CONVENIENCE TRANSLATION INTO ENGLISH OF INTERIM CONDENSED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

ADEL KALEMCİLİK TİCARET VE SANAYİ A.Ş.

INTERIM CONDENSED FINANCIAL STATEMENTS AS OF JUNE 30, 2026

CONVENIENCE TRANSLATION INTO ENGLISH OF INDEPENDENT AUDITOR'S REVIEW REPORT ORIGINALLY ISSUED IN TURKISH

REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION

To the General Assembly of Adel Kalemcilik Ticaret ve Sanayi A.Ş.

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Adel Kalemcilik Ticaret ve Sanayi A.Ş. (the "Company") as at 30 June 2026 and the related condensed interim statements of profit or loss, other comprehensive income, changes in equity and cash flows for the six-month period then ended. The management of the Company is responsible for the preparation and fair presentation of this condensed interim financial information in accordance with Turkish Accounting Standard 34 ("TAS 34") "Interim Financial Reporting". Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of review

We conducted our review in accordance with the Standard on Review Engagements ("SRE") 2410, "Review of interim financial information performed by the independent auditor of the entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and the objective of which is to express an opinion on the financial statements. Consequently, a review on the condensed interim financial information does not provide assurance that the audit firm will be aware of all significant matters which would have been identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to conclude that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with TAS 34.

PwC Bağımsız Denetim ve
Serbest Muhasebeci Mali Müşavirlik A.Ş.

Salim Alyanak, SMMM
Independent Auditor

Istanbul, 10 August 2026

PwC Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş.
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CONVENIENCE TRANSLATION INTO ENGLISH OF INTERIM FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

ADEL KALEMCİLİK TİCARET VE SANAYİ A.Ş.

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ADEL KALEMCİLİK TİCARET VE SANAYİ A.Ş.

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2026

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

	Notes	Reviewed 30 June 2026	Audited 31 December 2025
Assets			
Current assets			
Cash and cash equivalents	4	258,087	465,967
Trade receivables		1,774,691	181,148
- Trade receivables from related parties	22	24,802	11,687
- Trade receivables from third parties	7	1,749,889	169,461
Other receivables	8	3,756	817
Inventories	9	1,046,124	1,334,107
Prepaid expenses	14	130,044	40,459
- Prepaid expenses from related parties	22	71,951	137
- Prepaid expenses from third parties		58,093	40,322
Current tax assets	14	14,048	12,003
Other current assets		4,394	95,116
- Other current assets from third parties	14	4,394	95,116
Total current assets		**3,231,144**	**2,129,617**
Non-current assets			
Financial investments	5	1,622	1,733
Property, plant and equipment	10	1,118,490	1,134,231
Right of use assets	6	113,270	135,059
Intangible assets	11	144,778	170,392
Prepaid expenses	14	19,902	22,957
Deferred tax assets	20	150,464	146,395
Total non-current assets		**1,548,526**	**1,610,767**
Total assets		**4,779,670**	**3,740,384**

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

CONVENIENCE TRANSLATION INTO ENGLISH OF INTERIM FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

ADEL KALEMCİLİK TİCARET VE SANAYİ A.Ş.

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2026

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

	Notes	Reviewed 30 June 2026	Audited 31 December 2025
Liabilities			
Current liabilities			
Current borrowings		2,319,449	1,366,675
-Current borrowings from third parties		2,319,449	1,366,675
- Bank loans	6	303,997	271,887
- Issued debt instruments	6	2,015,452	1,094,788
Current portion of long-term borrowings		529,753	572,774
-Current portion of long-term borrowings from third parties	6	529,753	572,774
- Bank loans	6	236,584	226,816
- Lease liabilities		14,202	16,996
- Issued debt instruments	6	278,967	328,962
Trade payables		324,665	143,858
- Trade payables to related parties	22	3,371	7,746
- Trade payables to third parties	7	321,294	136,112
Employee benefit obligations	8	56,759	82,416
Other payables		5,264	2,409
- Other payables to third parties	8	5,264	2,409
Deferred income	14	44,866	31,435
Current provisions		57,040	14,885
- Provisions for employment benefits	13	53,157	8,691
- Other current provisions	12	3,883	6,194
Total current liabilities		**3,337,796**	**2,214,452**
Non-current liabilities			
Non-current borrowings		26,933	44,012
- Non-current borrowings from third parties	6	26,933	44,012
- Lease liabilities		26,933	44,012
Employee benefit obligations	8	2,312	2,297
Non-current provisions		38,725	48,088
- Provisions for employment benefits	13	38,725	48,088
Total non-current liabilities		**67,970**	**94,397**
Equity			
Issued Capital	15	259,875	259,875
Inflation Adjustment on Capital	15	629,673	629,673
Other comprehensive income/(expenses) that will not be reclassified to profit or loss		(34,637)	(29,212)
- Losses on remeasurement of defined benefit obligations		(34,637)	(29,212)
Other comprehensive income/(expenses) that will be reclassified to profit or loss		18,862	18,873
- Gains/(loss) on hedge		18,862	18,873
Restricted reserves appropriated from profits	15	476,145	477,113
Prior years' profits/(losses)	15	76,181	666,789
Net profit/(loss) for the period		(52,195)	(591,576)
Total equity		**1,373,904**	**1,431,535**
Total liabilities		**4,779,670**	**3,740,384**

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

CONVENIENCE TRANSLATION INTO ENGLISH OF INTERIM FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

ADEL KALEMCİLİK TİCARET VE SANAYİ A.Ş.

INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AS AT JUNE 30, 2026

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

Profit or loss	**Notes**	**Reviewed 1 January - 30-June-26**	**Reviewed 1 January - 30-June-25**	**Not Reviewed 1 April - 30-June-26**	**Not Reviewed 1 April- 30-June-25**
Revenue	16	1,861,823	1,266,410	981,252	878,329
Cost of sales (-)	16	(1,184,091)	(720,216)	(599,680)	(481,626)
Gross profit / (loss)		**677,732**	**546,194**	**381,572**	**396,703**
General administrative expenses (-)		(252,499)	(304,061)	(124,608)	(127,438)
Marketing expenses (-)		(308,513)	(376,069)	(129,853)	(160,637)
Research and development cost (-)		(16,845)	(10,406)	(8,242)	(3,364)
Other income from operating activities	17	9,396	15,199	5,211	11,132
Other expenses from operating activities (-)	17	(6,417)	(10,771)	(1,473)	(3,850)
Operating profit / (loss)		**102,854**	**(139,914)**	**122,607**	**112,546**
Investment activity income	18	289	86	75	59
Investment activity expenses (-)	18	-	(1,943)	-	(1,943)
Operating profit / (loss) before financing income / (expenses)		**103,143**	**(141,771)**	**122,682**	**110,662**
Finance income	19	97,496	101,762	35,955	38,309
Finance expenses (-)	19	(491,537)	(391,113)	(257,840)	(203,483)
Monetary gain / (loss)	25	236,340	127,378	98,237	55,802
Profit / (loss) before tax from continuing operations		**(54,558)**	**(303,744)**	**(966)**	**1,290**
Tax expense from continuing operations		**2,363**	**86,307**	**(13,770)**	**62,379**
- Current period tax expense	20	-	-	-	-
- Deferred tax income / (expense)	20	2,363	86,307	(13,770)	62,379
Net profit / (loss)		**(52,195)**	**(217,437)**	**(14,736)**	**63,669**
Earnings / (loss) per share (Full TRL)	21	**(0.2008)**	**(0.8367)**	**(0.0567)**	**0.2450**

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

CONVENIENCE TRANSLATION INTO ENGLISH OF INTERIM FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

ADEL KALEMCİLİK TİCARET VE SANAYİ A.Ş.

INTERIM CONDENSED STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2026

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

	Notes	Reviewed 1 January - 30-June-26	Reviewed 1 January - 30-June-25	Not Reviewed 1 April - 30-June-26	Not Reviewed 1 April - 30-June-25
Net profit / (loss) for the year		**(52,195)**	**(217,437)**	**(14,736)**	**63,669**
Other comprehensive expenses that will not be reclassified to profit or loss		(5,425)	(6,441)	(1,810)	(1,736)
- Gains / (losses) on remeasurements of defined benefit plans	13	(7,127)	(8,588)	(2,250)	(2,387)
Other comprehensive expenses that will not be reclassified to profit or loss, tax effect		1,702	2,147	440	651
- Deferred tax (expense) / income		1,702	2,147	440	651
Other comprehensive expenses that will be reclassified to profit or loss		(11)	(392)	586	(2,372)
- Other comprehensive income / (expense) on cash flow hedge		(15)	(523)	781	(3,165)
-Other comprehensive expenses that will be reclassified to profit or loss, tax effect		4	131	(195)	793
- Deferred tax income /(expense)		4	131	(195)	793
Other comprehensive income / (expense)		**(5,436)**	**(6,833)**	**(1,224)**	**(4,108)**
Total comprehensive income / (expense)		**(57,631)**	**(224,270)**	**(15,960)**	**59,561**

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

ADEL KALEMCİLİK TİCARET VE SANAYİ A.Ş.

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2026

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

			Other comprehensive income / (loss) that will not be reclassified in profit or loss	Other comprehensive income / (loss) that will be reclassified in profit or loss		Accumulated profits		
	Issued capital	Inflation adjustment on capital	Defined benefit plans revaluation and measurement gains / (losses)	Gains / (losses) on hedge	Restricted reserves	Retained earnings	Net profit / (loss) for the period	Total equity
Balances as of 1 January 2025	**259,875**	**629,673**	**(23,096)**	**19,218**	**464,471**	**854,694**	**28,738**	**2,233,573**
Transfers	-	-	-	-	(4,239)	32,977	(28,738)	-
Dividends	-	-	-	-	-	(203,989)	-	(203,989)
Total comprehensive income / (loss)	-	-	(6,441)	(392)	-	-	(217,437)	(224,270)
Balances as of 30 June 2025	**259,875**	**629,673**	**(29,537)**	**18,826**	**460,232**	**683,682**	**(217,437)**	**1,805,314**
Balances as of 1 January 2026	**259,875**	**629,673**	**(29,212)**	**18,873**	**477,113**	**666,789**	**(591,576)**	**1,431,535**
Transfers	-	-	-	-	(968)	(590,608)	591,576	-
Total comprehensive income / (loss)	-	-	(5,425)	(11)	-	-	(52,195)	(57,631)
Balances as of 30 June 2026	**259,875**	**629,673**	**(34,637)**	**18,862**	**476,145**	**76,181**	**(52,195)**	**1,373,904**

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

CONVENIENCE TRANSLATION INTO ENGLISH OF INTERIM FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

ADEL KALEMCİLİK TİCARET VE SANAYİ A.Ş.

INTERIM CONDENSED STATEMENT OF CASH FLOWS FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2026

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

	Notes	Reviewed January 1- June 30, 2026	Reviewed January 1- June 30, 2025
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		**(957,137)**	**(1,022,932)**
Net profit / (loss) for the period		**(52,195)**	**(217,437)**
Adjustments to reconcile net profit / (loss) for the period		**271,411**	**244,144**
Adjustments for depreciation and amortization expense	6.10.11	97,758	119,175
Adjustments for impairment loss / (reversal)		122	1,662
- Adjustments for impairment / (reversal) of receivables	*7*	*122*	*1,662*
Adjustments for provisions		75,293	18,063
- Adjustments for provisions / (reversal) for employee benefits		*76,671*	*18,063*
- Adjustments for provisions / (reversal) for lawsuit	12	*(1,378)*	-
Adjustments for interest income / (expenses)		392,285	340,369
- Adjustments for interest income	19	*(85,800)*	*(42,817)*
- Adjustments for interest expenses	*19*	*478,085*	*383,186*
Adjustments for fair value gain / (loss)		-	*(2,998)*
Adjustments for tax income / (loss)	20	(2,363)	(86,307)
Adjustments for gain / (loss) on sale of tangible and intangible assets	18	(289)	1,857
Monetary gain / loss		(291,395)	(147,677)
Changes in working capital		**(1,134,979)**	**(1,156,792)**
Adjustments for increase / (decrease) in trade receivables		(1,593,664)	(701,457)
Adjustments for increase / (decrease) in other receivables		(2,940)	(2,332)
Adjustments for increase / (decrease) in inventory		287,983	(228,295)
Adjustments for increase / (decrease) in prepaid expenses		(86,531)	(199,824)
Adjustments for increase / (decrease) in trade payables		180,807	76,696
Adjustments for increase / (decrease) in employee benefit obligations		(25,643)	(98,168)
Adjustments for increase / (decrease) in other payables from operations		2,855	(3,682)
Increase / (decrease) in deferred income (other than obligations arising from customer contracts		13,431	(57,791)
Adjustments for other increase / (decrease) in working capital		88,723	58,061
- Increase / (decrease) in other operating assets		*89,656*	*96,150*
- Increase / (decrease) in other operating liabilities		*(933)*	*(38,089)*
Cash flows from (used in) operating activities		**(915,763)**	**(1,130,085)**
Payments related with provisions for employee benefits		(41,374)	(28,919)
Income taxes (paid) return		-	136,072
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		**(27,301)**	**(48,052)**
Cash inflows arising from sale of tangible and intangible assets	10,11	1,159	86
Cash outflows arising from purchase of tangible and intangible assets	10,11	(28,460)	(48,138)
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		**849,216**	**357,754**
Proceeds from borrowings	6	1,783,437	1,092,573
Repayments of borrowings	6	(675,426)	(424,298)
Repayment of lease liabilities	6	(38,262)	(55,803)
Interest paid	6	(306,502)	(297,311)
Interest received		85,969	42,593
EFFECT OF MONETARY GAIN/ (LOSS) ON CASH AND CASH EQUIVALENTS		**(72,490)**	**(101,303)**
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		**(207,712)**	**(814,533)**
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	4	**465,558**	**1,015,016**
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	4	**257,846**	**200,483**

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

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

NOTE 1 – COMPANY'S ORGANIZATON AND NATURE OF OPERATIONS

Adel Kalemcilik Ticaret ve Sanayi A.Ş. ("the Company")'s fields of activity are the production of wooden wall pencils, colored pencils, toy products and other stationery products, sale of hygiene products, the sale and export of the products manufactured in the facilities and importing purchasing and selling of all kinds of raw, semi-finished and finished products.

The company was established on 17 July 1967 and registered with the Istanbul Chamber of Industry (ICI) and the Istanbul Chamber of Commerce (ICOC) on the same date with the registration number 96078.

The registered address of the company's headquarters is as follows:

Fatih Sultan Mehmet Dist. Balkan St. No:58 Buyaka E Block 34771 Tepeüstü - Ümraniye/İstanbul

The Company is registered to the Capital Markets Board ("CMB") and its shares have been traded on Borsa Istanbul ("BIST") since 1996. As of 30 June , the Company has 27.71% of its shares registered in the BIST. The shareholders holding the majority of the Company's shares and their share ratios are as follows:

List of Shareholders

	30 June 2026		31 December 2025	
	(%)	TRL	(%)	TRL
AG Anadolu Grubu Holding A.Ş.	56.89	147,832	56.89	147,832
Faber-Castell Aktiengesellschaft	15.40	40,017	15.40	40,017
Shares publicly held	27.71	72,026	27.71	72,026
		259,875		**259,875**

The average number of employees of the Company as at 30 June 2026 is 232 (31 December 2025:303).

NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS

2.1 Basis of preparation and presentation of financial statements

2.1.1 Statement of compliance with TFRS

The accompanying financial statements are prepared in accordance with the requirements of Capital Markets Board ("CMB") Communiqué Serial II, No: 14.1 "Basis of Financial Reporting in Capital Markets", which was published in the Official Gazette No:28676 on June 13, 2013. The accompanying financial statements are prepared based on the Turkish Accounting Standards and interpretations ("TAS") issued by the Public Oversight Accounting and Auditing Standards Authority ("POA") under Article 5 of the Communiqué. It is also presented in accordance with the 2026 TFRS Taxonomy updated by POA on July 3, 2025.

The Company's companies operating in Türkiye maintain their books of account and prepare their statutory financial statements in Turkish Lira in accordance with the principles and requirements issued by the Capital Markets Board ("CMB"), the Turkish Commercial Code ("TCC") and Tax Legislation and the Uniform Chart of Accounts issued by the Ministry of Finance.

In accordance with TAS 34 "Interim Financial Reporting", entities are free to prepare their interim financial statements as a full set or condensed. In this context, the Company has preferred to prepare condensed interim financial statements. The condensed interim financial statements and notes are presented including the information required by the CMB.

The financial statements of the Company as of June 30, 2026 were approved by the Board of Directors of the Company on August 10, 2026. The General Assembly is authorized to amend the financial statements.

2.1.2 Adjustment of financial statements in hyperinflationary periods

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

The Company prepared its financial statements as at and for the period ended June 30, 2026 by applying TAS 29 "Financial Reporting in Hyperinflationary Economies" in accordance with the announcement made by POA on 23 November 2023 and the "Implementation Guide on Financial Reporting in High Inflation Economies". The standard requires that financial statements prepared in the currency of a hyperinflationary economy be expressed in terms of the purchasing power of that currency at the balance sheet date and that comparative figures for prior period financial statements be expressed in terms of the measuring unit current at the end of the reporting period. Accordingly, the Company has also presented its financial statements as of 31 December 2025 in terms of the purchasing power of that currency as of 30 June 2026.

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

NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.1 Basis of preparation and presentation of financial statements (Continued)

2.1.2 Adjustment of financial statements in hyperinflationary periods (Continued)

The restatements in accordance with TAS 29 have been made using the adjustment factor derived from the Consumer Price Index ("CPI") in Türkiye published by the Turkish Statistical Institute ("TSI"). As of June 30, 2026, the indexes and adjustment factors used in the restatement of the financial statements are as follows:

Date	Index	Adjustment Coefficent	Three-Year Compound Inflation Rate
30 June 2026	129.99	1.00000	206%
31 December 2025	110.39	1.17758	211%
30 June 2025	98.40	1.32109	220%

(*) Effective from 2026, TurkStat updated the base year of the index to 2025=100. Accordingly, index values reported in prior periods using a different base year and scaling have been revised by TurkStat based on the new base year. To ensure comparability, TurkStat has also restated the historical index data using the same base year.

The main elements of the Company's adjustment for financial reporting purposes in high-inflation economies are as follows:

- The current period financial statements prepared in TRL are expressed with the purchasing power at the balance sheet date, and the amounts from previous reporting periods are also expressed by adjusting according to the purchasing power at the end of the reporting period.

- Monetary assets and liabilities are not adjusted as they are currently expressed with current purchasing power at the balance sheet date. In cases where the inflation-adjusted values of non-monetary items exceed the recoverable amount or net realizable value, the provisions of TAS 36 and TAS 2 were applied, respectively.

- Non-monetary assets and liabilities and equity items that are not expressed in current purchasing power at the balance sheet date have been corrected using the relevant correction coefficients.

- All items included in the comprehensive income statement, except those that affect the statement of comprehensive income of non-monetary items in the balance sheet, are indexed with coefficients calculated over the periods when the income and expense accounts are first reflected in the financial statements.

- The effect of inflation on the Company's net monetary asset position in the current period is recorded in the net monetary gain / loss account in the income statement.

2.1 Basis of preparation and presentation of financial statements (Continued)

2.1.3 Functional and reporting currency

The Company is based on the Turkish Commercial Code (“TCC”), tax legislation and the Uniform Chart of Accounts issued by the Ministry of Finance of the Republic of Türkiye in keeping its accounting records and preparing its statutory financial statements. Investments valued by the equity method in foreign countries, have prepared their statutory financial statements in accordance with the laws and regulations applicable in the countries in which they operate. Financial statements of company have been prepared in Turkish lira on the basis of historical cost, excluding financial assets and liabilities that are expressed at their fair values. The financial statements have been prepared by reflecting the necessary adjustments and classifications in order to make the correct presentation in accordance with TMS/TFRS to the legal records prepared on the historical cost basis.

2.1. 4 Interests in associates and joint ventures

A joint venture is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the arrangement. Joint control is the contractually agreed sharing of control of an economic activity and exists only when decisions about the relevant activities require the unanimous consent of the parties sharing control.

In the accompanying financial statements, the results of operations and the assets and liabilities of associates or joint ventures are accounted for using the equity method, except where such investments are classified as held for sale in accordance with TFRS 5. Under the equity method, an investment in an associate or a joint venture is initially recognised at cost and subsequently adjusted to reflect the Company's share of the post-acquisition changes in the associate's or joint venture's net assets, less any impairment losses recognised in respect of the investment.

Losses of an associate or a joint venture in excess of the Company's interest in that associate or joint venture (which includes any long-term interests that, in substance, form part of the Company's net investment in the associate or joint venture) are not recognised. Additional losses are recognised only to the extent that the Company has incurred legal or constructive obligations or has made payments on behalf of the associate or joint venture.

NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.1 Basis of preparation and presentation of financial statements (Continued)

2.1. 5 Comparative information and restatement of prior period financial statements

Comparative figures are reclassified, where necessary, to conform to changes in presentation in the current period financial statements and significant changes are explained. The financial statements of the Company include comparative financial information to enable the determination of the trends in the financial position and performance. The Company has prepared its financial position statement as of 30 June 2026 with the financial position statement prepared as of 31 December 2025; The profit or loss statement for the period 1 January- 30 June 2026, the profit or loss statement for the 1 January- 30 June 2025 accounting period, and the other comprehensive income statement for the 1 January- 30 June 2026 accounting period, the 1 January- 30 June 2025 accounting period, other comprehensive income statement, cash flow statement for the accounting period 1 January- 30 June 2026 and statements of changes in shareholders' equity are prepared comparatively with the related financial statements for the accounting period 1 January – 30 June 2025.

2.2 Significant Accounting Policies

A summary of the significant accounting policies applied in the preparation of the financial statements is set out below.

2.2.1 Going Concern

The financial statements have been prepared on the going concern basis, assuming that the Company will continue to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future.

As of 30 June 2026, the Company's current liabilities exceed its current assets by TRL 106,652. During the first half of 2026, the Company incurred a net loss for the period of TRL 52,195.

NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.3 New and revised Turkish financial reporting standards

Disclosures regarding the impacts of the new IFRS/TFRS on the financial statements:

a) Standards, amendments, and interpretations applicable as of 30 June 2026:

- **Amendment to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments**; effective from annual reporting periods beginning on or after 1 January 2026 (earlier application permitted). These amendments:

- clarify the requirements for the timing of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system;
- clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion;
- add new disclosures for certain instruments with contractual terms that can change cash flows (such as some instruments with features linked to the achievement of environment, social and governance (ESG) targets); and
- make updates to the disclosures for equity instruments designated at Fair Value through Other Comprehensive Income (FVOCI).

- **Annual improvements to IFRS – Volume 11;** effective from annual periods beginning on or after 1 January 2026 (earlier application permitted). Annual improvements are limited to changes that either clarify the wording in an Accounting Standard or correct relatively minor unintended consequences, oversights or conflicts between the requirements in the Accounting Standards. The 2024 list of amended Accounting Standard and accompanying guidance include the following:

  - IFRS 1 First-time Adoption of International Financial Reporting Standards;
  - IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7;
  - IFRS 9 Financial Instruments;
  - IFRS 10 Consolidated Financial Statements; and
  - IAS 7 Statement of Cash Flows.

NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.3 New and revised Turkish financial reporting standards (Continued)

- **Amendment to IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity;** effective from annual periods beginning on or after 1 January 2026 (earlier application permitted). These amendments change the 'own use' and hedge accounting requirements of IFRS 9 and include targeted disclosure requirements to IFRS 7. These amendments apply only to contracts that expose an entity to variability in the underlying amount of electricity because the source of its generation depends on uncontrollable natural conditions (such as the weather). These are described as 'contracts referencing nature-dependent electricity'.

b) Standards, amendments, and interpretations that are issued but not effective as of 30 June 2026:

- **TFRS 17, 'Insurance Contracts'**, is effective for annual reporting periods beginning on or after 1 January 2023. The Standard replaces TFRS 4, which currently permits a wide range of accounting practices. TFRS 17 will fundamentally change the accounting treatment of insurance contracts and investment contracts with discretionary participation features for entities that issue such contracts.

- **Amendments to IAS 21 - Translation to a Hyperinflationary Presentation Currency;** effective from annual periods beginning on or after 1 January 2027 (earlier application permitted). These narrow-scope amendments specify the translation procedures for an entity whose presentation currency is that of a hyperinflationary economy. The entity applies the amendments if:

  - its functional currency is that of a non-hyperinflationary economy and it is translating its results and financial position into the currency of a hyperinflationary economy; or
  - it is translating into the currency of a hyperinflationary economy the results and financial position of a foreign operation whose functional currency is that of a non-hyperinflationary economy.

  The amendments aim to improve the usefulness of the resulting information in a cost-effective manner and reduce diversity in practice.

- **IFRS 18 Presentation and Disclosure in Financial Statements;** effective from annual periods beginning on or after 1 January 2027 (earlier application permitted). This is the new standard on presentation and disclosure in financial statements, with a focus on updates to the statement of profit or loss. The key new concepts introduced in IFRS 18 relate to:

  - the structure of the statement of profit or loss;
  - required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures); and
  - enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general.

NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.3 New and revised Turkish financial reporting standards (Continued)

To comply with paragraph 30 of IAS 8, it is expected that March year-end disclosures should about:

- the nature of the changes,
- the fact that IFRS 18 application is required for annual periods beginning on or after 1 January 2027,
- the planned adoption date, and
- either:
  - o known or reasonably estimable information relevant to assessing the possible impact that application of IFRS 18 will have on the entity's financial statements in the period of initial application; or
  - o if that impact is not known or reasonably estimable, a statement to that effect.

When preparing disclosures related to the adoption of IFRS 18 to comply with paragraph 30 of IAS 8, entities should consider the following principles:

a. Disclosures are expected to become increasingly detailed as entities' implementation process progresses toward 2027.
The level of detail that an entity includes in its disclosures will depend on the progress of its implementation activities, including those related to internal controls. For the year ending31 March 2026, entities that have yet to make significant progress in implementation might only disclose that they are actively assessing the impact of IFRS 18 and that more comprehensive disclosures cannot reasonably be provided.

b. Where appropriate and reliable, consider including quantitative information.
It may be appropriate to disclose preliminary figures, when the company has an appropriate and reliable basis for making such disclosures and provides clear explanations regarding their provisional nature. For example, an entity might quantify the effects on profit and loss subtotals. If the quantitative impact is not reasonably estimable, a statement to that effect should be included. An entity may disclose known and reasonably quantifiable impacts, but it is not expected to early provide IFRS 18 disclosures, such as an MPM reconciliation, before the application date.

c. Consider alignment with other public communications.
If management has publicly detailed anticipated impacts, such as in an investor presentation, the IAS 8 financial statement disclosures should be consistent with these communications.

Disclosures should be based on the information available through the date of issuance of the financial statements, not only the end of the reporting period.

- **IFRS 19 Subsidiaries without Public Accountability: Disclosures';** effective from annual periods beginning on or after 1 January 2027 (earlier application permitted). This new standard and amendments works alongside other IFRS Accounting Standards. An eligible subsidiary applies the requirements in other IFRS Accounting Standards except for the disclosure requirements and instead applies the reduced disclosure requirements in IFRS 19. IFRS 19's reduced disclosure requirements balance the information needs of the users of eligible subsidiaries' financial statements with cost savings for preparers. IFRS 19 is a voluntary standard for eligible subsidiaries. A subsidiary is eligible if:

  - it does not have public accountability; and
  - it has an ultimate or intermediate parent that produces consolidated financial statements available for public use that comply with IFRS Accounting Standards

NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.3 New and revised Turkish financial reporting standards (Continued)

- **Amendment to IFRS 19 Subsidiaries without Public Accountability: Disclosures';** effective from annual periods beginning on or after 1 January 2027 (earlier application permitted). In developing the reduced disclosure requirements in IFRS 19, the IASB considered the disclosure requirements in other IFRS Accounting Standards as at 28 February 2021. When IFRS 19 was issued, it did not contain reduced versions of any disclosure requirements that were added or amended after that date. Subsequently, the IASB issued these amendments to help eligible subsidiaries by reducing disclosure requirements for Standards and amendments issued between February 2021 and May 2024, specifically:

    - IFRS 18, 'Presentation and Disclosure in Financial Statements';
    - Supplier Finance Arrangements (Amendments to IAS 7 and IFRS 7);
    - International Tax Reform—Pillar Two Model Rules (Amendments to IAS 12);
    - Lack of Exchangeability (Amendments to IAS 21); and
    - Amendments to the Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7).

- **IFRS 20 Regulatory Assets and Regulatory Liabilities;** effective from annual periods beginning on or after 1 January 2029 (earlier application permitted). This is a new Accounting Standard for entities subject to a specific type of rate regulation. It aims to help investors better understand how that rate regulation affects an entity's financial performance, financial position and its prospects for future cash flows.

2.4 Changes and errors in accounting estimates

Accounting estimates are made on the basis of reliable information and reasonable estimation methods. However, estimates are revised if there is a change in the circumstances under which the estimate was made, or if new information becomes available, or if additional developments occur. The effect of a change in an accounting estimate is recognized in the current period in which the change is made, if the change affects only one period, or prospectively in both the current and future periods, if the change affects future periods, in the financial statements in a manner that takes into account in determining the profit or loss for the period.

The nature and amount of any change in an accounting estimate that has an effect on the result of operations in the current period or is expected to have an effect on subsequent periods is disclosed in the notes to the financial statements, except where it is not possible to estimate the effect on future periods. As of June 30, 2026, there have been no changes and errors in accounting estimates.

NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.5 Financial Statements of a Joint Venture Operating in a Foreign Country

The financial statements of the joint venture operating in a foreign country have been prepared in accordance with the statutory requirements of the country in which it operates. They have been adjusted and reclassified, where necessary, to ensure compliance with the Communiqué on Principles of Financial Reporting in Capital Markets.

The assets and liabilities of the joint venture operating in a foreign country have been translated into Turkish Lira ("TRL") using the exchange rates prevailing at the reporting date. Income and expenses have been translated into TRL using the average exchange rates for the reporting period. Exchange differences arising from the use of the closing and average exchange rates are recognised in equity under the caption "Foreign currency translation reserve.

2.6 Seasonality of activities

The Company starts with a sales campaign for certain products at the beginning of the year and then organizes “dealer fairs” in the first quarter of the year to sell the brands it produces and imports. During these sales campaigns and dealer fairs, checks, DDS, credit cards are taken against the order amounts of the customers and most of the shipment of the orders received is realized in the first half of the year.

2.7 Significant accounting judgments, estimates and assumptions

Fair values of derivatives and other financial instruments

The Company calculates the fair values of financial instruments that do not have an active market by using market data, the use of similar transactions without collusion, reference to the fair values of similar instruments and discounted cash flow analysis.

Expected credit losses

Provision for doubtful receivables is accounted for using expected credit losses defined in TFRS 9 standard. Calculated using expected credit losses and excluding dealers subject to the Direct Debit System, taking into account the company's forecasts for the future, in addition to past experience.

2.8 Government Grants

Government grants are not recognised until there is reasonable assurance that the Company will comply with the conditions attached to the grants and that the grants will be received.

Government grants are recognised in profit or loss on a systematic basis over the periods in which the Company recognises as expenses the related costs that the grants are intended to compensate. Government grants received as compensation for expenses are recognised as a deduction from the related expense item.

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

NOTE 3 – SEGMENT REPORTING

Fields of activity of the Company established in Türkiye are, respectively, the production of wooden wall pencils, colored pencils, toy products and other stationery equipment, the sale and export of finished products in the facilities, and importing all kinds of raw materials, semi-finished products and finished products, to buy and sell.

The Company's field of activity, the nature and economic characteristics of the products, the production processes, the classification according to the risks of the customers and the methods used in the distribution of the products are similar. In addition, the organizational structure of the Company has been established in such a way that a single activity is managed instead of the Company being managed in separate divisions containing different activities. For these reasons, the Company's operations are considered as a single operating segment, and the Company's operating results, the determination of the resources to be allocated to these activities, and the examination of the performances of these activities are evaluated within this framework.

NOTE 4 – CASH AND CASH EQUIVALENTS

	30 June 2026	**31 December 2025**
Time deposit	255,910	459,038
Demand deposit	1,727	1,679
Other cash and equivalents	209	4,841
Cash and cash equivalents in the statement of cash flows	**257,846**	**465,558**
Interest income accruals	241	409
	258,087	**465,967**

The Company has no blocked deposits as of 30 June 2026 (31 December 2025: None).

NOTE 5 – FINANCIAL INVESTMENTS

	30 June 2026		**31 December 2025**	
	%	**TRL**	**%**	**TRL**
Other long-term investments (*)	-	1,622	-	1,733
		1,622		**1,733**

(*) It is the amount of venture capital investment fund received by our company on a long-term basis, equal to 2% of the corporate tax incentive amount used, as it is an R&D center.

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

NOTE 6 – BORROWINGS AND RIGHT OF USE ASSETS

30 June 2026	Interest rate %	Balance
Short term borrowings		
TRL loans	20.32- 42.00	303,997
Issued debt instruments (*)	40.75 - TLref + 0.75%- TLref + 1%	2,015,452
		2,319,449

(*) The Company has debt securities amounting to TRL 750,000 with a maturity of 19 February 2027, issued domestically to qualified investors without a public offering, bearing a floating interest rate of 75 basis points ("bps") over the change in the BIST TLREF index, with a 364-day maturity, repayable through principal repayment at maturity and four coupon payments; TRL 750,000 with a maturity of 7 May 2027, bearing a floating interest rate of 100 bps over the change in the BIST TLREF index, with a 364-day maturity, repayable through principal repayment at maturity and four coupon payments; and TRL 350,000 with a maturity of 25 November 2026, bearing a fixed interest rate of 40.75%, repayable through principal and coupon payments at maturity.

The interest accrued on the Company's issued debt securities as of 30 June 2026 is classified within issued debt securities.

30 June 2026	Interest rate %	Balance
Short-term portions of long-term borrowings		
Short-term portions of long-term lease liabilities	-	14,202
Short- term portions of long term loans	TLref + 1%	236,584
Short-term portions of long-term debt instruments	TLref + 1%	278,967
		529,753

(*) The Company has a debt security amounting to TRL 250,000, issued domestically to qualified investors without a public offering, with a maturity of 730 days, bearing a floating interest rate of 100 basis points ("bps") over the change in the BIST TLREF index, maturing on 24 September 2026, with four coupon payments payable at maturity.

As of 30 June 2026, the interest accrual calculated for the Company's short-term loans is classified within the relevant short-term bank loans, and the interest accrual calculated for the issued debt instruments is classified within the issued debt instruments.

30 June 2026	Interest rate %	Balance
Long term borrowings		
TRL loans	-	26,933
		26,933

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

NOTE 6 – BORROWINGS AND RIGHT OF USE ASSETS (Continued)

The details of the Company's current and non-current borrowings as of 31 December 2025 are as follows:

31 December 2025	Interest rate %	Balance
Long term borrowings		
TRL loans	23.47- 45.00	271,887
Issued debt instruments (*)	40.75 - TLref + 1%	1,094,788
		1,366,675

As of 31 December 2025, the interest accrual calculated for the short-term loans of the Company has been classified under the related short-term bank loans.

31 December 2025	Interest rate %	Balance
Short-term portions of long-term borrowings		
Short-term portions of long-term lease liabilities	14.00 - 34.50	16,996
Short-term portions of long-term loans	TLref + 1%	226,816
Short-term portions of long-term issued debt instruments	TLref + 1%	328,962
		572,774

As of December 31, 2025, the accrued interest related to the current portions of long-term borrowings has been classified within the current portions of the respective long-term borrowings.

31 December 2025	Interest rate %	Balance
Long term borrowings		
Long-term lease liabilities	-	44,012
	-	**44,012**

As of 30 June 2026, and 31 December 2025, the maturity details of the Company's long-term loans and financial lease borrowings are given below.

30 June 2026	Total liabilities
1-2 years	26,933
	26,933

31 December 2025	Total Liabilities
1-2 years	44,012
	44,012

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

NOTE 6 – BORROWINGS AND RIGHT OF USE ASSETS (Continued)

The movement of financial borrowings is as follows:

	2026	2025
1 January	**1,922,452**	**1,347,130**
Cash inflows from borrowings	1,783,437	1,092,573
Cash outflows related to debt payments	(675,426)	(424,298)
Interest expense	456,985	351,855
Interest paid	(306,502)	(297,311)
Monetary (gain)/loss	(345,946)	(200,250)
30 June	**2,835,000**	**1,869,699**

The movement of lease liabilities is as follows:

	2026	2025
1 January	**61,008**	**205,992**
Cash outflows from borrowings	(38,262)	(55,803)
Interest expense	21,100	31,331
Changes in contracts	7,024	66,395
Monetary (gain)/loss	(9,735)	(35,691)
30 June	**41,135**	**212,224**

The movement of the Company's right of use assets as of June 30, 2026 and June 30, 2025 is presented below.

Right of use assets	Vehicles	Buildings	Total
As of 1 January 2026,	95,290	39,769	135,059
Changes in contracts	-	7,024	7,024
Current depreciation expense(*)	(16,883)	(11,930)	(28,813)
As of 30 June 2026	**78,407**	**34,863**	**113,270**

(*) 4,758 TRL depreciation expenses is included in the in general administrative expenses and 24,055 TRL is included in marketing, selling and distribution expenses.

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

NOTE 6 – BORROWINGS AND RIGHT OF USE ASSETS (Continued)

Right of use assets	Vehicles	Buildings	Total
As of 1 January 2025,	49,607	186,416	236,023
Changes in contracts	-	66,394	66,394
Current depreciation expense(*)	(19,536)	(27,751)	(47,287)
As of 30 June 2025	**30,071**	**225,059**	**255,130**

(*) TRL 204 of depreciation expenses is included in the cost of goods sold, TRL 10,464 is included in general administrative expenses and TRL 36,619 is included in marketing, selling and distribution expenses.

NOTE 7 – TRADE RECEIVABLES AND PAYABLES

Trade Receivables	30 June 2026	31 December 2025
Trade receivables from related parties (Note 22)	24,802	11,687
Trade receivables from third parties	1,749,889	169,461
	1,774,691	**181,148**

Trade receivables from third parties	30 June 2026	31 December 2025
Cheques and notes receivables	362,796	7,831
Trade receivables	1,396,275	172,299
Less: Provisions for doubtful trade receivables (-)	(9,182)	(10,669)
	1,749,889	**169,461**

As of 30 June 2026, and 2025, the movement for doubtful trade receivables is as follows:

	2026	2025
1 January	**10,669**	**11,501**
Provision provided during the period (Note 17)	129	2,323
Reversal of impairment losses (Note 17)	(7)	(661)
Monetary gain/loss	(1,609)	(1,523)
30 June	**9,182**	**11,640**

Trade payables	30 June 2026	31 December 2025
Trade payables to related parties (Note 22)	3,371	7,746
Trade payables to third parties	321,294	136,112
	324,665	**143,858**

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

NOTE 7 – TRADE RECEIVABLES AND PAYABLES (Continued)

Trade payables to third parties	**30 June 2026**	**31 December 2025**
Suppliers	277,567	135,749
Other trade payables	43,727	363
	321,294	**136,112**

NOTE 8 – OTHER RECEIVABLES AND PAYABLES

Other receivables	**30 June 2026**	**31 December 2025**
Other receivables from third parties	3,756	817
	3,756	**817**

Other receivables from third parties	**30 June 2026**	**31 December 2025**
Deposits and guarantees given	433	391
Other miscellaneous receivables	3,323	426
	3,756	**817**

Other payables	**30 June 2026**	**31 December 2025**
Other payables to third parties	5,264	2,409
	5,264	**2,409**

Other payables to third parties	**30 June 2026**	**31 December 2025**
Taxes, fees and deductions payables	4,807	1,632
Other	457	777
	5,264	**2,409**

Employee benefit liabilities	**30 June 2026**	**31 December 2025**
Due to employees	34,461	35,575
Social security premiums payable	13,264	13,473
Taxes, fees and deductions payables	9,034	33,368
	56,759	**82,416**

Other long-term employee benefit liabilities	**30 June 2026**	**31 December 2025**
Due to employees	2,312	2,297
	2,312	**2,297**

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

NOTE 9 – INVENTORIES

	30 June 2026	31 December 2025
Raw materials	265,990	287,266
Semi-finished goods	128,904	150,561
Finished goods	298,702	463,560
Trade goods	347,647	428,250
Other inventories	15,609	15,198
Impairment of inventories (*)	(10,728)	(10,728)
	1,046,124	**1,334,107**

(*) As of 30 June 2026 and 2025, the movement table for the provision for inventory impairment, as a result of the assessment of the recoverability of inventories, is as follows:

	2026	2025
1 January	**10,728**	**38,776**
Impairment losses reversed (-)	-	-
Impairment losses recognised	-	-
30 June	**10,728**	**38,776**

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

NOTE 10 – PROPERTY, PLANT AND EQUIPMENT

	Lands	Land improvements and buildings	Buildings	Machinery and equipment	Vehicles	Fixtures	Construction in progress	Special Costs	Total
As of 1 January 2026,									
Cost	66,813	31,653	1,045,106	1,456,228	23,355	303,064	19,479	5,165	2,950,863
Accumulated depreciation	-	(29,511)	(238,445)	(1,253,250)	(23,343)	(271,863)	-	(220)	(1,816,632)
Net book value	**66,813**	**2,142**	**806,661**	**202,978**	**12**	**31,201**	**19,479**	**4,945**	**1,134,231**
Opening balance	**66,813**	**2,142**	**806,661**	**202,978**	**12**	**31,201**	**19,479**	**4,945**	**1,134,231**
Additions	-	-	-	1,889	-	1,635	24,791	145	28,460
Disposals cost	-	-	-	(752)	-	(118)	-	-	(870)
Transfers	-	-	-	-	-	-	-	-	-
Depreciation (*)	-	(205)	(11,061)	(25,737)	(12)	(6,014)	-	(302)	(43,331)
Closing balance	**66,813**	**1,937**	**795,600**	**178,378**	**-**	**26,704**	**44,270**	**4,788**	**1,118,490**
As of 30 June 2026,									
Cost	66,813	31,653	1,045,106	1,457,365	23,355	304,581	44,270	5,310	2,978,453
Accumulated depreciation	-	(29,716)	(249,506)	(1,278,987)	(23,355)	(277,877)	-	(522)	(1,859,963)
Net book value	**66,813**	**1,937**	**795,600**	**178,378**	**-**	**26,704**	**44,270**	**4,788**	**1,118,490**

(*) 30,280 TRL of depreciation expenses is included in the cost of goods sold, 1,639 TRL is included in general administrative expenses, 4,164 TRL is included in research and development expenses, and 7,248 TRL is included in marketing, sales and distribution expenses.

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

NOTE 11 – PROPERTY, PLANT AND EQUIPMENT (Continued)

	Lands	Land improvements and buildings	Buildings	Machinery and equipment	Vehicles	Fixtures	Construction in progress	Special Costs	Total
As of 1 January 2025,									
Cost	66,813	31,653	1,043,988	1,457,560	23,355	396,739	40,552	7,042	3,067,702
Accumulated depreciation	-	(29,082)	(215,224)	(1,223,898)	(23,317)	(353,318)	-	(5,356)	(1,850,195)
Net book value	**66,813**	**2,571**	**828,764**	**233,662**	**38**	**43,421**	**40,552**	**1,686**	**1,217,507**
Opening balance	**66,813**	**2,571**	**828,764**	**233,662**	**38**	**43,421**	**40,552**	**1,686**	**1,217,507**
Additions	-	-	-	1,971	-	2,665	37,842	-	42,478
Disposals cost	-	-	-	(27,009)	-	(55,339)	-	-	(82,348)
Disposals accumulated depreciation	-	-	-	27,009	-	55,339	-	-	82,348
Transfers	-	-	-	-	-	-	(3,961)	-	(3,961)
Depreciation (*)	-	(215)	(11,605)	(29,737)	(13)	(7,284)	-	(266)	(49,120)
Closing balance	**66,813**	**2,356**	**817,159**	**205,896**	**25**	**38,802**	**74,433**	**1,420**	**1,206,904**
As of 30 June 2025,									
Cost	66,813	31,653	1,043,988	1,432,522	23,355	344,065	74,433	7,042	3,023,871
Accumulated depreciation	-	(29,297)	(226,829)	(1,226,626)	(23,330)	(305,263)	-	(5,622)	(1,816,967)
Net book value	**66,813**	**2,356**	**817,159**	**205,896**	**25**	**38,802**	**74,433**	**1,420**	**1,206,904**

(*) 38,216 TRL of depreciation expenses is included in the cost of goods sold, 1,870 TRL is included in general administrative expenses, 2,038 TRL is included in research and development expenses, and 6,996 TRL is included in marketing, sales and distribution expenses.

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

NOTE 11 – INTANGIBLE ASSETS

Intangible assets include computer software, rights and development costs.

	Rights	Developments	License agreements	Other intangible assets	Total
As of 1 January 2026,					
Cost	2,853	209,586	376,842	37,471	626,752
Accumulated amortization	(2,774)	(77,729)	(339,361)	(36,496)	(456,360)
Net book value	**79**	**131,857**	**37,481**	**975**	**170,392**
Opening balance	**79**	**131,857**	**37,481**	**975**	**170,392**
Additions	-	-	-	-	-
Depreciation (*)	(40)	(17,872)	(6,852)	(850)	(25,614)
Closing balance	**39**	**113,985**	**30,629**	**125**	**144,778**
As of 30 June 2026,					
Cost	2,853	209,586	376,842	37,471	626,752
Accumulated amortization	(2,814)	(95,601)	(346,213)	(37,346)	(481,974)
Net book value	**39**	**113,985**	**30,629**	**125**	**144,778**

(*) For the current period, 7,767 TRL of amortization is included in the cost of goods sold, 1,211 TRL is included in the cost of general administrative expenses, 13,105 TRL is included in the cost of research and development expenses, and 3,531 TRL is included in the cost of marketing, sales and distribution expenses.

	Rights	Developments	License agreements	Other intangible assets	Total
As of 1 January 2025,					
Cost	4,947	135,336	367,675	31,511	539,469
Accumulated amortizations	(4,616)	(47,639)	(318,986)	(31,494)	(402,735)
Net book value	**331**	**87,697**	**48,689**	**17**	**136,734**
Opening balance	**331**	**87,697**	**48,689**	**17**	**136,734**
Additions	-	5,431	-	229	5,660
Transfers	-	3,961	-	-	3,961
Depreciation (*)	-	(13,121)	(10,870)	1,223	(22,768)
Closing balance	**331**	**83,968**	**37,819**	**1,469**	**123,587**
As of 30 June 2025,					
Cost	4,947	144,728	367,675	31,740	549,090
Accumulated amortizations	(4,616)	(60,760)	(329,856)	(30,271)	(425,503)
Net book value	**331**	**83,968**	**37,819**	**1,469**	**123,587**

(*) For the current period, TRL 13,520 of amortization is included in the cost of goods sold, TRL 1,736 is included in the cost of general administrative expenses, TRL 4,214 is included in the cost of research and development expenses, and TRL 3,298 is included in the cost of marketing, sales and distribution expenses.

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

NOTE 12 – PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

	30 June 2026	31 December 2025
Provisions for lawsuits	3,883	6,194
	3,883	**6,194**

14 employees of the Company have filed 14 separate lawsuits against the Company, seeking the annulment of the termination of their employment contracts, reinstatement, and other compensation claims. Based on the assessments of the Company's legal counsel, a provision amounting to TRL 3,883 has been recognised in relation to these lawsuits.

	2026	2025
As of 1 January	**6,194**	**8,100**
Provision allocated during the period	(1,378)	-
Monetary gain/loss	(933)	(1,158)
As of 30 June	**3,883**	**6,942**

<u>Contingent liabilities and contingent assets</u>

Due to the Company's inability to collect its receivable amounting to TRL 1,026 arising from its current account relationship with a customer, enforcement proceedings were initiated through the Istanbul 18th Enforcement Office under file numbers 2012/20785 E. and 2012/18797 E. The sale of the seized immovable properties was requested on 7 October 2013. The valuation report has been served, and the process for the sale of the immovable properties is ongoing.

Due to the Company's inability to collect its receivable amounting to TRL 10,870 arising from its current account relationship with a customer, enforcement proceedings were initiated through the Izmir 2nd, 8th, 10th and 14th Enforcement Offices under file numbers 2014/14137 E., 2014/15246 E., 2014/16896 E. and 2015/574 E. The main enforcement proceedings through foreclosure based on negotiable instruments were initiated against the debtor company, and payment orders were issued and served. Investigations to collect the receivable are ongoing.

There are commercial lawsuits filed against Adel Kalemcilik Ticaret ve Sanayi A.Ş. by the employees of two subcontractors whose contracts with the Company were terminated as of 31 August 2013, due to the failure of such subcontractors to fulfil their legal obligations towards their employees, within the scope of joint and several liability principles. As of 30 June 2026, a provision has been recognised in relation to these claims. The Company has objected to the relevant enforcement proceedings, and the related legal processes are ongoing.

Due to the Company's inability to collect its receivable arising from its current account relationship with a customer, legal proceedings were initiated through the Istanbul Anatolian 17th Enforcement Office under file number 2016/12354 E. (New File Number: 2021/14645 E.), and a provision has been recognised for the related amount. Main enforcement proceedings have been initiated and searches have been conducted regarding the assets registered in the name of the debtor. No assets registered in the name of the debtor have been identified, and investigations for the collection of the receivable are ongoing.

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

NOTE 12 – PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (Continued)

Due to the Company's inability to collect its receivable arising from its current account relationship with a customer, the receivable was registered with the bankruptcy estate of the debtor through the Istanbul Anatolian 3rd Bankruptcy Office under file number 2020/25. A provision has been recognised for the related amount.

Due to the Company's inability to collect its receivable amounting to TRL 893 arising from an advance payment relationship with a supplier, enforcement proceedings were initiated through the Gebze Enforcement Office under file number 2024/25778 E., and a provision has been recognised for the related amount. Main enforcement proceedings have been initiated and searches have been conducted regarding the assets registered in the name of the debtor. No assets registered in the name of the debtor have been identified, and investigations for the collection of the receivable are ongoing.

The aforementioned legal proceedings are not expected to have a material impact on the Company's results of operations, financial position or liquidity.

Deposits and guarantees given	30 June 2026	31 December 2025
Letters of guarantee	76,066	155,738

As of 30 June 2026, and 31 December 2025, the tables regarding the Company's collateral/pledge/mortgage ("CPM") position are as follows:

30 June 2026

Letters of guarantees, pledge and mortgages provided by the Company		TRL equivalents	EUR	TRL
A.	Total amount of GPMs given on behalf of the Company's legal personality	76,066	-	76,066
B.	Total amount of GPMs given in favor of subsidiaries included in full consolidation	-	-	-
C.	Total amount of GPMs given by the Company for the liabilities of 3rd parties in order to run ordinary course of business	-		-
D.	Total amount of other GPM's	-	-	-
	i. Total amount of GPMs given in favor of the parent Company	-	-	-
	ii. Total amount of GPMs given in favor of other group companies not in the scope of B and C above	-	-	-
	iii. Total amount of GPMs given in favor of third party companies not in the scope of C above	-	-	-
		76,066	**-**	**76,066**

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

NOTE 12 – PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (Continued)

31 December 2025

	Letters of guarantees, pledge and mortgages provided by the Company	TRL equivalents	EUR	TRL
A.	Total amount of GPMs given on behalf of the Company's legal personality	155,738	-	155,738
B.	Total amount of GPMs given in favor of subsidiaries included in full consolidation	-	-	-
C.	Total amount of GPMs given by the Company for the liabilities of 3rd parties in order to run ordinary course of business	-		-
D.	Total amount of other GPM's	-	-	-
	i. Total amount of GPMs given in favor of the parent Company	-	-	-
	ii. Total amount of GPMs given in favor of other group companies not in the scope of B and C above	-	-	-
	iii. Total amount of GPMs given in favor of third party companies not in the scope of C above	-	-	-
		155,738	**-**	**155,738**

The ratio of other CPMs given by the company to the equity of the Company is 0% as of 30 June 2026 (31 December 2025: 0%).

NOTE 13 – EMPLOYEE BENEFITS

Short term employee benefits	**30 June 2026**	**31 December 2025**
Premium accruals	41,534	4,927
Provisions for unused vacations	11,623	3,764
	53,157	**8,691**

Long term employee benefits	**30 June 2026**	**31 December 2025**
Provisions for employee termination benefits	38,725	48,088
	38,725	**48,088**

The movement table of unused vacation accruals as of 30 June 2026 and 2025 is as follows:

	2026	**2025**
As of 1 January	**3,764**	**3,652**
Additions	15,425	18,303
Charge for the period	(6,563)	(8,340)
Monetary gain/loss	(1,003)	(1,087)
As of 30 June	**11,623**	**12,528**

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

NOTE 13 – EMPLOYEE BENEFITS (Continued)

Provisions for employee termination benefits

In accordance with the provisions of the Labor Law in force, there is an obligation to pay the legal severance pay to employees whose employment contract has ended so that they are entitled to severance pay.

In addition, in accordance with the legislation currently in force, there is an obligation to pay the legal severance pay to those who have the right to leave the job by receiving severance pay. As of 1 July 2026, the severance pay to be paid is subject to a monthly ceiling of 73,729.87 full TRL (1 January 2026: 46,655.43 TRL). Severance pay liability is not legally subject to any funding. Severance pay liability is calculated based on the estimation of the present value of the company's possible future liability arising from the retirement of employees. TAS 19 ("Employee Benefits") requires the company to develop its liabilities within the scope of defined monthly plans using actuarial valuation methods. Accordingly, the actuarial assumptions used in calculating total liabilities are stated below:

The main assumption is that the maximum liability amount for each year of service will increase in line with inflation. Therefore, the discount rate applied represents the expected real rate after adjusting for the effects of future inflation. Therefore, the provisions in the accompanying financial statements as of 30 June 2026 and 31 December 2025 are calculated by estimating the present value of the future probable obligation arising from the retirement of the employees.

	2026	**2025**
As of 1 January,	**48,088**	**51,483**
Service cost	16,958	17,318
Severance pay paid	(27,130)	(20,581)
Actuarial loss /(gain)	7,127	8,588
Monetary gain/loss	(6,318)	(7,338)
As of 30 June,	**38,725**	**49,470**

	30 June 2026	**31 December 2025**
Discount rate (%)	3.35	2.58
Turnover rate used in retirement probability calculation (%)	92.03	92.64

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

NOTE 14 – OTHER ASSETS AND LIABILITIES

Short-term prepaid expenses	**30 June 2026**	**31 December 2025**
Prepaid expenses for the next months	99,351	18,947
Advances given	30,693	21,512
	130,044	**40,459**

Current tax assets	**30 June 2026**	**31 December 2025**
Prepaid taxes and funds	14,048	12,003
	14,048	**12,003**

Other current assets	**30 June 2026**	**31 December 2025**
Deferred VAT	4,371	95,116
Other miscellaneous current assets	23	-
	4,394	**95,116**

Long-term prepaid expenses	**30 June 2026**	**31 December 2025**
Prepaid expenses for the next years	19,902	22,957
	19,902	**22,957**

Deferred income	**30 June 2026**	**31 December 2025**
Advances received	44,866	31,435
	44,866	**31,435**

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

NOTE 15 – CAPITAL, RESERVES AND OTHER EQUITY ITEMS

Equity

The shareholders of the Company and their shares in the capital are given below.

	30 June 2026		31 December 2025	
	% Share	**Amount**	**% Share**	**Amount**
AG Anadolu Grubu Holding A.Ş.	56.89	147,832	56.89	147,832
Faber - Castell Aktiengesellschaft	15.40	40,017	15.40	40,017
Shares publicly held	27.71	72,026	27.71	72,026
Paid in capital	**100.00**	**259,875**	**100.00**	**259,875**
Inflation adjustment on capital		629,673		629,673
Total capital		**889,548**		**889,548**

Inflation adjustments to share capital represent the effect of restating cash additions to paid-in capital with year-end purchasing power.

Number of shares and share groups and privileges:

40,017,351 shares of the Company, amounting to TRL 40,017 are registered in the name of the holder and 219,857,649 shares, amounting to TRL 219,858 are bearer share certificates in accordance with the Foreign Capital Legislation. There are no privileges granted to shareholders in the election of the Board of Directors.

Restricted reserves

The legal reserves consist of first and second legal reserves in accordance with the TCC. The first legal reserve is appropriated out of the statutory profits at the rate of 5%, until the total reserve reaches a maximum of 20% of the Company's restated share capital. The second legal reserve is appropriated at the rate of 10% of all distributions in excess of 5% of the Company's restated share capital. Under TCC, the legal reserves are only available for netting off losses unless they exceed 50% of the historical paid-in share capital otherwise they are not allowed to be used for other purposes. As a result of the sale of the immovable and participation shares evaluated within the scope of Article 5/e of the Corporate Tax Law No. 5520, 75% of the sales profit has been classified as "Profit from the sale of real estate and participation shares".

	30 June 2026	**31 December 2025**
Legal reserves	472,433	472,433
Real estate and subsidiary shares sales profit	1,280	2,248
R&D investment fund	2,432	2,432
	476,145	**477,113**

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

NOTE 15 – CAPITAL, RESERVES AND OTHER EQUITY ITEMS (Continued)

Retained Earnings

Retained earnings consist of extraordinary reserves and other retained earnings. Publicly listed companies distribute dividends in accordance with the requirements of CMB as explained below:

	30 June 2026	**31 December 2025**
Other retained earnings /(loss)	(159,800)	389,044
Extraordinary reserves	235,981	277,745
	76,181	**666,789**

As of June 30, 2026 and 2025, the fund items included within equity in the financial statements prepared in accordance with the Tax Procedure Law are as follows:

	30 June 2026		
Retained Earning	**Statutory Amounts Indexed per PPI**	**Statutory Amounts Indexed per CPI**	**Amounts Presented in Prior Years' Profit**
Inflation adjustments on capital	752,213	629,673	122,540
Restricted reserves	513,239	476,145	37,094

Dividend distribution

In accordance with the CMB decision numbered 7/242 dated 25 February 2005; If the profit distribution amount calculated in accordance with the CMB's regulations regarding the minimum profit distribution obligation, based on the net distributable profit found in accordance with the CMB regulations, can be fully covered from the distributable profit in the legal records, this entire amount will be distributed, and if not, the entire net distributable profit in the legal records will be distributed. If there is a period loss in the financial statements prepared in accordance with CMB regulations or in any of the legal records, no profit distribution will be made. With the decision of the CMB dated 27 January 2010, it was decided not to impose any minimum profit distribution obligation on dividend distribution for publicly held joint stock companies whose shares are traded on the stock exchange.

Capital increase, free of charge, capital inflation adjustment differences and registered values of extraordinary reserves; It can be used for cash profit distribution or loss offset. However, equity inflation adjustment differences are subject to corporate tax if used in cash profit distribution.

The company management took the profit distribution decision at the General Assembly meeting. In case of distribution of these profits, the entire profit distribution amount will be covered from the distributable profit in the legal records.

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

NOTE 16 – REVENUE AND COST OF SALES

	1 January - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2026	1 April - 30 June 2025
Domestic sales	2,905,575	1,815,695	1,504,132	1,264,413
Foreign sales	59,222	79,135	44,407	42,303
Sales discounts (-)	(1,102,974)	(628,420)	(567,287)	(428,387)
Net sales	**1,861,823**	**1,266,410**	**981,252**	**878,329**
Cost of sales (-)	**(1,184,091)**	**(720,216)**	**(599,680)**	**(481,626)**
Gross profit	**677,732**	**546,194**	**381,572**	**396,703**

The breakdown of the cost of sales by periods is as follows:

	1 January - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2026	1 April - 30 June 2025
Direct material cost	258,793	190,436	179,388	97,032
Direct labor costs	158,457	186,072	56,816	90,667
General production expenses	96,274	73,347	65,432	30,816
Depreciation and amortization expenses	38,047	51,940	16,275	26,473
Change in semi-finished goods	21,657	(18,569)	76,467	(16,973)
Change in finished goods	164,858	(58,999)	(30,092)	48,923
Cost of products sold	**738,086**	**424,227**	**364,286**	**276,938**
Cost of goods sold	446,005	295,989	235,394	204,688
Cost of sales	**1,184,091**	**720,216**	**599,680**	**481,626**

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

NOTE 17 – OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES

	1 January- 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2026	1 April - 30 June 2025
Other operating income				
Cancellation of provision for lawsuit (Note 12)	1,378	-	(37)	-
Foreign exchange income	7,302	12,739	6,270	8,932
Cancellation of provision for doubtful receivables (Note 7)	7	661	(1)	655
Other	709	1,799	(1,021)	1,545
	9,396	**15,199**	**5,211**	**11,132**

	1 January - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2026	1 April - 30 June 2025
Other operating expenses				
Foreign exchange expenses	2,467	6,689	1,542	1,367
Provision for doubtful trade receivables (Note 7)	129	2,323	72	1,630
Other	3,821	1,759	(141)	853
	6,417	**10,771**	**1,473**	**3,850**

NOTE 18 – INCOME AND EXPENSES FROM INVESTMENT ACTIVITIES

	1 January - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2026	1 April - 30 June 2025
Income from investment activities				
Gain on sale of tangible assets	289	86	75	59
	289	**86**	**75**	**59**

	1 January - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2026	1 April - 30 June 2025
Loss from investment activities				
Loss on sale of tangible assets	-	1,943	-	1,943
	-	**1,943**	**-**	**1,943**

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

NOTE 19 – FINANCE INCOME AND EXPENSES

	1 January - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2026	1 April - 30 June 2025
Finance income				
Interest income	85,800	42,817	32,960	27,519
Profit on sale of funds	-	47,302	-	1,195
Foreign exchange income	11,696	11,643	2,995	9,595
	97,496	**101,762**	**35,955**	**38,309**

	1 January - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2026	1 April - 30 June 2025
Finance expenses				
Interest expenses	478,085	383,186	252,739	197,666
Foreign exchange expenses	13,452	7,927	5,101	5,817
	491,537	**391,113**	**257,840**	**203,483**

NOTE 20- DEFERRED TAX ASSETS AND LIABILITIES

The company is subject to taxation in accordance with the tax laws of the countries in which it operates and other legislation.

In Türkiye, the corporate income tax rate is 25% as of 30 June 2026 (31 December 2025: 25%). Corporate income tax is levied on taxable corporate income, which is determined by adjusting the statutory accounting profit for non-deductible expenses and tax-exempt income and other allowances in accordance with the applicable tax legislation. Pursuant to Law No. 7582, published on 4 June 2026, the corporate income tax rate applicable to income derived from manufacturing activities by companies holding an industrial registration certificate and engaged in actual manufacturing activities has been reduced from 25% to 12.5%, effective from 1 January 2027. Although this amendment has no impact on the current period corporate income tax calculation, it has been reflected in the deferred tax calculations as of 30 June 2026, taking into consideration whether the underlying taxable profits are expected to arise from manufacturing or non-manufacturing activities, as deferred tax assets and liabilities are measured using the tax rates expected to apply in the periods in which the related temporary differences reverse.

Under Turkish tax legislation, tax losses can be carried forward for a maximum of five years following the year in which they were incurred. In addition, tax returns and related accounting records can be examined by the tax administration within five years.

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

NOTE 20- DEFERRED TAX ASSETS AND LIABILITIES (Continued)

	1 January - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2026	1 April - 30 June 2025
Current period provision for corporate tax (-)	-	-	-	-
Deferred tax income/(expense)	2,363	86,307	(13,770)	62,379
Total deferred tax income, expense (net)	**2,363**	**86,307**	**(13,770)**	**62,379**

The reconciliation of the period's tax expense with the profit for the period is as follows:

	30 June 2026	31 December 2025
Current period provision for corporate tax	-	-
Less: Prepaid corporate tax	14,048	12,003
Profit for the period tax (liability)/receivable, net	**14,048**	**12,003**

Tax Advantages Obtained Under the Investment Incentive System:

The earnings generated from the investments of the Company that are subject to investment incentive certificates are subject to corporate income tax at reduced rates until the contribution amount of the investment is reached, starting from the accounting period in which the investment is partially or fully commenced.

The Company does not have any reduced corporate income tax advantage utilized against the current period's statutory tax provision within the scope of its investment incentive certificates (30 June 2025: None).

NOTE 20- DEFERRED TAX ASSETS AND LIABILITIES (Continued)

The Company capitalizes the research and development ("R&D") expenditures incurred within the scope of Law No. 5746 in its statutory books. In accordance with the provisions of the same law, the Company benefits from the R&D deduction for the eligible portion of the realized R&D expenditures, based on calculations performed within the framework of the relevant legislation.

As of 30 June 2026, the Company has not utilized any R&D deduction advantage against its statutory tax provision (30 June 2025: None). A tax advantage amounting to TRL 21,009 (31 December 2025: TRL 20,631), which is expected to be utilized in the foreseeable future arising from the unused R&D deduction, has been recognized as a deferred tax asset in the financial statements. A deferred tax income amounting to TRL 378 related to this deferred tax asset has been recognized in the statement of profit or loss for the period 1 January – 30 June 2026.

Deferred tax assets are recognized to the extent that it is probable that future taxable profits will be available against which these assets can be utilized. Where it is probable that taxable profits will be generated, deferred tax assets are calculated over tax benefits arising from deductible temporary differences, tax losses and investment allowances with an indefinite useful life that enable the payment of corporate income tax at reduced rates. In this context, the Company bases the recognition of deferred tax assets arising from investment incentives on long-term projections and assesses the recoverability of such deferred tax assets related to investment allowances at each reporting date based on business models including taxable profit forecasts. It is expected that these deferred tax assets will be recovered within five years from the reporting date.

As of 30 June 2026, the sensitivity analysis performed by increasing/decreasing the inputs included in the key macroeconomic and sector-specific assumptions underlying the business plans by 10% did not result in any change in the expected five-year recovery period of the deferred tax assets related to investment incentives.

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

NOTE 20- DEFERRED TAX ASSETS AND LIABILITIES (Continued)

	Total temporary differences		Deferred tax	
	30 June 2026	31 December 2025	30 June 2026	31 December 2025
Tangible and intangible assets	(74,822)	(21,874)	(15,713)	(5,469)
Provisions for employee termination benefits	38,725	49,416	8,132	12,354
Provisions for turnover and dealer premium	166,570	-	41,642	-
Accrued employee bonuses	5,232	3,240	1,308	810
Carryforward tax losses	541,622	728,735	113,741	182,184
Research and development discount	100,044	82,523	21,009	20,631
Adjustments related to derivative instruments	2,581	(436)	645	(109)
Provision for doubtful receivables	6,131	7,068	1,533	1,767
Provision for unused annual leave	11,623	3,764	2,906	941
Inventory, provision for impairment on inventory	(103,681)	(192,033)	(25,920)	(48,008)
Lawsuit provision	3,877	6,188	969	1,547
Promotional materials	1,918	2,245	480	562
Provision for bulk consumption sales returns	6,980	-	1,745	-
Incentive premium accruals	42,449	-	10,612	-
Leases	(72,134)	(74,050)	(18,035)	(18,512)
Other adjustments	21,639	(9,203)	5,410	(2,303)
Deferred tax asset/(liability)	**698,754**	**585,583**	**150,464**	**146,395**

	2026	2025
As of 1 January	**146,395**	**(36,931)**
Deferred tax income	2,363	86,307
Effect of remeasurements of the employee termination benefit obligation recognized in equity	1,702	2,147
Effect of remeasurement of derivative financial instruments recognized through other comprehensive income	4	131
30 June	**150,464**	**51,654**

NOTE 21 – EARNINGS PER SHARE

Earnings per share is calculated by dividing the profit for the period by the weighted average number of shares of the Company during the period. The Company's earnings per share calculation is as follows.

	1 January - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2026	1 April - 30 June 2025
Profit /(loss) for the period	(52,195)	(217,437)	(14,736)	63,669
Average number of shares (TRL 1 nominal value weighted average number of shares)	259,875,000	259,875,000	259,875,000	259,875,000
Earnings per share /(loss) (TRL Full)	**(0.2008)**	**(0.8367)**	**(0,0567)**	**0,2450**

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

NOTE 22 – RELATED PARTY BALANCES AND TRANSACTIONS

a) Related Party Balances

	Receivables from related parties	
	30 June 2026	**31 December 2025**
A.W. Faber-Castell Vertrieb GmbH (2)	10,822	135
Migros Ticaret A.Ş. (2)	9,922	7,705
AEP Anadolu Etap Penkon Gıda ve Tarım Ürün San ve Tic A.Ş. (2)	1,810	768
AEP Anadolu Etap Penkon Gıda ve İçecek A.Ş. (2)	1,548	303
Anadolu Kafkasya Enerjiya Yatırımları (2)	462	89
Anadolu Efes Biracılık ve Malt San. A.Ş. (2)	150	-
A.W.Faber Castell Peruana SA (2)	3	2,124
Other	85	563
	24,802	**11,687**

	Payables to related parties	
	30 June 2026	**31 December 2025**
Anadolu Sigorta Acentalığı A.Ş. (2)	2,434	32
A.W.Faber Castell Brezilya S.A. (2)	271	293
AG Anadolu Grubu Holding A.Ş. (1)	133	5,630
PT Faber Castell Marketing Ind. (2)	84	91
Migros Ticaret A.Ş. (2)	28	10
A.W.Faber-Castell Vertrieb GmbH (2)	-	1,067
Other	421	623
	3,371	**7,746**

Prepaid expenses to related parties	**30 June 2026**	**31 December 2025**
A.W. Faber-Castell Vertrieb GmbH (2)	58,413	136
A.W. Faber-Castell (Guangzhou) (2)	12,359	-
AG Anadolu Grubu Holding A.Ş. (1)	811	-
A.W Faber Castell Malezya Sdn.Bhd (2)	368	-
A.W Faber-Castell (1)	-	1
	71,951	**137**

1) Shareholders
2) Other companies managed by the shareholders

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

NOTE 22 – RELATED PARTY BALANCES AND TRANSACTIONS (Continued)

b) Related party transactions

	1 January - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2026	1 April - 30 June 2025
Purchases of goods				
A.W.Faber Castell Malezya Sdn.Bhd. (2)	90,568	84,149	83,592	68,374
A.W. Faber-Castell (Guangzhou) Stationery Co. Ltd (2)	51,902	44,086	51,902	44,086
A.W. Faber-Castell Vertrieb GmbH. (2)	46,616	71,609	46,528	69,753
P.T.A.W.Faber Castell Ind. (2)	5,069	3,394	1,496	-
Other	-	2,963	-	2,963
	194,155	**206,201**	**183,518**	**185,176**

	1 January - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2026	1 April - 30 June 2025
Sales of goods				
Migros Ticaret A.Ş.(2)	16,475	48,630	16,475	32
A.W. Faber-Castell Vertrieb GmbH. (2)	8,391	10,743	6,521	15,230
AG Anadolu Grubu Holding A.Ş. (1)	2,379	306	960	10,743
Other	1,305	1,442	1,003	1,218
	28,550	**61,121**	**24,959**	**27,223**

	1 January - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2026	1 April - 30 June 2025
Services received				
AG Anadolu Grubu Holding A.Ş. (1)	48,809	50,675	22,238	25,093
Migros Ticaret A.Ş. (2)	7,931	-	7,926	(58)
Moneypay Ödeme ve Elektronik Para Hizmetleri A.Ş. (2)	-	5,662	-	5,662
Other	63	637	13	36,892
	56,803	**56,974**	**30,177**	**67,589**

	1 January - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2026	1 April - 30 June 2025
Services given				
AEP Anadolu Etap Penkon A.Ş. (2)	10,593	11,144	10,593	4,327
AEP Anadolu Etap Penkon Gıda ve Tarım Ürün San ve Tic A.Ş (2)	9,228	5,162	9,216	5,162
Anadolu Kafkasya Enerji Yatırımları A.Ş. (2)	2,766	2,994	2,766	1,523
Coca Cola Satış ve Dağ. (2)	-	262	-	262
A.W. Faber-Castell Vetrieb Gmbh. (2)	-	7,166	-	7,166
Other	529	102	477	17
	23,116	**26,830**	**23,052**	**18,457**

1) Shareholders
2) Other companies managed by the shareholders

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

NOTE 22 – RELATED PARTY BALANCES AND TRANSACTIONS (Continued)

c) Benefits provided to key management

The Company has determined the key management personnel as members of the board of directors, President of Agriculture Energy and Industry Group, general manager and managers reporting directly to the general manager. Benefits provided to key management personnel are as follows:

	2026	2025
Short term employee benefits	53,733	86,948
Other long-term benefits	5,234	9,475
Post-employment benefits	5,637	7,509
Benefits provided due to retirement benefits	2,038	2,262
	66,642	**106,194**

NOTE 23 – NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS

(a) Capital risk management

The Company manages its capital to ensure that it will maintain its status as a going concern while maximizing the return to stakeholders through the optimization of the debt and equity balance.

The capital structure of the Company consists of debt, which includes the borrowings, cash and cash equivalents and equity attributable to equity holders of the parent, comprising issued capital, reserves and retained earnings. The management of the Company considers the cost of capital and the risks associated with each class of capital. The management of the Company aims to balance its overall capital structure through the payment of dividends, new share issues and the issue of new debt or the redemption of existing debt.

The Company controls its capital using the net debt / total equity ratio. This ratio is the calculated as net debt divided by total equity. Net debt is calculated as total liability (comprises of financial liabilities, leasing and trade payables as presented in the statement of financial position) less cash and cash equivalents. Total equity is calculated by adding shareholders equity and net debt, as shown in the balance sheet.

The Company's overall strategy based on equity does not differ from the previous period.

The Company does not have speculative financial instruments (including derivative financial instruments) and does not have any activity related to the purchase and sale of such instruments.

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

NOTE 23 – NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (Continued)

As of June 30, 2026 and December 31, 2025, net debt / (equity + net debt) ratio is as follows;

	30 June 2026	31 December 2025
Total borrowings	2,876,135	1,983,461
Less: Cash and cash equivalents	(258,087)	(465,967)
Net debt	2,618,048	1,517,493
Total equity	1,373,904	1,431,535
Total equity + net debt	**3,991,952**	**2,949,028**
Net debt / (total equity+net debt) ratio	**66%**	**51%**

(b) Credit risk

The Company's activities expose it to foreign exchange and other risks. The Company is also exposed to the risk that counterparties may not fulfill the requirements of the agreement due to holding financial instruments.

Market risks encountered at the Company level are measured on the basis of sensitivity analysis. In the current year, there has been no change compared to the previous year in the Company's exposure to market risks or in the way the Company handles or measures these risks.

(c) Currency risk and management

Transactions in foreign currency cause the exchange rate risk to occur.

The Company is exposed to exchange rate risk due to changes in the exchange rates used in the conversion of foreign currency assets and liabilities into Turkish lira. Currency risk arises due to future commercial transactions and the difference between recorded assets and liabilities.

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

NOTE 23 – NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (Continued)

(c) Currency risk and management (Continued)

The TRL equivalents of foreign currency assets and liabilities held by the Company are as follows:

	30 June 2026	31 December 2025
Assets	150,646	70,874
Liabilities	(43,026)	(27,663)
Net balance sheet foreign currency position	**107,620**	**43,211**

The Company is exposed to currency risk mainly in US Dollar and Euro.

Profit/Loss 30 June 2026	**Appreciation of foreign currency**	**Depreciation Foreign currency**
If the US Dollar changes 20% +/- against TRL:		
1- USD net asset/liability	9,931	(9,931)
2- Part hedged against USD risk (-)	-	-
3- USD net effect (1+2)	**9,931**	**(9,931)**
In case the Euro changes 20% +/- against TRL:		
4- Euro net asset/liability	11,585	(11,585)
5- Hedged portion from Euro risk (-)	-	-
6- Euro net effect (4+5)	**11,585**	**(11,585)**
On average 20% +/- change in other exchange rates against TRL:		
7- Other foreign currency net asset/liability	-	-
8- Hedged portion from other exchange rate risk (-)	-	-
9- Net effect on other FX assets (7+8)	-	-
	21,516	**(21,516)**

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

NOTE 23 – NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (Continued)

(c) Currency risk and management (Continued)

Profit/(Loss) 31 December 2025	**Appreciation of foreign currency**	**Depreciation Foreign currency**
If the US Dollar changes 20% +/- against TRL:		
1- USD net asset/liability	8,588	(8,588)
2- Part hedged against USD risk (-)	-	-
3- USD net effect (1+2)	**8,588**	**(8,588)**
In case the Euro changes 20% +/- against TRL:		
4- Euro net asset/liability	54	(54)
5- Hedged portion from Euro risk (-)	-	-
6- Euro net effect (4+5)	**54**	**(54)**
On average 20% +/- change in other exchange rates against TRL:		
7- Other foreign currency net asset/liability	-	-
8- Hedged portion from other exchange rate risk (-)	-	-
9- Net effect on other FX assets (7+8)	**-**	**-**
	8,642	**(8,642)**

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

NOTE 23 – NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (Continued)

(c) Currency risk and management (Continued)

It summarizes the Company's foreign currency position risk. The recorded amounts of foreign currency assets and liabilities held by the Company are as follows. by foreign currency type:

	30 June 2026				31 December 2025			
	TRL equivalent	USD	EUR	Other	TRL equivalent	USD	EUR	Other
1. Trade receivables	62,168	1,057	244	-	57,426	968	145	-
2a. Monetary financial assets	1,551	33	-	-	1,513	30	-	-
2b. Non-monetary financial assets	-	-	-	-	-	-	-	-
3. Other	86,927	612	1,101	-	11,935	200	31	-
4. Total current assets (1+2+3)	**150,646**	**1,702**	**1,345**	**-**	**70,874**	**1,198**	**176**	**-**
5. Trade receivables	-	-	-	-	-	-	-	-
6a. Monetary financial assets	-	-	-	-	-	-	-	-
6b. Non-monetary financial assets	-	-	-	-	-	-	-	-
7. Other	-	-	-	-	-	-	-	-
8. Total non-current assets (5+6+7)	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
9. Total assets (4+8)	**150,646**	**1,702**	**1,345**	**-**	**70,874**	**1,198**	**176**	**-**
10. Trade payables	43,026	635	253	-	27,663	347	172	-
11. Financial liabilities	-	-	-	-	-	-	-	-
12a. Other monetary liabilities	-	-	-	-	-	-	-	-
12b. Other non-monetary liabilities	-	-	-	-	-	-	-	-
13. Total current liabilities (10+11+12)	**43,026**	**635**	**253**	**-**	**27,663**	**347**	**172**	**-**
14. Trade payables	-	-	-	-	-	-	-	-
15. Financial liabilities	-	-	-	-	-	-	-	-
16a. Other monetary liabilities	-	-	-	-	-	-	-	-
16b. Other non-monetary liabilities	-	-	-	-	-	-	-	-
17. Total non-current liabilities (14+15+16)	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
18. Total liabilities (13+17)	**43,026**	**635**	**253**	**-**	**27,663**	**347**	**172**	**-**
19. Net asset/ (liability) position of off-balance sheet derivative instruments (19a-19b)	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
19a. Total asset amount hedged	-	-	-	-	-	-	-	-
19b. Total liabilities amount hedged	-	-	-	-	-	-	-	-
20. Net foreign currency asset / (liability) position (9-18+19)	**107,620**	**1,067**	**1,092**	**-**	**43,211**	**851**	**4**	**-**
21. Monetary items net foreign currency asset / (liability) position (1+2a+3+5+6a-10-11-12a-14-15-16a)	**107,620**	**1,067**	**1,092**	**-**	**43,211**	**851**	**4**	**-**
22. Exports	**59,222**	**897**	**312**	**-**	**195,015**	**2,891**	**695**	**-**
23. Imports	**329,819**	**5,625**	**1,258**	**1,800**	**669,119**	**9,211**	**3,220**	**4,764**
%20 increase	**-**	**9,932**	**11,591**	**-**	**-**	**7,293**	**46**	**-**

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

NOTE 23 – NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (Continued)

(d) Interest rate risk and management

The Company's interest rate position table, presenting its interest rate sensitive financial instruments, follows:

	30 June 2026	31 December 2025
Financial instruments with fixed interest rates		
Financial Liabilities	779,925	761,614
Floating-rate financial instruments		
Financial Liabilities	2,096,210	1,221,847
Net balance sheet foreign currency position	**2,876,135**	**1,983,461**

(e) Credit risk management

Holding financial instruments also carries the risk that the other party will not be able to fulfill the requirements of the agreement. The Company's collection risk mainly arises from its trade receivables. Trade receivables are evaluated in accordance with the Company's policies and procedures and are recognized net of provision for doubtful receivables.

The majority of the Company's sales are for the domestic market and it is mainly carried out through dealers and wholesalers. About 52% of the sales are due to the sales of the manufactured products. The commercial goods sold by the Company are of foreign origin. Therefore the company's merchandise costs are sensitive to the exchange rate. The cost of raw materials depends on the general price trend in the country. Approximately 97% of the Company's net sales are domestically oriented and the fluctuations in exchange rates are taken into account when determining price levels.

The Company collects its receivables mainly through checks received from its dealers and also uses a direct debit system (DDS) and other collection instruments. The Company mainly uses the direct debit system (DBS) as a collection tool. Since the issuers of the checks received in general are the customers of the dealers, risk distribution is provided. Since the Company operates in this system, there is no significant risk arising from its receivables.

NOTE 23 – NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (Continued)

(f) Liquidity risk and management

The Company tries to manage its liquidity risk by regularly monitoring the cash flows and ensuring the continuation of sufficient funds and borrowing reserves by matching the maturities of financial assets and liabilities.

Liquidity risk tables

Prudent liquidity risk management refers to holding sufficient cash, availability of sufficient credit transactions and fund resources, and the power to close market positions.

The funding risk of current and prospective debt requirements is managed by maintaining the availability of sufficient number of high-quality lenders.

The maturity distribution of the Company's derivative and non-derivative financial liabilities in Turkish Lira (TRL) is presented below.

NOTE 24 – FINANCIAL INSTRUMENTS

24.1 Fair value

The Company considers that the carrying values of financial instruments reflect their fair values.

Fair Value Measurements

Level 1: Market price valuation techniques for the determined financial instruments traded in markets (unadjusted)

Level 2: Other valuation techniques including direct or indirect observable inputs

Level 3: Valuation techniques not containing observable market inputs

24.2 Derivative financial instruments and hedge accounting

24.2 Derivative Financial Instruments and Hedge Accounting

The Company has applied cash flow hedge accounting since 1 October 2018.

As of 30 June 2026, the Company does not have any outstanding forward purchase contracts (31 December 2025: the Company does not have any outstanding forward purchase contracts).

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

NOTE 24 – FINANCIAL INSTRUMENTS (Continued)

24.2 Derivative financial instruments and hedge accounting (Continued)

At the inception of a hedging relationship, the Company documents the relationship between the hedging instrument and the hedged item, together with its risk management objectives and strategy for undertaking various hedging transactions. The Company also documents its assessment, both at the inception of the hedging relationship and on an ongoing basis, as to whether the hedging instruments used in hedging transactions are highly effective in offsetting changes in the fair values or cash flows of the hedged items.

The Company enters into various foreign currency forward contracts and options in order to manage fluctuations in foreign exchange rates. The derivative instruments purchased are primarily denominated in the currencies in which the markets in which the Company operates are active, and are used for the Company's inventory purchases, foreign currency-denominated machinery and equipment purchases, and other foreign currency-denominated service agreements.

Objectives of financial risk management

The Company's finance department is responsible for ensuring access to financial markets on a regular basis and monitoring and managing the financial risks arising from the Company's operations. These risks include market risk (including foreign exchange risk, fair value interest rate risk and price risk), credit risk, liquidity risk and cash flow interest rate risk.

The Company does not hold any financial instruments for speculative purposes (including derivative financial instruments) and does not engage in the trading of such instruments.

The Company does not have speculative financial instruments (including derivative financial instruments) and does not have any activity related to the purchase and sale of such instruments.

30 June 2026	Note	Fair value differences reflected in other comprehensive income	Financial assets shown at amortized cost	Financial liabilities shown at amortized value	Book value	Fair value
Financial assets						
Cash and cash equivalents	4	-	258,087	-	258,087	258,087
Trade receivables from third parties	7	-	1,749,889	-	1,749,889	1,749,889
Receivables from related parties	22	-	24,802	-	24,802	24,802
Other financial assets	5	-	1,622	-	1,622	1,622
Financial liabilities						
Financial borrowings	6	-	-	2,835,000	2,835,000	2,835,000
Lease liabilities	6	-	-	41,135	41,135	41,135
Trade payables due to third parties	7	-	-	321,294	321,294	321,294
Payables due to related parties	22	-	-	3,371	3,371	3,371
Other financial liabilities	8	-	-	5,264	5,264	5,264

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

NOTE 24 – FINANCIAL INSTRUMENTS (Continued)

24.2 Derivative financial instruments and hedging transactions (Continued)

31 December 2025	Note	Fair value differences reflected in other comprehensive income	Financial assets shown at amortized cost	Financial liabilities shown at amortized value	Book value	Fair value
Financial assets						
Cash and cash equivalents	4	-	465,967	-	465,967	465,967
Trade receivables from third parties	7	-	169,461	-	169,461	169,461
Receivables from related parties	22	-	11,687	-	11,687	11,687
Other financial assets	5	-	1,733	-	1,733	1,733
Financial liabilities						
Financial borrowings	6	-	-	1,922,453	1,922,453	1,922,453
Lease liabilities	6	-	-	61,008	61,008	61,008
Trade payables due to third parties	7	-	-	136,112	136,112	136,112
Payables due to related parties	22	-	-	7,746	7,746	7,746
Other financial liabilities	8	-	-	2,409	2,409	2,409

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

NOTE 25 – DISCLOSURES ON NET MONETARY POSITION GAINS / (LOSSES)

Non-Monetary Items	30 June 2026	31 December 2025
Financial Position Statement Items		
Inventory	178,387	188,659
Prepaid expenses	6,146	5,878
Financial investments	-	20
Property, plant and equipment	180,019	173,418
Intangible assets	26,445	18,704
Right of use assets	15,767	42,546
Deferred income	-	-
Deferred Revenue	(5,232)	(2,768)
Adjustment to share capital	(134,148)	(127,126)
Other comprehensive expenses that will not be reclassified to profit or loss	1,285	(7,414)
- Losses on remeasurement of defined benefit obligations	1,285	(7,414)
Other comprehensive income (expenses) that will be reclassified to profit to loss	(2,847)	(2,747)
- Currency translation differences	(1)	-
- Gains (loss) on hedge	(2,846)	(2,747)
Restricted reserves	(71,101)	(62,744)
Retained earnings	(12,190)	(124,094)
Profit or Loss Statement Items		
Revenue	(94,481)	(34,129)
Cost of sales (-)	62,349	19,049
Research and development expenses (-)	1,041	(617)
General administrative expenses (-)	15,850	10,600
Marketing expenses (-)	24,475	12,776
Other income from operating activities	937	(461)
Other expenses from operating activities (-)	(1,003)	469
Income from investment activities (-)	-	(4,041)
Expenses from investing activities	-	-
Finance income	(9,436)	(1,762)
Finance expenses (-)	28,567	17,382
Deferred tax income	22,077	(5,278)
Other Comprehensive Income Statement Items		
Other comprehensive income (expenses) that will not be reclassified	3,433	11,058
NET MONETARY POSITION GAINS/(LOSSES)	**236,340**	**127,378**

NOTE 26 – EVENTS AFTER THE REPORTING PERIOD

It has been resolved to appoint Mr. Zülfü Tunç, who currently serves as the Company's Supply Chain Director, as General Manager, effective August 1, 2026.

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