2025	Financial assets and liabilities shown at amortized value	Financial assets at fair value differences in income statement	Book Value	Note
<b>Financial Assets</b>				
Cash and cash equivalents	1.253.026.800	-	1.253.026.800	4
Financial investments	-	6.914.405	6.914.405	5
Trade receivables	1.298.848.348	-	1.298.848.348	7
Other receivables	32.028.506	-	32.028.506	9
<b>Financial Liabilities</b>				
Financial borrowings	3.145.672.078	-	3.145.672.078	8
Trade payables	800.302.161	-	800.302.161	7
Other payables	23.267.079	-	23.267.079	9

As of 31 December 2024, the classes and fair values of financial instruments are as follows;

31.12.2024	Financial assets and liabilities shown at amortized value	Financial assets at fair value differences in income statement	Book Value	Note
<b>Financial Assets</b>				
Cash and cash equivalents	676.357.878	-	676.357.878	4
Financial investments	28.296.830	-	28.296.830	5
Trade receivables	1.766.259.209	-	1.766.259.209	7
Other receivables	55.410.885	-	55.410.885	9
<b>Financial Liabilities</b>				
Financial borrowings	3.877.276.361	-	3.877.276.361	8
Trade payables	974.619.220	-	974.619.220	7
Other payables	26.570.113	-	26.570.113	9

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**NOTE 35 – GAINS /(LOSSES) ON NET MONETARY POSITION RELATED EXPLANATIONS**

<b>Non-monetary items</b>	<b>30 Haziran 2025</b>
<b>Statement of financial position items</b>	<b>(107.811.288)</b>
Inventories	194.253.439
Prepaid expenses (short term)	19.530.013
Investments subject to equity pick-up method	102.022.105
Investments in subsidiaries	27.230.350
Tangible assets	1.392.156.811
Intangible assets	35.703.853
Investment properties	232.720.882
Prepaid expenses (long term)	13.288.530
Deferred income (short term)	(6.810.526)
Issued capital	(883.881.772)
Share premiums/discounts	(61.752.883)
Accumulated other comprehensive income/(expenses) not to be reclassified on profit or loss	
- <i>Gain on revaluation of properties</i>	(440.244.315)
- <i>The movement schedule for gains/(losses)</i>	(1.010.950)
Restricted reserves	(30.695.835)
Retained earnings	(700.320.990)
<b>Statement of profit or loss items</b>	<b>431.344.754</b>
Revenue	(187.615.577)
Cost of sales	584.210.812
Research and development expense	874.020
Marketing expenses	11.803.270
General administrative expenses	6.680.900
Other operating income	(14.169.905)
Other operating expenses	10.018.768
Income from investing activities	(3.544.804)
Expense from investing activities	14.836.390
Financial income	(13.385.662)
Financial expenses	39.833.665
Tax expense for the period	(18.197.123)
<b>Gains /(Losses) on Net Monetary Position</b>	<b>323.533.466</b>