BRİSA BRIDGESTONE SABANCI LASTİK SANAYİ VE TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARY

CONVENIENCE TRANSLATION INTO ENGLISH
OF THE CONSOLIDATED FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED
30 JUNE 2026
FOR THE SIX-MONTH PERIOD THEN ENDED
AND REVIEW REPORT
(ORIGINALLY ISSUED IN TURKISH)

5 August 2026
This report contains 56 pages of condensed consolidated financial statements and explanatory notes to the condensed consolidated financial statements.

CONTENTS **PAGE**

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION 1-2

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS 3

CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME 4

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY 5

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS 6

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 7-56

1. ORGANIZATION AND NATURE OF OPERATIONS OF THE GROUP 7
2. BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS 7-15
3. CASH AND CASH EQUIVALENTS AND FINANCIAL INVESTMENTS 16
4. FINANCIAL BORROWINGS 17-19
5. DERIVATIVE INSTRUMENTS 19
6. TRADE RECEIVABLES AND PAYABLES 20-21
7. INVENTORIES 21
8. PREPAID EXPENSES AND DEFERRED INCOME 22
9. PROPERTY, PLANT AND EQUIPMENT 23-24
10. RIGHT OF USE ASSETS 24-25
11. INTANGIBLE ASSETS 25-26
12. GOODWILL 26
13. PROVISIONS, CONTINGENT ASSETS AND LIABILITIES 27
14. COMMITMENTS 28-29
15. SHARE CAPITAL, RESERVES, AND OTHER EQUITY ITEMS 30-32
16. REVENUE AND COST OF SALES 33
17. EXPENSES BY NATURE 33-34
18. OTHER OPERATING INCOME AND EXPENSES 34
19. INCOME FROM INVESTING ACTIVITIES 35
20. FINANCE INCOME AND EXPENSES 35
21. TAXATION ON INCOME 36-41
22. TRANSACTIONS AND BALANCES WITH RELATED PARTIES 42-47
23. NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS 48-52
24. FINANCIAL INSTRUMENTS 53-54
25. EXPLANATIONS ON NET MONETARY POSITION GAINS/LOSSES 55
26. EVENTS AFTER THE REPORTING PERIOD 56

BRISA BRIDGESTONE SABANCI LASTİK SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARY REVIEWED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS OF 30 JUNE 2026

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of 30 June 2026, unless otherwise stated.)

ASSETS	Notes	Current Period (Reviewed) 30 June 2026	Prior Period (Audited) 31 December 2025
Current Assets			
Cash and Cash Equivalents	3	7.645.192	9.680.391
Financial Investments	3	1.899.069	2.055.854
Trade Receivables	6	10.081.319	9.568.919
Trade Receivables from Related Parties	22	550.495	344.576
Trade Receivables from Third Parties		9.530.824	9.224.343
Other Receivables		254.258	233.873
Other Receivables from Related Parties	22	390	258
Other Receivables from Third Parties		253.868	233.615
Derivative Financial Instruments	5	948.873	107.475
Inventories	7	8.003.430	7.321.007
Prepaid Expenses	8	805.644	498.232
Current Tax Assets	21	18.420	68.280
Other Current Assets		122.731	124.888
Total Current Assets		**29.778.936**	**29.658.919**
Non-Current Assets			
Other Receivables		163	191
Other Receivables from Third Parties		163	191
Derivative Financial Instruments	5	-	824.475
Property, Plant and Equipment	9	27.916.421	28.500.237
Right of Use Assets	10	233.564	226.132
Intangible Assets		2.100.784	1.948.882
Goodwill	12	141.749	141.749
Other Intangible Assets	11	1.959.035	1.807.133
Prepaid Expenses	8	73.362	113.110
Total Non-Current Assets		**30.324.294**	**31.613.027**
TOTAL ASSETS		**60.103.230**	**61.271.946**

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

BRISA BRIDGESTONE SABANCI LASTİK SANAYİ VE TİCARET A.Ş.
AND ITS SUBSIDIARY REVIEWED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS OF 30 JUNE 2026

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of 30 June 2026, unless otherwise stated.)

LIABILITIES	Notes	Current Period (Reviewed) 30 June 2026	Prior Period (Audited) 31 December 2025
Current Liabilities			
Short-term Borrowings	4	4.191.295	8.341.820
Short-term Portion of Long-term Borrowings	4	9.268.129	6.868.531
Trade Payables	6	11.135.871	10.644.015
Trade Payables to Related Parties	22	4.627.043	4.048.863
Trade Payables to Third Parties		6.508.828	6.595.152
Payables Related to Employee Benefits		659.426	486.769
Other Payables		147.252	201.498
Other Payables to Related Parties	22	4.759	5.067
Other Payables to Third Parties		142.493	196.431
Derivative Financial Instruments	5	28.525	1.976
Deferred Income	8	427.215	614.501
Current Tax Liability	21	-	7.732
Short-term Provisions		2.514.417	1.013.543
Short-term Provisions for Employee Benefits		437.906	267.055
Other Short-term Provisions	13	2.076.511	746.488
Other Current Liabilities		24.424	29.442
Total Current Liabilities		**28.396.554**	**28.209.827**
Non-Current Liabilities			
Long-term Borrowings	4	2.124.147	3.298.379
Long-term Provisions		901.107	1.002.114
Long-term Provisions for Employee Benefits		901.107	1.002.114
Deferred Tax Liability	21	566.622	930.374
Total Non-Current Liabilities		**3.591.876**	**5.230.867**
Total Liabilities		**31.988.430**	**33.440.694**
EQUITY			
Equity Attributable to Equity Holders of the Parent		**28.107.224**	**27.764.279**
Share Capital	15	305.117	305.117
Adjustment to Share Capital	15	12.781.647	12.781.647
Share Premium	15	171	171
Accumulated Other Comprehensive Income or Expenses That Will Be Reclassified to Profit or Loss			
Hedging Reserve Gains / (Losses)		121.686	126.733
Accumulated Other Comprehensive Expenses That Will Not Be Reclassified to Profit or Loss			
Remeasurement (Losses) of Defined Benefit Plans		(1.059.438)	(1.147.967)
Restricted Reserves Appropriated from Profit	15	3.940.570	3.940.570
Retained Earnings	15	11.758.008	13.038.576
Net Profit / (Loss) for the Period	15	259.463	(1.280.568)
Non-Controlling Interests	15	7.576	66.973
Total Equity		**28.114.800**	**27.831.252**
TOTAL LIABILITIES AND EQUITY		**60.103.230**	**61.271.946**

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

BRISA BRIDGESTONE SABANCI LASTİK SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARY REVIEWED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE PERIOD 1 JANUARY – 30 JUNE 2026

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of 30 June 2026, unless otherwise stated.)

	Notes	Current Period (Reviewed) 1 January- 30 June 2026	Current Period (Not-Reviewed) 1 April- 30 June 2026	Prior Period (Reviewed) 1 January- 30 June 2025	Prior Period (Not-Reviewed) 1 April- 30 June 2025
Revenue	16	23.942.899	11.125.146	22.991.032	11.563.650
Cost of Sales (-)	16	(18.314.141)	(8.381.073)	(18.619.853)	(9.468.942)
GROSS PROFIT		**5.628.758**	**2.744.073**	**4.371.179**	**2.094.708**
General Administrative Expenses (-)	17	(956.467)	(465.974)	(959.797)	(416.996)
Marketing Expenses (-)	17	(2.804.352)	(1.417.658)	(2.787.924)	(1.382.810)
Research and Development Expenses (-)	17	(168.037)	(76.174)	(178.323)	(117.934)
Impairment Loss on Trade Receivables, net (-)	17	17.458	20.254	11.232	4.800
Other Operating Income	18	2.392.668	1.118.936	2.688.495	1.094.794
Other Operating Expenses (-)	18	(2.070.758)	(1.241.728)	(2.283.400)	(1.041.580)
OPERATING PROFIT		**2.039.270**	**681.729**	**861.462**	**234.982**
Income from Investing Activities	19	1.640	184	73.638	30.024
PROFIT BEFORE FINANCE EXPENSES		**2.040.910**	**681.913**	**935.100**	**265.006**
Finance Income	20	530.433	297.968	1.095.131	580.631
Finance Expenses (-)	20	(3.329.657)	(1.622.383)	(4.296.843)	(2.153.897)
Net Monetary Position Gains	25	706.206	124.722	1.105.354	539.830
PROFIT / (LOSS) BEFORE TAX		**(52.108)**	**(517.780)**	**(1.161.258)**	**(768.430)**
Tax Expense (-)		**312.174**	**747.206**	**(325.610)**	**3.767**
Current Tax Expense (-)	21	(91.407)	(16.618)	(39.597)	(5.989)
Deferred Tax Income / Expense (-)	21	403.581	763.824	(286.013)	9.756
PROFIT / (LOSS) FOR THE PERIOD		**260.066**	**229.426**	**(1.486.868)**	**(764.663)**
DISTRIBUTION OF PROFIT / (LOSS) FOR THE PERIOD					
- Non-Controlling Interests		603	(113)	(12.584)	824
- Equity Holders of the Parent		259.463	229.539	(1.474.284)	(765.487)
Earnings / (Losses) per Share		**0,859**	**0,837**	**(4,642)**	**(2,383)**
Diluted Earnings / (Losses) per Share		**0,859**	**0,837**	**(4,642)**	**(2,383)**

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

BRISA BRIDGESTONE SABANCI LASTİK SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARY REVIEWED CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE PERIOD 1 JANUARY – 30 JUNE 2026

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of 30 June 2026, unless otherwise stated.)

	Notes	Current Period (Reviewed) 1 January- 30 June 2026	Current Period (Not-Reviewed) 1 April- 30 June 2026	Prior Period (Reviewed) 1 January- 30 June 2025	Prior Period (Not-Reviewed) 1 April- 30 June 2025
PROFIT / (LOSS) FOR THE PERIOD		**260.066**	**229.426**	**(1.486.868)**	**(764.663)**
OTHER COMPREHENSIVE INCOME:					
Items That Will Not Be Reclassified to Profit or Loss		**88.529**	**45.725**	**(39.131)**	**(55.166)**
Remeasurement Gains / Losses of Defined Benefit Plans (-)		118.039	60.967	(52.175)	(73.554)
Taxes Relating to Other Comprehensive Income That Will Not Be Reclassified to Profit or Loss, Income / Expense (-)					
Deferred Tax Income / Expense (-)	21	(29.510)	(15.242)	13.044	18.388
Items That Will Be Reclassified to Profit or Loss		**(5.047)**	**(88.379)**	**43.856**	**(105.271)**
Cash Flow Hedge Gains / Losses (-)		5.272	(114.155)	79.366	(134.399)
Taxes Relating to Other Comprehensive Income That Will Be Reclassified to Profit or Loss, Income / Expense (-)					
Deferred Tax Income / Expense (-)	21	(10.319)	25.776	(35.510)	29.128
OTHER COMPREHENSIVE INCOME / EXPENSE (-)		**83.482**	**(42.654)**	**4.725**	**(160.437)**
TOTAL COMPREHENSIVE INCOME / EXPENSE (-)		**343.548**	**186.772**	**(1.482.143)**	**(925.100)**
DISTRIBUTION OF TOTAL COMPREHENSIVE INCOME / EXPENSE					
- Non-Controlling Interests		603	(113)	(12.584)	824
- Equity Holders of the Parent		**342.945**	**186.885**	**(1.469.559)**	**(925.924)**

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

BRISA BRIDGESTONE SABANCI LASTİK SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARY REVIEWED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD 1 JANUARY – 30 JUNE 2026

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of 30 June 2026, unless otherwise stated.)

				Accumulated Other Comprehensive Income and Expenses That Will Be Reclassified to Profit or Loss		Accumulated Other Comprehensive Income and Expenses That Will Not Be Reclassified to Profit or Loss			Accumulated Profits			
	Share Capital	**Adjustment to Share Capital**	**Share Premium**	**Foreign Currency Translation Differences**	**Hedging Gains / (Losses)**	**Actuarial (Losses) / Gains Fund**	**Restricted Reserves Appropriated from Profit**	**Retained Earnings**	**Net Profit / (Loss) for the Period**	**Equity Attributable to Equity Holders of the Parent**	**Non-Controlling Interests**	**Total Equity**
Balance as of 1 January 2025 (Beginning of the Period)	**305.117**	**12.781.647**	**171**	**3.011**	**97.074**	**(1.101.303)**	**3.836.759**	**11.860.870**	**2.340.993**	**30.124.339**	**160.705**	**30.285.044**
Transfers	-	-	-	-	-	-	103.811	2.237.182	(2.340.993)	-	-	-
Dividends	-	-	-	-	-	-	-	(1.059.476)	-	(1.059.476)	(89.155)	(1.148.631)
Total Comprehensive Income	-	-	-	-	43.856	(39.131)	-	-	(1.474.284)	(1.469.559)	(12.584)	(1.482.143)
Balance as of 30 June 2025 (End of the Period)	**305.117**	**12.781.647**	**171**	**3.011**	**140.930**	**(1.140.434)**	**3.940.570**	**13.038.576**	**(1.474.284)**	**27.595.304**	**58.966**	**27.654.270**
Balance as of 1 January 2026 (Beginning of the Period)	**305.117**	**12.781.647**	**171**	**-**	**126.733**	**(1.147.967)**	**3.940.570**	**13.038.576**	**(1.280.568)**	**27.764.279**	**66.973**	**27.831.252**
Transfers	-	-	-	-	-	-	-	(1.280.568)	1.280.568	-	-	-
Dividends (*)	-	-	-	-	-	-	-	-	-	-	(60.000)	(60.000)
Total Comprehensive Income	-	-	-	-	(5.047)	88.529	-	-	259.463	342.945	603	343.548
Balance as of 30 June 2026 (End of the Period)	**305.117**	**12.781.647**	**171**	**-**	**121.686**	**(1.059.438)**	**3.940.570**	**11.758.008**	**259.463**	**28.107.224**	**7.576**	**28.114.800**

(*) As of 30 June 2026, there is no gross dividend paid by the Group per share with a nominal value of TL 1 (31 December 2025: TL 2,1296). A dividend payment of TL 60.000, corresponding to the 11,11% share of non-controlling interests in the dividend distributed by Arvento Mobil Sistemler A.Ş. during the period, has been made. (Presented in terms of the purchasing power as of the payment date.)

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

BRISA BRIDGESTONE SABANCI LASTİK SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARY REVIEWED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD 1 JANUARY – 30 JUNE 2026

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of 30 June 2026, unless otherwise stated.)

		Notes	Reviewed Current Period 1 January- 30 June 2026	Reviewed Prior Period 1 January- 30 June 2025
	Profit / (Loss) for the Period		**260.066**	**(1.486.868)**
	Adjustments to Reconcile Net Profit for the Period		**3.923.152**	**4.516.511**
	Adjustments Related to Depreciation and Amortization Expenses	17	1.906.492	1.859.566
	Provisions for Employee Benefits		272.867	303.970
	Adjustments Related to Retirement Pay Provision		194.439	181.405
	Lawsuit Provisions	13	47.956	42.715
	Provision for Penalty Expenses	13	372.302	-
	Adjustments Related to Other Provisions	13	1.067.673	1.172.060
	Adjustments Related to Provision for Doubtful Receivables	6	(17.458)	(11.232)
	Interest Income	18-20	(257.339)	(492.046)
	Interest Expenses	18-20	3.128.980	4.250.855
	Adjustments Related to Unrealized Foreign Currency Translation Differences		85.508	25.884
	(Gains) / Losses from Derivative Instruments	5	69.912	14.101
	Adjustments Related to Tax Expense / Income	21	(312.174)	325.610
	Adjustments Related to Losses / (Gains) on Disposal of Property, Plant and Equipment and Intangible Assets		(1.640)	(1.587)
	Impairment on Inventories	7	(10.654)	(917)
	Deferred Finance Expense from Credit Purchases	18	1.126.100	1.350.858
	Unearned Finance Income from Credit Sales	18	(2.244.109)	(2.531.996)
	Adjustments Related to Other Items that Cause Cash Flows from Investing or Financing Activities		(111.619)	(663.317)
	Monetary Loss / Gain		(1.394.084)	(1.309.418)
	Changes in Working Capital		**(316.104)**	**(208.015)**
	Adjustments Related to Increase / Decrease in Trade Receivables		1.781.694	3.604.994
	Adjustments Related to Increase / Decrease in Inventories		(675.471)	242.074
	Adjustments Related to Increase / Decrease in Other Receivables Related to Operations		588	92.520
	Increase / Decrease in Prepaid Expenses		(267.652)	(217.519)
	Adjustments Related to Increase / Decrease in Trade Payables		(1.081.331)	(4.174.562)
	Increase / Decrease in Deferred Income		(187.286)	(58.417)
	Increase / Decrease in Payables Related to Employee Benefits		172.657	217.469
	Adjustments Related to Increase / Decrease in Other Payables Related to Operations		(59.303)	85.426
	Cash Flows Used in Operations		**(188.237)**	**(245.706)**
	Interest Received		82.390	99.036
	Interest Paid		(43.188)	(64.869)
	Taxes Paid / Reimbursed		(49.279)	(34.199)
	Paid / Reversed Provisions		(20.383)	(156.701)
	Paid / Reversed Lawsuit Provisions	13	(41.556)	(15.095)
	Retirement Benefits Paid		(23.350)	(30.088)
	Cash Inflows / (Outflows) from Derivative Instruments		(92.871)	(43.790)
A.	**CASH FLOWS FROM OPERATING ACTIVITIES**		**3.678.877**	**2.575.922**
	Cash Inflows / (Outflows) from Sale of Property, Plant and Equipment and Intangible Assets		6.507	6.320
	Acquisition of Property, Plant and Equipment and Intangible Assets		(999.110)	(1.444.900)
	Change in Financial Investments	3-19	173.956	897.140
	Interest Received	19	-	72.051
B.	**CASH FLOWS FROM INVESTING ACTIVITIES**		**(818.647)**	**(469.389)**
	Cash Inflows from Borrowings	4	8.100.000	11.493.483
	Cash Outflows from Repayment of Borrowings	4	(11.895.530)	(10.283.450)
	Interest Paid	4	(2.080.269)	(4.344.295)
	Interest Received		175.574	391.671
	Other Cash Inflows / (Outflows)		2.000.537	2.222.896
	Cash Outflows from Payments of Lease Liabilities	4	(57.532)	(83.546)
	Cash Inflows / (Outflows) from Factoring Transactions	4	382.227	15.877
	Dividends Paid		(60.000)	(1.059.476)
C.	**CASH FLOWS FROM FINANCING ACTIVITIES**		**(3.434.993)**	**(1.646.840)**
	Net increase / decrease in cash and cash equivalents before the effect of foreign currency translation differences (A+B+C)		(574.763)	459.693
D.	**Effect of foreign currency translation differences on cash and cash equivalents**		-	2.965
	Inflation effect on cash and cash equivalents		(1.459.811)	(1.537.520)
	Net Increase / Decrease in Cash and Cash Equivalents (A+B+C+D)		(2.034.574)	(1.074.862)
	Cash and Cash Equivalents at the Beginning of the Period	3	9.677.946	10.754.833
	Cash and Cash Equivalents at the End of the Period	**3**	**7.643.372**	**9.679.971**

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

1. ORGANIZATION AND NATURE OF OPERATIONS OF THE GROUP

Brisa Bridgestone Sabancı Lastik Sanayi ve Ticaret A.Ş. ("Brisa" or "the Company") and its subsidiary (collectively referred to as "the Group") was established in 1974 as a subsidiary of Hacı Ömer Sabancı Holding A.Ş.

Brisa is primarily engaged in manufacturing, marketing and selling all kinds of vehicle tires. In 1988, the Company entered into a license agreement with Bridgestone Corporation for the purpose of manufacturing and selling Bridgestone tires.

The control of the Group is jointly held by H.Ö. Sabancı Holding A.Ş. and Bridgestone Corporation.

The Group's employee headcount with indefinite-term employment contracts is 3.410 (31 December 2025: 3.451). This number includes 2.534 employees who are subject to Collective Labor Agreement terms (31 December 2025: 2.555) and 870 employees who are not subject to these terms (31 December 2025: 890). There are 6 foreign employees (31 December 2025: 6). In addition, there are 612 employees who are subject to definite-term employment contracts (31 December 2025: 6).

Brisa is registered with the Capital Markets Board ("CMB") and its shares have been traded on Borsa İstanbul A.Ş. since 1986. As of 30 June 2026 and 31 December 2025, 10,24% of the Group's shares are registered in Borsa İstanbul. As of 30 June 2026 and 31 December 2025, the main shareholders and their respective shareholdings in the Group are as follows:

	30 June 2026	31 December 2025
	%	%
Hacı Ömer Sabancı Holding A.Ş.	43,63	43,63
Bridgestone Corporation	43,63	43,63
Other	12,74	12,74
Total	**100,00**	**100,00**

The address of the registered office of the Company is as follows:
Küçük Çamlıca Neighbourhood, Şehit İsmail Moray Street
Temsa Estate, No. 2/1, Üsküdar, Istanbul

2. BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS

2.1 Basis of Presentation

Statement of compliance with TFRS

The accompanying consolidated financial statements have been prepared in accordance with the Turkish Financial Reporting Standards ("TFRSs") promulgated by the Public Oversight Accounting and Auditing Standards Authority ("POA") in accordance with the Communiqué No: II-14.1 "Communiqué on the Principles of Financial Reporting in Capital Markets" ("the Communiqué") announced by the Capital Markets Board ("CMB") on 13 June 2013 which is published on Official Gazette No: 28676. TFRSs comprise Turkish Accounting Standards ("TAS"), Turkish Financial Reporting Standards, TAS Interpretations and TFRS Interpretations issued by POA.

2. BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.1 Basis of Presentation (cont'd)

Statement of compliance with TFRS (cont'd)

Consolidated financial statements have been presented in accordance with the formats specified in the "Announcement on TFRS Taxonomy" published by POA on 4 July 2024, and the Financial Statement Examples and User Guide published by the CMB.

Going concern

The consolidated financial statements have been prepared on a going concern basis.

Approval of consolidated financial statements:

The consolidated financial statements for the period 1 January – 30 June 2026 were approved by the Company's Board of Directors on 5 August 2026 and signed by General Manager Vecih Yılmaz and Finance Assistant General Manager Neslihan Döngel Özlem on behalf of the Board of Directors. The Company's General Assembly has the right to amend these consolidated financial statements, and the relevant regulatory authorities have the right to request amendments.

Measurement principles

The consolidated financial statements are prepared under the historical cost convention, except for financial investments measured at fair value through other comprehensive income and profit or loss. See Note 24 for fair value disclosures.

Functional and presentation currency

The consolidated financial statements of the Group are presented in the currency of the primary economic environment in which the Group operates. The financial position, results of operations and consolidated financial statements of the Group are expressed in TL, which is the presentation currency.

Restatement of financial statements during periods of high inflation

The consolidated financial statements and related figures for previous periods have been restated for changes in the general purchasing power of the functional currency and, consequently, are expressed in terms of the measuring unit current at the end of the reporting period in accordance with TAS 29 "Financial Reporting in Hyperinflationary Economies".

TAS 29 applies to the financial statements, including the consolidated financial statements, of each entity whose functional currency is the currency of a hyperinflationary economy. If an economy is subject to hyperinflation, TAS 29 requires an entity whose functional currency is the currency of a hyperinflationary economy to present its financial statements in terms of the measuring unit current at the end of the reporting period.

2. BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.1 Basis of Presentation (cont'd)

Restatement of financial statements during periods of high inflation (cont'd)

As of the reporting date, entities operating in Turkey are required to apply TAS 29 "Financial Reporting in Hyperinflationary Economies" for the reporting periods ending on or after 31 December 2023, as the cumulative change in the general purchasing power of the last three years based on the Consumer Price Index ("CPI") is more than 100%. POA made an announcement on 23 November 2023 regarding the restatement of the financial statements of entities subject to independent audit for inflation. It stated that the financial statements of the entities applying Turkish Financial Reporting Standards for the reporting period ending on or after 31 December 2023 should be presented in accordance with the related accounting principles in TAS 29, adjusted for the effects of inflation.

In accordance with the CMB's decision dated 28 December 2023 and numbered 81/1820, issuers and capital market institutions subject to financial reporting regulations applying Turkish Accounting/Financial Reporting Standards are required to apply inflation accounting by applying the provisions of TAS 29, starting from their annual financial reports for the accounting periods ending as of 31 December 2023.

In this framework, the financial statements dated 30 June 2026 have been presented by making inflation adjustments within the scope of the accounting principles specified in TAS 29.

	Index	Adjustment Coefficient	Three-year cumulative inflation rates
30 June 2026	129,99	1,00000	%206
31 December 2025	110,39	1,17758	%211
30 June 2025	98,40	1,32109	%220

The main lines of TAS 29 indexation transactions are as follows:

- As of the reporting date, all items other than those stated in terms of current purchasing power are restated by using the relevant price index coefficients. Prior year amounts are also restated in the same way.

- Monetary assets and liabilities are expressed in terms of the current purchasing power at the statement of financial position date and are therefore not subject to restatement. Monetary items are cash and items to be received or paid in cash.

- Fixed assets and similar assets are indexed to their historical costs, which do not exceed their market values. Depreciation has been adjusted in a similar manner. Amounts included in shareholders' equity have been restated by applying general price indices for the periods in which they were contributed to or arose within the Company.

- All items in the statement of profit or loss, except for the effects of non-monetary items in the consolidated statement of financial position on the statement of profit or loss, have been restated by applying the coefficients calculated over the periods when the income and expense accounts were initially recognised in the financial statements.

2. BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.1 Basis of Presentation (cont'd)

Restatement of financial statements during periods of high inflation (cont'd)

- The gain or loss arising on the net monetary position as a result of general inflation is the difference between the adjustments to non-monetary assets, equity items and statement of profit or loss accounts. This gain or loss on the net monetary position is included in profit or loss.

The impact of the application of TAS 29 "Financial Reporting in Hyperinflationary Economies" is summarized below:

Restatement of the Consolidated Statement of Financial Position

Amounts in the consolidated statement of financial position that are not expressed in terms of the measuring unit current at the end of the reporting period are restated. Accordingly, monetary items are not restated because they are expressed in the currency of the reporting period. Non-monetary items are required to be restated unless they are expressed in terms of the currency in effect at the end of the reporting period. The gain or loss on the net monetary position arising on restatement of non-monetary items is recognised in profit or loss and presented separately in the statement of profit or loss and other comprehensive income.

Restatement of the Statement of Profit or Loss

All items in the statement of profit or loss are expressed in terms of the measuring unit current at the end of the reporting period. Therefore, all amounts have been restated by applying changes in the monthly general price index. Depreciation and amortization expenses have been restated using the restated balances of property, plant and equipment, intangible assets and right-of-use assets.

Restatement of the Statement of Cash Flows

All items in the statement of cash flows are expressed in terms of the measuring unit current at the end of the reporting period.

Consolidated financial statements

The financial statements of a subsidiary whose functional currency is the currency of a hyperinflationary economy are restated by applying the general price index before they are included in the consolidated financial statements prepared by the parent company. If the subsidiary is a foreign subsidiary, its restated financial statements are translated at the closing rate. When consolidating financial statements with different reporting period ends, all monetary and non-monetary items are restated in accordance with the measuring unit current at the date of the consolidated financial statements.

Comparative figures

Relevant figures for the previous reporting period are restated by applying the general price index so that the comparative financial statements are presented in the measuring unit applicable at the end of the reporting period. Information disclosed for prior periods is also expressed in terms of the measuring unit current at the end of the reporting period.

2. BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.2 Changes in Significant Accounting Policies

Accounting policy changes resulting from the first application of a new standard are applied retrospectively or prospectively in accordance with the transition provisions, if any. Changes that do not include any transitional provisions, optional significant changes in accounting policy or accounting errors detected are applied retrospectively and prior period consolidated financial statements are restated.

2.3 Changes in Accounting Estimates and Errors

If changes in accounting estimates are related to only one period, they are applied in the current period in which the changes are made; if they are related to future periods, they are applied both in the period in which the change is made and prospectively in future periods, in determining net profit or loss for the period. The Group does not have significant changes to the accounting estimates in the current period. Significant accounting errors detected are applied retrospectively by restating prior period consolidated financial statements.

2.4 Summary of Significant Accounting Policies

The condensed financial statements for the six-month interim period ended 30 June 2026 have been prepared by applying accounting policies consistent with those applied in the preparation of the financial statements for the year ended 31 December 2025. Accordingly, these condensed interim financial statements should be read in conjunction with the financial statements for the year ended 31 December 2025.

Basis of Consolidation

Subsidiaries

Subsidiaries are entities on which the Group has control. The Group's control is exercised by the power to be exposed to variable returns in these entities, to be entitled to these returns and to direct them. Subsidiaries are consolidated using the full consolidation method from the date on which control is transferred to the Group and are no longer consolidated from the date that control ceases.

2. BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.4 Summary of Significant Accounting Policies (cont'd)

Basis of Consolidation (cont'd)

Subsidiaries (cont'd)

The acquisition method is used in accounting for business combinations by the Group. The acquisition cost includes the fair value of the assets transferred at the acquisition date, the liabilities incurred by the former owners of the acquired business and the costs of equity instruments issued by the Group. Acquisition cost includes the fair value of transferred assets and liabilities arising from contingent acquisition agreements. Identifiable assets, liabilities and contingent liabilities acquired in a business combination are measured at their fair value at the acquisition date. For each acquisition, the Group's non-controlling interests acquired are accounted for either at their fair value or at their proportional share of the Group's net assets.

The table below shows the subsidiary and shareholding ratio as of 30 June 2026 and 31 December 2025.

Subsidiary	**30 June 2026**	**31 December 2025**
Arvento Mobil Sistemler A.Ş.	%88,89	%88,89

2.4.1 New and Amended Turkish Financial Reporting Standards

a) Amendments and interpretations that are mandatorily effective from 2026

Amendments to TFRS 9 and TFRS 7	Classification and Measurement of Financial Instruments
Amendments to TFRS 9 and TFRS 7	Contracts Referencing Nature-dependent Electricity
Annual Improvements	Annual Improvements to TFRSs – Volume 11

Amendments to TFRS 9 and TFRS 7 Classification and Measurement of Financial Instruments

The amendments address matters identified during the post-implementation review of the classification and measurement requirements of TFRS 9 Financial Instruments. Amendments are effective from annual reporting periods beginning on or after 1 January 2026.

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

The amendments aim at enabling entities to include information in their financial statements that more faithfully represents contracts referencing nature-dependent electricity. Amendments are effective from annual reporting periods beginning on or after 1 January 2026.

2. BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.4 Summary of Significant Accounting Policies (cont'd)

2.4.1 New and Amended Turkish Financial Reporting Standards (cont'd)

a) Amendments and interpretations that are mandatorily effective from 2026 (cont'd)

Annual Improvements to TFRSs – Volume 11

The pronouncement comprises the following amendments:

- TFRS 1: Hedge accounting by a first-time adopter
- TFRS 7: Gain or loss on derecognition
- TFRS 7: Disclosure of deferred difference between fair value and transaction price
- TFRS 7: Introduction and credit risk disclosures
- TFRS 9: Lessee derecognition of lease liabilities
- TFRS 9: Transaction price
- TFRS 10: Determination of a 'de facto agent'
- TAS 7: Cost method

Amendments are effective from annual reporting periods beginning on or after 1 January 2026.

The aforementioned standards, amendments and improvements do not have a significant impact on the Group's consolidated financial position and performance.

b) New and revised standards, amendments and interpretations in issue but not yet effective

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

TFRS 17	Insurance Contracts
Amendments to TFRS 17	Insurance Contracts and Initial Application of TFRS 17 and TFRS 9 – Comparative Information
TFRS 18	Presentation and Disclosures in Financial Statements
TFRS 19	Subsidiaries without Public Accountability: Disclosures
Amendments to TFRS 19	Subsidiaries without Public Accountability: Disclosures
Amendments to TAS 21	Translation to a Hyperinflationary Presentation Currency

2. BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.4 Summary of Significant Accounting Policies (cont'd)

2.4.1 New and Amended Turkish Financial Reporting Standards (cont'd)

b) New and revised standards, amendments and interpretations in issue but not yet effective (cont'd)

TFRS 17 Insurance Contracts

TFRS 17 requires insurance liabilities to be measured at a current fulfillment value and provides a more uniform measurement and presentation approach for all insurance contracts. These requirements are designed to achieve the goal of a consistent, principle-based accounting for insurance contracts. TFRS 17 has been deferred for insurance, reinsurance and pension companies for 1 more year and will replace TFRS 4 Insurance Contracts on 1 January 2027.

Amendments to TFRS 17 Insurance Contracts and Initial Application of TFRS 17 and TFRS 9 – Comparative Information

Amendments have been made in TFRS 17 in order to reduce the implementation costs, to explain the results and to facilitate the transition.

In addition, the amendment regarding comparative information permits entities that first apply TFRS 17 and TFRS 9 at the same time to present comparative information about a financial asset as if the classification and measurement requirements of TFRS 9 had been applied to that financial asset before. Amendments are effective with the first application of TFRS 17.

TFRS 18 Presentation and Disclosures in Financial Statements

TFRS 18 includes requirements for all entities applying TFRS for the presentation and disclosure of information in financial statements. This standard is effective from annual reporting periods beginning on or after 1 January 2027.

TFRS 19 Subsidiaries without Public Accountability: Disclosures

TFRS 19 specifies the disclosure requirements an eligible subsidiary is permitted to apply instead of the disclosure requirements in other Turkish Financial Reporting Standards. This standard is effective from annual reporting periods beginning on or after 1 January 2027.

Amendments to TFRS 19 Subsidiaries without Public Accountability: Disclosures

The amendments cover new or amended Turkish Financial Reporting Standards that were not considered when TFRS 19 was first issued. Amendments are effective from annual reporting periods beginning on or after 1 January 2027.

Amendments to TAS 21 Translation to a Hyperinflationary Presentation Currency

The amendments clarify how entities should translate their financial statements from a non-hyperinflationary currency into a hyperinflationary currency. Amendments are effective from annual reporting periods beginning on or after 1 January 2027.

The aforementioned standards, amendments and improvements do not have a significant impact on the Group's consolidated financial position and performance.

2. BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.4 Summary of Significant Accounting Policies (cont'd)

2.4.2 Comparative information and restatement of prior period consolidated financial statements

The consolidated financial statements of the Group are prepared comparatively with the prior period in order to enable the determination of the financial position and performance trends. Comparative figures are reclassified, where necessary, to conform to the presentation of the current period consolidated financial statements and significant changes are explained.

2.4.3 Segment Reporting

The Group is engaged in the production of radial, passenger car, van, minibus, truck and bus outer tires and tread rubber, as well as radial and conventional construction machinery outer tires, various inner tubes, column sales and compound sales. On 1 March 2022, the Group acquired Arvento Mobil Sistemler A.Ş. ("Arvento"), which operates in the field of vehicle tracking and fleet management. The impact of Arvento on the Group's consolidated financial statements as of 30 June 2026 is limited. Therefore, in line with the management approach, the Group's operations are considered as a single operating segment as of 30 June 2026 and the Group's results of operations, the determination of resources to be allocated to this activity and the review of the performance of these activities are evaluated within this framework.

3. CASH AND CASH EQUIVALENTS AND FINANCIAL INVESTMENTS

	30 June 2026	31 December 2025
Cash on hand	36	25
Cash at banks	7.645.156	9.680.366
Demand deposits	1.157.131	1.269.620
Time deposits	1.718.184	2.697.840
Credit card slip receivables	4.769.841	5.712.891
Investment Funds	-	15
Total cash and cash equivalents	**7.645.192**	**9.680.391**
Interest accruals	(1.820)	(2.445)
Cash and cash equivalents in the statement of cash flows	**7.643.372**	**9.677.946**

The nature and level of risks on cash and cash equivalents are disclosed in Note 24. TL demand deposits arise from the waiting period in demand accounts of direct debiting system (DDS) and cheque collections in accordance with the agreements with banks. Credit card receivables consist of POS balances with maturities of less than three months.

The details of short-term financial investments are as follows:

Current Assets	30 June 2026	31 December 2025
Eurobond	1.881.148	2.035.502
Other	17.921	20.352
	1.899.069	**2.055.854**

4. FINANCIAL BORROWINGS

	30 June 2026		31 December 2025	
	Weighted average interest rate %	TL	Weighted average interest rate %	TL
Short-term TL bank loans	41,10	2.122.050	31,11	6.394.530
Short-term TL sukuk issuances	40,87	1.582.812	38,33	1.843.711
Short-term bank factoring payables		460.578		78.351
Short-term lease liabilities		25.855		25.228
Short-term borrowings		**4.191.295**		**8.341.820**
Short-term portion of long-term TL bank loans	40,00	4.886.265	35,22	2.463.866
Short-term portion of long-term sukuk issuances	39,99	500.934	-	-
Short-term portion of long-term TL bond issuances	40,02	1.077.395	41,65	1.179.817
Short-term portion of long-term EUR bank loans (*)	7,15	2.742.985	7,15	3.050.811
Short-term portion of long-term USD bank loans (*)	-	-	2,55	143.766
Short-term portion of long-term lease liabilities		60.550		30.271
		9.268.129		**6.868.531**
Total short-term financial liabilities		**13.459.424**		**15.210.351**
Long-term TL bank loans	40,51	1.997.393	36,32	3.180.468
Long-term EUR bank loans (*)	7,15	30.917	-	-
Long-term lease liabilities		95.837		117.911
Total long-term financial liabilities		**2.124.147**		**3.298.379**
Total financial liabilities		**15.583.571**		**18.508.730**

(*) The Group has entered into cross currency swap transactions for its long-term foreign currency denominated borrowings in order to eliminate the floating interest rate and foreign currency exchange rate risk at the time the loans were obtained. The TL values of the Group's foreign currency denominated loans may increase or decrease as a result of exchange rate fluctuations; in return, the fair valuation of the cross currency swap transactions is presented under derivative assets.

4. FINANCIAL BORROWINGS (cont'd)

Bank loans

The Group's net financial debt calculation is as follows:

	30 June 2026	31 December 2025
Total financial borrowings (*)	15.401.329	18.335.320
Less: EUR loans valuation difference due to hedging	(1.220.497)	(1.271.402)
Less: Cash and cash equivalents	(7.645.192)	(9.680.391)
Less: Financial investments	(1.899.069)	(2.055.854)
Net financial debt	**4.636.571**	**5.327.673**

(*) Lease liabilities are not included in the Group's total financial borrowings.

There are loan commissions and expenses in the nature of transaction costs, presented net with loans, amounting to TL 37.316 in the short-term portion of long-term loans and TL 16.854 in long-term bank loans (as of 31 December 2025: TL 371.617 and TL 28.992, respectively).

The movement table of financial borrowings as of 30 June 2026 and 30 June 2025 is as follows:

	30 June 2026	30 June 2025
Beginning of the period	18.508.730	20.718.866
Cash inflows from borrowings	8.100.000	11.493.483
Cash outflows from borrowings	(11.895.530)	(10.283.450)
Interest expense recognized in profit or loss (Note 20)	3.085.792	4.185.986
Interest expense included in the cost of non-current assets	-	80.937
Interest paid	(2.080.269)	(4.344.295)
Cash Outflows Related to Lease Agreements	(57.532)	(83.546)
Cash Inflows / (Outflows) from Factoring Transactions	382.227	15.877
Foreign exchange difference	(50.905)	(32.075)
Other	68.422	112.489
Inflation adjustment	(477.364)	(795.206)
End of the period balance	**15.583.571**	**21.069.066**

4. FINANCIAL BORROWINGS (cont'd)

Bank loans

As of 30 June 2026 and 31 December 2025, the repayment schedule of the financial borrowings is as follows:

	30 June 2026	31 December 2025
2026	8.260.327	15.328.228
2027	5.870.806	2.634.868
2028	1.274.153	370.051
2029	178.285	175.583
	15.583.571	**18.508.730**

5. DERIVATIVE INSTRUMENTS

	30 June 2026		31 December 2025	
	Assets	**Liabilities**	**Assets**	**Liabilities**
Cross currency and interest rate swaps	948.873	-	107.475	-
Commodity swaps	-	28.525	-	1.976
Short-term derivative transactions	**948.873**	**28.525**	**107.475**	**1.976**
Cross currency and interest rate swaps	-	-	824.475	-
Long-term derivative transactions	**-**	**-**	**824.475**	**-**
	948.873	**28.525**	**931.950**	**1.976**

Derivative financial instruments of the Group include cross currency and interest rate swaps and forward purchase contracts, and valuation differences related to these transactions are accounted for in equity accounts.

The valuation of derivative instruments is based on quoted market prices for similar instruments at the balance sheet date.

6. TRADE RECEIVABLES AND PAYABLES

Trade Receivables

The details of the Group's trade receivables as of the balance sheet date are as follows:

Short-term trade receivables	**30 June 2026**	**31 December 2025**
Accounts receivable	9.881.851	9.699.730
Notes receivable	232.398	259.278
Trade receivables from related parties (Note 22)	550.495	344.576
Unearned finance income from credit sales	(421.230)	(522.485)
Provision for doubtful trade receivables (-)	(162.195)	(212.180)
	10.081.319	**9.568.919**

As of 30 June 2026 and 31 December 2025, trade receivables from third parties have an average maturity of 48 and 54 days, respectively, and are discounted using average interest rates of 41,36% and 37,82%.

As of 30 June 2026, trade receivables from third parties amounting to TL 990.265 (31 December 2025: TL 453.747) were past due but not considered as doubtful.

As of 30 June 2026, collateral amounting to TL 818.682 has been obtained for overdue receivables from third parties (31 December 2025: TL 340.767).

The aging of overdue receivables from third parties as of 30 June 2026 and 31 December 2025 is as follows:

	30 June 2026	**31 December 2025**
Between 0-1 month	780.884	359.185
Between 1-3 months	78.948	80.403
Between 3-12 months	130.433	14.159
	990.265	**453.747**

The Group provides allowance for doubtful trade receivables based on past experiences of collection of receivables and the risk rating matrix developed for the expected credit loss computation.

Movements in provision for doubtful trade receivables are as follows:

	1 January-30 June 2026	**1 January-30 June 2025**
Opening balance as of 1 January	212.180	279.452
Foreign exchange difference on doubtful receivables	556	7.679
Additional provision / (reversal)	(17.458)	(11.232)
Monetary gain	(33.083)	(39.417)
Closing balance	**162.195**	**236.482**

6. TRADE RECEIVABLES AND PAYABLES (cont'd)

Trade Payables

As of the reporting date, the details of the Group's trade payables are as follows:

Short-term trade payables	30 June 2026	31 December 2025
Trade payables	6.856.505	6.906.269
Trade payables to related parties (Note 22)	4.627.043	4.048.863
Unrealized finance expense due to credit purchases	(347.677)	(311.117)
	11.135.871	**10.644.015**

Trade payables mainly include non-paid amounts arising from trade purchases and ongoing expenditure.

As of 30 June 2026 and 31 December 2025, trade payables have an average maturity of 111 and 108 days, respectively, and are discounted using average interest rates of 41,36% and 37,82%. The Group has a financial risk management policy to ensure that all payables are paid on maturity.

7. INVENTORIES

	30 June 2026	31 December 2025
Raw materials	2.382.211	1.630.475
Supplies and materials	870.448	838.335
Semi-finished goods	464.519	575.865
Finished goods	1.793.176	2.547.903
Trade goods	723.266	803.552
Goods in transit	1.931.659	1.097.380
Less: Impairment on inventories	(161.849)	(172.503)
	8.003.430	**7.321.007**

As of 30 June 2026 and 2025, the movement table regarding inventory impairment is as follows:

	1 January-30 June 2026	1 January-30 June 2025
Opening balance	172.503	140.471
Expense (Income) for the period	(10.654)	(917)
Closing balance	**161.849**	**139.554**

8. PREPAID EXPENSES AND DEFERRED INCOME

Short-term Prepaid Expenses	**30 June 2026**	**31 December 2025**
Prepaid expenses for the following months	485.249	381.423
Order advances given	312.623	115.137
Advances given to personnel	7.772	1.672
	805.644	**498.232**

Long-term Prepaid Expenses	**30 June 2026**	**31 December 2025**
Prepaid expenses for the following years	34.014	54.150
Advances given for purchase of fixed assets	39.348	58.960
	73.362	**113.110**

Short-term Deferred Income	**30 June 2026**	**31 December 2025**
Order advances received	360.482	379.213
Deferred income	66.733	235.288
	427.215	**614.501**

9. PROPERTY, PLANT AND EQUIPMENT

	1 January 2026	Additions	Transfers (*)	Disposals	30 June 2026
Cost					
Land, land improvements	1.020.273	-	-	-	1.020.273
Buildings	13.020.756	7.857	46.639	-	13.075.252
Machinery and equipment	40.832.127	50.236	663.800	-	41.546.163
Motor vehicles	730.915	7.910	25.014	(7.380)	756.459
Furniture and fixtures	2.878.947	29.541	42.431	(1.515)	2.949.404
Other	1.931.355	8.916	-	(5.759)	1.934.512
Construction in progress	1.644.428	1.286.003	(1.223.174)	-	1.707.257
	62.058.801	**1.390.463**	**(445.290)**	**(14.654)**	**62.989.320**
Accumulated depreciation					
Land improvements	398.491	19.806	-	-	418.297
Buildings	4.719.794	149.604	-	-	4.869.398
Machinery and equipment	24.727.720	1.122.188	-	-	25.849.908
Motor vehicles	386.563	46.527	-	(3.745)	429.345
Furniture and fixtures	2.084.340	113.871	-	(1.308)	2.196.903
Other	1.241.656	72.126	-	(4.734)	1.309.048
	33.558.564	**1.524.122**	**-**	**(9.787)**	**35.072.899**
Net book value	**28.500.237**	**(133.659)**	**(445.290)**	**(4.867)**	**27.916.421**

(*) In the current period, TL 445.290 has been transferred to intangible assets (30 June 2025: TL 302.729). Transfers realized during the current period consist of building, machinery and fixture investments of the Aksaray and İzmit plants, where investments are ongoing.

For the period ended 30 June 2026, TL 1.316.291 of depreciation expenses is included in cost of goods sold, TL 271 in research and development expenses, TL 150.326 in marketing expenses, TL 47.276 in general administrative expenses, TL 3.259 in inventories and TL 6.699 in capitalized development costs (Note 17).

9. PROPERTY, PLANT AND EQUIPMENT (cont'd)

	1 January 2025	Additions	Transfers	Disposals	30 June 2025
Cost					
Land, land improvements	1.020.280	-	-	-	1.020.280
Buildings	11.865.704	18.725	291.833	-	12.176.262
Machinery and equipment	38.275.888	28.002	391.221	-	38.695.111
Motor vehicles	666.487	7.067	18.678	(7.107)	685.125
Furniture and fixtures	2.763.469	50.998	2.138	(361)	2.816.244
Other	2.103.912	27.049	(41)	(1.218)	2.129.702
Construction in progress	2.796.898	1.986.199	(1.006.558)	-	3.776.539
	59.492.638	**2.118.040**	**(302.729)**	**(8.686)**	**61.299.263**
Accumulated depreciation					
Land improvements	358.879	19.807	-	-	378.686
Buildings	4.445.686	132.829	-	-	4.578.515
Machinery and equipment	22.522.456	1.085.813	-	-	23.608.269
Motor vehicles	293.830	47.586	-	(2.548)	338.868
Furniture and fixtures	1.845.922	119.507	-	(188)	1.965.241
Other	1.286.109	84.370	-	(1.217)	1.369.262
	30.752.882	**1.489.912**	**-**	**(3.953)**	**32.238.841**
Net book value	**28.739.756**	**628.128**	**(302.729)**	**(4.733)**	**29.060.422**

For the period ended 30 June 2025, TL 1.248.427 of depreciation expenses is included in cost of goods sold, TL 11.166 in research and development expenses, TL 169.319 in marketing expenses, TL 56.709 in general administrative expenses, TL 2.050 in inventories and TL 2.241 in capitalized development costs (Note 17).

10. RIGHT OF USE ASSETS

	1 January 2026	Additions	Disposals	30 June 2026
Cost				
Buildings	312.426	68.342	-	380.768
Motor vehicles	409.202	482	(33.397)	376.287
Rights	19.576	-	-	19.576
	741.204	**68.824**	**(33.397)**	**776.631**
Accumulated depreciation				
Buildings	258.220	28.973	-	287.193
Motor vehicles	237.276	32.419	(33.397)	236.298
Rights	19.576	-	-	19.576
	515.072	**61.392**	**(33.397)**	**543.067**
Net book value	**226.132**	**7.432**	**-**	**233.564**

For the period ended 30 June 2026, TL 3.704 of depreciation expenses is included in cost of goods sold, TL 17.541 in research and development expenses, TL 5.103 in marketing expenses and TL 35.044 in general administrative expenses (Note 17).

10. RIGHT OF USE ASSETS (cont'd)

	1 January 2025	Additions	Disposals	30 June 2025
Cost				
Buildings	260.923	80.226	-	341.149
Motor vehicles	272.883	45.496	-	318.379
Rights	19.576	-	-	19.576
	553.382	**125.722**	**-**	**679.104**
Accumulated depreciation				
Buildings	200.153	28.373	-	228.526
Motor vehicles	164.326	40.672	-	204.998
Rights	19.576	-	-	19.576
	384.055	**69.045**	**-**	**453.100**
Net book value	**169.327**	**56.677**	**-**	**226.004**

For the period ended 30 June 2025, TL 2.972 of depreciation expenses is included in cost of goods sold, TL 13.525 in research and development expenses, TL 5.357 in marketing expenses and TL 47.191 in general administrative expenses (Note 17)..

11. INTANGIBLE ASSETS

	1 January 2026	Additions	Transfers	Disposals	30 June 2026
Cost					
Capitalized development costs	3.154.859	16.962	419.732	-	3.591.553
Customer contracts and relationships	651.430	-	-	-	651.430
Trademark	127.767	-	-	-	127.767
Rights	661.189	1.254	-	-	662.443
Other intangible assets	1.283.066	12.237	25.558	-	1.320.861
	5.878.311	**30.453**	**445.290**	**-**	**6.354.054**
Accumulated depreciation					
Capitalized development costs	1.945.872	217.086	-	-	2.162.958
Customer contracts and relationships	414.067	53.840	-	-	467.907
Rights	627.248	4.423	-	-	631.671
Other intangible assets	1.083.991	48.492	-	-	1.132.483
	4.071.178	**323.841**	**-**	**-**	**4.395.019**
Net book value	**1.807.133**	**(293.388)**	**445.290**	**-**	**1.959.035**

For the period ended 30 June 2026, TL 246.649 of amortization expenses is included in cost of goods sold, TL 106 in research and development expenses, TL 7.272 in marketing expenses, TL 69.647 in general administrative expenses and TL 167 in capitalized development costs (Note 17).

11. INTANGIBLE ASSETS (cont'd)

	1 January 2025	Additions	Transfers	Disposals	30 June 2025
Cost					
Capitalized development costs	2.664.809	16.971	279.528	-	2.961.308
Customer contracts and relationships	651.433	-	-	-	651.433
Trademark	127.767	-	-	-	127.767
Rights	651.632	1.227	4.123	-	656.982
Other intangible assets	1.215.904	3.629	19.078	-	1.238.611
	5.311.545	**21.827**	**302.729**	**-**	**5.636.101**
Accumulated depreciation					
Capitalized development costs	1.553.782	194.500	-	-	1.748.282
Customer contracts and relationships	305.498	47.195	-	-	352.693
Rights	619.359	3.741	-	-	623.100
Other intangible assets	976.542	53.593	-	-	1.030.135
	3.455.181	**299.029**	**-**	**-**	**3.754.210**
Net book value	**1.856.364**	**(277.202)**	**302.729**	**-**	**1.881.891**

For the period ended 30 June 2025, TL 227.245 of amortization expenses is included in cost of goods sold, TL 4 in research and development expenses, TL 8.827 in marketing expenses, TL 62.873 in general administrative expenses and TL 80 in capitalized development costs (Note 17)..

12. GOODWILL

The movement table of goodwill for the periods ended 30 June 2026 and 31 December 2025 is as follows:

	1 January-30 June 2026	1 January-31 December 2025
Opening balance	141.749	141.749
Closing balance	**141.749**	**141.749**

13. PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

Provisions

Other short-term provisions	30 June 2026	31 December 2025
Provision for customer turnover premiums	709.069	-
Provision for sales discount premiums	29.061	37.560
Provision for export commissions	349.191	-
Provision for lawsuits	134.836	152.313
Warranty provisions	31.291	30.141
Penalty expenses	764.302	461.611
Other provisions	58.761	64.863
	2.076.511	**746.488**

Sales discount is the estimated portion of the premium amounts to be paid to customers for the related period.

Provisions for lawsuits consist of lawsuits filed against the Group, such as reinstatement and work accident lawsuits.

Warranty provision represents the present value of the provision amount that will be required in line with the Group's 24-month warranty program for tires. The estimates made by management are based on past warranty expenses.

As a result of the investigation initiated by the Competition Authority regarding the allegation that undertakings operating in the field of tire production and distribution in the automotive sector violated Article 4 of Law No. 4054 on the Protection of Competition, the Company has been notified that an administrative fine totaling TL 1.019.069.577 has been imposed on the Company and that the reasoned decision will be notified separately.

If the said administrative fine is paid within the due period following the notification of the reasoned decision, it may be paid as TL 764.302.183 by applying a 25% discount. This amount has already been provided for in our financial statements. TL 392.000.000 of the total amount was recognized in 2025 and TL 372.302.183 in the 2026 period.

(*) All of the above figures are expressed in full TL amounts.

Other provisions mainly consist of advertising and promotion expenses to be invoiced in the following period.

The movements of provisions during the period are as follows:

	Provision for customer turnover premiums	Provision for sales discount premiums	Provision for export commissions	Provision for lawsuits	Warranty provisions	Penalty expenses	Other	Total
1 January 2026	-	37.560	-	152.313	30.141	461.611	64.863	746.488
Additional provision	709.069	-	349.191	47.956	5.734	372.302	3.679	1.487.931
Payments / reversals	-	(2.835)	-	(41.556)	-	-	-	(44.391)
Inflation effect	-	(5.664)	-	(23.877)	(4.584)	(69.611)	(9.781)	(113.517)
30 June 2026	**709.069**	**29.061**	**349.191**	**134.836**	**31.291**	**764.302**	**58.761**	**2.076.511**

	Provision for customer turnover premiums	Provision for sales discount premiums	Provision for export commissions	Provision for lawsuits	Warranty provisions	Penalty expenses	Other	Total
1 January 2025	-	97.506	-	123.689	27.892	-	5.216	254.303
Additional provision	656.787	-	394.974	42.715	4.045	-	116.254	1.214.775
Payments / reversals	-	13.232	-	(15.095)	-	-	-	(1.863)
Inflation effect	-	(13.934)	-	(19.370)	(3.328)	-	(746)	(37.378)
30 June 2025	**656.787**	**96.804**	**394.974**	**131.939**	**28.609**	**-**	**120.724**	**1.429.837**

14. COMMITMENTS

Received Commitments	30 June 2026	31 December 2025
Direct debiting system (D.B.S) limits	4.877.491	4.533.128
Letters of guarantee received	7.148.677	6.927.357
Mortgages	1.164.785	1.213.125
Export insurance	2.822.427	3.339.263
Domestic receivables insurance	694.307	785.067
Payment guarantees from banks	48.268	367.176
Letter of credit	86.038	158.436
Bail checks	13.850	16.309
Foreign currency blockage received as collateral	9.311	10.095
	16.865.154	**17.349.956**

Bank letters of guarantee, guarantee checks and notes are available for the advances given by the Group in return for the purchase of goods and services from its suppliers.

The Group has letters of guarantee, mortgages and DBS limits allocated to customers through banks in order to minimize customer credit risk in its credit sales to domestic customers and, as required by credit risk management, export insurance, bank letters of guarantee and letters of credit for its trade receivables from foreign customers.

The total collateral amounts obtained by the Group from international export insurance companies in order to make open account and credit sales to its foreign customers are stated as export insurance.

The collateral amounts obtained within the framework of the agreements made by the Group with domestic and international insurance companies in order to make open account and credit sales to its domestic dealers and fleet customers are stated as domestic receivables insurance.

14. COMMITMENTS (cont'd)

As of 30 June 2026 and 31 December 2025, the tables regarding the collateral / pledge / mortgage / bail ("CPMB") position of the Group are as follows.

	30 June 2026			31 December 2025		
CPMB given by the Group	**Currency**	**Amount**	**TL Equivalent**	**Currency**	**Amount**	**TL Equivalent**
A. Total of CPMBs given on behalf of its own legal entity	TL	278.425	278.425	TL	5.052.260	5.052.260
	Euro	7.941	421.646	Euro	9.367	472.618
B. Total amount of CPMBs given in favor of subsidiaries included in the scope of full consolidation	-	-	-	-	-	-
C. Total amount of CPMBs given to secure the debts of other 3rd parties for the purpose of carrying out ordinary business activities	-	-	-	-	-	-
D. Total amount of other CPMBs given	-	-	-	-	-	-
i) Total amount of CPMBs given in favor of the parent company	-	-	-	-	-	-
ii) Total amount of CPMBs given in favor of other Group companies not covered by items B and C	-	-	-	-	-	-
iii) Total amount of CPMBs given in favor of 3rd parties not covered by item C	-	-	-	-	-	-
			700.071			**5.524.878**

The ratio of other CPMBs given by the Group to the Group's total equity is 2% (31 December 2025: 20%).

Except for the CPMBs given by the Group on behalf of its own legal entity, there are no CPMBs given in favor of third parties. The guarantees given by the Group consist of letters of guarantee given to customs directorates for import transactions carried out within the scope of inward processing certificates and Special Consumption Tax legislation, to enforcement offices in response to labor lawsuits filed against the Group, and to various public institutions for participation in various tenders.

15. SHARE CAPITAL, RESERVES AND OTHER EQUITY ITEMS

Paid-in capital and adjustment to share capital

The Company has adopted the registered capital system in accordance with the provisions of the Capital Markets Law and switched to this system with the permission of the Capital Markets Board dated 24.2.1989 and numbered 96. The registered capital ceiling of the Company is TL 400.000.000 (Four hundred million). It is divided into 40.000.000.000 shares, each with a nominal value of 1 kr (One Kuruş).

Within the framework of the provisions of the Capital Markets Board's Communiqué on Registered Capital System numbered II-18.1, our Board of Directors obtained the necessary permissions from the Capital Markets Board, the Ministry of Customs and Trade and other relevant institutions for the amendment of Article 6 titled "Capital" of the Company's Articles of Association in order to extend the validity period of the registered capital ceiling for a new five-year period valid for the years 2023-2027 and to set the registered capital ceiling at TL 750.000.000; following the receipt of the permissions, the amendments were approved by the shareholders at the General Assembly Meeting held on 27 March 2023.

The issued capital of the Company is fully paid TL 305.116.875 (31 December 2025: TL 305.116.875) and is divided into 30.511.687.500 registered shares (31 December 2025: 30.511.687.500 shares), each with a nominal value of 1 kr (One Kuruş). All issued shares have been paid in cash. The shareholders of the Group and their shares in the capital at historical values as of 30 June 2026 and 31 December 2025 are as follows:

Shareholders	**(%)**	**30 June 2026**	**(%)**	**31 December 2025**
H.Ö. Sabancı Holding A.Ş.	43,63	133.111	43,63	133.111
Bridgestone Corporation	43,63	133.111	43,63	133.111
Other	12,74	38.895	12,74	38.895
Nominal capital	**100**	**305.117**	**100**	**305.117**
Adjustment to share capital (*)		12.781.647		12.781.647
Total		**13.086.764**		**13.086.764**

(*) Adjustment to share capital represents the difference between the total amounts of cash and cash equivalent contributions to paid-in capital restated for the effects of inflation and their amounts before the inflation adjustment. Adjustment to share capital is not available for any other usage except to be added to share capital.

The shares are divided into seven groups as (A), (B), (C), (D), (E), (F) and (G) as shown below. In an increase of the issued capital, new shares are issued for each group in proportion to its share in the issued capital.

Share Groups	**Number of Shares**	**Issued Capital Amount (TL)**
A	6.865.129.687,50	68.651
B	762.792.187,50	7.628
C	762.792.187,50	7.628
D	762.792.187,50	7.628
E	10.679.090.625,00	106.791
F	3.059.101.102,00	30.591
G	7.619.989.523,00	76.200
Total	**30.511.687.500,00**	**305.117**

15. SHARE CAPITAL, RESERVES AND OTHER EQUITY ITEMS (cont'd)

As stated in the articles of association, Hacı Ömer Sabancı Foundation, which owns 100 redeemed shares, has a privilege in profit sharing. These privileges are computed in accordance with the provisions of the articles of association. There are no privileges for the other shares.

Share premiums

Share premiums is the item in which amounts arising from capital movements such as share issue premiums, cancelled shares and gains on sale of shares of subsidiaries over which control continues, and which are considered as a part of capital, are monitored. As of 30 June 2026, share premiums in the Group's consolidated financial statements amount to TL 171 (31 December 2025: TL 171).

Restricted reserves appropriated from profit and prior years' profit

These are reserves appropriated from prior periods' profits due to legal or contractual obligations or for specific purposes other than profit distribution. These reserves are presented at the amounts in the Group's statutory records, and the differences arising in the preparation of the consolidated financial statements in accordance with TFRS are associated with prior years' profit/loss.

In accordance with Article 519 of the Turkish Commercial Code ("TCC"), the first legal reserve is appropriated at 5% of the annual commercial profit until it reaches 20% of the paid-in capital; the second legal reserve is appropriated at 10% of the total amount to be distributed to the persons who will receive a share from the profit after a dividend of 5% is paid to the shareholders.

As of 30 June 2026, the Group's first legal reserve amounts to 20% of its paid-in capital (31 December 2025: 20%), and there is no limit for the second legal reserve. As long as such legal reserves do not exceed half of the Group's paid-in/issued capital, they can only be used to offset losses, to continue the business when things do not go well, or to take measures to prevent unemployment and mitigate its consequences.

As of 30 June 2026 and 31 December 2025, the details of the Group's restricted reserves appropriated from profit are as follows:

	30 June 2026	31 December 2025
First legal reserve	818.395	818.395
Second legal reserve	3.122.175	3.122.175
Total	**3.940.570**	**3.940.570**

15. SHARE CAPITAL, RESERVES AND OTHER EQUITY ITEMS (cont'd)

Restricted reserves appropriated from profit and prior years' profit (cont'd)

The details of the Group's equity accounts are as follows:

	30 June 2026	31 December 2025
Restricted reserves appropriated from profit	3.940.570	3.940.570
Net profit / (loss) for the period	259.463	(1.280.568)
Retained earnings	11.758.008	13.038.576
Non-Controlling Interests	7.576	66.973
Total equity	**15.965.617**	**15.765.551**

The historical values and inflation adjustment effects of the following accounts under the Group's equity in accordance with the TFRS financial statements as of 30 June 2026 are as follows:

30 June 2026 (in accordance with TFRS)	**Historical Value**	**Inflation adjustment effect**	**Indexed value**
Adjustment to Share Capital	305.117	12.476.530	12.781.647
Share Premium	5	166	171
Restricted Reserves Appropriated from Profit	354.452	3.586.118	3.940.570
Total	**659.574**	**16.062.814**	**16.722.388**

16. REVENUE AND COST OF SALES

Revenue	1 January-30 June 2026	1 April-30 June 2026	1 January-30 June 2025	1 April-30 June 2025
Domestic sales	18.035.185	8.172.383	16.316.993	8.191.104
Export sales	7.738.146	3.785.291	8.502.389	4.265.602
Subtotal	**25.773.331**	**11.957.674**	**24.819.382**	**12.456.706**
Sales returns (-)	(184.490)	(104.478)	(162.503)	(101.083)
Sales discounts (-)	(1.645.942)	(728.050)	(1.665.847)	(791.973)
Net Sales	**23.942.899**	**11.125.146**	**22.991.032**	**11.563.650**
Cost of sales	(18.314.141)	(8.381.073)	(18.619.853)	(9.468.942)
Gross profit from operations	**5.628.758**	**2.744.073**	**4.371.179**	**2.094.708**

The breakdown of gross sales is as follows:

	1 January-30 June 2026	1 April-30 June 2026	1 January-30 June 2025	1 April-30 June 2025
Finished goods	22.431.868	10.498.833	21.498.539	10.872.806
Trade goods	2.807.303	1.199.715	2.710.951	1.306.256
Semi-finished goods	19.241	6.464	3.245	178
Other	514.919	252.662	606.647	277.466
Total	**25.773.331**	**11.957.674**	**24.819.382**	**12.456.706**

17. EXPENSES BY NATURE

	1 January-30 June 2026	1 April-30 June 2026	1 January-30 June 2025	1 April-30 June 2025
Raw materials and supplies expenses	9.089.114	4.258.355	10.467.362	5.722.571
Personnel expenses and direct labor expenses	6.580.484	3.429.090	6.013.735	2.911.889
Cost of trade goods sold	1.113.410	450.020	1.231.725	653.275
Depreciation and amortization	1.906.492	959.883	1.859.566	918.765
General production expenses	1.379.389	682.569	1.519.349	822.283
Advertising expenses	257.878	173.943	287.603	187.932
Royalty and sales commission expenses	380.809	169.510	365.168	180.679
Provision expense for doubtful receivables, net	(17.458)	(20.254)	(11.232)	(4.800)
Communication and information technology expenses	70.971	37.106	79.149	41.598
Consultancy expenses	98.034	49.629	112.134	64.869
Service, maintenance and repair expenses	170.791	85.245	197.815	97.399
Other taxes and charges	19.658	9.357	17.695	7.110
Defective tire compensation expenses	18.101	9.394	15.300	8.053
Transportation and storage expenses	690.596	325.023	677.084	321.322
Energy expenses	40.809	13.957	46.917	17.403
Insurance expenses	33.138	17.515	37.067	17.697
Provision for impairment on inventories	(10.654)	(3.272)	(917)	3.216
End-of-life tire management service	6.879	3.305	6.999	3.347
Change in semi-finished goods inventories	62.074	75.749	19.334	(307.525)
Change in finished goods inventories	128.296	(505.619)	(636.443)	(403.759)
Other expenses	206.728	100.120	229.255	118.558
	22.225.539	**10.320.625**	**22.534.665**	**11.381.882**

17. EXPENSES BY NATURE (cont'd)

The functional classification of depreciation and amortization and personnel expenses is as follows:

Depreciation and amortization	1 January-30 June 2026	1 April-30 June 2026	1 January-30 June 2025	1 April-30 June 2025
Cost of sales (*)	1.573.906	792.540	1.484.595	729.715
Marketing expenses	162.701	81.446	183.503	92.565
General administrative expenses	151.967	76.874	166.773	78.833
Research and development expenses	17.918	9.023	24.695	17.652
	1.906.492	**959.883**	**1.859.566**	**918.765**

(*) As of 30 June 2026, depreciation expense amounting to TL 7.262 remaining in inventories is included in the cost of sales account after the sale of the related inventories in 2026.

Personnel expenses	1 January-30 June 2026	1 April-30 June 2026	1 January-30 June 2025	1 April-30 June 2025
Cost of sales	4.870.225	2.573.036	4.409.666	2.193.100
Marketing expenses	1.015.050	511.218	995.476	460.618
General administrative expenses	551.100	272.086	473.994	195.544
Research and development expenses	144.109	72.750	134.599	62.627
	6.580.484	**3.429.090**	**6.013.735**	**2.911.889**

18. OTHER OPERATING INCOME AND EXPENSES

The details of other operating income and expenses for the periods ended 30 June 2026 and 2025 are as follows:

Other operating income	1 January-30 June 2026	1 April-30 June 2026	1 January-30 June 2025	1 April-30 June 2025
Income from derivative financial instruments	10.857	-	4.912	4.912
Maturity difference income from trade receivables	2.244.109	1.024.428	2.531.996	981.931
Interest income	82.390	62.048	99.036	79.687
Other income	55.312	32.460	52.551	28.264
	2.392.668	**1.118.936**	**2.688.495**	**1.094.794**

Other operating expenses	1 January-30 June 2026	1 April-30 June 2026	1 January-30 June 2025	1 April-30 June 2025
Foreign exchange loss from operations, net (*)	342.023	207.148	828.890	394.476
Maturity difference expenses from trade payables	1.126.100	579.346	1.350.858	598.035
Expenses from derivative financial instruments	54.150	3.899	9.480	16.651
Interest expenses	43.188	21.602	64.869	28.281
Credit card commission expenses	105.665	49.726	18.271	602
Provision for penalty expenses	372.302	372.302	-	-
Other expenses	27.330	7.705	11.032	3.535
	2.070.758	**1.241.728**	**2.283.400**	**1.041.580**

(*) The amount consists of the foreign exchange gains and losses resulting from trade receivables and payables.

19. INCOME FROM INVESTING ACTIVITIES

Income from Investing Activities	1 January-30 June 2026	1 April-30 June 2026	1 January-30 June 2025	1 April-30 June 2025
Income from foreign currency protected deposits	-	-	72.051	30.001
Gain on sale of fixed assets	1.640	184	1.587	23
	1.640	**184**	**73.638**	**30.024**

20. FINANCE INCOME AND EXPENSES

The details of finance income and expenses for the periods ended 30 June 2026 and 2025 are as follows:

	1 January-30 June 2026	1 April-30 June 2026	1 January-30 June 2025	1 April-30 June 2025
Foreign exchange gain on foreign currency deposits, net	355.484	192.520	702.121	359.652
Bank interest income	129.930	81.668	351.875	199.590
Eurobond interest income	45.019	23.780	41.135	21.389
Total finance income	**530.433**	**297.968**	**1.095.131**	**580.631**

	1 January-30 June 2026	1 April-30 June 2026	1 January-30 June 2025	1 April-30 June 2025
Interest expenses on bank loans	2.206.278	1.023.214	3.155.397	1.657.375
Interest expense included in the cost of non-current assets	-	-	(80.937)	(80.937)
Total interest expense	**2.206.278**	**1.023.214**	**3.074.460**	**1.576.438**
Interest expenses on leases	23.152	11.235	13.389	9.183
Sukuk issuance coupon participation expense	373.960	217.578	656.341	374.234
Bond commission and interest expense	482.402	303.094	441.796	178.087
Other finance expenses	243.865	67.262	110.857	15.955
Total finance expenses	**3.329.657**	**1.622.383**	**4.296.843**	**2.153.897**

21. TAXATION ON INCOME

Corporate tax

	30 June 2026	31 December 2025
Current corporate tax provision	87.768	114.410
Less: Prepaid taxes and funds	(106.188)	(174.958)
Current tax liabilities / (assets)	**(18.420)**	**(60.548)**

TL 18.420, which is the portion of the current corporate tax provision exceeding the prepaid corporate tax amount, is included in Current Tax Assets (31 December 2025: TL 68.280 Current Tax Assets, TL 7.732 Current Tax Liability).

The Company and its subsidiaries resident in Türkiye are subject to the tax legislation and practices in force in Türkiye. Corporate tax returns are filed until the evening of the last day of the fourth month following the end of the related accounting period and paid in a single installment by the end of the related month. Corporations are required to calculate advance tax at the current rate on their fiscal profits realized in quarterly periods, declare it by the 17th day of the second month following the period and pay it by the evening of the 17th day. Advance taxes paid during the year are offset against the corporate tax calculated on the annual corporate tax return of that year. If there is a remaining amount of advance tax paid despite the offset, this amount may be refunded in cash or offset against other financial liabilities.

In accordance with Law No. 7582 dated 4 June 2026, the corporate tax rate to be applied to the earnings to be obtained as of 1 January 2027 from production activities by corporations that hold an industrial registry certificate and actually carry out production has been reduced from 25% to 12,5%. Although the legal regulation does not change the current period tax liability, it has been reflected in the deferred tax calculations in the financial statements dated 30 June 2026 based on the tax rate at which the temporary difference is expected to be taxed in subsequent periods.

In accordance with provisional Article 33 of the Tax Procedure Law, the tax effects arising from the inflation adjustment of the financial statements dated 30 June 2026 have been included in the deferred tax calculation as of 30 June 2026.

	1 January-30 June 2026	1 April-30 June 2026	1 January-30 June 2025	1 April-30 June 2025
Current tax expense (-)	(91.407)	(16.618)	(39.597)	(5.989)
Deferred tax income / (expense)	403.581	763.824	(286.013)	9.756
	312.174	**747.206**	**(325.610)**	**3.767**

21. TAXATION ON INCOME (cont'd)

Corporate tax (cont'd)

The reconciliation of the tax expense in the income statements for the accounting periods ended 30 June 2026 and 2025 is as follows:

Reconciliation of tax provision:	**1 January-30 June 2026**	**%**	**1 January-30 June 2025**	**%**
Profit before tax	(52.108)		(1.161.258)	
Income tax rate 25% (2025: 25%)	13.027	(25,00)	290.315	(25,00)
Tax effect:				
- Non-taxable income	114.314	(219,38)	6.900	(0,59)
- Non-deductible expenses	(107.569)	206,43	(186.846)	16,09
- R&D incentive	53.710	(103,07)	15.541	(1,34)
- Deferred tax income / (expense) related to reduced corporate tax	(93.115)	178,70	(221.415)	19,07
- Monetary gain / (loss)	331.807	(636,77)	(230.105)	19,82
Tax provision income / (expense) in the income statement	**312.174**	**(599,09)**	**(325.610)**	**28,05**

Tax legislation in Türkiye does not allow the Company and its subsidiary to file consolidated tax returns. Therefore, the tax provision reflected in the consolidated financial statements has been calculated separately on a company-by-company basis. According to the Corporate Tax Law, fiscal losses shown on the tax return can be deducted from the corporate tax base of the period, provided that they do not exceed 5 years. Tax returns and related accounting records may be examined by the tax office within five years and tax calculations may be revised.

Dividend payments made by joint stock companies resident in Türkiye to those other than the ones that are not liable for or are exempt from corporate tax and income tax, and to real persons resident and non-resident in Türkiye and legal entities not resident in Türkiye, are subject to 10% income tax. Dividend payments made by joint stock companies resident in Türkiye to joint stock companies also resident in Türkiye are not subject to income tax. In addition, income tax is not calculated if the profit is not distributed or is added to the capital.

21. TAXATION ON INCOME (cont'd)

Deferred Tax

The Group recognizes deferred tax assets and liabilities for temporary timing differences arising from the differences between its statutory consolidated financial statements used as tax base and its consolidated financial statements prepared in accordance with TFRS. These differences generally arise from certain income and expense items being included in different periods in the consolidated financial statements used as tax base and the consolidated financial statements prepared in accordance with TFRS, and these differences are stated below.

	Temporary differences		Deferred tax assets / liabilities	
	30 June 2026	31 December 2025	30 June 2026	31 December 2025
Deferred tax assets				
Valuation differences of forward foreign exchange transactions	415.102	484.688	103.776	121.172
Provision for doubtful receivables	25.751	50.095	6.438	12.524
Provisions for employment termination benefits	838.473	918.290	169.404	229.573
Trade receivables	429.935	522.485	107.484	130.622
Bonus provisions	204.948	144.646	51.237	36.161
Inventories	35.901	139.772	8.975	34.942
Provision for lawsuits	134.836	152.313	33.709	38.078
Unused vacation accruals	196.749	89.838	49.187	22.460
Warranty expense provision	48.154	49.999	12.039	12.500
Investment incentive tax deduction	-	-	287.044	380.159
Export cut-off adjustment	48.769	67.582	12.192	16.896
Lease liability	182.242	173.410	45.560	43.353
Deferred income	367.464	382.781	20.981	19.443
Other provisions	32.522	44.381	8.131	11.095
	2.960.846	**3.220.280**	**916.157**	**1.108.978**
Deferred tax liabilities				
Property, plant and equipment and intangible assets	8.898.930	7.347.446	1.296.960	1.836.861
Trade payables	347.677	311.117	86.919	77.779
Prepaid expenses	133.578	124.148	33.395	31.037
Other	262.021	374.701	65.505	93.675
	9.642.206	**8.157.412**	**1.482.779**	**2.039.352**
Deferred tax assets / (liabilities), net			**(566.622)**	**(930.374)**

21. TAXATION ON INCOME (cont'd)

The movement tables of deferred taxes for the accounting periods ended 30 June 2026 and 2025 are as follows:

	1 January-30 June 2026	1 January-30 June 2025
Opening balance as of 1 January	(930.374)	(88.131)
Recognized in the statement of profit or loss	403.581	(286.013)
Income / (expense) recognized in equity	(39.829)	(22.466)
Closing balance as of 30 June	**(566.622)**	**(396.610)**

Investment incentive certificate

Pursuant to the letter of the Republic of Türkiye Ministry of Economy, General Directorate of Incentive Implementation and Foreign Capital dated 10 June 2013 and numbered 40613, Investment Incentive Certificate numbered 5534/B amounting to TL 481.014.717 has been reissued within the scope of Large-Scale Investments, replacing the existing Investment Incentive Certificate dated 1 June 2010 and numbered 5534 amounting to TL 366.623.571 issued within the scope of Regional Incentive Practices. With this amendment, the investment amount increased by TL 114.391.146 and the investment contribution rate provided by the investment incentive certificate increased from 20% to 30%. The tax reduction rate is 50%. The said certificate expired on 20 May 2015, and an investment completion visa amounting to TL 472.729.954 was obtained on 29 June 2017. The Company has benefited from reduced corporate tax amounting to TL 56.995.272 between 2010 - 2026.

In line with the Group's decision for an expansion investment planned at its İzmit plant, the investment incentive certificate application made to the Republic of Türkiye Ministry of Economy, General Directorate of Incentive Implementation and Foreign Capital has been approved, and Investment Incentive Certificate dated 20 August 2015 and numbered 120314 has been issued within the scope of large-scale investments for a total expansion investment of TL 690.443.917 with a start date of 21 May 2015 and an end date of 21 May 2020. The investment contribution rate provided by the investment incentive certificate is 25% and the tax reduction rate is 50%. The total investment amount of the certificate was increased to TL 1.513.666.277 on 22 July 2022, to TL 2.087.461.936 on 20 December 2022 and, with a further revision of the certificate on 15 September 2023, to TL 2.837.688.393.

Regarding the investment period of the first investment incentive certificate dated 20 August 2015 obtained for the Group's İzmit plant, the "Decision on Amendments to the Decision on State Aids in Investments (Decision No: 323)" was published in the Official Gazette dated 9 November 2018 and numbered 30590. According to Article 2 of this decision, the term of the certificate was extended by 2,5 years to November 2022. Pursuant to provisional Article 14 as amended by Presidential Decision No. 2021/4191 published in the Official Gazette dated 29 September 2021 and numbered 31526, an additional extension of 2 years was obtained and the term was extended until 21 November 2024. On 13.03.2025, an application was made to the Republic of Türkiye Ministry of Industry and Technology for the closing of the certificate. The Group has benefited from reduced corporate tax amounting to TL 415.471.431 between 2015 - 2026 within the scope of this incentive certificate.

21. TAXATION ON INCOME (cont'd)

Investment incentive certificate (cont'd)

In line with the Group's decision to invest in a second plant to be located in the Aksaray Organized Industrial Zone, the Investment Incentive Certificate application made to the Republic of Türkiye Ministry of Economy, General Directorate of Incentive Implementation and Foreign Capital has been approved, and Investment Incentive Certificate dated 13 February 2014 and numbered 113798 has been issued within the scope of Large-Scale Investments for a total new plant investment of TL 495.000.000 with a start date of 9 October 2013. The investment contribution rate provided by the investment incentive certificate is 60% and the tax reduction rate is 90%.

Pursuant to the letter of the Republic of Türkiye Ministry of Economy, General Directorate of Incentive Implementation and Foreign Capital dated 28 March 2016 and numbered 67577454-401.07 - E.36663, the domestic and imported machinery and equipment lists of the Aksaray Plant Complete New Investment were revised and approved, and the total investment expenditure was increased to TL 755.998.847. On 9 February 2021, the certificate was revised again and the total investment amount was increased to TL 1.238.225.012. In addition, on 5 October 2021, the certificate was revised again and the total investment amount was increased to TL 1.374.547.375. There has been no change in the support elements to be benefited from under the new investment incentive certificate. On 22 January 2024, an investment completion visa amounting to TL 1.668.233.827 was obtained. The Group has benefited from reduced corporate tax amounting to TL 1.249.333.381 between 2013 – 2026 within the scope of this incentive certificate.

In line with the Group's decision for an expansion investment planned at its Aksaray plant, the investment incentive certificate application made to the Republic of Türkiye Ministry of Economy, General Directorate of Incentive Implementation and Foreign Capital has been approved, and a new 3-year incentive certificate numbered 551117, dated 30.03.2023, amounting to TL 934.558.927 with a start date of 27.12.2022 has been issued within the scope of regional priority investments. On 9.11.2025, an additional period was obtained and the closing date was extended to 28.06.2027. The investment contribution rate of the certificate is 40% and the tax reduction rate is 80%. The certificate was revised and the total investment amount was increased to TL 1.283.921.977 on 15 February 2024, to TL 1.626.210.486 on 25.04.2024, to TL 1.796.373.793 on 15.08.2024, to TL 1.833.249.742 on 24.12.2024, to TL 2.078.423.291 on 30.05.2025, to TL 2.265.822.877 on 09.10.2025 and to TL 2.355.996.982 on 25.12.2025. The Group has benefited from reduced corporate tax amounting to TL 31.122.432 between 2023 - 2026 within the scope of this incentive certificate.

In line with the Group's decision for a solar energy investment planned at its Aksaray plant, the investment incentive certificate application made to the Republic of Türkiye Ministry of Industry and Technology was approved on 22 March 2024, and a 3-year investment incentive certificate dated 22 March 2024, with certificate number 566197 and ID number 1082393, has been issued on behalf of the Company for a total investment of TL 29.631.327 with a start date of 18 March 2024 and an end date of 18 March 2027. Pursuant to provisional Article 8 of the Decision on Amendments to the Decision on State Aids in Investments dated 15.06.2012 and numbered 2012/3305, the right to an additional contribution amount of 15% and a 100% tax reduction right have been obtained for the investment expenditures made between 2017-2022 within the scope of our Aksaray incentive certificate numbered 113798 and our İzmit incentive certificate numbered 120314.

Deferred tax assets are recognized when it is determined that it is probable that taxable income will be generated in future years. When it is probable that taxable income will be generated, deferred tax assets are calculated on deductible temporary differences, tax losses and tax advantages earned due to investment allowances with an unlimited life that enable reduced corporate tax payments. In this context, the Group bases the recognition of deferred tax assets arising from investment incentives in the consolidated financial statements on long-term plans and assesses the recoverability of deferred tax assets related to such investment allowances at each balance sheet date based on business models that include taxable profit projections.

21. TAXATION ON INCOME (cont'd)

Investment incentive certificate (cont'd)

Taxable profit projections, the amounts of investment expenditures made and changes in the current year corporate tax rate have been reflected in the business model, sensitivity analyses have been performed, and there has been no significant change in the recoverable amounts of deferred tax assets.

In the sensitivity analysis performed as of 30 June 2026, when the inputs in the main macroeconomic and sectoral assumptions forming the business plans were increased/decreased by 10%, there was no change in the recovery periods of deferred tax assets related to investment incentives, which are projected as 3 years.

As of 30 June 2026, the Group estimates that it will be able to benefit from reduced corporate tax amounting to TL 3.181.967.177 in the following years within the scope of incentivized investment certificates. However, since it cannot be estimated over what period the benefit will be realized, the Group has recognized a deferred tax asset of TL 287.044.428 calculated for the foreseeable 3 years.

(*) All of the above figures are expressed in full TL amounts.

22. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Trade receivables from related parties generally arise from sales transactions and their approximate maturity is 4 days (31 December 2025: 9 days). Trade payables to related parties generally arise from purchase transactions and their approximate maturity is 163 days (31 December 2025: 160 days).

Balances with related parties	**30 June 2026**			
	Receivables Short-term		**Payables Short / Long-term**	
	Trade	Non-Trade	Trade	Non-Trade
Shareholders				
Bridgestone Corporation	-	-	-	-
H.Ö. Sabancı Holding A.Ş.	1.960	-	212.029	4.759
Other companies managed by the parent				
Bridgestone Singapore Pte. Ltd.	-	-	2.556.049	-
Bridgestone (Shenyang) Steel Cord	-	-	61.645	-
Kordsa Teknik Tekstil A.Ş.	-	-	333.288	-
Enerjisa Enerji Üretim A.Ş.	-	-	569.043	-
Bridgestone Europe S.A./N.V.	467.388	168	701.252	-
Sabancı Dijital Teknoloji Hizmetleri A.Ş.	-	-	15.971	-
Ak Sigorta A.Ş.	-	-	21.788	-
Akbank T.A.Ş (*)	-	-	17.154	-
Bridgestone Poznan Sp. Z.o.o.	4.504	-	33.201	-
Bridgestone Hispania	7.564	222	74.051	-
Temsa Ulaşım Araçları San. Tic. A.Ş.	55.840	-	-	-
Enerjisa Elektrik Enerjisi Toptan Satış A.Ş.	-	-	15.207	-
Bridgestone Tatabanya Termelo Kft.	10.673	-	4.114	-
Firestone Polymers, LLC.	-	-	7.166	-
Other	2.566	-	5.085	-
	550.495	**390**	**4.627.043**	**4.759**

(*) Akbank T.A.Ş. includes credit card POS receivables over 90 days.

22. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (cont'd)

Balances with related parties	**31 December 2025**			
	Receivables Short-term		**Payables Short / Long-term**	
	Trade	Non-Trade	Trade	Non-Trade
Shareholders				
Bridgestone Corporation	-	-	2.126	-
H.Ö. Sabancı Holding A.Ş.	188.923	244	464.071	5.067
Other companies managed by the parent				
Bridgestone Singapore Pte. Ltd.	-	-	2.429.527	-
Bridgestone (Shenyang) Steel Cord	-	-	22.889	-
Kordsa Teknik Tekstil A.Ş.	-	-	406.882	-
Enerjisa Enerji Üretim A.Ş.	-	-	575.728	-
Bridgestone Europe S.A./N.V.	950	14	-	-
Vista Turizm ve Seyahat A.Ş.	-	-	3.878	-
Sabancı Dijital Teknoloji Hizmetleri A.Ş.	-	-	80.861	-
Ak Sigorta A.Ş.	-	-	8.019	-
Akbank T.A.Ş (*)	74.574	-	14.017	-
Bridgestone Poznan Sp. Z.o.o.	-	-	5.253	-
Bridgestone Hispania	-	-	7.413	-
Temsa Ulaşım Araçları San. Tic. A.Ş.	65.763	-	-	-
Enerjisa Elektrik Enerjisi Toptan Satış A.Ş.	-	-	19.004	-
Bridgestone Tatabanya Termelo Kft.	13.310	-	-	-
Firestone Polymers, LLC.	-	-	1.686	-
LASDER Lastik Sanayicileri Derneği	-	-	5.283	-
Other	1.056	-	2.226	-
	344.576	**258**	**4.048.863**	**5.067**

(*) Akbank T.A.Ş. includes credit card POS receivables over 90 days.

Sales of Finished Goods and Trade Goods	**1 January-30 June 2026**	**1 April-30 June 2026**	**1 January-30 June 2025**	**1 April-30 June 2025**
Shareholders				
Bridgestone Corporation	36.251	666	864	851
Other Companies Managed by the Parent				
Bridgestone Europe S.A./N.V.	2.290.802	1.336.966	2.404.117	1.393.079
Temsa Ulaşım Araçları San.ve Tic. A.Ş.	71.369	42.228	71.110	37.017
Bridgestone Tatabanya Termelo	-	-	2.886	-
Other	28.127	13.253	1.592	1.006
	2.426.549	**1.393.113**	**2.480.569**	**1.431.953**

22. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (cont'd)

Other Sales	1 January-30 June 2026	1 April-30 June 2026	1 January-30 June 2025	1 April-30 June 2025
Shareholders				
Bridgestone Corporation	439	439	148	148
Other Companies Managed by the Parent				
Bridgestone Europe S.A./N.V.	38.349	14.829	1.341	1.114
Other	15.514	14.653	19.327	16.649
	54.302	**29.921**	**20.816**	**17.911**

Purchases of Raw Materials, Semi-Finished Goods and Consumables	1 January-30 June 2026	1 April-30 June 2026	1 January-30 June 2025	1 April-30 June 2025
Shareholders				
Bridgestone Corporation	15.027	14.224	25.604	17.290
Other Companies Managed by the Parent				
Bridgestone Singapore Pte. Ltd.	2.223.727	1.241.770	2.804.494	1.585.339
Kordsa Teknik Tekstil A.Ş.	398.383	198.446	540.854	276.602
Bridgestone Hispania	-	-	52.742	33.355
Bridgestone Carbon Black Co. Ltd.	103.024	73.170	6.692	4.577
Bridgestone (Shenyang) Steel Cord	-	-	56.435	34.769
Firestone Polymers, LLC.	44.290	26.995	32.657	15.085
Other	139.263	94.564	24.935	15.189
	2.923.714	**1.649.169**	**3.544.413**	**1.982.206**

Purchases of Finished Goods and Trade Goods	1 January-30 June 2026	1 April-30 June 2026	1 January-30 June 2025	1 April-30 June 2025
Shareholders				
Bridgestone Corporation	109.595	58.720	191.343	145.748
Other Companies Managed by the Parent				
Bridgestone Europe S.A./N.V.	535.604	248.849	489.256	257.118
Enerjisa Enerji Üretim A.Ş.	247.154	100.837	360.612	181.833
Enerjisa Doğalgaz Toptan Satış A.Ş.	43.110	33.058	63.609	24.470
Other	109.939	53.405	86.769	65.817
	1.045.402	**494.869**	**1.191.589**	**674.986**

22. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (cont'd)

Service Purchases	1 January-30 June 2026	1 April-30 June 2026	1 January-30 June 2025	1 April-30 June 2025
Shareholders				
H.Ö. Sabancı Holding A.Ş.	2.420	1.763	2.189	692
Other Companies Managed by the Parent				
Sabancı Dijital Teknoloji Hizmetleri A.Ş.	37.039	18.712	42.658	21.483
Ak Sigorta A.Ş.	225.730	16.475	314.173	17.201
Lasder Lastik San. Derneği İktisadi İşletmesi	41.258	17.718	31.436	15.359
Vista Turizm ve Seyahat A.Ş.	14.873	7.821	14.297	6.665
Other	12.313	1.617	2.501	269
	333.633	**64.106**	**407.254**	**61.669**

Rent Expense	1 January-30 June 2026	1 April-30 June 2026	1 January-30 June 2025	1 April-30 June 2025
Other Companies Managed by the Parent				
Temsa Motorlu Araçlar Paz. Dağ. A.Ş	577	457	1.984	1.225
Ak Finansal Kiralama A.Ş.	5.973	3.127	38	38
Tursa Sabancı Turizm ve Yatırım İşletmeleri A.Ş	10.079	4.866	5.546	2.676
Teknosa İç ve Dış Ticaret A.Ş.	158	158	38	0
	16.787	**8.608**	**7.606**	**3.939**

Fixed Asset Purchases	1 January-30 June 2026	1 April-30 June 2026	1 January-30 June 2025	1 April-30 June 2025
Shareholders				
Bridgestone Corporation	176.999	109.713	400.090	188.001
Other Companies Managed by the Parent				
Sabancı Dijital Teknoloji Hizmetleri A.Ş.	15.433	5.531	32.189	6.398
Enerjisa Müşteri Çözümleri A.Ş.	-	-	257.382	355
Bridgestone Plant Eng.	1.024	638	4.849	1.660
Other	3.122	622	-	-
	196.578	**116.504**	**694.510**	**196.414**

22. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (cont'd)

Commission Expenses (Royalty and Sales Commission)	**1 January-30 June 2026**	**1 April-30 June 2026**	**1 January-30 June 2025**	**1 April-30 June 2025**
Shareholders				
Bridgestone Europe S.A./N.V.	380.809	169.510	365.168	180.679
	380.809	**169.510**	**365.168**	**180.679**

	1 January-30 June 2026	**1 April-30 June 2026**	**1 January-30 June 2025**	**1 April-30 June 2025**
Finance Income				
Akbank T.A.Ş.	78.395	38.107	145.919	83.091
	78.395	**38.107**	**145.919**	**83.091**
Finance Expense				
Akbank Malta	490.856	403.991	500.301	498.763
Akbank T.A.Ş.	440.582	139.965	553.862	77.518
Ak Yatırım Menkul Değerler A.Ş.	461.627	461.627	-	-
	1.393.065	**1.005.583**	**1.054.163**	**576.281**

	30 June 2026	**31 December 2025**
Demand Deposits		
Akbank T.A.Ş.	554.185	1.100.546
	554.185	**1.100.546**
Time Deposits (*) (less than 3 months)		
Akbank T.A.Ş.	627.407	1.254.505
	627.407	**1.254.505**
Credit Card Slip Receivables		
Akbank T.A.Ş.	256.870	176.954
	256.870	**176.954**
Derivatives Asset		
Akbank Malta	1.065.014	1.047.930
	1.065.014	**1.047.930**
Short-Term Financial Liabilities		
Akbank T.A.Ş.	1.829.947	1.358.048
Ak Yatırım Menkul Değerler A.Ş.	-	1.183.145
	1.829.947	**2.541.193**

(*) The interest rates on the Group's time deposits with related parties are 41,88% for TL and 4,25% for USD, respectively, with maturities in July 2026.

22. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (cont'd)

	30 June 2026	31 December 2025
Advances Given		
Bridgestone Corporation	19.422	-
Bridgestone Europe S.A./N.V.	24.628	33.945
Bridgestone Hispania	308	-
Bridgestone Plant Eng.	1.656	-
	46.014	**33.945**
Advances Received		
Bridgestone Europe S.A./N.V.	8.718	7.700
	8.718	**7.700**

There are no guarantees received or given due to transactions with related parties.

The senior management team of the Group consists of the members of the Board of Directors and the members of the Executive Board. Benefits provided to senior executives consist of payments made within the scope of salaries, severance pay, bonuses, private pension, health insurance, life insurance, rent paid for foreign personnel, relocation expenses abroad, passenger car rentals, fuel, mobile phone and other expenses, as well as severance pay and other provision amounts.

Benefits provided to senior management personnel for the periods ended 30 June 2026 and 2025 are as follows:

	1 January-30 June 2026	1 April-30 June 2026	1 January-30 June 2025	1 April-30 June 2025
Salaries and other short-term benefits	216.537	5.872	231.035	129.263
Severance pay	9.199	74	7.989	13
Other long-term benefits	3.591	154	4.224	2.231
	229.327	**6.100**	**243.248**	**131.507**

23. NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS

Market Risk

Foreign Exchange Risk

The foreign currency equivalents of the Group's assets and liabilities as of 30 June 2026 and 31 December 2025 are as follows:

	30 June 2026				
Foreign currency position table	**TL Equivalent (Functional currency)**	**USD**	**Euro**	**Yen**	**GBP**
Cash and cash equivalents	1.506.137	18.067	11.673	25.614	612
Financial Investments	1.877.193	40.305	-	-	-
Trade receivables	1.021.381	6.065	13.388	-	458
Other receivables	3.769	63	14	320	-
Trade receivables from related parties	493.546	-	9.297	-	-
Current Assets	**4.902.026**	**64.500**	**34.372**	**25.934**	**1.070**
Trade receivables	16.068	345	-	-	-
Non-Current Assets	**16.068**	**345**	**-**	**-**	**-**
Total Assets	**4.918.094**	**64.845**	**34.372**	**25.934**	**1.070**
Trade payables	4.349.825	10.174	71.781	170.831	136
Trade payables to related parties	3.363.153	59.742	7.616	592.146	-
Other payables to related parties	4.726	-	-	16.400	-
Short-term portion of long-term borrowings	2.742.985	-	51.577	-	-
Current Liabilities	**10.460.689**	**69.916**	**130.974**	**779.377**	**136**
Long-term financial liabilities	-	-	-	-	-
Long-term trade payables to related parties	-	-	-	-	-
Total Liabilities	**10.460.689**	**69.916**	**130.974**	**779.377**	**136**
Net Foreign Currency Position	**(5.542.595)**	**(5.071)**	**(96.602)**	**(753.443)**	**934**
Amount of off-balance sheet foreign currency derivative instruments with asset characteristics	2.742.985	-	51.577	-	-
Amount of off-balance sheet foreign currency derivative instruments with liability characteristics	-	-	-	-	-
Net asset / (liability) position of off-balance sheet derivative instruments	**2.742.985**	**-**	**51.577**	**-**	**-**
Net foreign currency asset / (liability) position	**(2.799.610)**	**(5.071)**	**(45.025)**	**(753.443)**	**934**
Total fair value of financial instruments used for foreign currency hedging	(28.525)	-	-	-	-
Amount of hedged portion of foreign currency assets	-	-	-	-	-
Amount of hedged portion of foreign currency liabilities	**(2.742.985)**	**-**	**(51.577)**	**-**	**-**
Exports	7.738.146	37.308	109.999	-	1.788
Imports	5.645.611	95.414	102.117	1.482.838	-

23. NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (cont'd)

Market Risk (cont'd)

Foreign Exchange Risk (cont'd)

		31 December 2025			
Foreign currency position table	**TL Equivalent (Functional currency)**	**USD**	**Euro**	**Yen**	**GBP**
Cash and cash equivalents	1.289.688	16.314	5.688	1.621	1.909
Financial Investments	2.004.294	-	-	-	-
Trade receivables	204.304	1.542	1.903	-	204
Other receivables	4.403	68	15	260	-
Trade receivables from related parties	202.696	-	3.423	-	-
Current Assets	**3.705.385**	**17.924**	**11.029**	**1.881**	**2.113**
Trade receivables	17.407	-	-	-	-
Non-Current Assets	**17.407**	**-**	**-**	**-**	**-**
Total Assets	**3.722.792**	**17.924**	**11.029**	**1.881**	**2.113**
Trade payables	4.202.589	10.338	61.631	65.213	42
Trade payables to related parties	3.051.646	52.668	5.412	211.678	-
Other payables to related parties	5.062	-	-	15.650	-
Short-term portion of long-term borrowings	3.194.576	2.844	51.428	-	-
Current Liabilities	**10.453.873**	**65.850**	**118.471**	**292.541**	**42**
Long-term financial liabilities	-	-	-	-	-
Long-term trade payables to related parties	-	-	-	-	-
Total Liabilities	**10.453.873**	**65.850**	**118.471**	**292.541**	**42**
Net Foreign Currency Position	**(6.731.081)**	**(47.926)**	**(107.442)**	**(290.660)**	**2.071**
Amount of off-balance sheet foreign currency derivative instruments with asset characteristics	3.194.576	2.844	51.428	-	-
Amount of off-balance sheet foreign currency derivative instruments with liability characteristics	-	-	-	-	-
Net asset / (liability) position of off-balance sheet derivative instruments	**3.194.576**	**2.844**	**51.428**	**-**	**-**
Net foreign currency asset / (liability) position	**(3.536.505)**	**(45.082)**	**(56.014)**	**(290.660)**	**2.071**
Total fair value of financial instruments used for foreign currency hedging	(1.976)	-	-	-	-
Amount of hedged portion of foreign currency assets	-	-	-	-	-
Amount of hedged portion of foreign currency liabilities	**(3.194.576)**	**(2.844)**	**(51.428)**	**-**	**-**
Exports	16.831.955	85.786	209.380	-	3.587
Imports	20.061.088	164.064	186.948	2.471.375	-

23. NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (cont'd)

Market Risk (cont'd)

Foreign Exchange Risk (cont'd)

The Group is mainly exposed to foreign exchange risk in USD, Euro, GBP and Japanese Yen. In order to eliminate the risks on its short-term foreign currency balance sheet position, the Group holds USD denominated deposits, derivative transactions and cash equivalent funds corresponding to the open position in its balance sheet. In addition, the Group hedges the cash flow risk arising from certain future inventory purchases through foreign currency time deposits, funds and derivative transactions.

The following table shows the Group's sensitivity to a 10% increase and decrease in USD, Euro, GBP and Japanese Yen exchange rates. The 10% rate is the rate used when reporting foreign exchange risk to senior management within the Group and represents management's expectation of a possible change in exchange rates.

The sensitivity analysis includes only outstanding foreign currency denominated monetary items at the end of the period and shows the effects of a 10% change in exchange rates on these items at the end of the period. This analysis includes external loans as well as loans for foreign operations within the Group that are denominated in a currency other than the functional currency of the lender and the borrower. A positive value indicates an increase in profit/loss and other equity items.

Foreign exchange rate sensitivity analysis table

	30 June 2026			
	Profit / Loss		Equity	
	Foreign currency appreciation	Foreign currency depreciation	Foreign currency appreciation	Foreign currency depreciation
In case USD appreciates against TL by 10%				
1 - USD net asset / liability	(24.205)	24.205	-	-
2- Portion hedged against USD risk (-)	-	-	-	-
3- USD net effect (1+2)	**(24.205)**	**24.205**	-	-
In case Euro appreciates against TL by 10%				
4 - Euro net asset / liability	(514.081)	514.081	(273.805)	273.805
5 - Portion hedged against Euro risk (-)			273.805	(273.805)
6- Euro net effect (4+5)	**(514.081)**	**514.081**	**-**	**-**
In case other foreign currencies appreciate against TL by 10%				
7- Other foreign currency net asset / liability	(15.974)	15.974	-	-
8- Portion hedged against other foreign currency risk (-)	-	-	-	-
9- Other Foreign Currency Assets net effect (7+8)	**(15.974)**	**15.974**	**-**	**-**
TOTAL (3+6+9)	**(554.260)**	**554.260**	**-**	**-**

23. NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (cont'd)

Market Risk (cont'd)

Foreign Exchange Risk (cont'd)

Foreign exchange rate sensitivity analysis table

	31 December 2025			
	Profit / Loss		Equity	
	Foreign currency appreciation	Foreign currency depreciation	Foreign currency appreciation	Foreign currency depreciation
In case USD appreciates against TL by 10%				
1 - USD net asset / liability	(25.866)	25.866	(14.375)	14.375
2- Portion hedged against USD risk (-)	-	-	14.375	(14.375)
3- USD net effect (1+2)	**(25.866)**	**25.866**	-	-
In case Euro appreciates against TL by 10%				
4 - Euro net asset / liability	(637.489)	637.489	(258.610)	258.610
5 - Portion hedged against Euro risk (-)	-	-	258.610	(258.610)
6- Euro net effect (4+5)	**(637.489)**	**637.489**	**-**	**-**
In case other foreign currencies appreciate against TL by 10%				
7- Other foreign currency net asset / liability	4.621	(4.621)	-	-
8- Portion hedged against other foreign currency risk (-)	-	-	-	-
9- Other Foreign Currency Assets net effect (7+8)	**4.621**	**(4.621)**	**-**	**-**
TOTAL (3+6+9)	**(658.734)**	**658.734**	**-**	**-**

Funding risk

The funding risk of existing and prospective debt requirements is managed by maintaining the availability of adequate committed funding lines from high quality lenders. The Group's bank loans are obtained from financially strong various financial institutions.

23. NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (cont'd)

Credit risk

Credit risk consists of cash and cash equivalents, deposits held at banks, derivative instruments, and customers exposed to credit risk including credit card receivables and uncollected receivables. Holding financial instruments also carries the risk that the counterparty will not be able to fulfil the requirements of the agreement. The Group management covers these risks by limiting the average risk for the counterparty in each agreement and by obtaining collateral when necessary.

The Group has calculated lifetime expected credit losses based on its past credit loss experience, analyses of the current financial position of its customers and its expectations regarding the future. The Group has performed the ECL rate calculations separately for its customers. The Group makes separate assessments for its export customers and other specific customers and provides provisions where it deems necessary. The Group has applied a methodology for providing allowance for doubtful receivables by taking into account the remaining receivables of dealers after their existing collaterals, their payment habits and their credit risk scores with independent credit rating agencies.

Deposits at banks, credit card receivables and derivative instruments are held at banks and financial institutions with high credit ratings.

Information on credit risk, credit losses incurred and exposure to ECLs for trade receivables as of 30 June 2026 and 31 December 2025 is provided below.

30 June 2026	**Total Share Within**	**Gross Trade Receivables (*)**	**Provision for Doubtful Trade Receivables**
Domestic - Dealer	%2	8.211.152	127.045
Export Receivables	%3	1.108.420	31.038
Receivables from Automotive Manufacturers	%0	633.574	585
Domestic – Customer	%2	161.103	3.527
Related Party Trade Receivables	-	550.495	-
	%2	**10.664.744**	**162.195**

31 December 2025	**Total Share Within**	**Gross Trade Receivables (*)**	**Provision for Doubtful Trade Receivables**
Domestic - Dealer	%2	6.999.905	170.902
Export Receivables	%2	1.528.648	36.007
Receivables from Automotive Manufacturers	%0	1.115.139	688
Domestic – Customer	%1	315.317	4.583
Related Party Trade Receivables	-	344.576	-
	%2	**10.303.585**	**212.180**

(*) Gross trade receivables do not include the maturity adjustment balance amounting to TL 421.230 (31 December 2025: TL 522.485) (Note 6).

24. FINANCIAL INSTRUMENTS

Categories and fair values of financial instruments

30 June 2026	Financial assets carried at amortized cost	Financial liabilities carried at amortized cost	FV difference reflected in other comprehensive income	FV difference reflected in profit or loss	Carrying value	Notes
Financial assets						
Cash and cash equivalents	7.645.192	-	-	-	7.645.192	3
Financial investments	1.899.069	-	-	-	1.899.069	3
Trade receivables	9.530.824	-	-	-	9.530.824	6
Due from related parties	550.495	-	-	-	550.495	6-22
Other receivables	210.691	-	-	-	210.691	
Derivative financial assets	-	-	948.873	-	948.873	5
	19.836.271	**-**	**948.873**	**-**	**20.785.144**	
Financial liabilities						
Financial borrowings	-	15.583.571	-	-	15.583.571	4
Trade payables	-	6.508.828	-	-	6.508.828	6
Due to related parties	-	4.627.043	-	-	4.627.043	6-22
Other payables	-	147.252	-	-	147.252	
Derivative financial liabilities	-	-	28.525	-	28.525	5
	-	**26.866.694**	**28.525**	**-**	**26.895.219**	

Categories and fair values of financial instruments

31 December 2025	Financial assets carried at amortized cost	Financial liabilities carried at amortized cost	FV difference reflected in other comprehensive income	FV difference reflected in profit or loss	Carrying value	Notes
Financial assets						
Cash and cash equivalents	9.680.391	-	-	-	9.680.391	3
Financial investments	2.055.854	-	-	-	2.055.854	3
Trade receivables	9.224.343	-	-	-	9.224.343	6
Due from related parties	344.576	-	-	-	344.576	6-22
Other receivables (*)	208.269	-	-	-	208.269	
Derivative financial assets	-	-	931.950	-	931.950	5
	21.513.433	**-**	**931.950**	**-**	**22.445.383**	
Financial liabilities						
Financial borrowings	-	18.508.730	-	-	18.508.730	4
Trade payables	-	6.595.152	-	-	6.595.152	6
Trade payables to related parties	-	4.048.863	-	-	4.048.863	6-22
Other payables	-	201.498	-	-	201.498	
Derivative financial liabilities	-	-	1.976	-	1.976	5
	-	**29.354.243**	**1.976**	**-**	**29.356.219**	

(*) Receivables from the tax office and due from related parties are not included.

24. FINANCIAL INSTRUMENTS (cont'd)

Some financial assets and financial liabilities of the Group are reflected in the consolidated financial statements at their fair values at each balance sheet date.
The table below provides information on how the fair values of these financial assets and liabilities are determined.

Financial Assets / Financial Liabilities	Fair value				Fair value hierarchy	Valuation technique	Significant unobservable inputs	Relationship of unobservable inputs to fair value
	30 June 2026		**31 December 2025**					
	Assets	**Liabilities**	**Assets**	**Liabilities**				
Cross currency swap	948.873	-	931.950	-	2	Discounted cash flow method: Future cash flows are estimated based on forward exchange rates (from observable forward exchange rates at the end of the reporting period) and forward interest rates and contract rates, discounted at a rate that reflects the credit risk of various counterparties.	-	-
Commodity swaps	-	28.525	-	1.976	2	Discounted cash flow method	-	-

25. EXPLANATIONS ON NET MONETARY POSITION GAINS / LOSSES

Non-monetary items	**30 June 2026**
Statement of financial position items	**(1.266.285)**
Inventories	(131.459)
Prepaid Expenses	28.479
Property, Plant and Equipment	3.065.200
Intangible Assets	188.395
Right of Use Assets	38.398
Deferred Tax Asset	(11.245)
Deferred Income	(84.867)
Deferred Tax Liability	(134.379)
Adjustment to Share Capital	(1.973.494)
Share Premium	(20)
Other comprehensive income/expenses that will not be reclassified to profit or loss	165.701
Other comprehensive income/expenses that will be reclassified to profit or loss	(29.169)
Restricted Reserves Appropriated from Profit	(594.241)
Non-Controlling Interests	(10.100)
Retained Earnings	(1.783.484)
Statement of profit or loss items	**1.972.491**
Revenue	(1.262.860)
Cost of Sales	2.714.916
General Administrative Expenses	201.527
Marketing Expenses	186.394
Research and Development Expenses	15.924
Impairment Loss on Trade Receivables	(68)
Other Operating Income	(125.326)
Other Operating Expenses	83.172
Income from Investing Activities	(159)
Finance Income	(29.672)
Finance Expenses	163.603
Current Tax Expense	25.040
Net monetary position gains / (losses)	**706.206**

26. EVENTS AFTER THE REPORTING PERIOD

None.