SASA POLYESTER SANAYİ A.Ş.
AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2026

(CONVENIENCE TRANSLATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

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(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

	Notes	Current Period 31 March 2026	Prior Period 31 December 2025
ASSETS			
Current Asset		**42.067.706**	**32.752.308**
Cash and Cash Equivalents	3	5.766.569	1.183.461
Trade Receivables	5	13.872.909	10.884.959
- Trade Receivables from Third Parties	*5*	*13.270.243*	*10.104.290*
- Trade Receivables from Related Parties	*5,27*	*602.666*	*780.669*
Other Receivables	7	111.696	7.849
- Other Receivables from Third Parties	*7*	*111.696*	7.849
Inventories	8	17.806.641	16.097.759
Derivative Instruments	29	-	163.409
Prepaid Expenses	9	1.241.874	1.359.835
Assets Related to Current Period Tax	25	-	52.993
Other Current Assets	15	3.268.017	3.002.043
Non-Current Assets		**311.726.883**	**320.006.308**
Other Receivables		11	11
Property, Plant and Equipment	10	243.425.584	245.681.859
Intangible Assets	11	975.644	1.013.632
Prepaid Expenses	9	3.502.257	3.709.643
Deferred Tax Assets	25	63.823.387	69.601.163
TOTAL ASSETS		**353.794.589**	**352.758.616**
LIABILITIES			
Current Liabilities		**67.066.120**	**74.271.983**
Short Term Borrowings	4	35.305.512	49.228.450
- Bank Loans	*4*	*20.360.925*	*28.231.330*
- Short Term Portion of Long Term Borrowings	*4*	*14.876.887*	*20.924.289*
- Lease Liabilities	*4*	*67.700*	*72.831*
Trade Payables	5	25.338.458	22.834.071
- Trade Payables to Third Parties	*5*	*25.338.458*	*22.834.071*
Payables Related to Employee Benefits	6	442.070	295.752
Other Payables	7	28.020	52.519
- Other Payables to Third Parties	*7*	*28.020*	*52.519*
Obligations Arising from Customer Contracts	7	5.906.326	1.824.797
Contractual Obligations Arising from Sales of Goods and Services	*7*	*5.906.326*	*1.824.797*
-Contractual Obligations to Third Parties	*7*	*4.742.330*	*1.574.328*
-Contractual Obligations to Related Parties	*7,27*	*1.163.996*	*250.469*
Short Term Provisions	12	45.734	36.394
-Other Short Term Provisions	*12*	*45.734*	*36.394*
Non-Current Liabilities		**115.036.097**	**108.692.656**
Long Term Borrowings	4	108.425.981	85.833.170
- Bank Loans	*4*	*87.148.455*	*85.727.242*
- Issued Debt Securities	*4*	*21.188.899*	-
- Lease Liabilities	*4*	*88.627*	*105.928*
Trade Payables	5	1.297.220	1.574.412
- Trade Payables to Third Parties	*5*	*1.297.220*	*1.574.412*
Other Payables		4.952.756	20.923.514
-Other Payables to Related Parties	*27*	*4.952.756*	*20.923.514*
Long Term Provisions	14	360.140	361.560
- Long Term Provisions Related to Employment Benefits	*14*	*360.140*	*361.560*
EQUITY		**171.692.372**	**169.793.977**
Paid in Share Capital	16	43.815.615	43.815.615
Share Capital Adjustment Differences	16	29.981.737	29.981.737
Repurchased Shares	16	(359.374)	(359.374)
Restricted Reserves Appropriated from Profits	16	26.376.487	26.376.487
Other Reserves	16	173.888	-
Share Premiums	16	19.837.838	19.837.838
Accumulated Other Comprehensive Income/ Expenses That Will Not Be Reclassified to Profit or Loss	24	29.938.777	29.938.777
- Defined Benefit Plans Remeasurement Losses	*16,24*	(63.379)	*(63.379)*
- Revaluation Increase on Property, Plant and Equipment	*16,24*	*30.002.156*	*30.002.156*
Prior Years Profit	16	20.202.897	44.395.803
Net Profit / (Loss)for the Period	16	1.724.507	(24.192.906)
TOTAL EQUITY AND LIABILITIES		**353.794.589**	**352.758.616**

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

SASA POLYESTER SANAYİ A.Ş. AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME FOR THE PERIOD 31 MARCH 2026 AND 31 DECEMBER 2025
(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

		Current Period	Prior Period
	Notes	1 January - 31 March 2026	1 January - 31 March 2025
Revenue	17	16.137.532	11.846.647
Cost of Sales (-)	17	(14.348.117)	(10.909.300)
GROSS PROFIT		**1.789.415**	**937.347**
General Administrative Expenses (-)	18	(243.137)	(272.118)
Marketing Expenses (-)	18	(716.253)	(463.947)
Research and Development Expenses (-)	18	(3.868)	(4.550)
Other Income from Operating Activities	19	1.375.583	2.555.491
Other Expenses from Operating Activities (-)	19	(1.224.588)	(2.300.526)
PROFIT FROM OPERATING ACTIVITIES		**977.152**	**451.697**
Income from Investing Activities	20	-	-
Expenses from Investing Activities (-)	20	(206.527)	(90.233)
OPERATING PROFIT BEFORE FINANCE EXPENSE		**770.625**	**361.464**
Finance Income	22	1.813.240	257.568
Finance Expenses (-)	23	(8.130.401)	(9.686.237)
Monetary Gain	30	6.820.127	6.435.517
PROFIT /(LOSS) BEFORE TAX FROM CONTINUING OPERATIONS		**1.273.591**	**(2.631.688)**
Tax Income, Continuing Activities (Expense)/Income		**450.916**	**4.491.526**
- Current Tax Expense (-)	25	-	-
- Deferred Tax Income	25	450.916	4.491.526
NET PROFIT FOR THE PERIOD		**1.724.507**	**1.859.838**
TOTAL COMPREHENSIVE INCOME		**1.724.507**	**1.859.838**
Distribution of (Loss)/Profit for the Period:			
Parent Company's Share		1.724.507	1.859.838
Non-controlling Shares		-	-
Earnings Per Share	26	**0,0394**	**0,0424**
Distribution of Total Comprehensive Income			
Parent Company's Share		1.724.507	1.859.838
Non-controlling Shares		-	-

SASA POLYESTER SANAYİ A.Ş. AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD 31 MARCH 2026 AND 2025
(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

							Other Comprehensive Income or Expenses not to be Reclassified to Profit or Loss			Retained Earnings		
	Notes	**Paid-in Capital**	**Share Capital Adjustment Differences**	**Share Premiums**	**Other Reserves**	**Repurchased Shares**	**Revaluation Increase on Property, Plant and Equipment**	**Defined Benefit Plans Remeasurement Losses**	**Restricted Reserves Appropriated from Profits**	**Prior Years Profits**	**Net Profit/(Loss) for the Period**	**Total Equity**
1 January 2025	**16**	**43.815.615**	**24.212.443**	**19.838.126**	**-**	**(41.084)**	**8.873.500**	**(69.502)**	**26.376.517**	**19.001.889**	**26.328.366**	**168.335.870**
Transfers from Retained Earnings		-	5.080.031	-	-	-	-	-	(505.999)	21.754.334	(26.328.366)	-
Total Comprehensive Income		-	-	-	-	-	-	-	-	-	1.859.838	1.859.838
31 March 2025		**43.815.615**	**29.292.474**	**19.838.126**	**-**	**(41.084)**	**8.873.500**	**(69.502)**	**25.870.518**	**40.756.223**	**1.859.838**	**170.195.708**
1 January 2026	**16**	**43.815.615**	**29.981.737**	**19.837.838**	**-**	**(359.374)**	**30.002.156**	**(63.379)**	**26.376.487**	**44.395.803**	**(24.192.906)**	**169.793.977**
Transfers from Retained Earnings	16	-	-	-	-	-	-	-	-	(24.192.906)	24.192.906	-
Increase in Share Capital	**16**											-
Total Comprehensive Income		-	-	-		-	-	-	-	-	1.724.507	1.724.507
Equity Component of a Convertible Bond		-	-	-	173.888	-		-	-	-	-	173.888
31 March 2026	**16**	**43.815.615**	**29.981.737**	**19.837.838**	**173.888**	**(359.374)**	**30.002.156**	**(63.379)**	**26.376.487**	**20.202.897**	**1.724.507**	**171.692.372**

SASA POLYESTER SANAYİ A.Ş. AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD 31 MARCH 2026 AND 2025
(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

	Notes	Non-Audited Current Period 1 January - 31 March 2026	Non-Audited Prior Period 1 January - 31 March 2025
Cash Flows from Operating Activities:			
Profit / (Loss) for The Period Before Tax from Continuing Operations		**1.273.591**	**(2.631.688)**
Adjustments Related to Reconciliation of Net Profit /(Loss) for the Year		**(27.462.391)**	**5.493.005**
Adjustments for depreciation and amortization	10,11	2.363.462	637.253
Adjustments Related to Interest Income/Expense		3.078.633	1.427.597
Adjustments Related to Interest Expenses	*4,23*	*3.340.360*	*1.534.223*
Adjustments Related to Interest Income	*22*	*(261.727)*	*(106.626)*
Adjustments Related to Loss on Disposal of Property, Plant and Equipment	20	206.527	90.233
Adjustments Related to Losses on Disposal of Property, Plant and Equipment	20	*206.527*	*90.233*
Adjustments Related to Provisions		42.568	57.140
Adjustments Related to Provision for Employee Benefits	*14*	*42.568*	*57.140*
Adjustments Related to Provision for Litigation	12	12.661	(7.713)
Adjustments to the Valuation of Derivative Instruments	30	163.409	-
Adjustments for Unrealized Foreign Exchange Differences	4	4.169.293	8.053.587
Monetary Gain		(37.498.944)	(4.765.092)
Changes in Working Capital:		**30.618.088**	**6.461.043**
Adjustments for Decrease / (Increase) in Trade Receivables		(11.306.492)	4.104.544
Decrease / (Increase) in Trade Receivables from Third Parties		*(11.484.495)*	*4.604.667*
Decrease in Trade Receivables from Related Parties		*178.003*	*(500.123)*
Adjustments Related to Increase in Other Receivables Related to Operations		(109.853)	(23.901)
Increase in Other Receivables		*(109.853)*	*(23.901)*
Adjustments for Decrease in Inventories		(1.708.882)	266.529
Adjustments for Decrease / (Increase) in Prepaid Expenses		378.340	1.479.752
Adjustments for Decrease / (Increase) in Other Current Assets		2.028.026	(574.620)
Adjustments Related to Increase / (Decrease) in Trade Payables to Third Parties		20.878.846	1.300.953
Adjustments Related to (Increase) / Decrease in Other Payables		16.004.258	(264.120)
Adjustments Regarding Increases/(Decreases) in Obligations Arising from Customer Contracts		4.081.529	161.836
Adjustments Related to (Decrease)/ Increase in Employee Benefit Payables		372.316	10.070
Cash Flows from Operating Activities:		**4.429.288**	**9.322.360**
Payments for Provision Related to Employee Benefits	14	(10.917)	(15.959)
Tax Payments	25	-	-
Net Cash Generated from Operating Activities		**4.418.371**	**9.306.401**
Cash Flows Used in Investing Activities:			
Cash Outflows from Acquisition of Tangible and Intangible Assets	10,11	(421.552)	(10.544.977)
Cash Outflows from Acquisition of Tangible and Intangible Assets	*10,11*	*(421.552)*	(10.544.977)
Cash Inflows from Sale of Tangible and Intangible Assets	10,11,20	145.826	13
Cash Inflows from Sale of Tangible Assets	*10,11,20*	*145.826*	13
Interest Received	22	261.727	106.626
Net Cash Used in Investing Activities		**(13.999)**	**(10.438.338)**
Cash Flows from Financing Activities:			
Cash Inflows from Borrowings	4	41.272.280	16.505.512
Cash Inflows from Loans	*4*	*20.439.031*	*16.505.512*
Cash Inflows from Issued Bonds	*4*	*20.833.249*	-
Cash Outflows Related to Debt Payments	4	(22.592.204)	(16.716.663)
Cash Outflows Related to Loan Repayments	*4*	*(22.573.637)*	*(16.698.322)*
Cash Outflows Related to Repayment of Finance Lease Liabilities	*4*	*(18.567)*	*(18.341)*
Interest Paid	4	(2.251.458)	(2.115.748)
Net change related to increase in other payables to related parties	27	(15.970.758)	1.363.857
Net Cash Generated from Financing Activities		**457.860**	**(963.042)**
NET CHANGE IN CASH AND CASH EQUIVALENTS		4.862.232	(2.094.979)
NET EFFECT OF MONETARY GAIN ON CASH AND CASH EQUIVALENTS		(279.124)	(289.298)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	3	1.183.461	3.164.172
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	3	**5.766.569**	**779.895**

NOTE 1 – ORGANIZATION AND OPERATIONS OF THE GROUP

Sasa Polyester Sanayi A.Ş. ("the Company") was incorporated on 8 November 1966 in Adana. The Group is mainly engaged in the production and marketing of polyester fiber, yarns and related products and polyester chips. The Group is a subsidiary of Erdemoğlu Holding A.Ş. ("Erdemoğlu Holding"). The ultimate shareholder of the company is Erdemoğlu Holding, and it is under the control of Erdemoğlu Holding. Shares of Sasa Polyester Sanayi A.Ş. are quoted on the BIST 30 index of Borsa Istanbul A.Ş.

The address of the registered office is:

Sarı Hamzalı Mahallesi Turhan Cemal Beriker Bulvarı No:559 Seyhan/Adana.

Subsidiaries

The Company has founded its subsidiary, Sasa Dış Ticaret A.Ş ("the Subsidiary"), with TL 2,000 paid in capital owning 100% of shares in accordance with the Board of Directors decision numbered 24 and dated 27 August 2015, in order to gain an effective structure to the Company's export operations.

The Company established its subsidiary Sasa Uluslararası Finansal Yatırım A.Ş. ("the Subsidiary") with a capital of TL 20,000 in accordance with the decision of the Board of Directors dated 8 November 2022 and numbered 55, in order to provide an effective structure for the Company's activities to access financial resources. The Company owns 100% of Sasa Uluslararası Finansal Yatırım A.Ş. As at the balance sheet date, the Subsidiary has not yet commenced its operations.

The Company established its subsidiary, Sasa Rafineri A.Ş. ("the Subsidiary"), with a capital of TRY 100,000 in line with the Board of Directors' resolution dated 25 August 2025, for the purpose of effectively carrying out the refinery and petrochemical plant investment planned to be constructed by the Company in Adana/Yumurtalık, as well as the related logistics, infrastructure, and auxiliary production facilities within the scope of this investment. The Company holds 100% of the shares of Sasa Rafineri A.Ş. As of the balance sheet date, the Subsidiary has not yet commenced operations.

Sasa and its subsidiaries, together will be referred to as "the Group".

As of 31 March 2026, number of employees of the Company is 3,608 (31 December 2025: 3,681).

Approval of Consolidated Financial Statements

Board of Directors has approved the consolidated financial statements and delegated authority for publishing it on May 4, 2026. General Assembly has the authority to modify the consolidated financial statements.

NOTE 2 - BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS

2.1 Basis of Presentation

<u>Statement of Compliance to TFRS</u>

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 13 June 2013. The accompanying financial statements are prepared based on the Turkish Financial Reporting Standards ("TFRS") that have been put into effect by the Public Oversight Accounting and Auditing Standards Authority ("POA") under Article 5 of the Communiqué.

NOTE 2 - BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.1 Basis of Presentation (cont'd)

TFRS'ye Uygunluk Beyanı (devamı)

The financial statements have been prepared in accordance with the formats of "TFRS Taxonomy Announcement" published by POA and Financial Statement Examples and Guidelines for Use published by CMB, on 3 July 2024

The Group has prepared its condensed consolidated financial statements for the interim period ended 31 March 2026 in accordance with IAS 34 Interim Financial Reporting. Interim condensed consolidated financial statements do not include all the information required for annual financial statements and should be read in conjunction with the Group's annual financial statements as of 31 December 2025.

Financial statements are prepared on a historical cost basis, except for the revaluation of land and buildings and the fair value of derivative financial instruments. Historical cost is generally determined based on the fair value of the amount paid for assets..

Currency Used

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

Going Concern

As of March 31, 2026, the Group's short-term liabilities exceed its current assets by TL 24,998,414. Furthermore, as of March 31, 2026, the Group's net loss for the period is TL 1,724,507. Some of the Group's loans are subject to contractual provisions. In accordance with these provisions, as of March 31, 2026, due to the failure to meet performance criteria, the original loan amount of EUR 78,116 (TL 3,985,785) with maturities in 2027, 2028, and 2029 has been presented under short-term financial liabilities.

The consolidated financial statements are prepared on the going concern basis, with the assumption that the Group will benefit from its assets and fulfill its obligations in the next year and in the natural course of its activities. Management's plans regarding this matter are explained below:

In the declaration dated 31 March 2026, the Group's main shareholder, Erdemoğlu Holding Anonim Şirketi, stated their commitment to financially support the Group and to take all necessary measures to ensure that the Group has sufficient funds to meet its obligations and to continue its operations in the foreseeable future without any significant downsizing.

In line with the Group's business plans, management anticipates the continuity of operational profitability. The Group expects an increase in EBITDA and cash generation performance compared to previous periods, supported by the rise in production and sales volumes as newly completed investments become operational.

NOTE 2 - BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.1 Basis of Presentation (cont'd)

Going Concern (cont'd)

The Group's liquidity management safeguards the Group's ability to meet its payment obligations at any time. For this purpose, liquidity planning provides information about all cash flows arising from operating and financial activities within the planning framework. The Group has used a loan of TL 2,880,775 as of January 2026 by providing financing to cover its financial, operational activities and investment expenses. The resulting financial requirements are met through the use of appropriate instruments for the liquidity method such as new bank loans, transfer of existing credit facilities and guarantees provided by shareholders.

Basis of Consolidation

As of 31 March 2026, and 31 December 2025, the details of the Company's subsidiaries are as follows:

	31 March 2026	31 December 2025
Sasa Dış Ticaret A.Ş.	%100	%100
Sasa Uluslararası Finansal Yatırım A.Ş.	%100	%100
Sasa Rafineri A.Ş.	%100	%100

The consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company and its subsidiaries. Control is achieved when the Company:

- has power over the investee;
- is exposed, or has rights, to variable returns from its involvement with the investee; and has the ability to use its power to affect its returns.

The Company reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more elements of control listed above.

Consolidation of a subsidiary begins when the Company obtains control over the subsidiary and ceases when the Company loses control of the subsidiary. Specifically, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated statement of profit or loss and other comprehensive income from the date the Company gains control until the date when the Company ceases to control the subsidiary.

When necessary, accounting policies have been adjusted in the financial statements of subsidiaries in order to match the accounting policies followed by the Group, and all intragroup assets and liabilities, equity, income and expenses and cash flows from transactions between Group companies are eliminated on consolidation.

NOTE 2 - BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.1 Basis of Presentation (cont'd)

Financial Reporting in Hyperinflationary Economies.

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

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

As at the reporting date, entities operating in Türkiye are required to apply TAS 29 "Financial Reporting in Hyperinflationary Economies" for the reporting periods ending on or after 31 December 2023, as the cumulative change in the general purchasing power of the last three years based on the Consumer Price Index ("CPI") is more than 100%.

POA made an announcement on 23 November 2023 regarding the scope and application of TAS 29. It stated that the financial statements of the entities applying Turkish Financial Reporting Standards for the annual reporting period ending on or after 31 December 2023 should be presented in accordance with the related accounting principles in TAS 29, adjusted for the effects of inflation.

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

In accordance with the relevant standard, the consolidated financial statements prepared in the currency of an economy classified as hyperinflationary are presented in terms of the purchasing power of that currency at the balance sheet date. The prior-period consolidated financial statements have also been expressed in the current measurement unit at the end of the reporting period for comparative purposes. Therefore, the Group has presented its consolidated financial statements as of 31 March 2025 and 31 December 2025 in terms of the purchasing power as of 31 March 2026.

The table below shows the inflation rates for the relevant years calculated by taking into account the Consumer Price Indices published by the Turkish Statistical Institute (Tüik):

Date	Index (*)	Adjustment coefficient	Three-year cumulative inflation rates
31 Mart 2026	121,47	1,00000	%205
31 Aralık 2025	110,39	1,10040	%211
31 Mart 2025	92,82	1,30865	%250

(*)As of 2026, TURKSTAT has updated the base year of the indices to 2025=100. Accordingly, index figures previously reported based on a different reference year and scaling have been restated in line with the new base year. For comparability purposes, historical data have also been adjusted to reflect the same base year.

NOTE 2 - BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.1 Basis of Presentation (cont'd)

Financial Reporting in Hyperinflationary Economies. (cont'd)

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

- The consolidated financial statements for the current period, which are prepared in TL, are expressed in terms of the purchasing power at the balance sheet date, and the amounts relating to previous reporting periods are also restated and presented in terms of the purchasing power at the end of the reporting period.

- As monetary assets and liabilities are already expressed in terms of the current purchasing power at the balance sheet date, they are not restated. In cases where the inflation adjusted values of non monetary items exceed their recoverable amount or net realizable value, the provisions of IAS 36 Impairment of Assets and IAS 2 Inventories have been applied, respectively.

- Non-monetary assets and liabilities, as well as equity items, that were not expressed in terms of current purchasing power at the date of the financial statement have been adjusted using the relevant adjustment coefficients.

- Except for the items in the profit or loss statement that are affected by the indexation of non-monetary items in the consolidated statement of financial position and those that have an impact on the profit or loss statement, all items in the profit or loss statement are indexed with coefficients calculated over the periods in which the income and expense accounts are first reflected in the financial statements.

- The impact of inflation on the Group's net monetary asset position for the current period has been recorded under the net monetary gain/(loss) account in the consolidated statement of profit or loss (Note 30).

2.2 Offsetting

Financial assets and liabilities are shown in the balance sheet at their net value if there is a legal right to set them off, if net payment or collection is possible, or if the acquisition of the asset and the fulfillment of the liability can occur simultaneously.

2.3 The New Standards, Amendments and Interpretations

The accounting policies adopted in preparation of the consolidated financial statements as of March 31, 2026 are consistent with those of the previous financial year, except for the adoption of new and amended TFRS and TFRS interpretations effective as of January 1, 2025 and thereafter. The effects of these standards and interpretations on the Group's financial position and performance have been disclosed in the related paragraphs.

NOTE 2 - BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.3 The New Standards, Amendments and Interpretations(cont'd)

The New Standards, Amendments and Interpretations;

The accounting policies adopted in preparation of the consolidated financial statements as of March 31, 2026 are consistent with those of the previous financial year, except for the adoption of new and amended TFRS and TFRS interpretations effective as of January 1, 2025 and thereafter. The effects of these standards and interpretations on the Group's financial position and performance have been disclosed in the related paragraphs.

a) The new standards, amendments and interpretations which are effective as of January 1, 2025 are as follows::

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

This change does not apply to the Group and has no impact on its financial position or performance.

- Annual Improvements to TFRSs – Volume 11

This change does not apply to the Group and has no impact on its financial position or performance.

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

This change does not apply to the Group and has no impact on its financial position or performance.

b) Standarts issued but not yet affective and not early adopted:

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

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

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

- TFRS 17 - The new Standard for insurance contracts

The standard is not applicable for The Group.

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

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

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

The standard is not applicable for The Group.

- Amendments to IAS 21 - Translation to a Hyperinflationary Presentation

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

NOT 2 – KONSOLİDE FİNANSAL TABLOLARIN SUNUMUNA İLİŞKİN ESASLAR (devamı)

2.4 Changes in the Accounting Policies and Errors

The accounting policy changes arising from the first-time application of a new standard are applied retrospectively or prospectively in accordance with the transitional provisions, if any. The changes that take place of any transitional provision, significant changes made optional in accounting policies or determined accounting errors are applied retrospectively by restating prior period financial statements. If changes in accounting estimates are related to only one period, they are applied both in the current period when the amendment is made and for the future periods, both in the current period and in the future. The accounting estimates used in the preparation of these consolidated financial statements for the year ended 31 March 2026 are consistent with those used in the preparation of financial statements for the year ended 31 December 2025.

2.5 Summary of Significant Accounting Policies

The interim condensed consolidated financial statements for the period ended March 31, 2026 have been prepared in accordance with IAS 34 “Interim Financial Reporting”.The significant accounting policies applied in the preparation of these interim condensed consolidated financial statements are consistent with those disclosed in the consolidated financial statements as of and for the year ended December 31, 2025.

Accordingly, the interim condensed consolidated financial statements should be read in conjunction with the consolidated financial statements for the year ended December 31, 2025.

NOTE 3 – CASH AND CASH EQUIVALENTS

	31 March 2026	31 December 2025
Cash	2,548	147
Cash at Bank	5,764,021	1,183,314
-Demand Deposit	5,749,021	1,161,306
-Time Deposit	15,000	22,008
	5,766,569	**1,183,461**

The details of the Group's time deposits as of 31 March 2026 and 31 December 2025 are as follows.

Currency	Interest Rate (%)	Maturity	31 March 2026
TL	39,00	1 April 2026	10.000
TL	40,00	1 April 2026	5.000
Currency	**Interest Rate (%)**	**Maturity**	**31 December 2025**
TL	38,00	2 January 2026	10.000
TL	38,25	2 January 2026	10.000

The Group has no blocked deposits as of March 31, 2025 (December 31, 2025: None).

NOTE 4 – FINANCIAL INSTRUMENTS

Financial Borrowings

Short-Term Financial Borrowings

	31 March 2026	31 December 2025
Short-term bank loans	20.360.925	28.231.330
Short-term portions of long-term borrowings	14.876.887	20.924.289
Lease liabilities	67.700	72.831
	35.305.512	**49.228.450**

Long-Term Financial Borrowings

	31 March 2026	31 December 2025
Long-term bank loans	87.148.455	85.727.242
Convertible bonds	21.188.899	-
Lease liabilities	88.627	105.928
	108.425.981	**85.833.170**
	143.731.493	**135.061.620**

Some of the Group's loans are subject to contractual terms that must be adhered to. In accordance with these terms, as of March 31, 2026, due to the failure to meet performance criteria, loans totaling EUR 78,000 (TL 3,985,785) with original maturities in 2027, 2028, and 2029 have been presented as short-term financial liabilities.

a) Bank loans

As of 31 March 2026 and 31 December 2025, bank loans and interest accruals related to these loans are as follows:

Principal	**31 March 2026**			**31 December 2025**		
Original Currency	**Weighted average effective interest rate (%)**	**Currency amount (*)**	**TL**	**Weighted average effective interest rate (%)**	**Currency amount (*)**	**TL**
TL	23,09	-	7.498.573	23,81	-	7.394.995
US Dollar	8,39	279.057	12.411.365	8,34	273.651	12.925.163
Euro	6,45	1.954.982	99.745.533	6,14	2.016.713	111.795.104
			119.655.471			**132.115.262**
Interest accruals						
TL	-	-	109.331	-	-	183.912
US Dollar	-	27.602	1.227.628	-	23.800	1.124.133
Euro	-	27.319	1.393.837	-	26.327	1.459.554
			122.386.267			**134.882.861**

(*) Amounts are expressed in EUR 1,000 and USD 1,000.

NOTE 4 – FINANCIAL INSTRUMENTS (cont'd)

Financial Borrowings (cont'd)

a) Bank loans (cont'd)

The repayment schedule of the bank loans as follows:

	31 March 2026	31 December 2025
Within 1 year	35,237,812	49,155,619
Within 1–2 years	14,300,107	15,458,799
Within 2–3 years	17,556,943	17,749,102
Within 3–4 years	18,930,114	15,350,236
Within 4–5 years	17,380,662	15,956,070
5 years and longer	18,980,629	21,213,035
	122,386,267	**134,882,861**

b) Lease liabilities

Distribution of lease liabilities	31 March 2026	31 December 2025
Short-term	67,700	72,831
Long-term	88,627	105,928
	156,327	**178,759**

Maturity distribution:	31 March 2026	31 December 2025
Within 1 year	67,700	72,831
Within 1–2 years	70,533	69,885
Within 2–3 years	18,094	36,043
	156,327	**178,759**

Leases are related to the purchase of production equipment with a lease term of 4-5 years. The Group's liabilities regarding financial leasing are secured by the ownership right of the lessor on the leased asset. On the contract date, interest rates for financial leasing transactions are fixed for the entire lease period. Average effective contract interest rate is approximately 5.46% annually (2025: 5.44%). Lease contracts currency is Euro.

Cash and non-cash changes in the Group's liabilities arising from financing activities are presented in the table below. Liabilities from financing activities are cash flows that have been or will be reclassified to cash flows from financing activities in the Group's consolidated statement of cash flows.

NOTE 4 – FINANCIAL INSTRUMENTS (cont'd)

Financial Borrowings (cont'd)

c) Issued debt securities

The Company completed the issuance of Euro-denominated 5-year convertible bonds with a nominal value of EUR 415,000,000, sold entirely to qualified investors abroad, on January 7, 2026. The net proceeds from the transaction were received in the Company's accounts on January 15, 2026. The bonds, maturing on January 15, 2031 (ISIN Code: XS3243825851), bear an annual coupon interest rate of 4.75%. Interest payments will be made in equal installments on a quarterly basis, with the first interest payment due on April 15, 2026. All amounts payable by the Company under the bonds and the trust deed are guaranteed by SASA Dış Ticaret A.Ş. (the "Guarantor"), a non-listed subsidiary wholly owned by the Company. The bonds were issued in minimum denominations of EUR 100,000 under the guarantee of SASA Dış Ticaret A.Ş. The initial conversion price was determined as EUR 0.0568 per share (with a nominal value of TRY 1), calculated by applying a 20% premium to the reference share price of EUR 0.0473 per lot traded on the stock exchange.

Pursuant to the decision of the Capital Markets Board dated March 1, 2026 and numbered 11/417, taking into account recent developments in Borsa İstanbul markets and in accordance with Articles 1 and 128/1(a) of the Capital Markets Law No. 6362, short selling transactions in Borsa İstanbul equity markets were banned from March 2, 2026 until the end of the trading session on March 6, 2026.

As the ban remained in effect for five consecutive Scheduled Trading Days from March 2, 2026 to March 6, 2026, the conversion price set out in the agreement has been revised to EUR 0.000475.

	31 March 2026			31 December 2025		
Currency	**Interest rate**	**Amount in original currency (*)**	**TL**	**Interest rate**	**Amount in original currency (*)**	**TL**
Avro	4,75%	411.586	21.188.899	-	-	-
Total			**21.188.899**			**-**

(*) Amounts are expressed in EUR 1,000.

NOTE 4 – FINANCIAL INSTRUMENTS (cont'd)

Financial Borrowings (cont'd)

c) Issued debt securities (cont'd)

As of 31 March 2026, the carrying amount of the liability component of the convertible bond is presented in the table below:

	31 March 2026	31 December 2025
Nominal value of the convertible bond at the issuance date	21.135.701	-
Equity component of the convertible bond at the issuance date	(173.888)	-
Liability component of the convertible bond at the issuance date	**20.961.813**	**-**
Interest accrual	227.086	
Liability component of the convertible bond as at March 31	**21.188.899**	-

d) Reconciliation of liabilities arising from financing activities

Cash and non-cash changes in the Group's liabilities arising from financing activities are presented in the table below. Liabilities from financing activities are cash flows that have been or will be reclassified to cash flows from financing activities in the Group's consolidated statement of cash flows.

	31 March 2026	31 Aralık 2025
Opening balance	**135.061.620**	**136.272.552**
Interest expense	3.340.360	12.133.268
Interest paid	(2.251.458)	(9.599.756)
Exchange rate difference	4.169.293	41.543.140
Payments for lease liabilities	(18.567)	(71.818)
Loans obtained during the period	20.439.031	84.945.013
Repayments of loans	(22.573.637)	(85.791.207)
Proceeds from convertible bonds	20.833.249	-
Commission expenses	74.926	1.511.546
Commission paid	(74.926)	(1.511.546)
Monetary gain	(15.268.398)	(44.369.572)
Closing balance	**143.731.493**	**135.061.620**

NOTE 5 - TRADE RECEIVABLES AND PAYABLES

Trade Receivables

	31 March 2026	31 December 2025
Trade receivables (*)	10,210,788	6,271,552
Checks received (**)	3,071,377	3,841,955
Provision for doubtful receivables	(11,922)	(9,217)
	13,270,243	**10,104,290**
Receivables from related parties (Note 27)	602,666	780,669
	13,872,909	**10,884,959**

(*) As of 31 March 2026, trade receivables are discounted by using monthly 3.83% for TL, 0.88% for US Dollar, 0.77% for Euro (As of 31 December 2024: 3.75% for TL, 0.65% for US Dollar, 0.60% for Euro).

(**) Notes received constitute the notes obtained from customers and kept in portfolio as a result of trade activities and consist of TL 1,910,666 with maturities of less than three months (31 December 2024: TL 1,924,031).

The table of trade receivables that are past due but not impaired is as follows.

Overdue period	31 March 2026	31 December 2025
Up to 1 month	1,406,852	1,981,816
1 - 3 months	390,030	297,203
More than 3 months	14,579	78,088
	1,811,461	**2,357,107**

As of 31 March 2026 and 31 December 2025, no provision for receivables has been recognized in these consolidated financial statements due to the existence of direct debit system, bank guarantees, mortgages and customer checks as collaterals for receivables that are past due but not impaired.

The analysis of overdue receivables and provision for doubtful receivables as follows:

Overdue period	31 March 2026	31 December 2025
Over 6 months	11,922	9,217
	11,922	**9,217**

The Group measures impairment for trade receivables based on lifetime expected credit losses. Expected credit losses on trade receivables are estimated using an allowance matrix that is constructed by analyzing customers' past defaults, analyzing their current financial position and taking into account the general economic conditions of the industry in which the customer operates and the conditions at the reporting date. The Group provides 100% allowance for uncollateralized receivables that are 6 months or more past due based on past experience of uncollectibility risk.

NOTE 5 - TRADE RECEIVABLES AND PAYABLES

Trade Receivables(cont'd)

	1 January - 31 March 2026	**1 January - 31 March 2025**
Balances as of 1 January	**(9.217)**	(10.143)
Provision for the period	(3.546)	-
Monetary gain	841	402
31 March Balance	**(11.922)**	**(9.741)**

Trade Payables (Short-term)

	31 March 2026	**31 December 2025**
Trade payables (*)	25,338,458	22,834,071
	25,338,458	**22,834,071**

Trade Payables (Long-term)

	31 March 2026	**31 December 2025**
Trade payables	1,297,220	1,574,412
	1,297,220	**1,574,412**

(*) As of 31 March 2026, trade payables are discounted at the rates of TL 3.83%, USD 0.88%, EUR 0.77% (31 December 2025: TL 3.75%, USD 0.65%, EUR 0.60%) per month. The average maturities of trade receivables and trade payables as of 31 March 2026 are 71 days and 149 days, respectively (31 December 2025: 64 days and 84 days).

NOTE 6 – PAYABLES RELATED TO EMPLOYEE BENEFITS

	31 March 2026	**31 December 2025**
Social security premiums payable	278,093	159,402
Due to personnel	163,977	136,350
	442,070	**295,752**

NOTE 7 – OTHER RECEIVABLES, PAYABLES AND DEFERRED INCOME

Other Current Receivables

	31 March 2026	31 December 2025
Deposits and guarantees given	25	45
Other receivables (*)	111.671	7.804
	111.696	**7.849**

(*) Other receivables consist of interest VAT receivables, business and service advances.

Other Payables

	31 March 2026	31 December 2025
Taxes, duties and fees payable	28.020	52.519
	28.020	**52.519**

Contract Liabilities (Current)

	31 March 2026	31 December 2025
Advances received for orders	4.742.330	1.574.328
Advances received for orders from related parties (I	1.163.996	250.469
	5.906.326	**1.824.797**

NOTE 8 – INVENTORIES

	31 March 2026	31 December 2025
Raw materials	5,616,111	4,960,274
Semi – finished goods	5,573,149	3,073,328
Finished goods	2,287,787	2,479,771
Spare parts	1,444,349	1,219,679
Other inventories	194,403	197,049
Goods in transit (*)	2,690,842	4,167,658
	17,806,641	**16,097,759**

(*) Related amount consists of raw material purchases that are in transit as of the reporting period.

NOTE 9 - PREPAID EXPENSES

Prepaid Expenses (Short-Term)

	31 March 2026	31 December 2025
Prepaid insurance expenses	607,628	823,798
Other prepaid expenses	634,246	536,037
	1,241,874	**1,359,835**

Prepaid Expenses (Long-Term)

	31 March 2026	31 December 2025
Given advances for fixed assets (*)	3,502,257	3,709,643
	3,502,257	**3,709,643**

(*) The balance consists of the advance payments made by the Group for the fixed assets purchases related to its investments.

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 10 - PROPERTY, PLANT AND EQUIPMENT

The movement of property, plant and equipment and related accumulated depreciation for the accounting periods ended 31 March 2026 and 2025 is as follows:

	1 January 2026	Additions	Transfers	Disposals	31 March 2026
Cost					
Land	47.796.890	23.978	-	(352.250)	47.468.618
Land improvements	659.024	4.275	-	-	663.299
Buildings	63.057.925	24.528	317.578	-	63.400.031
Machinery, plant and equipment	131.019.458	357.559	18.496.619	-	149.873.636
Vehicles	345.879	-	2.911	(222)	348.568
Furniture and fixtures	1.054.528	1.100	3.439	-	1.059.067
Construction in progress (*)	32.885.304	-	(18.820.547)	-	14.064.757
	276.819.008	**411.440**	**-**	**(352.472)**	**276.877.976**
Accumulated depreciation					
Land improvements	293.364	5.067	-	-	298.431
Buildings	4.641.444	536.912	-	-	5.178.356
Machinery, plant and equipment	25.509.947	1.735.194	-	-	27.245.141
Vehicles	211.285	10.934	-	-	222.219
Furniture and fixtures	481.109	27.255	-	(119)	508.245
	31.137.149	**2.315.362**	**-**	**(119)**	**33.452.392**
Net book value	**245.681.859**				**243.425.584**

(*) For the period ended 31 March 2026, there is no borrowing cost capitalized in construction in progress (31 December 2025: None) (Note 4). As of 31 March 2026, the Group has pledged machinery amounting to TL 127,012,672 on its property, plant and equipment (31 December 2024: TL125,245,521) (Note 13).

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 10 – PROPERTY, PLANT AND EQUIPMENT (cont'd)

	1 January 2025	Additions	Transfers	Disposals	31 March 2025
Cost					
Land	26.688.848	40.581	-	-	26.729.429
Land improvements	416.810	-	-	(885)	415.925
Buildings	7.886.702	4.777	-	(22.917)	7.868.562
Machinery, plant and equipment	52.174.626	29.360	707.851	(252.144)	52.659.693
Vehicles	243.426	71	-	-	243.497
Furniture and fixtures	672.239	12.924	-	(6.131)	679.032
Construction in progress (*)	148.621.696	10.437.355	(707.851)	-	158.351.200
	236.704.347	**10.525.068**	**-**	**(282.077)**	**246.947.338**
Accumulated depreciation					
Land improvements	284.880	5.826	-	(3.961)	286.745
Buildings	2.960.254	184.987	-	(20.810)	3.124.431
Machinery, plant and equipment	20.359.371	1.521.481	-	(164.449)	21.716.403
Vehicles	188.014	14.980	-	-	202.994
Furniture and fixtures	386.968	34.937	-	(2.611)	419.294
	24.179.487	**1.762.211**	**-**	**(191.831)**	**25.749.867**
Net book value	**212.524.860**				**221.197.471**

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 10 – PROPERTY, PLANT AND EQUIPMENT (cont'd)

Fair value measurement of the Group's freehold lands

The freehold land,plots and buildings owned by the Group are stated at their revalued amount as of balance sheet date. The fair value of the lands owned by the Group was determined by TSKB Gayrimenkul Değerleme ve Danışmanlık A.Ş., a valuation company independent from the Group, as of 31 December 2025. TSKB Gayrimenkul Değerleme ve Danışmanlık A.Ş is authorized by the CMB and provides real estate valuation services in accordance with the capital market legislation and has sufficient experience and qualifications in measuring the fair value of real estates in the relevant regions. The fair value of the freehold land was determined based on the market comparable approach that reflects recent transaction prices for similar properties.

Details of the Group's freehold land,plots andbuildings and information about the fair value hierarchy as of 31 March 2026 are as follows:

There has been no transition between levels during the current period.

Movement of land,plots and buildings which is revalued in Level 2 is as follows:

	1 January - 31 March 2026	1 January - 31 March 2025
Opening balance	34,597,991	34,575,550
Entrances	48,506	45,358
Transfers	317,578	-
Disposals	(352,250)	(22,917)
Increase in fair value	-	-
-*Recognized in Other comprehensive income*	-	-
Closing balance	**34,611,825**	**34,597,991**

If lands and buildings were recognized at their historical cost, carrying amount would be as follows:

	31 March 2026	31 March 2025
Lands	13,601,047	6,208,092
Buildings	51,390,722	7,868,562
	64,991,769	**14,076,654**

For the periods ended 31 March 2026 and 2025, total depreciation and amortisation expenses (related to property, plant and equipment and intangible assets) and the income statement line items to which they have been allocated are as follows:

	1 January - 31 March 2026	1 January - 31 March 2025
Production cost (Note: 17)	2.323.411	605.947
General administrative expenses (Note: 18)	23.783	18.312
Marketing, selling and distribution expenses (Note: 18)	13.320	10.003
Research expenses (Note: 18)	2.948	2.991
	2.363.462	**637.253**

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 11 – INTANGIBLE ASSETS

The movement of intangible assets and related accumulated amortization for the periods ended 31 March 2026 and 2025 is as follows:

	1 January 2026	Additions	Transfers	Disposals	31 March 2026
Cost					
Software and development costs	1,628,342	10,112	-	-	1,638,454
	1,628,342	**10,112**	**-**	**-**	**1,638,454**
Accumulated amortization					
Software and development costs	614,710	48,100	-	-	662,810
	614,710	**48,100**	**-**	**-**	**662,810**
Net book value	**1,013,632**				**975,644**

	1 January 2025	Additions	Transfers	Disposals	31 March 2025
Cost					
Software and development costs	1,082,000	157,173	-	-	1,239,173
	1,082,000	**157,173**	**-**	**-**	**1,239,173**
Accumulated amortization					
Software and development costs	405,471	82,085	- -	-	487,556
	405,471	**82,085**	**-**	**-**	**487,556**
Net book value	**676,529**				**751,617**

The income statement accounts related to the total amortization for the accounting periods ending on 31 March 2026 and 2025 are given in Note 10.

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 12 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

Provision for Litigation

	31 March 2026	31 December 2025
Provision for litigation (*)	45,734	36,394
	45,734	**36,394**

(*) The related expense provision includes the probable expenses related to the lawsuits filed against the Group by the employees whose employment contracts have been terminated due to the changes in the work organization and the lawsuits filed against the Group for reinstatement and other receivable lawsuits. These lawsuits have not been finalized as of the report date.

As of 31 March 2026 and 2025, the movement tables of the provision for litigation are as follows:

	1 January - 31 March 2026	1 January - 31 March 2025
Balances as of 1 January	**36,394**	**34,611**
Provision for the period	13,493	340
Provision written-off within the period	(832)	(8,053)
Monetary gain	(3,321)	(3,163)
31 March Balance	**45,734**	**23,735**

NOTE 13 – COMMITMENTS

As of 31 March 2026 and 31 December 2025, the total of commitments not included in the liabilities:

Commitments based on export incentive certificates

	31 March 2026	31 December 2025
Total amount of export commitment of certificates	109,812,268	116,617,520
Total amount of export commitment of documents which are presently fulfilled but closing transactions are not conc	49,214,379	41,815,856
Total export commitment of open documents registered in the document	60,597,889	74,801,664
Open export incentives	37,452,978	46,151,655

	31 March 2026	31 December 2025
Open Letter of Credits	18,381,953	12,403,239

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 13 – COMMITMENTS (cont'd)

Collaterals, pledges and mortgages (CPM) given by the Group

	31 March 2026				31 December 2025			
	TL Equivalent	TL	US Dollar	Euro	TL Equivalent	TL	US Dollar	Euro
A. Total CPMs given for Company's Own Legal Entity (*)	137,919,073	9,024,960	234,223	2,322,109	133,086,081	5,983,064	216,839	2,302,158
B. Total CPMs Given on Behalf of Fully Consolidated Companies	-	-	-	-	-		-	-
C. CPMs Given in the Normal Course of Business Activities on Behalf of Third Parties	-	-	-	-	-	-	-	-
D. Total Amount of Other CPMs								
- Total Amount of CPMs Given on Behalf of the Parent	-	-	-	-	-	-	-	-
- Total Amount of CPMs Given to on Behalf of Other Group Companies Which are Not in Scope of B and C	-	-	-	-	-	-	-	-
- Total Amount of CPMs Given to on Behalf of Third Parties Which are Not in Scope of C	-	-	-	-	-	-	-	-
Total CPM	**137,919,073**	**9,024,960**	**234,223**	**2,322,109**	**133,086,081**	**5,983,064**	**216,839**	**2,302,158**

(*) The amounts are expressed in EUR 1,000 and US Dollar 1,000.

Collaterals mainly consist of guarantees given to suppliers in relation to bank loans used for investments. In addition, there is a pledge of machinery amounting to TL 127,012,672 (31 December 2025: TL 125,245,521).

As of 31 March 2026, the percentage of the other CPM`s given by the Group to the total equity is 0% (31 December 2025: 0%).

Guarantees received as of 31 March 2026 and 31 December 2025 are as follows:

	31 March 2026	31 December 2025
Letters of guarantee received	3,969,318	4,336,244
	3,969,318	**4,336,244**

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 14 - PROVISIONS FOR EMPLOYEE BENEFITS

Provisions for long-term employee benefits

	31 March 2026	31 December 2025
Provision for employee termination benefits	316,673	323,208
Accumulated provision for unused vacation	43,467	38,352
	360,140	**361,560**

Provision for unused vacation

The Group grants paid annual leave to its employees on condition that they have worked for at least one year from the day they start to work, including the trial period.

Movements of accumulated provision for unused vacation as of 31 March 2026 and 2025 are as follows:

	1 January - 31 March 2026	1 January - 31 March 2025
Balances as of 1 January	**38.352**	**43.187**
Provision for the period	8.615	23.064
Monetary gain / loss	(3.500)	(3.950)
31 March Balance	**43.467**	**62.301**

Provision for Employee Termination Benefits

There are no agreements for pension commitments other than the legal requirement as explained below. Under Turkish Labor Law, the Group is required to pay termination benefits to each employee who has completed one year of service and whose employment is terminated due to retirement, is called up for military service, whose employment is terminated without due cause excluding 25/2 article of labor law, who has fulfilled all requirements other than necessary age limit for retirement pension-pay according to the Social Security Institution, women who ends their employment in one year due to marriage or to lawful heirs of employees who dies. As of 8 December 1999, related labor law was changed and retirement requirements made gradual.

As at 31 March 2026, the maximum amount payable consists of TL 64.95 per month for each year of service (31 December 2024: TL 46.66) is subject to the ceiling.

The provision for severance pay is not legally subject to any funding. The reserve has been calculated by estimating the present value of the future probable obligation of the Group arising from the retirement of the employees. Turkish Financial Reporting Standards require actuarial valuation methods to be developed to estimate the Group’s obligation under defined benefit plans. Accordingly, following actuarial assumptions were used in the calculation of the total liability.

	31 March 2026	31 Mart 2025
Discount rate (%)	3,40	3,40
Retention rate to estimate probability of retirement (%)	95	95

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 14 - PROVISIONS FOR EMPLOYEE BENEFITS (cont'd)

Provision for Employee Termination Benefits (cont'd)

Discount rate is derived upon the difference of long-term interest's rates in TL and the expected inflation rate. The principal assumption is that maximum liability for each year of service will increase in line with inflation. Thus, the discount rate applied represents the expected real rate after adjusting for the anticipated effects of future inflation. The maximum amount of TL 64.95 (1 January 2025: TL 46.66), which is expected to be effective from 1 January 2026, has been taken into consideration in calculating the provision for employment termination benefits of the Group:

	1 January - 31 March 2026	**1 January - 31 March 2025**
Balances at 1 January	**323.208**	**286.749**
Provision recognised during the period	33.953	34.076
Payment within the period	(10.917)	(15.959)
Monetary gain / loss	(29.571)	(27.161)
31 March Balance	**316.673**	**277.705**

NOTE 15 - OTHER ASSETS AND LIABILITIES

Other Current Assets

	31 March 2026	**31 December 2025**
VAT carried forward	1.938.012	1.871.094
VAT return receivables from export and domestic market sales (*)	1.330.005	1.130.949
	3.268.017	**3.002.043**

(*) As of 31 March 2026, the Group has completed the application process for TL 1,330,005 of the VAT receivable amounting to TL 425,115 and as of the report publication date, TL 341,298 of the refund application has been collected (31 December 2025: TL 235,375).

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 16 – EQUITY

Sasa Polyester Sanayi A.Ş.'s fully paid-in and issued capital consists of 4,381,561,536,080 shares (31 December 2025: 4,381,561,536,080 shares) with a nominal value of Kr 1 each. The shareholders of the Group and their shareholding percentages as of 31 March 2026 and 31 December 2025 are as follows:

	31 March 2026		31 December 2025	
	Share amount	**Share percentage**	**Share amount**	**Share percentage**
Erdemoğlu Holding A.Ş.	23,342,030	53.27	30,153,220	68.82
Other (*)	20,473,585	46.73	13,662,395	31.18
Paid-in Capital	**43,815,615**	**100**	**43,815,615**	**100**
Adjustments to share capital	29,981,737		29,981,737	
Total	**73,797,352**		**73,797,352**	

(*) In order to facilitate the participation of certain investors in the issuance and the hedging activities of investors within the scope of the €415 million convertible bond issued by SASA to qualified investors abroad, SASA's main and controlling shareholder, Erdemoğlu Holding A.Ş. (the "Main Shareholder"), has entered into a share lending agreement with HSBC Bank plc for a number of shares not less than the number of shares underlying the bonds. Within this scope, the lent shares have been classified under other.

According to the Group's Communiqué Series: XI, No: 29, the equity statement as of March 31, 2026 and December 31, 2025 is as follows.

	31 March 2026	31 December 2025
Paid-in Capital (*)	43.815.615	43.815.615
Capital Adjustment Differences	29.981.737	29.981.737
Repurchased Shares (**)	(359.374)	(359.374)
Restricted Reserves Appropriated from Profit	26.376.487	26.376.487
Other Reserves (Note 4)	173.888	-
Share Premiums	19.837.838	19.837.838
Prior Years' Profits	20.202.897	44.395.803
Defined Benefit Plans Remeasurement Losses	(63.379)	(63.379)
Gain on Revaluation of Property, Plant and Equipment	30.002.156	30.002.156
Net Profit/(Loss) for the Period	1.724.507	(24.192.906)
Total equity	**171.692.372**	**169.793.977**

(*) Adjustment to share capital represents the restatement effect of cash and cash equivalent contributions to share capital restated for the effects of inflation. Adjustment to share capital is not available for any other use except to be added to share capital.

(**) These represent the publicly traded shares that have been repurchased by the Group. As of 31 March 2026, the total nominal value of Sasa shares held by the Group amounts to TRY 359,374, and the proportion of these shares within the total share capital of TRY 43,815,615 is 0.8202%. As of the reporting date, the number of Sasa shares repurchased and held by the Company amounts to 315,250,000.

NOTE 16 – EQUITY (cont'd)

Restricted Reserves Appropriated from Profit

The restricted reserves set aside from profits consist of the first and second legal reserves set aside in accordance with the Turkish Commercial Code. The first legal reserves are set aside at an annual rate of 5% of the past period commercial profit until all reserves reach 20% of the historical (non-indexed for inflation) paid-in capital. The second legal reserves are set aside at an annual rate of 10% of all cash dividend distributions after the first legal reserves and dividends.

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

In accordance with the Communiqué No: XI-29 and related announcements of CMB, effective from 1 January 2008, "Share capital", "Restricted Reserves Appropriated from Profit" and "Share Premiums" shall be carried at their statutory amounts. The valuation differences (such as differences arising from inflation adjustments) shall be disclosed as follows:

- If the difference is arising due to the inflation adjustment of "Paid-in capital" and not yet been transferred to capital should be classified under the "Inflation adjustment to share capital".

- If the difference is due to the inflation adjustment of "Restricted reserves appropriated from profit" and "Share premium" and the amount has not been utilized in dividend distribution or capital increase yet, it shall be classified under "Prior years' profits / losses". Other equity items are presented at amounts that are valued under Turkish Accounting Standards.

There is no other usage other than the addition of capital adjustment differences to the capital.

Dividend Distribution

Listed companies shall distribute their profit in accordance with the Capital Market Board's Communiqué on Dividends II-19.1 which is effective from 1 February 2014.

Companies shall distribute their profits as part of the profit distribution policies to be determined by their general assemblies and in accordance with the related regulation provisions. The Group has adopted the principle of distributing 50% of the distributable profit to shareholders as cash dividend. of profit available for distribution according to dated 2013 Ordinary General Assembly decision which occurred on 24 March 2014.

Dividends shall be distributed to all existing shares equally, as soon as possible, regardless of their issuance and acquisition dates. In addition to the aforementioned, dividends shall be distributed to the shareholders on the date determined by the General Assembly following the approval of the General Assembly within the specified legal periods. Distribution of advance dividends to the shareholders is also possible by the decision of the Board of Directors, if the General Assembly authorizes, in accordance with the Group's Articles of Association.

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 16 – EQUITY (cont'd)

Dividend Distribution (CONT'D)

Resources that can be Subject to Profit Distribution:

As of the reporting date, the Group has not profit for the period in its statutory records which can be subject to profit distribution.

In accordance with the Turkish Commercial Code (TCC), no decision may be made to set aside other reserves, to transfer profits to the subsequent year or to distribute dividends to the holders of a usufruct right certificate, to the members of the board of directors or to the employees unless the required reserves and the dividend for shareholders as determined in the main agreement or in the dividend distribution policy of the Group are set aside; and no dividend can be distributed to these persons unless the determined dividend for shareholders is paid in cash.

NOTE 17 - REVENUE AND COST OF SALES

The Group fulfills its performance obligations at a certain point in time by transferring goods. The amount that the Company will be entitled to recognize in the future from the remaining performance obligations is TL 5,906,326 (31 December 2025: TL 1,658,303) (Note 7). The Group expects to recognize this revenue in the financial statements within one year.

Revenue

	1 January- 31 March 2026	**1 January- 31 March 2025**
Polyester Chips (SPC)	7,424,663	4,310,967
Domestic	*3,616,298*	*2,297,177*
Foreign	*3,808,365*	*2,013,790*
Polyester Fiber	5,078,414	3,303,925
Domestic	*3,464,329*	*2,031,021*
Foreign	*1,614,085*	*1,272,904*
Polyester Yarn (Filament)	1,835,677	2,883,735
Domestic	*1,823,847*	*2,858,288*
Foreign	*11,830*	*25,447*
Poy (Filament)	1,196,787	1,317,599
Domestic	*1,191,757*	*1,295,098*
Foreign	*5,030*	*22,501*
Other	601,991	30,421
Domestic	*601,236*	*27,323*
Foreign	*755*	*3,098*
Revenue	**16,137,532**	**11,846,647**

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 17 - REVENUE AND COST OF SALES (cont'd)

Cost of Sales

	1 January- 31 March 2026	1 January- 31 March 2025
Raw materials expense	12,252,028	6,742,581
Energy expenses	904,550	537,811
Labor expenses	1,097,693	696,318
Depreciation and amortization expenses (Note 10)	2,179,755	434,023
Spare parts and maintenance expenses	159,888	113,218
Insurance expenses	124,286	127,035
Usage of semi-finished goods	(144,479)	66,104
Other expenses	143,957	127,116
Production Cost for the Period	**16,717,678**	**8,844,206**
Change in finished good inventory during the period	(2,670,019)	1,591,646
Cost of waste goods sold	49,876	30,344
Other idle period expense	106,926	271,180
Depreciation and amortization for the idle period (Note 10)	143,656	171,924
Cost of Goods Sold During the Period	**14,348,117**	**10,909,300**

NOTE 18 - MARKETING, GENERAL ADMINISTRATIVE AND RESEARCH & DEVELOPMENT EXPENSES

General Administrative Expenses

	1 January- 31 March 2026	1 January- 31 March 2025
Personnel expenses	114,153	121,665
Consultancy expenses	25,945	27,047
Depreciation and amortization expenses (Note 10)	23,783	18,312
Auxiliary service expenses	18,487	6,526
Severance and notice pay	17,691	23,041
Insurance expenses	16,384	25,631
Provision for litigation (Note 12)	13,493	340
Supplies, repair and maintenance expenses	7,528	21,056
Energy expenses	512	678
Other expenses	1,615	27,822
	243,137	**272,118**

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 18 - MARKETING, GENERAL ADMINISTRATIVE AND RESEARCH & DEVELOPMENT EXPENSES (cont'd)

Marketing Expenses

	1 January-31 March 2026	**1 January-31 March 2025**
Export and freight expenses	482,204	333,750
Taxes and duties expenses	113,822	21,890
Personnel expenses	61,103	52,638
Insurance expenses	15,522	17,548
Depreciation and amortization expenses (Note 10)	13,320	10,003
Other expenses	30,282	28,118
	716,253	**463,947**

Research and Development Expenses

	1 January-31 March 2026	**1 January-31 March 2025**
Depreciation and amortization expenses (Note 10)	2,948	2,990
Labor and personnel expenses	682	226
Initial raw material and supplies cost	155	-
Other expenses	83	1,334
	3,868	**4,550**

NOTE 19 - OTHER INCOME / EXPENSE FROM OPERATING ACTIVITIES

Other Operating Income

	1 January-31 March 2026	**1 January-31 Mart 2025**
Foreign exchange income on trade receivables/payables	1,213,621	2,326,391
Income on miscellaneous sales	69,213	143,306
Raw materials sales income	3,712	9,366
Profits from insurance events	-	39,136
Other income (*)	89,037	37,292
	1,375,583	**2,555,491**

(*) Other income consists of spare parts sales income, compensation income and income from return invoices.

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 19 - OTHER INCOME / EXPENSE FROM OPERATING ACTIVITIES (cont'd)

Other Operating Expenses

	1 January- 31 March 2026	1 January- 31 Mart 2025
Foreign exchange losses on trade receivables/payables	1,147,828	2,173,363
Taxes, duties and charges	26,256	38,159
Miscellaneous cost of sales	15,769	18,941
Raw material cost of sales	1,513	9,225
Other expenses	33,222	60,838
	1,224,588	**2,300,526**

NOTE 20 - INCOME / (EXPENSES) FROM INVESTING ACTIVITIES

	1 January- 31 March 2026	1 January- 31 March 2025
Loss on sale of property, plant and equipment (*)	(206,527)	(90,233)
	(206,527)	**(90,233)**

(*) Includes the sale of various machinery and equipment which are idle in the Group.

NOTE 21 – EXPENSES BY NATURE

	1 January- 31 March 2026	1 January- 31 March 2025
Direct raw materials expense	12,252,028	6,742,581
Depreciation and amortization expenses (Note 10)	2,363,462	637,253
Labor and personnel expenses	1,273,631	870,847
Energy expenses	905,062	538,489
Export and freight costs	482,204	333,750
Spare parts and maintenance expenses	159,888	113,218
Insurance expenses	156,347	170,214
Taxes and duties expenses	113,822	21,890
Other idle period expense	106,926	271,180
Cost of waste goods sold	49,876	30,344
Consultancy expenses	25,945	27,047
Auxiliary service expenses	18,487	6,526
Severance and notice pay	17,691	23,041
Litigation provision (Note 12)	13,493	340
Material maintenance and repair expenses	7,528	21,056
Usage of semi-finished product	(144,479)	66,104
In-period product utilization	(2,670,019)	1,591,646
Other expenses	175,937	184,389
	15,311,375	**11,649,915**

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 22- FINANCIAL INCOME

	1 January- 31 March 2026	1 January- 31 March 2025
Foreign exchange income	1,551,513	150,942
Interest expenses	261,727	106,626
	1,813,240	**257,568**

NOTE 23- FINANCIAL EXPENSES

	1 January- 31 March 2026	1 January- 31 March 2025
Foreign exchange expenses	4.169.293	8.053.587
Interest expenses	3.340.360	1.538.106
Commission and other finance expenses	620.748	94.544
	8.130.401	**9.686.237**

NOTE 24 – ANALYSIS OF OTHER COMPREHENSIVE INCOME ITEMS

	31 March 2026	31 March 2025
Property, plant and equipment revaluation fund	30,002,156	8,873,500
Defined benefit plans remeasurement gain	(63,379)	(69,502)
	29,938,777	**8,803,998**

Property, plant and equipment revaluation fund

	1 January- 31 March 2026	1 January- 31 Mart 2025
Balances at the beginning of the period	30,002,156	8,873,500
Revaluation of property, plant and equipment (Note 10)	-	-
Arising from revaluation transaction deferred tax liabilities (Note 25)	-	-
Balances at the end of the period	**30,002,156**	**8,873,500**

Property, plant and equipment revaluation fund arises as a result of the revaluation of buildings and lands. In case of disposal of a revalued building or land, the part of the revaluation fund associated with the sold asset is transferred directly to retained earnings.

Defined benefits plan remeasurement gain

	1 January- 31 March 2026	1 January- 31 Mart 2025
Balances at the beginning of the period	(63,379)	(69,502)
Increase/(Decrase) during the period (Note 14)	-	-
Deferred tax effect (Note 25)	-	-
Balances at the end of the period	**(63,379)**	**(69,502)**

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 25 - TAX ASSETS AND LIABILITIES

	31 March 2026	31 Mart 2025
Prepaid taxes and funds (-)	-	(52,993)
Current tax expense for the year	**-**	**(52,993)**

Deferred Taxes

The Group calculates its deferred income tax assets and liabilities by taking into account the effects of temporary differences that arise as a result of different evaluations in the financial statements prepared in accordance with the Turkish Accounting Standards and the financial statements prepared in accordance with the Turkish Commercial Code and tax laws. These differences usually result in the recognition of revenue and expenses in different reporting periods for Turkish Financial Reporting Standards and tax purposes. Tax rate used in the calculation of deferred tax assets and liabilities was 25%.

The composition of cumulative temporary differences and the related deferred tax assets and liabilities in respect of items for which deferred income tax has been provided as of 31 March 2026 and 31 December 2025 using the enacted tax rates are as follows:

	Cumulative Temporary Differences		Deferred Tax Assets/Liabilities	
	31 March 2026	31 December 2025	31 March 2026	31 December 2025
Net difference between recorded value of property, plant and equipment and intangible assets and tax value	31.996.112	32.451.594	(7.999.028)	(8.112.898)
Property, plant and equipment revaluation difference	38.100.900	34.362.986	(7.156.501)	(6.454.408)
Investment incentives deduction to be used (*)	(70.111.692)	(79.431.346)	69.224.873	73.220.732
Deductible accumulated financial losses (**)	(38.145.988)	(42.358.395)	9.536.497	10.589.599
Provision for employment termination benefits	(316.673)	(323.208)	79.168	80.802
Valuation differences of inventories	(820.846)	(1.166.991)	205.212	291.748
Adjustment for advances given and received, net	280.542	328.400	(70.136)	(82.100)
Adjustment of periodicity of sales	(71.136)	(77.975)	17.784	19.494
Provision for unused vacation	(43.467)	(38.351)	10.867	9.588
Provision for litigation	(45.734)	(36.394)	11.434	9.098
Provision for doubtful receivables	(11.922)	(9.217)	2.981	2.304
Provision for export expense	(37.059)	(37.794)	9.265	9.449
Adjustments for foreign currency exchange difference	(30.970)	(254.523)	7.743	63.631
Paya dönüştürülebilir tahvile ilişkin düzeltmeler	227.086	-	(56.772)	-
Adjustments relating to derivative financial assets	-	163.409	-	(40.852)
Other Adjustments	-	20.094	-	(5.024)
Deferred tax assets	-	-	79.105.824	84.296.445
Deferred tax liabilities	-	-	(15.282.437)	(14.695.282)
Deferred tax asset, net			**63.823.387**	**69.601.163**

(*) The related amount is explained in the section of government incentives and grants.

(**) The deferred tax effect of deductible financial losses is calculated separately for each company within the scope of consolidation. As of 31 March 2026, the Group has recognized a deferred tax asset amounting to TRY 9,536,497 to be utilized within the next five years from its deductible financial losses.

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 25 - TAX ASSETS AND LIABILITIES (cont'd)

Deferred Taxes (cont'd)

The details of the Group's available prior year tax losses by their expiry dates as of 31 March 2026 and 31 December 2025 are presented below:

	31 March 2026	31 December 2025
Carry-forward tax losses deductible until 2031	38.145.988	42.358.395
	38.145.988	**42.358.395**

Allocation of deferred tax in group company basis is as follows:

	31 March 2026	31 Mart 2025
Sasa Polyester San. A.Ş.	63,796,278	75,414,327
Sasa Dış Ticaret A.Ş.	27,109	26,433
	63,823,387	**75,440,760**

Movement table of deferred tax is as follows:

	1 January - 31 March 2026	1 January - 31 March 2025
Balances at 1 January	**69.601.163**	**76.753.585**
Deferred tax income of the period	450.916	4.491.526
Deferred tax expense recognized under other comprehensive income	-	-
Monetary gain/loss	(6.228.692)	(5.804.351)
31 March Balance	**63.823.387**	**75.440.760**

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 25 - TAX ASSETS AND LIABILITIES (cont'd)

Deferred Taxes (cont'd)

Reconciliation of tax provision

	1 January - 31 March 2026	1 January - 31 March 2025
Profit/(Loss) before tax from operating activities	1.273.591	(2.631.688)
Income tax rate: 25% (2025: 25%)	(318.398)	657.922
Tax effects:		
-Non-deductible expenses	(118.357)	(114.568)
-Effects of reduced corporate tax application	3.995.859	-
-Other adjustments and monetary gain / (loss)	(3.108.188)	3.948.172
Tax provision income in the income statement	**450.916**	**4.491.526**

Corporate Tax

Grup The Group is subject to Turkish corporate taxes. Provision is made in the accompanying financial statements for the estimated charge based on the Group's results for the years and periods. Turkish tax legislation does not permit a parent company and its subsidiary to file a consolidated tax return. Therefore, provisions for taxes, as reflected in the accompanying consolidated financial statements, have been calculated on a separate-entity basis.

Corporate tax is applied on taxable corporate income, which is calculated from the statutory accounting profit by adding back non-deductible expenses, and by deducting dividends received from resident companies, other exempt income and other incentives (prior year's losses if any and investment incentives used if preferred) utilized.

The effective tax rate in 2026 is 25% (2025: 25%).

Corporate tax rate is applied to the taxable profit which is calculated by adding non-taxable expenses and deducting some exemptions taken place in tax laws (exemptions for participation revenues) and discounts (R&D discount) from accounting profit of the Group. No additional taxes are paid unless profit is distributed (except 19.8% withholding tax paid over used investment incentives according to the Income Tax Law 61 temporary article).

The corporate tax rate in Türkiye is 25% (2025: 25%). Corporate tax is declared by the evening of the last day of the fourth month following the end of the relevant accounting period and is paid in a single installment until the end of the same month. The tax legislation requires advance tax to be calculated %25 and paid based on earnings generated for each quarter, the amounts thus calculated and paid are offset from the final tax computed over the earnings of the year.

The temporary tax paid during the year belongs to that year and is deducted from the corporate tax to be calculated over the corporate tax return to be submitted in the following year. If the amount of temporary tax paid remains despite the deduction, this amount can be refunded in cash or set off against any other financial liabilities to the government.

NOTE 25 - TAX ASSETS AND LIABILITIES (cont'd)

Corporate Tax (cont'd)

In Türkiye, there is no procedure for a final and definitive agreement on tax assessments. Companies file their tax returns within the 30th of the fourth month following the close of the financial year to tax office which they relate. However, tax returns are open for five years from the beginning of the year that follows the date of filing during which time the tax authorities have the right to audit tax returns, and the related accounting records on which they are based and may issue re-assessments based on their findings.

Corporate tax is applied on taxable corporate income, which is calculated from the statutory accounting profit by adding back non-deductible expenses, and by deducting dividends received from resident companies, other exempt income and other incentives (prior year's losses if any and investment incentives used if preferred) utilized.

Government Grants and Incentives

As a result of, a Company of the Group, Sasa Polyester Sanayi A.Ş.'s application to Ministry of Economy General Directorate of Incentive Practices and Foreign Capital for incentive certificate, the incentive application related to the Polymer Production Facility Investment is included in the Project-Based Government Incentives for Investments that is enacted with the resolution of the Council of Ministers, and it is approved by the 30 April 2018 dated Council of Ministers and published on the 23 June 2018 dated Official Gazette. The investment amount related to the incentive is TL 2,906,598 (thousand), and the incentives for the investment are as follows:

- Corporate Tax Reduction (tax reduction rate: 100%, investment contribution rate: 104%, available rate of the investment contribution amount for the investment period: 100%),
- VAT Exemption,
- Custom Duty Exemption,
- VAT Return,
- Employer's National Insurance Contribution (10 years without a minimum amount limit),
- Income Tax Withholding Contribution (10 years),
- Qualified Personnel Contribution (maximum TL 10,000),
- Interest and/or Dividend Contribution (maximum 10 years as of loan usage date providing not exceeding TL 105,000),
- Energy Contribution (50% of energy consumption up to 10 years from the startup date providing not exceeding TL 300,000)

As a result of, a Company of the Group, Sasa Polyester Sanayi A.Ş.'s application to Ministry of Economy General Directorate of Incentive Practices and Foreign Capital for incentive certificate, on 4 January 2021, it received an investment incentive certificate for PTA and Polymer Chips Production Facilities Investment.

NOTE 25 - TAX ASSETS AND LIABILITIES (cont'd)

Corporate Tax (cont'd)

Government Grants and Incentives (cont'd)

The amount of investment subject to incentive has reached to TL 56,296,668 (31 December 2025: TL56,296,668) as of the report date after the revisions made and the incentive elements benefited by the investment are as follows.

- Custom Duty Exemption,
- VAT Exemption,
- VAT Return,
- Corporate Tax Reduction (tax reduction rate: 100%, investment contribution rate: 85%, available rate of the investment contribution amount for the investment period: 100%),
- Employer's National Insurance Contribution (10 years without a minimum amount limit),
- Income Tax Withholding Contribution (10 years),
- Qualified Personnel Contribution (maximum TL 30,000),
- Energy Contribution (50% of energy consumption up to 10 years from the startup date providing not exceeding TL 50,000),

As a result of a Company of the Group, Sasa Polyester Sanayi A.Ş.'s application to the General Directorate of Incentive Implementation and Foreign Capital of the Ministry of Industry and Technology, it received an investment incentive certificate for Fiber Production Facility Investment on 13 September 2023.

The amount of investment subject to incentive has reached to TL 9,951,281 (31 December 2025: TL9,951,281) as of the report date after the revisions made and the incentive elements benefited by the investment are as follows.

- Custom Duty Exemption,
- VAT Exemption,
- VAT Return,
- Corporate Tax Reduction (tax reduction rate: 80%, investment contribution rate: 40%)
- Employer's National Insurance Contribution (7 years),
- Interest Support (5 points will be applied for TL loan/dividend share, 2 points will be applied for foreign currency or foreign currency indexed loan/dividend share).

As a result of a Company of the Group, Sasa Polyester Sanayi A.Ş.'s application to the General Directorate of Incentive Implementation and Foreign Capital of the Ministry of Industry and Technology, it received an investment incentive certificate for Solar Power Plant (SPP) Investment on 5 September 2023.

The investment amount related to the incentive is TL 336,066 (31 December 2025: TL 336,066) and the incentives for the investment are as follows.

- VAT Exemption,
- Corporate Tax Reduction (tax reduction rate: 70%, investment contribution rate: 30%)
- Employer's National Insurance Contribution (6 years),

NOTE 25 - TAX ASSETS AND LIABILITIES (cont'd)

Corporate Tax (cont'd)

Government Grants and Incentives (cont'd)

As a result of a Company of the Group, Sasa Polyester Sanayi A.Ş.'s application to the General Directorate of Incentive Implementation and Foreign Capital of the Ministry of Industry and Technology, it received an investment incentive certificate for Solar Power Plant (SPP) Investment on 20 and 25 February 2025.

The investment amount related to the incentive is TL 816,634 and the incentives for the investment are as follows.

- VAT Exemption,
- Corporate Tax Reduction (tax reduction rate: 70%, investment contribution rate: 30%)
- Employer's National Insurance Contribution (6 years),

As of 31 March 2026, the Group has TL 69,224,876 tax deduction right to be used in the following periods (2025: TL 6,540,105).

The Group recognizes deferred tax assets and liabilities for temporary timing differences arising from the differences between the tax base legal financial statements and the financial statements prepared in accordance with TFRS. These differences are generally due to the fact that the tax base amounts of some income and expense items take place in different periods in the legal financial statements and the financial statements prepared in accordance with TFRS. The Group has deferred tax assets amounting to TL 63,823,387 that can be deducted from future profits. The partially or wholly recoverable amount of deferred tax assets has been estimated under current conditions.

The main factors which are considered include future earnings potential and other tax assets expiring; the carry-forward period associated with the deferred tax assets and tax-planning strategies that would, if necessary, be implemented. As of 31 March 2026, the following assumptions were used in the calculation of the recoverable amount of deferred tax assets:

- There is no time restriction on this incentive.
- Based on the consolidated tax profit projections prepared by the management. The Company's growth assumptions are based on 2025 when the investments are planned to be completed.
- Long-term inflation expectation of 17% was used in the prepared profit projections. The 2026 year-end exchange rate expectation is 52.5% and the long-term exchange rate increase expectation is 10% - 15% (in USD basis).
- Possible tax planning strategies have been considered.

As a result of the assessments made according to the available analyses, the Group Management has concluded that the deferred tax asset calculated within the scope of the incentive certificate is recoverable. It is anticipated that the deferred tax assets in question will be recovered within 7 years starting from 2026. In the probability of 10% deviation in the profitability of the projections, there is no change in this predicted recovery period.

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 26 - EARNINGS PER SHARE

Earnings per share disclosed in the consolidated statement of profit or loss are determined by dividing net income by the weighted average number of shares in existence during the year concerned. In Türkiye, companies can increase their share capital by making a pro-rata distribution of shares (“bonus shares”) to shareholders from retained earnings. Such “bonus share” distributions are treated as issued shares in earnings per share computations. Accordingly, the weighted average number of shares used in earnings per share computations is calculated by taking into consideration the retrospective effect of such share distributions. As of 31 March 2026, the Company is not presenting the diluted earnings per share since the convertible debt is antidilutive.

	1 January- 31 March 2026	**1 January- 31 March 2025**
Net profit/(loss)	1.724.507	1.859.838
Weighted average number of shares:		
Weighted average number of ordinary shares	43.815.615.361	43.815.615.361
Earnings/(loss) per share with a nominal value of 1 TL (full TL)	0,0394	0,0424

NOTE 27 - RELATED PARTY DISCLOSURES

a) Trade receivables from related parties:

The Group's receivables from related parties consist of trade receivables arising from product sales to related parties.

	31 March 2026	**31 December 2025**
Özerdem Mensucat San. Tic. A.Ş.	597,062	624,419
Merinos Halı San. Tic. A.Ş.	5,220	156,250
Akal Iplik Tekstil San Tic. A.Ş.	384	-
	602,666	**780,669**

b) Contract liabilities arising from customer contracts with related parties:

The Group’s contract liabilities arising from related parties consist of advances received in connection with product sales to be made to its related parties.

Obligations arising from short-term customer contracts	**31 March 2026**	**31 December 2025**
Zeki Mensucat Sanayi ve Tic. A.Ş.	1,055,106	155
Merinos Halı San. Tic. A.Ş.	108,890	250,312
	1,163,996	**250,467**

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOT 27 - RELATED PARTY DISCLOSURES (cont'd)

c) Other payables to related parties:

	31 March 2026	31 December 2025
Erdemoğlu Holding A.Ş.	4,952,756	8,287,252
Merinos Halı San. Tic. A.Ş.	-	12,636,262
	4,952,756	**20,923,514**

Monthly interest is charged on the amount sent to the Group by Erdemoğlu Holding A.Ş. and Merinos Halı Sanayi ve Ticaret A.Ş.

d) Sales to related parties:

	2026	2025
	Product	**Product**
Merinos Halı San. Tic. A.Ş.	346,169	443,266
Özerdem Mensucat San. Tic. A.Ş.	344,032	438,304
Zeki Mensucat Sanayi ve Tic. A.Ş.	330,739	245,053
Akal İplik Tekstil San Tic. A.Ş.	347	304
	1,021,287	**1,126,927**

The Group sells chips, fiber, yarn, and POY products to its related parties.

e) Purchases from related parties:

	1 January - 31 March 2026	1 January - 31 March 2025
	Product	**Product**
Erdemoğlu Holding A.Ş.	107,499	136,395
Merinos Halı San. Tic. A.Ş.	31,063	6,516
	138,562	**142,911**

f) Foreign exchange difference and interest income from related parties:

	1 January - 31 March 2026	1 January - 31 March 2025
Özerdem Mensucat San. Tic. A.Ş.	18,012	21,250
Merinos Halı San. Tic. A.Ş.	1,841	2,549
Zeki Mensucat San. Tic. A.Ş.	110	41
Akal İplik Tekstil San Tic. A.Ş.	-	3
	19,963	**23,843**

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOT 27 - RELATED PARTY DISCLOSURES (cont'd)

g) Remuneration of the Board of Directors and key management personnel amounts;

As of 31 March 2026 and 2025, remuneration of the Board of Directors and key management personnel amounts are as follows:

	1 January - 31 March 2026	1 January - 31 March 2025
Short-term benefits provided to key management	23,780	24,426
	23,780	**24,426**

NOTE 28 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS

Financial risk factors

The Group is exposed to various financial risks due to its activities. These risks are market risk (currency risk, interest rate risk), credit risk, liquidity risk and funding risk. The Group's wholesale risk management program focuses on the unpredictability of financial markets and aims to minimize potential adverse effects on the Group's financial performance.

Financial Risk management is carried out by the Group's Finance Unit, within the framework of policies approved by the Management, excluding receivables. The Finance department establishes close cooperation with the other units of the Group and ensures that financial risks are identified, evaluated and protected from risk.

The Group is exposed to foreign exchange risk arising from exchange rate fluctuations due to the translation of foreign currency denominated payables and receivables into Turkish Lira. This foreign exchange risk is monitored through analysis of the foreign currency position and is limited by foreign currency sales transactions.

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Foreign exchange risk management

The Group is subject to foreign exchange risk due to foreign currency denominated liabilities and assets' conversion to Turkish Lira. Foreign exchange risk is traced through regular analysis of foreign currency position and minimized mostly with foreign currency sales.

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 28 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

Foreign exchange risk management (cont'd))

Assets and liabilities denominated in foreign currencies as of 31 March 2026 and 31 December 2025 are as follows:

	31 March 2026		
	TL Equivalent	**US Dollar**	**Euro**
Trade receivables	8,463,599	109,548	70,389
Monetary financial assets (including cash, bank accounts)	4,778,135	13,486	81,894
Other	7,404,686	69,787	84,295
Current assets	**20,646,420**	**192,821**	**236,578**
Total assets	**20,646,420**	**192,821**	**236,578**
Trade payables (including other payables)	20,546,623	166,457	257,604
Financial liabilities	29,067,819	73,499	505,650
Other	3,819,617	73,671	10,643
Current liabilities	**53,434,059**	**313,627**	**773,897**
Trade payables (including other payables)	1,297,234	29,167	**-**
Financial liabilities	85,866,882	233,160	1,479,715
Other	4,912,697	110,457	-
Non-current liabilities	**92,076,813**	**372,784**	**1,479,715**
Total liabilities	**145,510,872**	**686,411**	**2,253,612**
Foreign currency position	**(124,864,452)**	**(493,590)**	**(2,017,034)**
Net foreign currency position	**(124,864,452)**	**(493,590)**	**(2,017,034)**

In the first quarter of 2026, imports amounted to USD 264 million (2025: USD 646 million), while exports totaled USD 104 million (2025: USD 349 million).

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 28 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

Foreign exchange risk management (cont'd))

	31 December 2025		
	TL Equivalent	**US Dollar**	**Euro**
Trade receivables	7,083,997	104,551	38,709
Monetary financial assets (including cash, bank accounts)	711,788	6,622	7,198
Other	3,939,179	81,298	1,791
Current assets	**11,734,964**	**192,471**	**47,698**
Total assets	**11,734,964**	**192,471**	**47,698**
Trade payables (including other payables)	21,797,287	232,780	194,871
Financial liabilities	40,472,192	60,200	678,800
Other	-	-	-
Current liabilities	**62,269,479**	**292,980**	**873,671**
Trade payables (including other payables)	1,574,396	33,333	**-**
Financial liabilities	86,892,878	237,250	1,365,346
Other	20,941,364	443,369	-
Non-current liabilities	**109,408,638**	**713,952**	**1,365,346**
Total liabilities	**171,678,117**	**1,006,932**	**2,239,017**
Foreign currency position	**(159,943,153)**	**(814,461)**	**(2,188,371)**
Net foreign currency position of derivative contracts	163,409	-	2,948
Net foreign currency position	**(159,779,744)**	**(814,461)**	**(2,188,371)**

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 28 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont’d)

Foreign exchange risk management (cont’d))

Foreign currency sensitivity (cont'd)

	Profit / (Loss)	
As of 31 March 2026;	**Appreciation of foreign currency**	**Depreciation of foreign currency**
20% change in USD against TL:		
USD net asset	(4,390,592)	4,390,592
Part of hedged from the USD risk	-	-
USD net effect	**(4,390,592)**	**4,390,592**
20% change in EUR against TL:		
EUR net asset	(20,582,299)	20,582,299
Part of hedged from the EUR risk	-	-
EUR net effect	**(20,582,299)**	**20,582,299**
Total	**(24,972,891)**	**24,972,891**

	Profit / (Loss)	
As of 31 December 2025;	**Appreciation of foreign currency**	**Depreciation of foreign currency**
20% change in USD against TL:		
USD net asset	(7,244,810)	7,244,810
Part of hedged from the USD risk	-	-
USD net effect	**(7,244,810)**	**7,244,810**
20% change in EUR against TL:		
EUR net asset	(22,330,663)	22,330,663
Part of hedged from the EUR risk	-	-
EUR net effect	**(22,330,663)**	**22,330,663**
Total	**(29,575,473)**	**29,575,473**

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOT 29 – DERIVATVE INSTRUMENTS

The distribution of derivative instruments as at 31 March 2026 and 2025 is as follows:

	31 March 2026	31 December 2025
Fair Value Measurement of Derivative Financial Instrumen	-	163,409
	-	**163,409**

Derivative instruments are recognized at their fair value as of the date on which the related derivative contract is entered into and are remeasured at their fair values at each subsequent reporting date. The Group does not have any derivative transactions that meet the criteria for hedge accounting; instead, it has derivative transactions held for trading purposes. Therefore, the fair values of the Group’s derivative instruments are recognized in the consolidated statement of profit or loss.

(Amounts expressed in thousand TL based on the purchasing power of Turkish Liras as of 31 March 2026, unless otherwise stated.)

NOTE 30 – DISCLOSURES ON NET MONETARY POSITION GAINS/LOSSES

Non-monetary items	1 January- 31 March 2026	1 January- 31 March 2025
Statement of financial position items	**6,544,176**	**5,236,369**
Inventories	252,684	127,422
Prepaid Expenses	5,202	20,749
Tangible Fixed Assets	23,270,768	18,825,796
Intangible Assets	101,769	183,992
Liabilities from customer contracts	(2,851)	(1,341)
Paid-in Capital	(7,409,254)	(6,057,135)
Restricted Reserves	(2,648,199)	(1,904,846)
Share Premiums	(1,991,719)	(1,813,747)
Accumulated losses not to be reclassified to profit or loss		
Other Comprehensive Income / (Expenses)	(3,005,853)	-
Retained Earnings	(2,028,371)	(4,144,521)
Statement of Profit or Loss Items	**275,951**	**1,199,147**
Revenue	(305,007)	(285,321)
Cost of Sales (-)	274,901	275,621
General Administrative Expenses (-)	5,235	5,960
Marketing Expenses (-)	2,515	2,405
Research and Development Expenses (-)	117	42
Other Operating Income	(23,364)	(6,110)
Other Operating Expenses (-)	32,813	12,805
Income/Expenses from Investing Activities	1,827	996
Financing Revenues	(4,451)	(7,636)
Finance Expenses (-)	260,129	118,755
Deferred Tax Income/Expense	31,236	1,081,631
Gains / Losses on Net Monetary Position	**6,820,127**	**6,435,517**

NOT 31 - EVENTS AFTER THE BALANCE SHEET DATE

As disclosed in the resolution of the Board of Directors of Sasa Polyester Sanayi A.Ş., one of the Group companies, dated 30 March 2026, the application submitted to the Capital Markets Board in respect of the issuance of debt instruments (Eurobonds), intended to be issued abroad without a public offering and with an aggregate nominal amount of up to USD 350,000,000 (three hundred fifty million United States Dollars), was approved on 22 April 2026.

At the meeting of the Board of Directors of Sasa Polyester Sanayi A.Ş., one of the Group companies, held on 10 April 2026, it was resolved that the Ordinary General Assembly for the year 2025 would convene on Tuesday, 5 May 2026 at 11:00 a.m. at the Company's headquarters located at Sarıhamzalı Mahallesi, Turhan Cemal Beriker Boulevard, No: 559, Seyhan / Adana.