

**TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş.  
AND SUBSIDIARIES**

**CONVENIENCE TRANSLATION INTO ENGLISH OF  
THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AT 1 JANUARY - 30 SEPTEMBER 2024  
(ORIGINALLY ISSUED IN TURKISH)**

**CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS  
ORIGINALLY ISSUED IN TURKISH**

**TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş.  
AND SUBSIDIARIES**

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD  
1 JANUARY AND 30 SEPTEMBER 2024**

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ORIGINALLY ISSUED IN TURKISH**

**TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES**

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AT 30 SEPTEMBER 2024 AND 31 DECEMBER 2023**

(Amounts expressed in TRY based on the 30 September 2024 purchasing power of Turkish Lira (“TRY”) unless otherwise indicated.)

	Notes	Unaudited 30 September 2024	Audited 31 December 2023
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	3	291,096,904	739,706,677
Derivative instruments		-	80,260,311
Financial investments		-	88,529,213
Trade receivables		2,470,757,589	2,472,131,855
- Due from related parties	22	427,204,119	466,602,429
- Due from third parties	4	2,043,553,470	2,005,529,426
Other receivables		7,287,951	2,141,713
- Due from third parties		7,287,951	2,141,713
Contract assets		55,223,928	520,447,999
- Contract assets arising from ongoing contracting business		55,223,928	520,447,999
Inventories	6	1,631,661,289	1,650,661,469
Prepaid expenses	7	173,870,565	239,281,111
Current income tax assets	20	322,827,008	385,172,129
Other current assets	10	741,381,196	486,457,667
<b>Total current assets</b>		<b>5,694,106,430</b>	<b>6,664,790,144</b>
<b>Non-current assets</b>			
Property, plant and equipment	8	571,835,281	620,544,997
Right of use assets		80,480,122	37,435,276
Intangible assets other than goodwill	9	2,193,171	4,076,666
Prepaid expenses	7	-	1,358,603
Deferred tax assets	20	155,966,939	105,678,841
Other non-current assets	10	100,645,995	474,569,011
<b>Total non-current assets</b>		<b>911,121,508</b>	<b>1,243,663,394</b>
<b>Total assets</b>		<b>6,605,227,938</b>	<b>7,908,453,538</b>

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

**CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS  
ORIGINALLY ISSUED IN TURKISH**

**TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES**

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AT 30 SEPTEMBER 2024 AND 31 DECEMBER 2023**

(Amounts expressed in TRY based on the 30 September 2024 purchasing power of Turkish Lira (“TRY”) unless otherwise indicated.)

	Notes	Unaudited 30 September 2024	Audited 31 December 2023
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Short-term borrowings	11	-	235,105,031
Short-term portion of long-term borrowings	11	39,429,805	9,931,468
Derivative instruments		54,112,428	72,557,845
Trade payables		4,332,489,905	4,680,396,208
- Due to related parties	22	2,615,510,985	2,528,561,936
- Trade payables, third parties	4	1,716,978,920	2,151,834,272
Employee benefit obligations		45,092,774	25,312,481
Other payables		-	237,755,596
- Due to related parties	21	-	237,755,596
Contract liabilities		-	159,240,248
- Contract liabilities arising from ongoing contracting business		-	159,240,248
Deferred income (excluding contractual obligations)	7	374,967,895	288,799,175
Short-term provisions		614,890,399	472,857,704
- Short-term provisions for employee benefits		50,895,212	125,847,438
- Other short-term provisions		563,995,187	347,010,266
Other current liabilities	7	79,897,857	75,424,005
<b>Total Current Liabilities</b>		<b>5,540,881,063</b>	<b>6,257,379,761</b>
<b>Non-Current Liabilities</b>			
Liabilities arising from leasing transactions	11	“	14,096,346
Long-term borrowings		168,738,744	191,844,513
- Long-term provisions for employee benefits		165,876,490	188,677,264
- Other long-term provisions		2,862,254	3,167,249
<b>Total Non-Current Liabilities</b>		<b>194,236,225</b>	<b>205,940,859</b>
<b>Total Liabilities</b>		<b>5,735,117,288</b>	<b>6,463,320,620</b>
<b>EQUITY</b>			
Paid in share capital	13	216,733,652	216,733,652
Capital adjustment differences		2,449,378,621	2,449,378,621
Repurchased shares (-)		(19,373,769)	(19,373,769)
Premiums related to shares		315,520,134	315,520,134
Other comprehensive expense		(181,299,379)	(181,299,379)
- That will not be reclassified to profit or loss		(181,299,379)	(181,299,379)
Restricted reserves	13	96,325,058	96,325,058
Retained earnings		(1,432,151,399)	(1,314,141,701)
Net profit for the year		(575,022,268)	(118,009,698)
<b>Total Equity</b>		<b>870,110,650</b>	<b>1,445,132,918</b>
<b>Total Liabilities and Equity</b>		<b>6,605,227,938</b>	<b>7,908,453,538</b>

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

**CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS  
ORIGINALLY ISSUED IN TURKISH**

**TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES**

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND  
OTHER COMPREHENSIVE INCOME FOR THE YEARS ENDED  
30 SEPTEMBER 2024 AND 2023**

(Amounts expressed in TRY based on the 30 September 2024 purchasing power of Turkish Lira ("TRY") unless otherwise indicated.)

	Notes	Unaudited 1 January - 30 September 2024	Unaudited 1 January - 30 September 2023	Unaudited 1 July - 30 September 2024	Unaudited 1 July - 30 September 2023
Revenue	15	10,612,036,644	13,970,933,479	3,527,299,457	5,332,937,410
Cost of sales (-)	15	(9,330,435,632)	(12,685,236,754)	(3,067,688,804)	(4,796,688,369)
<b>Gross profit/(loss)</b>		<b>1,281,601,012</b>	<b>1,285,696,725</b>	<b>459,610,653</b>	<b>536,249,041</b>
General administrative expenses(-)	17	(296,361,950)	(389,765,017)	(106,811,898)	(167,710,172)
Marketing selling and distribution expenses(-)	17	(833,967,456)	(660,080,031)	(309,345,981)	(302,774,578)
Research and development expenses(-)	17	(23,643,940)	(22,558,372)	(7,523,607)	(10,106,190)
Other operating income	18	500,337,625	1,491,372,055	208,276,367	104,315,276
Other operating expenses(-)	18	(1,410,422,162)	(1,729,844,744)	(420,978,260)	(63,402,724)
<b>Operating profit/(loss)</b>		<b>(782,456,871)</b>	<b>(25,179,384)</b>	<b>(176,772,726)</b>	<b>96,570,653</b>
Income from investment activities	19	(19,963,023)	4,380,609	-	2,105,719
Expense from investment activities (-)	19	3,198,429		(19,963,023)	-
<b>Operating profit/(loss) before financial income/(expense)</b>		<b>(799,221,465)</b>	<b>(20,798,775)</b>	<b>(196,735,749)</b>	<b>98,676,372</b>
Financial income		239,952,524	378,920,722	141,277,555	100,553,760
Finance expenses (-)		(397,555,340)	(790,359,693)	(220,526,026)	(267,117,904)
Monetary gain/(loss)		303,619,874	404,000,431	138,262,937	288,751,035
<b>Profit/(loss) before taxation</b>		<b>(653,204,407)</b>	<b>(28,237,315)</b>	<b>(137,721,283)</b>	<b>220,863,263</b>
<b>Tax income/(expense)</b>		<b>78,182,139</b>	<b>(175,752,804)</b>	<b>(36,195,097)</b>	<b>(123,946,126)</b>
Taxation on expense	20	-	(33,977,412)	-	(5,866,447)
Deferred tax (income)/expense	20	78,182,139	(141,775,392)	(36,195,097)	(118,079,679)
<b>Net profit/(loss) for the period</b>		<b>(575,022,268)</b>	<b>(203,990,119)</b>	<b>(173,916,380)</b>	<b>96,917,137</b>
Earnings per share		(2,6531)	(0,9412)	(0,8024)	(0,4472)
<b>Other comprehensive income</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income</b>		<b>(575,022,268)</b>	<b>(203,990,119)</b>	<b>(173,916,380)</b>	<b>96,917,137</b>

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

**CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS  
ORIGINALLY ISSUED IN TURKISH**

**TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES**

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE YEARS ENDED 30 SEPTEMBER 2024 AND 2023**

(Amounts expressed in TRY based on the 30 September 2024 purchasing power of Turkish Lira (“TRY”) unless otherwise indicated.)

	Share capital	Capital adjustment differences	Repurchased shares (-)	Premiums/ discounts related to shares	Other retained earnings/(losses) that will not be reclassified to profit or loss	Restricted reserves	Retained earnings/ (losses)	Net profit/(loss) for the year	Total equity
<b>Balances at 1 January 2023</b>	<b>216,733,652</b>	<b>2,449,378,622</b>	<b>(19,373,769)</b>	<b>315,520,134</b>	<b>(42,893,559)</b>	<b>77,872,579</b>	<b>(1,021,095,758)</b>	<b>(242,583,199)</b>	<b>1,733,558,702</b>
Transfers	-	-	-	-	-	9,293,240	(251,876,439)	242,583,199	-
Dividends	-	-	-	-	-	-	(24,713,586)	-	(24,713,586)
Total comprehensive income	-	-	-	-	-	-	-	(203,990,121)	(203,990,121)
<b>Balances at 30 September 2023</b>	<b>216,733,652</b>	<b>2,449,378,622</b>	<b>(19,373,769)</b>	<b>315,520,134</b>	<b>(42,893,559)</b>	<b>87,165,819</b>	<b>(1,297,685,783)</b>	<b>(203,990,121)</b>	<b>1,504,854,995</b>
<b>Balances at 1 January 2024</b>	<b>216,733,652</b>	<b>2,449,378,621</b>	<b>(19,373,769)</b>	<b>315,520,134</b>	<b>(181,299,379)</b>	<b>96,325,058</b>	<b>(1,314,141,701)</b>	<b>(118,009,698)</b>	<b>1,445,132,918</b>
Transfers	-	-	-	-	-	-	(118,009,698)	118,009,698	-
Total comprehensive income	-	-	-	-	-	-	-	(575,022,268)	(575,022,268)
<b>Balances at 30 September 2024</b>	<b>216,733,652</b>	<b>2,449,378,621</b>	<b>(19,373,769)</b>	<b>315,520,134</b>	<b>(181,299,379)</b>	<b>96,325,058</b>	<b>(1,432,151,399)</b>	<b>(575,022,268)</b>	<b>870,110,650</b>

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

**CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS  
ORIGINALLY ISSUED IN TURKISH  
TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES  
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED 30 SEPTEMBER 2024 AND 2023**

(Amounts expressed in TRY based on the 30 September 2024 purchasing power of Turkish Lira ("TRY") unless otherwise indicated.)

Notes	Unaudited 1 January - 30 September 2024	Unaudited 1 January - 30 September 2023
<b>Cash flows from operating activities</b>		
<b>Net profit/(loss) for the period (+/-)</b>	<b>(575,022,268)</b>	<b>(203,990,121)</b>
<b>Adjustments to reconcile the profit/(loss) for the period</b>		
Adjustments for tax expense (+/-)	20 (78,182,139)	175,752,806
Adjustments for financial expense	56,320,478	127,731,283
Adjustments for interest income (-)	(72,947,985)	(41,079,321)
Adjustments for unrealized foreign exchange gains (+/-)	-	-
Adjustments for decrease/(increase) in inventories (+/-)	38,732,792	(200,917,421)
Adjustments for decrease/(increase) in trade receivables (+/-)	(475,111,355)	(2,292,912,193)
Adjustments for decrease/(increase) in other receivables related to operations (+/-)	(122,272,828)	(217,492,584)
Adjustments for decrease/(increase) in contract assets (+/-)	374,780,139	1,206,664,191
Adjustments for increase/(decrease) in trade payables (+/-)	887,484,402	2,329,333,583
Adjustments for decrease/(increase) in other payables related to operations (+/-)	-	-
Adjustments for increase/(decrease) in contract liabilities (+/-)	11,779,290	145,036,683
Adjustments for depreciation and amortisation expense	(90,747,257)	(215,168,150)
Adjustments for impairment (reversal) (+/-)	76,765,518	57,125,935
Adjustments for provisions (+/-)	(33,465,188)	(17,739,940)
Adjustments for provisions (+/-)	294,375,094	(92,362,359)
<b>Total adjustments related to net profit (loss) reconciliation for the period (+/-)</b>	<b>867,510,961</b>	<b>963,972,513</b>
<b>Cash flows from operating activities (+/-)</b>	<b>292,488,693</b>	<b>759,982,392</b>
Tax refunds (returns) (+/-)	20 (14,033,647)	(332,742,915)
Other cash outflows/(inflows) (+/-)	71,680,297	66,597,173
Monetary (loss)/gain adjustments	(531,964,982)	(254,191,475)
<b>Net cash flow from operating activities (+/-)</b>	<b>(181,829,639)</b>	<b>239,141,841</b>
<b>Cash flows from investing activities</b>		
Cash inflows from the sale of property, plant and equipment	8 (8,595,622)	-
Cash outflows from the purchase of property, plant and equipment (-)	-	-
Advances and debts given to other parties (-)	-	-
Interest received	72,947,985	41,079,321
Other cash inflows (outflows) (+/-)	(142,554,007)	202,062,520
<b>Net cash flow from investing activities (+/-)</b>	<b>(78,201,644)</b>	<b>243,141,841</b>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	11 526,996,471	314,170,191
Repayments of borrowings (-)	11 (470,329,674)	(104,569,496)
Cash outflows from derivative instruments (-)	(33,744,605)	(50,454,977)
Dividends paid (-)	13 -	(24,713,586)
Interest paid (-)	(64,818,509)	(107,126,190)
<b>Net cash flow from financing activities (+/-)</b>	<b>(41,896,317)</b>	<b>27,305,942</b>
<b>Net increase/(decrease) in cash and cash equivalents (+/-)</b>	<b>(301,927,600)</b>	<b>510,092,958</b>
<b>E. Inflation effect on cash and cash equivalents (+/-)</b>	<b>(146,682,173)</b>	<b>(170,715,655)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(448,609,773)</b>	<b>339,377,303</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>739,706,677</b>	<b>627,703,245</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>3 291,096,904</b>	<b>967,080,548</b>

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

**CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS  
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**TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

(Amounts expressed in TRY based on the 30 September 2024 purchasing power of Turkish Lira (“TRY”) unless otherwise indicated.)

**NOTE 1 - ORGANIZATION AND NATURE OF OPERATIONS**

Türk Prysmian Kablo ve Sistemleri A.Ş. (“Company”) and its subsidiaries (collectively referred to as the “Group”) were established and are operating in Turkey. The Group is engaged in the production, import, export and trade of all kinds of cables, conductors, machinery, apparatus, tools and equipment, and their spare parts and accessories. The Company was established in 1964 and continues its activities under the parent company of Draka Holding BV, which currently owns (83.75%) of its shares. The Group’s shares have been traded in Borsa İstanbul A.Ş. (“BIST”) since 1986. The share of the Group that is traded in BIST is 16.25% (31 December 2022 16.25%). The ultimate parent of the Group is Prysmian SpA, located in Italy.

The subsidiary of the Group is Türk Prysmian - Prysmian Powerlink DB. KAB. 19 İşi Adi Ortaklığı (Ordinary Partnership); is engaged in DB KAB19 referenced 400 kV Çanakkale Strait (Lapseki 3-Sütlüce 3) crossing and İzmit Körfez (Hersek-Dilovası) crossing Submarine Cable Connection works projects. It was established in 2021 in line with the opinion of the Revenue Administration. 99.99% of this subsidiary is owned by the Company and the remaining 0.01% of shares are owned by Prysmian Powerlink Srl.

The publicly traded Group operates in one line of business (cable manufacturing and sales) and in one geographic region. The Group's product range includes all energy cables up to 220 kV, communication cables with copper conductors up to 3,600 pairs and fiber optic cables. The Group's factory is located in Bursa Mudanya, and this factory also includes thermal, mechanical, chemistry and electrical scientific research and test laboratories with TSE qualification, with the high technological level in the cable sector.

The registered address of the Company in the commercial registry is Ömerbey Mahallesi, Bursa Asfaltı Caddesi, No:51, 16941, Mudanya, Bursa and registered on 20 December 2012 at Ömer Avni Mah. İnebolu Sok. Haktan İş Merkezi No:39 K:2 Setüstü Kabataş Beyoğlu Istanbul has its registered office in Istanbul. The average number of personnel employed by the Group in the period ending as of 30 September 2024 is 591 (31 December 2023: 598).

The details of the Group's subsidiaries are as follows:

<b>Subsidiary</b>	<b>Types of activities</b>	<b>Main fields of activity</b>
Türk Prysmian - Prysmian Powerlink DB. KAB. 19 Business Ordinary Partnership	Sales	Energy cables sales



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**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

(Amounts expressed in TRY based on the 30 September 2024 purchasing power of Turkish Lira (“TRY”) unless otherwise indicated.)

**NOTE 2 - BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**2.1 Basis of presentation**

The interim condensed consolidated financial statements have been prepared in accordance with the provisions of the Capital Markets Board (“CMB”), Serial II, No. 14.1 “Communiqué on the Principles of Financial Reporting in the Capital Markets” (“Communiqué”) published in the Official Gazette dated 13 June 2013 and numbered 28676. and Turkish Accounting Standards and their annexes and comments (“TFRS”), which were put into effect by the Public Oversight Accounting and Auditing Standards Authority (“KGK”), pursuant to Article 5 of the Communiqué. TFRS is updated with communiqués published to comply with amendments made in the International Financial Reporting Standards. It covers TFRS and appendices and interpretations thereof. The interim condensed consolidated financial statements have been presented in accordance with the formats determined in the “Announcement on TMS Taxonomy” published by POA on October 4, 2022, and the Financial Statement Examples and User Guide published by the CMB.

The condensed consolidated financial statements are prepared on the historical cost basis, except for derivative financial instruments measured at fair value. In determining the historical cost, the fair value of the amount paid for the assets is generally taken as the basis.

The Company prepared the condensed consolidated financial statements for the interim fiscal period ending on 30 September 2024 in accordance with the CMB's communiqués with Serial: II, No. 14.1 and announcements made to clarify this communiqué and based on the principle of going concern according to TAS 34 “Interim Period Financial Reporting” standard. Condensed consolidated financial statements for the interim period and notes thereof are presented in the formats recommended by the CMB and by including all mandatory information.

In accordance with TAS 34 standard, entities are free to prepare the interim period consolidated financial statements either as a whole set or summarized versions. In line with this the Group chose to prepare condensed consolidated financial statements for interim periods.

Condensed consolidated financial statements of the Group include all explanations and notes required to be included in the year-end consolidated financial statements. Therefore the statements for the interim period must be read together with the consolidated financial statements dated 31 December 2023.

*Functional and reporting currency*

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the entity operates (“the functional currency”). The financial statements are presented in TRY, which is the Company’s functional and presentation currency.

Condensed consolidated financial statements include the financial statements of the Company and its subsidiaries. Control is provided by the Company's fulfillment of the following conditions:

- Having power over the invested group;
- Being open to or entitled to variable returns to be obtained by the investee group;
- Ability to use power to have an impact on returns.

In the event that a situation or event arises that may cause any change in at least one of the criteria listed above, the Group re-evaluates whether it has control over its investment.

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**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

(Amounts expressed in TRY based on the 30 September 2024 purchasing power of Turkish Lira (“TRY”) unless otherwise indicated.)

**NOTE 2 - BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

**2.1 Basis of presentation (Continued)**

In cases where the company does not have majority voting rights on the investee company, it has control power over the investee company, provided that it has sufficient voting rights to direct/manage the activities of the relevant investment. The Group considers all relevant events and circumstances in assessing whether the majority of the votes in the relevant investment is sufficient to exercise control, including the following:

- Comparison of the voting rights of the Group with the voting rights of other shareholders;
- Potential voting rights held by the Group and other shareholders;
- Rights arising from other contractual agreements; and
- Other events and conditions that may indicate whether the Group has the current power to manage the relevant activities (including voting at previous general assembly meetings) in cases where a decision is required.

Consolidation of a subsidiary begins when the Group has control over the subsidiary and ends when it loses control. Income and expenses of subsidiaries acquired or disposed of during the year are included in the consolidated statement of profit or loss and other comprehensive income from the date of acquisition to the date of disposal.

Each item of profit or loss and other comprehensive income belongs to the parent shareholders and non-controlling interests. Even if the non-controlling interests result in a reverse balance, the total comprehensive income of the subsidiaries is transferred to the parent shareholders and non-controlling interests.

All intragroup assets and liabilities, equity, income and expenses, and cash flows from transactions between Group companies are eliminated on consolidation.

**2.2 Changes in accounting policies**

The accounting policies used in the preparation of the consolidated financial statements for the accounting period 1 January - 31 September 2024 have been applied in a consistent manner with the consolidated financial statements prepared as of 31 December 2023.

**2.3 Changes in accounting estimates and errors**

Changes in accounting estimates are applied prospectively in the current period if the change is made, if it relates to only one period, and in both the period in which the change is made and in future periods if it relates to future periods. There has been no significant change in the accounting estimates of the Group in the current year.

**2.4 Summary of significant accounting policies**

Condensed consolidated financial statements for the interim period ending on 30 September 2024 are prepared in accordance with the TAS 34 standard regarding preparation of interim period financial statements. Significant accounting policies applied when preparing interim period condensed consolidated financial statements are consistent with those applied for the annual consolidated financial statements for the fiscal period 1 January-31 December 2023. Interim period summarized consolidated financial statements for the interim period 1 January - 30 September 2024 should be evaluated together with the annual consolidated financial statements for the fiscal period 1 January-31 December 2023.

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**NOTE 2 - BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

**2.5 Significant accounting estimates, assumptions and judgments**

The Group continued to predicate the assumptions explained in the notes of the consolidated financial statement dated 31 December 2023 on the assumptions taken as basis for the fiscal period ending on 30 September 2024.

**2.6 Effects of seasonality on operations**

Operations of the companies within the scope of consolidation may increase or decrease by period. Accordingly the results of the period ending on 30 September 2024 may not serve as an indicator for the yearround.

**2.7 Significant changes in the current period**

Group prepared its consolidated financial statements as at and for the period ended 30 September 2024, by applying TAS 29 "Financial Reporting in Hyperinflationary Economies" in accordance with the announcement made by Public Oversight Accounting and Auditing Standards Authority ("POA") on 23 November 2023, and the "Implementation Guide on Financial Reporting in Hyperinflationary Economies". The standard requires that financial statements prepared in the currency of a hyperinflationary economy be stated in terms of the purchasing power of that currency at the balance sheet date and that comparative figures for prior period financial statements be expressed in terms of the measuring unit current at the end of the reporting period. Therefore, the Company has presented its consolidated financial statements as of 31 December 2023, and 30 September 2023, on the purchasing power basis as of 30 September 2024.

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.

The restatements in accordance with TAS 29 have been made using the adjustment factor derived from the Consumer Price Index ("CPI") in Turkey published by the Turkish Statistical Institute. As of 30 September 2024 the indexes and adjustment factors used in the restatement of the consolidated financial statements are as follows:

<b>Dates</b>	<b>Index</b>	<b>Adjustment Coefficient</b>	<b>Three-year Compound Inflation</b>
30 September 2024	2,526.16	1,00000	%343
31 December 2023	1,859.38	1,35860	%268
30 September 2023	1,691.04	1,49385	%254

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**NOTE 2 - BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

**2.7 Significant changes in the current period (Continued)**

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

- The consolidated financial statements for the current period presented in TL are expressed in terms of the purchasing power at the balance sheet date and the amounts for the previous reporting periods are restated in accordance with the purchasing power at the end of the reporting period.
- Monetary assets and liabilities are not restated as they are currently expressed in terms of the purchasing power at the balance sheet date. Where the inflation-adjusted amounts of non-monetary items exceed the recoverable amount or net realizable value, the provisions of TAS 36 and TAS 2 have been applied, respectively.
- Non-monetary assets, liabilities and equity items that are not expressed in the current purchasing power at the balance sheet date are restated by applying the relevant conversion factors.
- All items in the statement of comprehensive income, except for the effects of non-monetary items in the balance sheet on the statement of comprehensive income, have been restated by applying the multipliers calculated over the periods in which the income and expense accounts were initially recognized in the financial statements.
- The effect of inflation on the Group's net monetary asset position in the current period is recognized in the condensed consolidated financial statement of profit or loss and other comprehensive income in the net monetary position loss account. For the period 1 January - 30 September 2024, the effect of inflation on the Group's net monetary asset/liability position amounting to TL 303,619,873 has been recognized as net monetary position gains in the consolidated statement of profit or loss and other comprehensive income (1 January - 30 September 2023: net monetary position gains amounting to TL 404,000,431).

**2.8 Amendments in Turkish Financial Reporting Standards**

***a. Standards, amendments, and interpretations applicable as of 30 September 2024:***

- **Amendment to IAS 1 – Non-current liabilities with covenants;** effective from annual periods beginning on or after 1 January 2024. These amendments clarify how conditions with which an entity must comply within twelve months after the reporting period affect the classification of a liability. The amendments also aim to improve information an entity provides related to liabilities subject to these conditions.
- **Amendment to IFRS 16 – Leases on sale and leaseback;** effective from annual periods beginning on or after 1 January 2024. These amendments include requirements for sale and leaseback transactions in IFRS 16 to explain how an entity accounts for a sale and leaseback after the date of the transaction. Sale and leaseback transactions where some or all the lease payments are variable lease payments that do not depend on an index or rate are most likely to be impacted.

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**NOTE 2 - BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

**2.8 Amendments in Turkish Financial Reporting Standards (Continued)**

- **Amendments to IAS 7 and IFRS 7 on Supplier finance arrangements;** effective from annual periods beginning on or after 1 January 2024. These amendments require disclosures to enhance the transparency of supplier finance arrangements and their effects on a company’s liabilities, cash flows and exposure to liquidity risk. The disclosure requirements are the IASB’s response to investors’ concerns that some companies’ supplier finance arrangements are not sufficiently visible, hindering investors’ analysis.
- **IFRS S1, ‘General requirements for disclosure of sustainability-related financial information;** effective from annual periods beginning on or after 1 January 2024. This standard includes the core framework for the disclosure of material information about sustainability-related risks and opportunities across an entity’s value chain.
- **IFRS S2, ‘Climate-related disclosures’;** effective from annual periods beginning on or after 1 January 2024. This is the first thematic standard issued that sets out requirements for entities to disclose information about climate-related risks and opportunities.

The above standards and interpretations do not have a significant impact on the Group’s consolidated financial statements.

*b. Standards, amendments, and interpretations that are issued but not effective as of 30 September 2024:*

- **Amendments to IAS 21 - Lack of Exchangeability;** effective from annual periods beginning on or after 1 January 2025. An entity is impacted by the amendments when it has a transaction or an operation in a foreign currency that is not exchangeable into another currency at a measurement date for a specified purpose. A currency is exchangeable when there is an ability to obtain the other currency (with a normal administrative delay), and the transaction would take place through a market or exchange mechanism that creates enforceable rights and obligations.
- **Amendment to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments;** effective from annual reporting periods beginning on or after 1 January 2026 (early adoption is available). These amendments:
  - clarify the requirements for the timing of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system;
  - clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion;
  - add new disclosures for certain instruments with contractual terms that can change cash flows (such as some instruments with features linked to the achievement of environment, social and governance (ESG) targets); and
  - make updates to the disclosures for equity instruments designated at Fair Value through Other Comprehensive Income (FVOCI).

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**NOTE 2 - BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)**

**2.8 Amendments in Turkish Financial Reporting Standards (Continued)**

- **IFRS 18 Presentation and Disclosure in Financial Statements;** effective from annual periods beginning on or after 1 January 2027. This is the new standard on presentation and disclosure in financial statements, with a focus on updates to the statement of profit or loss. The key new concepts introduced in IFRS 18 relate to:
  - the structure of the statement of profit or loss;
  - required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity’s financial statements (that is, management-defined performance measures); and
  - enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general.
- **IFRS 19 Subsidiaries without Public Accountability: Disclosures;** effective from annual periods beginning on or after 1 January 2027. Earlier application is permitted. This new standard works alongside other IFRS Accounting Standards. An eligible subsidiary applies the requirements in other IFRS Accounting Standards except for the disclosure requirements and instead applies the reduced disclosure requirements in IFRS 19. IFRS 19’s reduced disclosure requirements balance the information needs of the users of eligible subsidiaries’ financial statements with cost savings for preparers. IFRS 19 is a voluntary standard for eligible subsidiaries. A subsidiary is eligible if:
  - it does not have public accountability; and
  - it has an ultimate or intermediate parent that produces consolidated financial statements available for public use that comply with IFRS Accounting Standards.

The above amendments and new standards will be applied by the Group management as of their effective dates. The effects of these amendments and new standards are expected be not material for the Group’s consolidated financial statements.

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**NOTE 3 - CASH AND CASH EQUIVALENTS**

	<b>30 September 2024</b>	<b>31 December 2023</b>
Cash	6,055	9,187
Bank	205,445,293	559,840,870
- <i>Time deposit</i>	195,951,170	549,076,390
- <i>Demand deposit</i>	9,494,123	10,764,480
Cheques and notes	20,599,007	112,833,494
Credit card receivables	65,046,549	67,023,126
	<b>291,096,904</b>	<b>739,706,677</b>

The Group's time deposits are in TRY, Euro and USD with average maturities less than one week and annual weighted average effective interest rates are 48.33%, 1.93% and 1.93%, respectively (31 December 2023: Time deposits are in TRY, Euro and USD and overnight weighted average effective interest rates are 41.10%, 2% and 2% respectively). Checks and credit card receivables have a maturity of less than 2 months.

Credit risks of banks with group deposits are evaluated by taking into account independent data and no credit risk is expected.

The market values of cash and cash equivalents approximate their carrying values including the accrued interest income at the balance sheet date. As of 30 September 2024 and 31 December 2023, the Group has blocked deposits for POS receivables amounting to TRY 21,929,117 (31 December 2023: TRY 83,051,090).

Details with respect to the foreign currency cash and cash equivalents are explained in Note 23.

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**NOTE 4 - TRADE RECEIVABLES AND PAYABLES**

<b>Short-term trade receivables</b>	<b>30 September 2024</b>	<b>31 December 2023</b>
Trade receivables and income accruals	1,732,295,039	1,901,066,727
Checks and promissory notes received	487,238,559	305,728,585
Trade receivables from related parties	427,204,119	466,602,429
Less: Provision for impairment	(175,980,128)	(201,265,886)
	<b>2,470,757,589</b>	<b>2,472,131,855</b>

The average maturity period of the Group's trade receivables is 2 months (31 December 2023: 3 months). The carrying value of trade receivables approximates their fair value. Details of trade receivable balances in foreign currency are shown in Note 23.

The movement table of the provision for impairment in trade receivables is as follows:

	<b>1 January- 30 September 2024</b>	<b>1 January- 30 September 2023</b>
<b>1 January</b>	<b>(201,265,886)</b>	<b>(241,534,189)</b>
Provisions made during the period	25,285,758	80,361,098
<b>30 September</b>	<b>(175,980,128)</b>	<b>(161,173,091)</b>

The allowance for doubtful receivables for trade receivables has been determined by estimating expected credit losses based on past experience of uncollectibility.

<b>Short-term trade payables</b>	<b>30 September 2024</b>	<b>31 December 2023</b>
Trade payables	1,716,978,920	2,149,543,299
Trade payables to related parties	2,615,510,985	2,528,561,936
Expense accruals (*)	-	2,290,973
	<b>4,332,489,905</b>	<b>4,680,396,208</b>

(\*) Expense accruals consist of amounts that have been finalized and have not yet been invoiced.

Average payment term of the Group's trade payables is 3 months (31 December 2023: 3 months). The carrying value of trade receivables approximates their amortized costs.



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**NOTE 5 - OTHER RECEIVABLES AND PAYABLES**

<b>Other short-term receivables</b>	<b>30 September 2024</b>	<b>31 December 2023</b>
Other receivables from third parties	7,287,951	2,141,713
	<b>7,287,951</b>	<b>2,141,713</b>
<b>Other short-term payables</b>	<b>30 September 2024</b>	<b>31 December 2023</b>
Other payables to related parties	-	237,755,596
	<b>-</b>	<b>237,755,596</b>

**NOTE 6 - INVENTORIES**

	<b>30 September 2024</b>	<b>31 December 2023</b>
Raw materials	457,251,936	459,977,967
Semi products	376,845,040	256,691,111
Finished product	673,372,954	798,353,453
Trade goods	173,208,143	164,923,309
Less: Provision for inventory impairment	(49,016,784)	(29,284,371)
	<b>1,631,661,289</b>	<b>1,650,661,469</b>

In the accounting period of 30 September 2024 and 2023, the cost of first materials and materials associated with the cost of sales is TRY 7,148,432,773 (30 September 2023: TRY8,624,312,507) (Note 17).

The movement of the inventory depreciation for the interim accounting periods ending on 30 September 2024 and 2023 is as follows:

	<b>2024</b>	<b>2023</b>
<b>1 January</b>	<b>(29,284,371)</b>	<b>(63,186,735)</b>
Increase during the period	(40,204,002)	-
Provision no longer required	20,471,589	29,846,487
<b>30 September</b>	<b>(49,016,784)</b>	<b>(33,340,248)</b>

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**NOTE 7 - PREPAID EXPENSES AND DEFERRED TAX**

<b>a) Short-term prepaid expenses</b>	<b>30 September 2024</b>	<b>31 December 2023</b>
Order advances for projects (*)	153,835,416	231,317,482
Expenses for incoming months	20,035,149	7,963,629
	<b>173,870,565</b>	<b>239,281,111</b>

(\*) Order advances given for projects consist of cash advances given for projects that have just started.

<b>b) Long-term prepaid expenses</b>	<b>30 September 2024</b>	<b>31 December 2023</b>
Expenses for incoming years	-	1,358,603
	-	<b>1,358,603</b>

<b>c) Short-term contractual obligations and deferred income</b>	<b>30 September 2024</b>	<b>31 December 2023</b>
Order advances received (except for contractual obligations)	374,967,895	288,799,175
Contractual obligations (*)	-	159,240,248
	<b>374,967,895</b>	<b>448,039,423</b>

(\*) Order advances received consist of cash advances received from customers regarding the Group's projects. A significant portion of the order advances received consists of the cash advances received for the Submarine project made with TEIAS in 2021.

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**NOTE 8 - PROPERTY, PLANT AND EQUIPMENT**

	1 January 2024	Additions	Disposals	30 September 2024
<b>Cost</b>				
Land	96,887,761	-	-	96,887,761
Buildings	1,180,921,835	-	-	1,180,921,835
Machinery and equipment	4,957,066,729	8,595,622	-	4,965,662,351
Vehicles, floors and fixtures	489,562,387	-	-	489,562,387
Specific costs	1,766,157	-	-	1,766,157
Construction in progress	1,450,334	-	-	1,450,334
	<b>6,727,655,203</b>	<b>8,595,622</b>	-	<b>6,736,250,825</b>
<b>Less: Accumulated depreciation</b>				
Buildings (-)	(931,485,901)	(17,734,766)	-	(949,220,667)
Machinery and equipment (-)	(4,709,045,585)	(32,214,327)	-	(4,741,259,912)
Vehicles, floors and fixtures (-)	(464,812,563)	(7,356,245)	-	(472,168,808)
Specific costs (-)	(1,766,157)	-	-	(1,766,157)
	<b>(6,107,110,206)</b>	<b>(57,305,338)</b>	-	<b>(6,164,415,544)</b>
<b>Net book value</b>	<b>620,544,997</b>	-	-	<b>571,835,281</b>

As of 30 September 2024, the Group has depreciation and amortization expenses amounting to TRY 76,765,518, TRY 57,305,337 for tangible assets, TRY 17,576,686 for right-of-use assets and TRY 1,883,495 for intangible assets. TRY 37,923,777 of the aforementioned current period depreciation and amortization expenses is reflected to the cost of sales, TRY 38,580,812 to general administrative expenses, TRY 251,159 to marketing expenses and TRY 9,770 to research and development expenses.

As of 30 September 2024, there is no pledge or mortgage on tangible assets (31 December 2023: None).

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**NOTE 8 - PROPERTY, PLANT AND EQUIPMENT (Continued)**

	1 January 2023	Additions	Disposals	30 September 2023
<b>Cost</b>				
Land	96,887,761	-	-	96,887,761
Buildings	1,180,921,835	-	-	1,180,921,835
Machinery and equipment	4,920,314,941	-	-	4,920,314,941
Vehicles, floors and fixtures	489,709,720	-	-	489,709,720
Specific costs	1,766,157	-	-	1,766,157
Construction in progress	1,450,334	-	-	1,450,334
	<b>6,691,050,748</b>	-	-	<b>6,691,050,748</b>
<b>Less: Accumulated depreciation</b>				
Buildings (-)	(904,279,320)	(8,870,607)	-	(913,149,927)
Machinery and equipment (-)	(4,673,653,303)	(15,681,446)	-	(4,689,334,749)
Vehicles, floors and fixtures (-)	(462,104,227)	(4,150,691)	-	(466,254,918)
Specific costs (-)	(1,766,157)	-	-	(1,766,157)
	<b>(6,041,803,007)</b>	<b>(28,702,744)</b>	-	<b>(6,070,505,751)</b>
<b>Net book value</b>	<b>649,247,741</b>			<b>620,544,997</b>

As of 30 September 2023, the Group has depreciation and amortization expenses amounting to TRY 57,125,935, TRY 28,702,745 for tangible assets, TRY 26,969,595 for right-of-use assets and TRY1,453,595 TL for intangible assets. TRY31,920,312 of the aforementioned current period depreciation and amortization expenses is reflected to the cost of sales, TRY 24,876,900 to general administrative expenses, TRY 316,415 to marketing expenses and TRY 12,308 to research and development expenses.

As of 30 September 2024, there is no pledge or mortgage on tangible assets (31 December 2023: None).

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**NOTE 9 - INTANGIBLE ASSETS**

	<b>1 January 2024</b>	<b>Additions</b>	<b>30 September 2024</b>
<b>Cost</b>			
Software	36,357,389	-	36,357,389
	<b>36,357,389</b>	-	<b>36,357,389</b>
<b>Accumulated amortisation</b>			
Software (-)	(32,280,723)	(1,883,495)	(34,164,218)
	<b>(32,280,723)</b>	<b>(1,883,495)</b>	<b>(34,164,218)</b>
<b>Net book value</b>	<b>4,076,666</b>	-	<b>2,193,171</b>
	<b>1 January 2023</b>	<b>Additions</b>	<b>30 September 2023</b>
<b>Cost</b>			
Software	36,357,389	-	36,357,389
	<b>36,357,389</b>		<b>36,357,389</b>
<b>Accumulated amortisation</b>			
Software (-)	(30,436,298)	(1,453,595)	(31,889,893)
	<b>(30,436,298)</b>	<b>(1,453,595)</b>	<b>(31,889,893)</b>
<b>Net book value</b>	<b>5,921,091</b>		<b>4,467,496</b>

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**NOTE 10 - OTHER ASSETS AND LIABILITIES**

<b>Other current assets</b>	<b>30 September 2024</b>	<b>31 December 2023</b>
Transferred VAT (*)	561,706,472	454,198,005
Receivables from tax office (**)	179,674,724	32,259,662
Other	<b>741,381,196</b>	<b>486,457,667</b>

(\*) It consists of the short-term part of the value added taxes that cannot be deducted due to the change in the communiqué regarding export registered sales, and the return process has started.

(\*\*) It consists of SCT and other VAT receivables from the tax office.

<b>Other non-current assets</b>	<b>30 September 2024</b>	<b>31 December 2023</b>
Deferred VAT (*)	100,645,995	474,569,011
	<b>100,645,995</b>	<b>474,569,011</b>

<b>Other short-term current liabilities</b>	<b>30 September 2024</b>	<b>31 December 2023</b>
Taxes and funds payable	79,630,021	75,060,123
Other	267,836	363,882
	<b>79,897,857</b>	<b>75,424,005</b>

(\*) It consists of value added taxes that cannot be deducted due to the change in the communiqué regarding export registered sales. The refund process is ongoing and the return process is expected by the group management to take more than one year.

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**NOTE 11 - BORROWINGS**

<b>Short-term loans</b>	<b>30 September 2024</b>	<b>31 December 2023</b>
Short-term bank loans	-	235,105,031
Obligations under leases	39,429,805	9,931,468
	<b>39,429,805</b>	<b>245,036,499</b>

Carrying amount of the short-term bank loans and lease liabilities are considered to approximate to their fair values as of 30 September 2024 and 31 December 2023.

<b>Long-term borrowings</b>	<b>30 September 2024</b>	<b>31 December 2023</b>
Obligations under leases	25,497,481	14,096,346
	<b>25,497,481</b>	<b>14,096,346</b>

Details with respect to the foreign currency borrowings are explained in Note 23.

The details of the bank loans for the period 30 September 2024 and 2023 are as follows:

	<b>2024</b>	<b>2023</b>
<b>1 January</b>		
New financial debts received	526,996,471	314,170,191
Principal payments	(470,329,674)	(104,569,498)
Exchange rate differences	(221,217,819)	293,827,869
Change in interest accruals	(8,498,031)	21,012,266
Monetary gain/loss	(62,055,978)	(51,726,062)
<b>30 September</b>	<b>-</b>	<b>629,010,326</b>

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**NOTE 12 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES**

The Group's collateral/pledge/mortgage/guarantee ("CPM") position is as follows:

	<b>30 September 2024</b>	<b>31 December 2023</b>
A. Total amount of CPM given for the Group's own legal personality	1,309,826,966	1,331,634,787
B. Total amount of CPM given on behalf of fully consolidated companies	989,675,381	865,965,425
C. Total amount of CPM given for continuity of its economic activities on behalf of third parties	-	-
C. Total amount of CPM given for continuity of	-	-
D. Total amount of other CPM	-	-
i) Total amount of CPM given behalf of the majority shareholder	-	-
ii) Total amount of CPM given to on behalf of other third parties which are not in scope of B and C	-	-
iii) Total amount of CPM given on behalf of third parties which are not in scope of C.	-	-
	0%	0%
The ratio of total amount of other CPM to Equity (%)		

The Group has not given any other guarantee, pledge and mortgage (31 December 2023: None)

All letters of guarantee listed in paragraph A consist of performance letters extended by the Group to customs, various bidding authorities and customers due to sales contracts.

**NOTE 13 - SHARE CAPITAL, RESERVES AND OTHER EQUITY COMPONENTS**

**Share capital:**

Compositions of the Group's paid-in share capital at 30 September 2024 and 31 December 2023 are as follows:

	<b>30 September 2024</b>		<b>31 December 2023</b>	
	<b>Share ratio (%)</b>	<b>Amount</b>	<b>Share ratio (%)</b>	<b>Amount</b>
Draka Holding B.V	83.75	181,506,654	83.75	181,506,654
Public	16.25	35,226,998	16.25	35,226,998
<b>Paid in share capital</b>		<b>216,733,652</b>		<b>216,733,652</b>



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**NOTE 13 - SHARE CAPITAL, RESERVES AND OTHER EQUITY COMPONENTS  
(Continued)**

As of 31 September 204, the Group's capital consists of 216,733,652 shares (31 December 2023: 216,733,652 shares). The nominal value of the shares is TRY 1 per share (31 December 2023: TRY 1 per share). All issued shares were paid in cash.

**Restricted reserves:**

	<b>30 September 2024</b>	<b>31 December 2023</b>
Legal reserves	96,325,058	96,325,058
	<b>96,325,058</b>	<b>96,325,058</b>

According to the Turkish Commercial Code, the general legal reserve is appropriated at the rate of 5% per annum, until the total reserve reaches 20% of the Group's paid-in share capital. After paying five percent dividend to the shareholders, 10% of the total amount to be distributed to the shareholders reserved as other legal reserves.

According to the Turkish Commercial Code, if the general legal reserve does not exceed half of the issued capital or the capital, it can be used only to cover the losses, to continue the business when the works are not going well or to prevent unemployment and to mitigate the results.

***Distribution of dividend***

Publicly traded companies make their dividend distributions in accordance with the CMB's Dividend Communiqué No. II-19 19.1, which came into force as of 1 February 2014.

Partnerships distribute their profits within the framework of the profit distribution policies to be determined by their general assembly and in accordance with the provisions of the relevant legislation. Within the scope of the said communiqué, a minimum distribution rate has not been determined. Companies pay dividends as determined in their articles of association or dividend policy.

On 27 February 2023, the management decided to pay dividends from the profit of 2022 to the shareholders. In 2023, the amount of TRY 16,543,553 (2022: TRY 11,494,813) dividends distributed per share is TRY 0,0763 in gross (2022: TRY 0,0530) is and TRY 0,0687 (2022: TRY 0,0477) in net.

***Repurchased shares:***

Consists of the Group's repurchased shares within the scope of liquidity provider transactions carried out within the framework of CMB legislation. The Company's repurchased shares are realized at the market prices in Borsa Istanbul on the date of the transaction; Repurchased shares are accounted for in “Repurchased Shares” accounts, including the parts exceeding their nominal value.

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**NOTE 14 - CONTRACTUAL ASSETS AND LIABILITIES**

	<b>30 September 2024</b>	<b>31 December 2023</b>
Costs on work-in-progress	4,643,694,628	4,948,706,778
Recognized profits less/losses (net)	1,248,919,772	1,118,498,314
Minus: Realized progress payments (-)	(5,837,390,472)	(5,546,757,093)
	<b>55,223,928</b>	<b>520,447,999</b>

The Group records referred income and expenses from said construction works in financial statements following the percentage completion method. The Group has signed the related contracts, which constitute the majority of the construction works, for Çanakkale Strait Lapseki 3 Sütluce 3 Lot 1 and İzmit Gulf Hersek-Dilovası\_Lot 2 projects on 30 June 2021. The income and expenses calculated according to the completion percentage related to the mentioned construction works are reflected in the interim condensed financial statements with 100% and 95% completion percentages, respectively, as of the current period.

**NOTE 15 - REVENUE AND COST OF SALES**

	<b>1 January - 30 September 2024</b>	<b>1 January- 30 September 2023</b>	<b>1 July- 30 September 2024</b>	<b>1 July - 30 September 2023</b>
Domestic sales	12,974,408,439	21,169,050,809	3,692,543,853	8,924,802,478
Export sales	3,047,410,078	2,600,100,170	1,142,716,592	996,625,333
Sales returns (-)	(34,347,224)	(39,604,188)	(19,961,067)	(8,026,808)
Sales discounts (-)	(5,375,434,649)	(9,758,613,312)	(1,287,999,921)	(4,580,463,593)
<b>Net sales</b>	<b>10,612,036,644</b>	<b>13,970,933,479</b>	<b>3,527,299,457</b>	<b>5,332,937,410</b>
<b>Cost of sales (-)</b>	<b>(9,330,435,632)</b>	<b>(12,685,236,754)</b>	<b>(3,067,688,804)</b>	<b>(4,796,688,369)</b>
<b>Gross profit from operations</b>	<b>1,281,601,012</b>	<b>1,285,696,725</b>	<b>459,610,653</b>	<b>536,249,041</b>

Cost of sales details for the period 1 January - 30 September 2024 and 2023 is as follows:

	<b>1 January - 30 September 2024</b>	<b>1 January- 30 September 2023</b>	<b>1 July- 30 September 2024</b>	<b>1 July - 30 September 2023</b>
Raw material expenses	(7,148,432,773)	(8,624,312,507)	(2,483,239,858)	(2,910,036,275)
Cost of merchandise sold	(586,697,306)	(2,686,804,825)	(126,770,963)	(361,348,085)
General production expense	(306,973,450)	(258,457,487)	(14,242,647)	(107,767,077)
Cost of service sold	(813,941,941)	(534,594,658)	(178,977,873)	(1,206,029,261)
Personnel expenses	(436,466,385)	(549,146,965)	(250,274,650)	(204,452,621)
Depreciation and amortization expenses	(37,923,777)	(31,920,312)	(14,182,813)	(7,055,050)
	<b>(9,330,435,632)</b>	<b>(12,685,236,754)</b>	<b>(3,067,688,804)</b>	<b>(4,796,688,369)</b>

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**NOTE 16 - RESEARCH AND DEVELOPMENT EXPENSES**

	1 January - 30 September 2024	1 January- 30 September 2023	1 July-- 30 September 2024	1 July - 30 September 2023
<b>Research and development expenses:</b>				
Personnel expenses	(15,976,211)	(16,053,639)	(4,731,258)	(8,047,637)
Test, measurement and document expenses	(4,655,863)	(3,503,819)	(1,818,131)	(794,169)
Amortization and depreciation costs	(9,770)	(12,308)	(1,364)	(21,739)
Other	(3,002,096)	(2,988,606)	(972,854)	(1,242,645)
	<b>(23,643,940)</b>	<b>(22,558,372)</b>	<b>(7,523,607)</b>	<b>(10,106,190)</b>

**NOTE 17 - MARKETING, SELLING AND DISTRIBUTION EXPENSES**

	1 January - 30 September 2024	1 January- 30 September 2023	1 July-- 30 September 2024	1 July - 30 September 2023
<b>Marketing, selling and distribution expenses</b>				
Logistics expenses, sales, distribution and letter of guarantee commissions	(724,584,881)	(562,616,232)	(271,152,813)	(267,600,874)
Personnel expenses	(88,042,029)	(77,872,010)	(30,533,161)	(31,043,259)
Outsourced service expenses	(697,092)	(622,913)	(221,527)	(291,594)
Amortization and depreciation costs	(251,159)	(316,415)	(35,067)	(73,976)
Other	(20,392,294)	(18,652,463)	(7,403,413)	(3,764,875)
	<b>(833,967,456)</b>	<b>(660,080,031)</b>	<b>(309,345,981)</b>	<b>(302,774,578)</b>

	1 January - 30 September 2024	1 January- 30 September 2023	1 July-- 30 September 2024	1 July - 30 September 2023
<b>General administrative expenses:</b>				
License and service expenses	(122,120,077)	(245,846,060)	(41,486,562)	(135,424,561)
Personnel expenses	(95,961,254)	(76,971,678)	(39,013,942)	(18,132,313)
Amortization and depreciation costs	(38,580,812)	(24,876,900)	(17,349,488)	(7,385,730)
Consultancy expenses	(5,898,485)	(6,191,127)	(3,311,272)	(662,508)
Membership and grants	(2,498,019)	(3,381,979)	(993,406)	(1,157,556)
Insurance expense	(1,709,346)	(2,316,447)	(606,811)	(954,297)
Outsourced service expenses	(2,648,151)	(1,302,342)	(1,262,164)	(551,851)
Other	(26,945,806)	(28,878,484)	(2,788,253)	(3,441,356)
	<b>(296,361,950)</b>	<b>(389,765,017)</b>	<b>(106,811,898)</b>	<b>(167,710,172)</b>

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**NOTE 18 - OTHER INCOME/(EXPENSES) FROM OPERATING ACTIVITIES**

Statements regarding other operating income for the period 1 January - 30 September 2024 and 2023 is as follows:

	<b>1 January - 30 September 2024</b>	<b>1 January- 30 September 2023</b>	<b>1 July-- 30 September 2024</b>	<b>1 July - 30 September 2023</b>
Income realized from marketable derivative financial instruments	263,157,769	869,330,025	102,738,307	23,292,117
Charge out income	31,434,243	15,325,595	3,494,695	1,742,329
Delay interest income of trade receivables	-	582,074,322	-	78,283,764
Other	205,745,613	24,642,113	102,043,365	997,066
	<b>500,337,625</b>	<b>1,491,372,055</b>	<b>208,276,367</b>	<b>104,315,276</b>

Statements regarding other operating expense for the period 1 January - 30 September 2024 and 2023 is as follows:

	<b>1 January - 30 September 2024</b>	<b>1 January- 30 September 2023</b>	<b>1 July-- 30 September 2024</b>	<b>1 July - 30 September 2023</b>
Expenses realized from marketable derivative financial instruments	(1,045,037,557)	(887,759,952)	(292,630,307)	(32,420,754)
Expenses realized from marketable derivative financial instruments	(183,876,395)	(797,282,803)	(109,668,711)	(28,462,475)
Other	(181,508,210)	(44,801,989)	(18,679,242)	(2,519,495)
	<b>(1,410,422,162)</b>	<b>(1,729,844,744)</b>	<b>(420,978,260)</b>	<b>(63,402,724)</b>

**NOTE 19 - INVESTMENT ACTIVITIES INCOME AND EXPENSES**

Details of income/(expense) from investment activities are as follows:

	<b>1 January - 30 September 2024</b>	<b>1 January- 30 September 2023</b>	<b>1 July-- 30 September 2024</b>	<b>1 July - 30 September 2023</b>
Gain on sales of tangible and intangible assets	3,198,429	4,380,609	-	2,105,719
Loss on sales of tangible and intangible assets (-)	(19,963,023)	-	(19,963,023)	-
<b>Income/(expense) from investing activities</b>	<b>(16,764,594)</b>	<b>4,380,609</b>	<b>(19,963,023)</b>	<b>2,105,719</b>

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**NOTE 20 - INCOME TAXES**

The income tax payable as of 30 September 2024 and 31 December 2023 is summarized below:

	<b>30 September 2024</b>	<b>31 December 2023</b>
Current period tax provision	-	29,213,058
Corporate tax provision		(355,959,074)
Loss: Prepaid taxes		(58,426,113)
<b>Current income tax liability/(assets)</b>	<b>322,827,008</b>	<b>(385,172,129)</b>

In Turkey, the corporation tax rate is 25 % for 2024 (2023: 20%).

For the period ended 30 September 2024 and 2023, tax expense in the profit or loss comprised the following:

	<b>1 January - 30 September 2024</b>	<b>1 January - 30 September 2023</b>	<b>1 July- 30 September 2024</b>	<b>1 July- 30 September 2023</b>
Corporate tax expense current period	-	(33,977,412)	-	(5,866,447)
Deferred tax assets/(liabilities)	78,182,139	(141,775,392)	(36,195,097)	(118,079,679)
<b>Total tax income/(expense)</b>	<b>78,182,139</b>	<b>(175,752,804)</b>	<b>(36,195,097)</b>	<b>(123,946,126)</b>

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**NOTE 20 - INCOME TAXES (Continued)**

The breakdown of cumulative temporary differences and the resulting deferred income tax assets/(liabilities) provided as follows:

Deferred tax assets/(liabilities)	Cumulative temporary differences		Deferred income tax assets/(liabilities)	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
Construction projects spread over years	632,045,864	750,011,379	(158,011,466)	(187,502,845)
Trade receivables	(31,980,541)	(24,000,557)	7,995,135	6,000,139
Stock adjustment	26,313,429	117,088,766	(6,578,357)	(29,272,191)
Provisions for litigation	(2,862,254)	(3,167,249)	715,564	791,812
Provision for severance pay	(165,818,866)	(188,629,057)	41,454,716	47,157,264
Provision for accumulated leave	(50,895,212)	(33,462,405)	12,723,803	8,365,601
Tangible and intangible non-current assets	(467,800,517)	(346,533,856)	116,950,129	86,633,464
Derivative instruments	(54,112,428)	15,971,368	13,528,107	(3,992,842)
Trade payables	7,029,847	(75,945,682)	(1,757,462)	18,986,420
Provisions	(231,150,161)	(245,075,750)	57,787,540	61,268,938
Financial loss	(284,636,918)	(384,541,729)	71,159,230	96,135,432
Other	-	4,430,591	-	1,107,649
<b>Deferred tax assets/(liabilities), net</b>	<b>(623,867,757)</b>	<b>(413,854,181)</b>	<b>155,966,939</b>	<b>105,678,841</b>

Movements of deferred tax assets and liabilities at 1 January – 30 September 2024 and 2023 as follows:

	2024	2023
<b>1 January</b>		
Associated with the profit or loss	78,182,139	(141,775,392)
Monetary gain, loss	(27,894,041)	(35,190,846)
<b>30 September</b>	<b>155,966,939</b>	<b>(71,042,211)</b>

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**NOTE 21 - EARNINGS PER SHARE**

Earnings per share is calculated by dividing the net profit for the period attributed to the parent company shares by the weighted average number of shares of the Company during the period.

	<b>1 January - 30 September 2024</b>	<b>1 January - 30 September 2023</b>	<b>1 July- 30 September 2024</b>	<b>1 July- 30 September 2023</b>
Net profit per share of the parent	(575,022,268)	(203,990,119)	(173,916,379)	96,917,137
Weighted average number of ordinary shares issued	216,733,652	216,733,652	216,733,652	216,733,652
<b>Earnings per share</b>	<b>(2,6531)</b>	<b>(0,9412)</b>	<b>(0,8024)</b>	<b>(0,4472)</b>

**NOTE 22 - RELATED PARTY DISCLOSURES**

Short-term and long-term trade receivables from related parties are as follows:

	<b>30 September 2024</b>	<b>31 December 2023</b>
Prysmian Kabel und Systeme GmbH	113,939,491	89,136,008
LLC Rybinskelektrokabel	62,442,798	63,242,067
Prysmian Finland Oy	54,048,793	9,267,484
Prysmian Cable Industrial Berlin	49,601,714	-
Prysmian Group Norge AS	47,929,919	258,611
Prysmian MKM Magyar Kabel Muve	34,472,642	11,165,885
Prysmian Cabluri Si Sisteme S.	24,376,412	10,351,623
Conducen SRL	9,076,605	22,582,234
Draka Comteq UK Limited	5,284,467	2,159,248
Prysmian S.P.A.	2,301,054	3,970,525
Oman Cables Industry (SAOG)	1,606,435	3,306,603
Prysmian Power Link Srl	1,455,599	128,963,890
Prysmian Group Baltics AS	1,177,521	20,918,449
Prysmian - OEKW GmbH	467,611	7,796,643
Singapore Cables Manufacturers Pte	459,197	39,113,964
Prysmian Cavi e Sistemi Italia S.r.l.	52,453	34,947,311
Prysmian Spain, S.A	4,192	454,261
General Cable Celcat, Energia	-	10,320,450
Prysmian Australia Pty Ltd	-	2,705,320
Other	18,507,216	5,941,853
	<b>427,204,119</b>	<b>466,602,429</b>

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**NOTE 22 - RELATED PARTY DISCLOSURES (Continued)**

**Trade payables to related parties:**

	30 September 2024		31 December 2023	
	Trade receivables	Other receivables	Trade receivables	Other receivables
Prysmian S.P.A.	2,377,653,811	-	1,759,340,315	-
Prysmian Power Link Srl	151,149,105	-	513,403,280	-
Prysmian Cavi e Sistemi Italia S.r.l.	29,926,235	-	40,589,519	-
Prysmian Kabel und Systeme GmbH	13,089,643	-	-	-
Prysmian Cavi e Sistemi S.r.l	9,820,809	-	6,186,957	-
Prysmian MKM Magyar Kabel Muve	8,076,026	-	3,067,098	-
Prysmian Cables et Systèmes Fr	1,243,534	-	1,228,521	-
Prysmian Netherlands B.V.	775,730	-	20,049,385	-
Draka Comteq UK Limited	57,453	-	969,945	-
Türk Prysmian-Prysmian Powerlink	24,609	-	110,073,355	-
Prysmian Wuxi Cable Company Lt	-	-	49,412,115	-
Draka Holding BV (*)	-	-	-	237,755,596
Other	23,694,030	-	24,241,446	-
	<b>2,615,510,985</b>	<b>-</b>	<b>2,528,561,936</b>	<b>237,755,596</b>



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**NOTE 22 - RELATED PARTY DISCLOSURES (Continued)**

Sales transactions with related parties are as follows:

	<b>1 January- 30 September 2024</b>	<b>1 January- 30 September 2023</b>	<b>1 January- 30 September 2024</b>	<b>1 July - 30 September 2023</b>
Prysmian Kabel und Systeme GmbH	392.165.222	276.479.253	155.996.438	126.156.858
Prysmian Power Link Srl	295.420.161	9.606.165	134.291.296	7.569.344
Prysmian Cavi e Sist. It. srl	243.135.195	158.776.135	653.677	109.921.054
PRYSMIAN SPAIN, S.A.	216.442.558	119.031.553	32.504.927	50.955.558
Prysmian Group Norge AS	121.476.198	211.678.554	60.086.921	102.021.541
Prysmian MKM Magyar Kabel Muve	112.132.547	20.129.772	84.111.868	13.612.418
Prysmian Finland Oy	100.724.702	42.394.791	56.954.682	29.141.050
Singapore Cables Manufacturers	77.715.839	52.602.340	618.151	45.127.901
Prysmian Cable Industrial Berlin	76.032.593	-	60.740.499	-
Conducen SRL	55.399.569	-	9.162.799	-
Prysmian - OEKW GmbH	52.029.130	-	393.867	-
Prysmian Cabluri Si Sisteme S.	51.885.933	49.111.882	24.527.882	32.081.710
Draka Comteq UK Limited	20.157.060	26.071.254	9.602.241	9.262.053
Prysmian Cables & Systems Limi	11.499.929	14.159.901	9.305.645	3.890.019
LLC Rybinskelektrokabel	8.610.267	81.991.547	1.913.250	47.893.203
Draka Denmark Optical Cable AS	7.806.111	104.683.274	-	58.615.503
Oman Cables Industry (SAOG)	6.117.295	68.399.312	1.159.765	36.568.351
Prysmian Group Baltics AS	5.081.506	103.732.173	1.157.814	102.979.704
LLC Investitsionno	3.964.914	1.953.048	2.199.498	1.953.048
Prysmian Kablo s.r.o	3.138.732	1.193.982	1.391.879	254.528
Prysmian Cables et Systèmes Fr	539.973	146.856.108	306.099	132.762.711
Other	35.183.608	31.032.275	3.379.526	15.947.250
	<b>1.896.659.042</b>	<b>1.519.883.318</b>	<b>650.458.725</b>	<b>926.713.803</b>

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**NOTE 22 - RELATED PARTY DISCLOSURES (Continued)**

**Goods sold to related parties:**

	<b>1 January- 30 September 2024</b>	<b>1 January- 30 September 2023</b>	<b>1 July- 30 September 2024</b>	<b>1 July- 30 September 2023</b>
Prysmian S.P.A.	915,229,176	1,087,841,601	460,323,863	402,911,490
Prysmian Cavi e Sistemi Italia S.r.l.	209,753,682	256,339,115	73,249,360	75,504,718
Prysmian Kabel und System GmbH	186,562,242	512,672,492	56,644,871	156,629,930
Prysmian Wuxi Cable Company Lt	114,681,827	93,186,789		21,829,951
Oman Cables Industry (SAOG)	93,613,967	45,641,298	349,271	-
Prysmian MKM Magyar Kabel Muve	79,204,852	340,095,187	20,409,836	114,232,054
Prysmian Power Link Srl	54,074,402	625,828,510	1,744,652	377,523,769
Oman Aluminium Processing Industrie	35,997,606	73,301,699	9,891,645	24,986,919
Draka Comteq UK Ltd	16,019,416	55,785,007	71,700	1,944,127
Draka Comteq Germany GmbH	14,586,684	17,597,363	6,957,899	4,890,647
Prysmian Netherlands B.V.	12,946,473	22,194,057	3,303,203	13,757,240
Prysmian Cables (Shangai) Trad	12,815,126	14,270,814	853,575	1,144,838
Prysmian Cabluri Si Sisteme S.	11,025,719	33,896,035	9,989,980	9,421,828
Prysmian Cables & Systems Limited	9,872,752	38,328,333	11,402,603	1,533,305
Draka Comteq Fibre BV	1,312,767	196,335	-	196,335
Prysmian Cables et Systèmes Fr	1,029,587	22,139,045	1,243,723	12,966,682
Norddeutsche Seekabelwerke GmbH	653,438	13,462,142	396	-
Fibre Ottiche Sud - F.O.S. S.r.l.	478,017	1,081,155	-	-
Prysmian Group Specialty	-	18,474,737	-	-
SILEC Cable, S.A.S.	-	202,064	0	17,589
Prysmian Finland Oy	-	-	38,614	-
Draka Kably SRO	-	25,066,526	-	-
Other	67,557,595	2,327,699	27,634,768	9,649,891
	<b>1,837,415,328</b>	<b>3,299,928,003</b>	<b>684,109,959</b>	<b>1,229,141,313</b>

Service purchases from group companies cover three types of service fees. These are;

**TAF (Technical Assistance Fees) license agreement:**

License fee; It is calculated as 1.25% over net production sales and invoiced by the relevant companies.

**SAG (Service Agreement)**

Service agreement: made for all group companies at the Prysmian Group Holding headquarters; Cost allocations are invoiced according to various distribution keys on a company basis, such as legal, sales support, R&D, consultancy.

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**NOTE 22 - RELATED PARTY DISCLOSURES (Continued)**

**IT (IT Service Agreement) IT service agreement:**

All IT expenses incurred on behalf of group companies are calculated at the Prysmian Group Holding headquarters. Cost allocations are determined according to various distribution keys, and the amount of their shares is invoiced to the group companies.

The IT service fee received from Prysmian SPA is related to the SAP system, which was revised in 2011. It covers all of the technical assistance, consultancy and expenses incurred in line with the system revision.

With the statement made on 26 July 2019, the Group was announced by the Prysmian Group central management; Provided that the 3-year targets committed within the framework of Prysmian Turkey R&D center activities are achieved, it has been decided to revise the license rate from 2% to 1.25% (effective from 1 January 2019).

**Benefits provided to senior executives are as follows:**

	<b>1 January - 30 September 2024</b>	<b>1 January - 30 September 2023</b>
Wages and other short term benefits	15,194,092	18,656,211
Others	44,430	124,618
	<b>15,238,522</b>	<b>18,780,829</b>

Key management personnel include consists of senior executives in the board of directors, executive board and other important management levels. Benefits provided to senior executives during the period are summarized above.

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**NOTE 23 - FOREIGN CURRENCY POSITION**

	30 September 2024				31 December 2023			
	TRY Equivalent	USD	EUR	GBP	TRY Equivalent	USD	EUR	GBP
1. Trade Receivables	1,501,972,128	22,586,256	19,254,213	-	1,927,140,818	16,455,940	28,674,560	-
2a. Monetary Financial Assets (including cash bank accounts)	154,094,996	1,485	4,051,880	-	108,712,123	1,628,133	985,097	-
2b. Non-monetary Financial Assets								
3. Other	108,222,653	331,903	2,549,005	-	150,257,003	27,960	3,369,994	-
<b>4. Current Assets (1+2+3)</b>	<b>1,764,289,777</b>	<b>22,919,645</b>	<b>25,855,097</b>	<b>-</b>	<b>2,186,109,944</b>	<b>18,112,033</b>	<b>33,029,651</b>	<b>-</b>
5. Trade Receivables								
6a. Monetary Financial Assets								
6b. Non-monetary Financial Assets								
7. Other								
<b>8. Non-Current Assets (5+6+7)</b>								
<b>9. Total Assets (4+8)</b>	<b>1,764,289,777</b>	<b>22,919,645</b>	<b>25,855,097</b>	<b>-</b>	<b>2,186,109,944</b>	<b>18,112,033</b>	<b>33,029,651</b>	<b>-</b>
10. Trade Payables (46,409)	(2,960,250,308)	(3,840,747)	(73,960,857)	(14,951)	(2,988,491,796)	(3,998,873)	(63,740,130)	-
11. Financial Liabilities	(75,368,906)	-	(1,700,000)	-	(689,128,983)	(7,964,882)	(8,345,455)	-
12a. Other Monetary Liabilities (160)	(672,619,590)	(10,323,843)	(8,360,961)	-	(689,128,983)	(7,964,882)	(8,345,455)	-
12b. Other Non-monetary Liabilities	(90,941,490)	(219,275)	(2,182,157)	-	(83,158,016)	-	(1,875,689)	-
<b>13. Short-term Liabilities (10+11+12)</b> <b>(46,569)</b>	<b>(3,723,811,388)</b>	<b>(14,383,865)</b>	<b>(84,503,975)</b>	<b>(14,951)</b>	<b>(3,836,147,701)</b>	<b>(11,963,755)</b>	<b>(75,661,274)</b>	<b>-</b>
14. Trade Payables								
15. Financial Liabilities								
16 a. Other Monetary Liabilities								
16. b Other Non-monetary Liabilities								
<b>17. Long-term Liabilities (14+15+16)</b>								
<b>18. Total Liabilities (13+17)</b> <b>(46,569)</b>	<b>(3,723,811,388)</b>	<b>(14,383,865)</b>	<b>(84,503,975)</b>	<b>(14,951)</b>	<b>(3,836,147,701)</b>	<b>(11,963,755)</b>	<b>(75,661,274)</b>	<b>-</b>
<b>19. Net Asset/(Liability) Position of off Balance Sheet derivate instruments (19a-19b)</b>	<b>1,418,357,850</b>	<b>(8,500,000)</b>	<b>44,950,000</b>	<b>-</b>	<b>1,283,392,116</b>	<b>-</b>	<b>29,000,000</b>	<b>-</b>
-								
19.a. Asset Position of Off Balance Sheet Derivate Instruments Denominated in Foreign Currency	1,708,909,100	-	44,950,000	-	1,283,392,116	-	29,000,000	-
-								
19.b. Liability position of Off Balance Sheet Derivative Instruments Denominated in Foreign Currency	(290,551,250)	(8,500,000)	-	-	-	-	-	-
<b>20. Net Foreign Exchange Asset/(Liability) Position (9+18+19)</b>	<b>(541,163,761)</b>	<b>35,780</b>	<b>(13,698,878)</b>	<b>(14,951)</b>	<b>(360,835,704)</b>	<b>6,148,278</b>	<b>(13,631,623)</b>	<b>-</b>
<b>21. Net Foreign Currency Asset/ Liability Position (UFRS 7.B23) (=1+2a+5+6a+10+11+12a+14+15+16)</b>	<b>(1,976,802,774)</b>	<b>8,423,151</b>	<b>(59,015,725)</b>	<b>(14,951)</b>	<b>(1,713,908,307)</b>	<b>6,120,318</b>	<b>(44,125,928)</b>	<b>-</b>

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<b>22. Total Fair Value of Financial Instruments Used for -</b>									
Foreign Currency Hedging	1,418,357,850	(8,500,000)	44,950,000	-		1,283,392,116	-	29,000,000	-
<b>23. Hedged Foreign Exchange Assets **</b>	<b>(290,551,250)</b>	<b>(8,500,000)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>24. Hedged Foreign Exchange Liabilities *****</b>	<b>1,708,909,100</b>	<b>-</b>	<b>44,950,000</b>	<b>-</b>	<b>-</b>	<b>1,283,392,116</b>	<b>-</b>	<b>29,000,000</b>	<b>-</b>
<b>25. Export</b>	<b>2,470,538,150</b>	<b>17,462,029</b>	<b>49,325,519</b>	<b>-</b>	<b>-</b>	<b>3,417,667,228</b>	<b>41,236,007</b>	<b>41,156,867</b>	<b>-</b>
<b>26. Import</b>	<b>2,033,127,073</b>	<b>4,371,757</b>	<b>49,557,943</b>	<b>165,661</b>	<b>-</b>	<b>11,559,362,669</b>	<b>349,298,737</b>	<b>-</b>	<b>-</b>

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**NOTE 24 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT**

**Foreign currency risk**

The table below shows the effect of a 10% depreciation in TRY on the profit before tax level:

**Table of sensitivity analysis for foreign currency risk:**

	<b>30 September 2024</b>	
	<b>Profit/(Loss) Depreciation of foreign currency</b>	<b>Profit/(Loss) Appreciation of foreign currency</b>
<b>10% change in USD against TRY:</b>		
USD net assets/liabilities	121.974	(121.974)
<b>USD net effect</b>	<b>121.974</b>	<b>(121.974)</b>
<b>10% change in EUR against TRY:</b>		
EUR net assets/liabilities	(52.384.783)	52.384.783
<b>EUR net effect</b>	<b>(52.384.783)</b>	<b>52.384.783</b>
<b>10% change in Others average against TRY:</b>		
Others net assets/liabilities	(68.602)	68.602
<b>Others net effect</b>	<b>(68.602)</b>	<b>68.602</b>
<b>Total</b>	<b>(52.331.411)</b>	<b>52.331.411</b>

**Table of sensitivity analysis for foreign currency risk:**

	<b>31 December 2023</b>	
	<b>Profit/(Loss) Depreciation of foreign currency</b>	<b>Profit/(Loss) Appreciation of foreign currency</b>
<b>10% change in USD against TRY:</b>		
USD net assets/liabilities	18.099.424	(18.099.424)
<b>USD net effect</b>	<b>18.099.424</b>	<b>(18.099.424)</b>
<b>10% change in EUR against TRY:</b>		
EUR net assets/liabilities	(44.483.530)	44.483.530
<b>EUR net effect</b>	<b>(44.483.530)</b>	<b>44.483.530</b>
<b>10% change in Others average against TRY:</b>		
Others net assets/liabilities	(175.271)	175.271
<b>Others net effect</b>	<b>(175.271)</b>	<b>175.271</b>
<b>Total</b>	<b>(26.559.377)</b>	<b>26.559.377</b>

The Group evaluates its foreign currency assets at the "buying" rate, while valuing its foreign currency liabilities at the "sales" rate.

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**NOTE 25 - FINANCIAL INSTRUMENTS (FAIR VALUE DISCLOSURES AND  
EXPLANATIONS IN THE FRAMEWORK OF HEDGE ACCOUNTING)**

**Classification of financial instruments**

The Group has classified its financial assets and liabilities as financial investments, loans and receivables. The Group's financial assets are classified as cash and cash equivalents, trade receivables and other receivables, loans and derivative instruments and are presented at amortized cost using the effective interest method. The Group's financial liabilities consist of financial liabilities, trade payables, derivative instruments payables and other payables and are classified as financial liabilities carried at discounted cost and presented at amortized cost using the effective interest method.

Fair value is the amount at which a financial instrument could be exchanged in a current transaction between voluntary parties, other than in a forced sale or liquidation, and is best determined by an established market price, if any.

The estimated fair values of financial instruments have been determined by the Company using available market information and appropriate valuation methods. However, judgment is used in interpreting market data for the purpose of estimating fair value. Accordingly, the estimates presented here may not be indicative of the values that the Group could realize in a current market transaction.

The following methods and assumptions have been used in estimating the fair values of financial instruments whose fair value can be determined:

**Financial assets**

The fair values of the balances denominated in foreign currency translated at period-end rates are considered to approximate their book values. Cash and cash equivalents are presented at their fair values. It is assumed that the fair values of trade receivables and receivables from related parties approximate their book values due to their short-term nature. Derivative instruments are shown at their fair values.

**Financial liabilities**

Trade payables, payables to related parties and other monetary liabilities are estimated to be approximated to their fair values together with their discounted book values, and it is accepted that the fair values of the foreign currency balances translated with year-end rates approximate their book values. Liabilities from derivative instruments are shown at their fair values.

The table below contains the analysis of financial instruments whose fair value is determined by valuation method. Fair value calculations are based on the stages described below:

- Quoted prices (unadjusted) in active markets for certain assets and liabilities (Level 1).
- Observable inputs, either directly (as prices) or indirectly (derived from prices), for assets or liabilities other than quoted prices within Level 1 (Level 2).
- Inputs (unobservable inputs) for assets and liabilities that cannot be determined on the basis of observable market data (Level 3).

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**NOTE 25 - FINANCIAL INSTRUMENTS (FAIR VALUE DISCLOSURES AND  
EXPLANATIONS IN THE FRAMEWORK OF HEDGE ACCOUNTING)  
(Continued)**

The table below consists of the Group's assets calculated at fair value as of 30 September 2024 and 31 December 2023.

Financial assets / liabilities	Reasonable value		Reasonable value level	Valuation Technique
	30 September 2024	31 December 2023		
Financial assets/ (liabilities) from foreign currency forward contracts	(54,112,428)	15,971,368	Level 2	Future cash flows estimated using forward exchange rates (observable forward exchange rates at maturity) and contract rates are discounted using a rate that reflects the credit risk of the various parties.

.....