

**TÜRK PRYSMIAN KABLO VE SİSTEMLERİ ANONİM ŞİRKETİ
AND SUBSIDIARIES**

**CONVENIENCE TRANSLATION INTO ENGLISH OF
THE CONDENSED CONSOLIDATED FINANCIAL
STATEMENTS 1 JANUARY - 31 MARCH 2026**

TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD
1 JANUARY AND 31 MARCH 2026**

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TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS OF 31 MARCH 2026 AND 31 DECEMBER 2025

(Amounts expressed in TRY in terms of the purchasing power of TRY at 31 March 2026, unless otherwise indicated.)

	Notes	Unaudited 31 March 2026	Audited 31 December 2025
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	1,788,075,248	493,676,615
Derivative instruments		62,289,031	47,655,339
Trade receivables		3,492,806,359	3,417,768,637
- <i>Due from related parties</i>	21	678,955,912	751,905,514
- <i>Due from third parties</i>	4	2,813,850,447	2,665,863,123
Other receivables		18,308,859	33,776,086
- <i>Due from third parties</i>		18,308,859	33,776,086
Contract assets		180,109,507	38,799,112
- <i>Contract assets arising from ongoing contracting business</i>	13	180,109,507	38,799,112
Inventories	5	2,045,533,301	1,812,858,713
Prepaid expenses	6	94,751,142	23,154,708
Current income tax assets	19	86,665,213	86,930,712
Other current assets	9	727,215,945	931,205,369
TOTAL CURRENT ASSETS		8,495,754,605	6,885,825,291
NON-CURRENT ASSETS			
Property, plant and equipment	7	826,367,298	863,809,126
Right of use assets		64,509,425	67,335,537
Intangible assets other than goodwill	8	-	-
Deferred tax assets	19	108,192,265	132,735,175
TOTAL NON-CURRENT ASSETS		999,068,988	1,063,879,838
TOTAL ASSETS		9,494,823,593	7,949,705,129

Following notes are an integral part of the condensed consolidated financial statements.

TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS OF 31 MARCH 2026 AND 31 DECEMBER 2025

(Amounts expressed in TRY in terms of the purchasing power of TRY at 31 March 2026, unless otherwise indicated)

	Notes	Unaudited 31 March 2026	Audited 31 December 2025
LIABILITIES			
Current liabilities			
Liabilities arising from leasing transactions		36,839,843	43,835,950
Derivative instruments	23	80,874,316	84,982,555
Trade payables		3,539,358,453	2,813,660,521
- Due to related parties	21	1,819,363,687	1,553,209,708
- Trade payables, third parties	4	1,719,994,766	1,260,450,813
Employee benefit obligations		93,150,627	52,648,169
Other payables		3,091,840,680	893,570,655
- Other payables to related parties	21	3,091,840,680	893,570,655
Contractual obligations		29,907,407	27,088,747
- Contractual obligations arising from ongoing contracting business	6	29,907,407	27,088,747
Deferred income (excluding contractual obligations)	6	214,411,449	234,951,450
Short-term provisions		461,865,381	545,538,087
- Short-term provisions for employee benefits		83,184,440	83,797,580
- Other short-term provisions		378,680,941	461,740,507
Other current liabilities	9	77,122,846	57,820,270
Total Current Liabilities		7,625,371,002	4,754,096,404
Non-Current Liabilities			
Liabilities arising from leasing transactions		19,421,518	13,002,073
Other payables		906,927,923	2,104,926,361
- Other payables to related parties	21	906,927,923	2,104,926,361
Long-term provisions		74,331,936	79,183,385
- Long-term provisions for employee benefits		67,110,599	71,622,163
- Other long-term provisions		7,221,337	7,561,222
Total Non-Current Liabilities		1,000,681,377	2,197,111,819
Total Liabilities		8,626,052,379	6,951,208,223
SHAREHOLDER'S EQUITY			
Paid in share capital	12	216,733,652	216,733,652
Adjustments to share capital	12	3,864,146,608	3,864,146,608
Repurchased shares (-)		(29,654,426)	(29,654,426)
Premiums related to shares		482,950,361	482,950,361
Other comprehensive income/losses		(148,146,240)	(148,146,240)
- That will not be reclassified to profit or loss		(148,146,240)	(148,146,240)
Restricted reserves		147,439,787	147,439,787
Retained earnings		(3,534,972,836)	(3,239,797,502)
Net profit/(loss) for the year		(129,725,692)	(295,175,334)
TOTAL EQUITY		868,771,214	998,496,906
TOTAL LIABILITIES AND EQUITY		9,494,823,593	7,949,705,129

Following notes are an integral part of the condensed consolidated financial statements.

TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME FOR THE PERIODS
1 JANUARY – 31 MARCH 2026 AND 2025**

(Amounts expressed in TRY in terms of the purchasing power of TRY at 31 March 2026, unless otherwise indicated)

	Notes	Unaudited 1 January - 31 March 2026	Audited 1 January - 31 March 2025
Revenue	14	4,690,876,212	4,131,522,084
Cost of sales	14	(4,352,188,535)	(3,813,742,154)
Gross Profit(Loss)		338,687,677	317,779,930
General administrative expenses (-)	16	(88,667,346)	(102,421,625)
Marketing selling and distribution expenses (-)	16	(214,736,191)	(219,414,012)
Research and development expenses (-)	15	(10,190,212)	(11,777,273)
Other operating income	18	141,115,216	160,262,942
Other operating expense (-)	18	(233,904,991)	(264,331,089)
Operating Profit/(Loss)		(67,695,847)	(119,901,127)
Operating profit/(loss) before financial income /(expense)		(67,695,847)	(119,901,127)
Financial income		45,173,030	43,520,333
Financial expenses (-)		(259,509,862)	(131,074,400)
Monetary gain/(loss)		176,849,897	136,875,273
Profit/(Loss) Before Taxation		(105,182,782)	(70,579,921)
Tax Income/(Expense)		(24,542,910)	(57,234,504)
Deferred tax (income)/expense	19	(24,542,910)	(57,234,504)
Net Profit/(Loss) for The Period		(129,725,692)	(127,814,425)
Earnings per share		(0.59855)	(0.58973)
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME		(129,725,692)	(127,814,425)

Following notes are an integral part of the condensed consolidated financial statements.

TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIODS BETWEEN 1 JANUARY – 31 MARCH 2026 AND 2025

(Amounts expressed in TRY in terms of the purchasing power of TRY at 31 March 2026, unless otherwise indicated)

	Paid in share capital	Adjustments to share capital	Repurchased shares (-)	Premiums/ discounts related to shares	Other retained earnings/(losses) that will not be reclassified to profit or loss Gains (losses) on remeasurements of defined benefit plans	Restricted reserves	Retained earnings/ (losses)	Net profit/(loss) for the year	Total equity
Balances at 1 January 2025	216,733,652	3,864,146,608	(29,654,426)	482,950,361	(169,132,826)	147,439,787	(2,192,120,127)	(1,047,677,375)	1,272,685,654
Transfers	-	-	-	-	-	-	(1,047,677,375)	1,047,677,375	-
Net profit for the period	-	-	-	-	-	-	-	(127,814,425)	(127,814,425)
Total comprehensive income	-	-	-	-	-	-	-	(127,814,425)	(127,814,425)
Balances at 31 March 2025	216,733,652	3,864,146,608	(29,654,426)	482,950,361	(169,132,826)	147,439,787	(3,239,797,502)	(127,814,425)	1,144,871,229
	216,733,652	3,864,146,608	(29,654,426)	482,950,361	(148,146,240)	147,439,787	(3,239,797,502)	(295,175,334)	998,496,906
Balances at 1 January 2026	-	-	-	-	-	-	(295,175,334)	295,175,334	-
Transfers	-	-	-	-	-	-	-	(129,725,692)	(129,725,692)
Net profit for the period	-	-	-	-	-	-	-	(129,725,692)	(129,725,692)
Total comprehensive income	216,733,652	3,864,146,608	(29,654,426)	482,950,361	(148,146,240)	147,439,787	(3,534,972,836)	(129,725,692)	868,771,214
Balances at 31 March 2026	216,733,652	3,864,146,608	(29,654,426)	482,950,361	(169,132,826)	147,439,787	(2,192,120,127)	(1,047,677,375)	1,272,685,654

Following notes are an integral part of the condensed consolidated financial statements.

TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIODS BETWEEN 1 JANUARY – 31 MARCH 2026 AND 2025

(Amounts expressed in TRY in terms of the purchasing power of TRY at 31 March 2026, unless otherwise indicated)

	Notes	1 January - 31 March 2026	1 January - 31 March 2025
Cash flows from operating activities			
Profit/(loss) for the period		(129,725,692)	(127,814,425)
Adjustments to reconcile profit/(loss) for the period		65,174,731	(15,461,421)
Depreciation and amortisation adjustments	7,8	47,577,861	73,683,423
Impairment (reversal) adjustments		(3,877,189)	(149,573,073)
- <i>Adjustments for impairment (reversal) on receivables</i>		(6,273,446)	(134,131,864)
- <i>Adjustments for impairment (reversal) on inventories</i>		2,396,257	(15,441,209)
Provision adjustments		(31,524,847)	88,035,859
Adjustments for interest (income) and expense		202,751,223	116,603,508
- <i>Adjustments for interest expenses</i>		247,924,253	160,123,841
- <i>Adjustments for interest income (-)</i>		(45,173,030)	(43,520,333)
Tax income/expense adjustments	19	24,542,910	56,746,172
Monetary position gains/(losses) adjustments		(174,295,227)	(200,957,310)
Changes in working capital		331,436,719	(1,693,172,022)
Adjustments for decrease/(increase) in trade receivables		(380,599,946)	(525,144,222)
- <i>Decrease/(increase) in trade receivables from related parties</i>	21	4,346,082	(90,659,962)
- <i>Decrease/(increase) in trade receivables from non-related parties</i>	4	(384,946,028)	(434,484,260)
Adjustments for decrease/(increase) in other operating receivables			
- <i>Decrease/(increase) in other operating receivables from non-related parties</i>		57,703,119	(84,769,263)
Adjustments for decrease/(increase) in contract assets arising from customer contracts		57,703,119	(84,769,263)
- <i>Decrease/(increase) in contract assets arising from ongoing construction and contracting works</i>		(144,850,408)	37,073,951
Adjustments for decrease/(increase) in inventories		(144,850,408)	37,073,951
Adjustments for increase/(decrease) in trade payables	4	(235,070,845)	(11,962,963)
- <i>Increase/(decrease) in trade payables to related parties</i>		982,415,050	(1,261,103,091)
Adjustments for increase/(decrease) in contract liabilities arising from customer contracts	21	407,868,133	(1,768,311,380)
- <i>Increase/(decrease) in contract liabilities arising from ongoing construction and contracting works</i>	4	574,546,917	507,208,289
Adjustments for increase/(decrease) in other operating liabilities		5,290,225	33,335,364
- <i>Increase/(decrease) in other operating liabilities to non-related parties</i>		5,290,225	33,335,364
- <i>Increase/(decrease) in trade payables to non-related parties</i>			
Increase/(decrease) in employee benefit obligations		46,549,524	119,398,202
Cash flows from operations		266,885,758	(1,836,447,868)
Tax refunds/(payments)		(7,666,020)	-
Other cash inflows/(outflows)		12,110,752	67,147,486
A. Net cash flow from operating activities		271,330,490	(1,769,300,382)

Following notes are an integral part of the condensed consolidated financial statements.

TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIODS BETWEEN 1 JANUARY – 31 MARCH 2026 AND 2025

(Amounts expressed in TRY in terms of the purchasing power of TRY at 31 March 2026, unless otherwise indicated)

	Notes	1 January - 31 March 2026	1 January - 31 March 2025
Cash flows from investing activities			
Cash outflows for purchases of property, plant and equipment (-)	7	-	(37,473,842)
Cash inflows from sale of property, plant and equipment	7	10,064,970	-
Interest received		45,173,030	-
Other cash inflows/(outflows)		-	(133,137,994)
B. Net cash flow from investing activities		55,238,000	(170,611,836)
Cash flows from financing activities			
Increase in other borrowings obtained from related parties	21	1,250,000,000	2,694,709,735
Cash outflows relating to lease liabilities (-)		(17,374,892)	8,203,019
Interest paid (-)		(219,752,133)	-
C. Net cash flow from financing activities		1,012,872,975	2,702,912,754
D. Net increase/(decrease) in cash and cash equivalents (A+B+C)		1,339,441,465	763,000,536
E. Effect of inflation on cash and cash equivalents		(45,042,832)	(41,557,880)
Net increase/(decrease) in cash and cash equivalents (D+E)		1,294,398,633	721,442,656
F. Cash and cash equivalents at beginning of period		493,676,615	454,544,494
Cash and cash equivalents at end of period (D+E+F)	3	1,788,075,248	1,175,987,150

Following notes are an integral part of the condensed consolidated financial statements.

TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES

NOTES FOR CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY – 31 MARCH 2026

(Amounts expressed in TRY in terms of the purchasing power of TRY at 31 March 2026, 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 2025: 16.25%). The ultimate parent of the Group is Prysmian SpA, located in Italy.

Türk Prysmian - Prysmian Powerlink Ordinary Partnership-2, one of the subsidiaries of the Group; DB.KAB.9 was established in 2014 in line with the opinion of the Revenue Administration on taxation of the work within the scope of Lapseki - Sütluce-2 380kV Submarine Cable Project. 99.99% of the shares of this subsidiary is owned by the Company and remaining 0.01% of the remaining 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 Group’s address registered with the trade registry is Ömerbey Mahallesi, Bursa Asfaltı Caddesi, No:51, 16941, Mudanya, Bursa. The Istanbul Branch, whose establishment was duly registered and publicly announced on 20 December 2012, is registered at Torun Tower, Fulya Mahallesi, Büyükdere Caddesi, Akıncı Bayırı Sokağı No:74, Floor: 5/21, Postal Code 34394, Şişli, Istanbul, following the address change registration dated 12 September 2023. The average number of personnel employed by the Group in the period ending as of 31 March 2026 is 577 (31 December 2025: 545).

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

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

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; It is updated with communiqués in order to comply with the changes in International Financial Reporting Standards. It includes TFRSs and related annexes and comments. 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 4 October 2022 and the Financial Statement Examples and User Guide published by the CMB.

TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES

NOTES FOR CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY – 31 MARCH 2026

(Amounts expressed in TRY in terms of the purchasing power of TRY at 31 March 2026, unless otherwise indicated.)

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

2.1 Basis of presentation (Continued)

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 Group has prepared its condensed consolidated financial statements for the period ended 31 March 2026, within the framework of the CMB's Communiqué Serial: II, 14.1 and the announcements explaining this communiqué, in accordance with the TAS 34 "Interim Financial Reporting" standard. prepared accordingly. The interim condensed consolidated financial statements and footnotes are presented in accordance with the formats recommended by the CMB, including the mandatory information.

Businesses are free to prepare their interim consolidated financial statements as a full set or as a summary in accordance with TAS 34 standard. In this context, the company preferred to prepare condensed financial statements in the interim periods.

The interim condensed consolidated financial statements of the Group do not contain all the explanations and footnotes that are required to be included in the year-end consolidated financial statements. For this reason, it should be read together with the consolidated financial statements of the Group as of 31 December 2025.

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.

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.

TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES

NOTES FOR CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY – 31 MARCH 2026

(Amounts expressed in TRY in terms of the purchasing power of TRY at 31 March 2026, unless otherwise indicated.)

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

2.1 Basis of presentation (Continued)

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 March 2026 have been applied in a consistent manner with the consolidated financial statements prepared as of 31 December 2025.

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 31 March 2025 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 2025. Interim period summarized consolidated financial statements for the interim period 1 January - 31 March 2026 should be evaluated together with the annual consolidated financial statements for the fiscal period 1 January - 31 December 2025.

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 2025 on the assumptions taken as basis for the fiscal period ending on 31 March 2026.

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 31 March 2026 may not serve as an indicator for the year round.

TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES

NOTES FOR CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY – 31 MARCH 2026

(Amounts expressed in TRY in terms of the purchasing power of TRY at 31 March 2026, unless otherwise indicated.)

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

2.7 Amendments in Turkish Financial Reporting Standards

a) *Standards, amendments, and interpretations applicable as of 31 March 2026:*

- **Amendment to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments;** effective from annual reporting periods beginning on or after 1 January 2026 (earlier application permitted). These amendments:
 - clarify the requirements for the timing of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system;
 - clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion;
 - add new disclosures for certain instruments with contractual terms that can change cash flows (such as some instruments with features linked to the achievement of environment, social and governance (ESG) targets); and
 - make updates to the disclosures for equity instruments designated at Fair Value through Other Comprehensive Income (FVOCI).
- **Annual improvements to IFRS – Volume 11;** effective from annual periods beginning on or after 1 January 2026 (earlier application permitted). Annual improvements are limited to changes that either clarify the wording in an Accounting Standard or correct relatively minor unintended consequences, oversights or conflicts between the requirements in the Accounting Standards. The 2024 list of amended Accounting Standard and accompanying guidance include the following:
 - IFRS 1 First-time Adoption of International Financial Reporting Standards;
 - IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7;
 - IFRS 9 Financial Instruments;
 - IFRS 10 Consolidated Financial Statements; and
 - IAS 7 Statement of Cash Flows.
- **Amendment to IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity;** effective from annual periods beginning on or after 1 January 2026 (earlier application permitted). These amendments change the 'own use' and hedge accounting requirements of IFRS 9 and include targeted disclosure requirements to IFRS 7. These amendments apply only to contracts that expose an entity to variability in the underlying amount of electricity because the source of its generation depends on uncontrollable natural conditions (such as the weather). These are described as 'contracts referencing nature-dependent electricity'.

TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES

NOTES FOR CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY – 31 MARCH 2026

(Amounts expressed in TRY in terms of the purchasing power of TRY at 31 March 2026, unless otherwise indicated.)

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

2.7 Amendments in Turkish Financial Reporting Standards (Continued)

b) Standards, amendments, and interpretations that are issued but not effective as of 31 March 2026:

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

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

- **IFRS 18 Presentation and Disclosure in Financial Statements;** effective from annual periods beginning on or after 1 January 2027 (earlier application permitted). This is the new standard on presentation and disclosure in financial statements, with a focus on updates to the statement of profit or loss. The key new concepts introduced in IFRS 18 relate to:
 - the structure of the statement of profit or loss;
 - required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures); and
 - enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general.

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

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

TÜRK PRYSMIAN KABLO VE SİSTEMLERİ A.Ş. AND SUBSIDIARIES

NOTES FOR CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY – 31 MARCH 2026

(Amounts expressed in TRY in terms of the purchasing power of TRY at 31 March 2026, unless otherwise indicated.)

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

2.7 Amendments in Turkish Financial Reporting Standards (Continued)

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

- a. **Disclosures are expected to become increasingly detailed as entities' implementation process progresses toward 2027.**

The level of detail that an entity includes in its disclosures will depend on the progress of its implementation activities, including those related to internal controls. For the year ending 31 March 2026, entities that have yet to make significant progress in implementation might only disclose that they are actively assessing the impact of IFRS 18 and that more comprehensive disclosures cannot reasonably be provided.

- b. **Where appropriate and reliable, consider including quantitative information.**

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

- c. **Consider alignment with other public communications.**

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

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

- **IFRS 19 Subsidiaries without Public Accountability: Disclosures'**; effective from annual periods beginning on or after 1 January 2027 (earlier application permitted). This new standard and amendments works alongside other IFRS Accounting Standards. An eligible subsidiary applies the requirements in other IFRS Accounting Standards except for the disclosure requirements and instead applies the reduced disclosure requirements in IFRS 19. IFRS 19's reduced disclosure requirements balance the information needs of the users of eligible subsidiaries' financial statements with cost savings for preparers. IFRS 19 is a voluntary standard for eligible subsidiaries. A subsidiary is eligible if:
 - it does not have public accountability; and
 - it has an ultimate or intermediate parent that produces consolidated financial statements available for public use that comply with IFRS Accounting Standards.

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

2.7 Amendments in Turkish Financial Reporting Standards (Continued)

- **Amendment to IFRS 19 Subsidiaries without Public Accountability: Disclosures**; effective from annual periods beginning on or after 1 January 2027 (earlier application permitted). In developing the reduced disclosure requirements in IFRS 19, the IASB considered the disclosure requirements in other IFRS Accounting Standards as at 28 February 2021. When IFRS 19 was issued, it did not contain reduced versions of any disclosure requirements that were added or amended after that date. Subsequently, the IASB issued these amendments to help eligible subsidiaries by reducing disclosure requirements for Standards and amendments issued between February 2021 and May 2024, specifically:
 - IFRS 18, 'Presentation and Disclosure in Financial Statements';
 - Supplier Finance Arrangements (Amendments to IAS 7 and IFRS 7);
 - International Tax Reform—Pillar Two Model Rules (Amendments to IAS 12);
 - Lack of Exchangeability (Amendments to IAS 21); and
 - Amendments to the Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7).

NOTE 3 - CASH AND CASH EQUIVALENTS

	31 March 2026	31 December 2025
Cash	12,812	15,590
Bank	1,726,374,597	444,772,165
- <i>Time deposit</i>	1,600,071,806	356,619,383
- <i>Demand deposit</i>	126,302,791	88,152,782
Cheques and notes	61,687,839	48,888,860
	1,788,075,248	493,676,615

The Group's time deposits are in TRY, USD and Euro with average maturities less than one week and annual weighted average effective interest rates are 38%, 1.83% and 1% respectively (31 December 2025: Time deposits are in TRY, USD and Euro and annual weighted average effective interest rates are 39.4%, 1.75% and 1%, respectively). Checks and credit card receivables have a maturity of less than 3 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.

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(Amounts expressed in TRY in terms of the purchasing power of TRY at 31 March 2026, unless otherwise indicated.)

NOTE 4 - TRADE RECEIVABLES AND PAYABLES

Short -term trade receivables	31 March 2026	31 December 2025
Trade receivables	1,999,126,138	1,845,156,387
Trade receivables from related parties	678,955,912	751,905,514
Notes receivables	857,679,945	869,824,885
Less: Provision for impairment	(42,955,636)	(49,118,149)
	3,492,806,359	3,417,768,637

The average maturity period of the Group's trade receivables is 2 months (31 December 2025: 2 months). The carrying value of trade receivables approximates their fair value. Details of trade receivable balances in foreign currency are shown in Note 22.

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

	2026	2025
At the beginning of the period - 1 January	(49,118,149)	(285,916,528)
Provisions no longer required	-	(6,636,257)
Reversals of provisions	6,273,446	97,428,671
Monetary gain/(loss)	(110,933)	43,339,452
At the end of the period - 31 March	(42,955,636)	(151,784,662)

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

Short-term trade payables	31 March 2026	31 December 2025
Trade payables to related parties	1,819,363,687	1,553,209,708
Trade payables	1,689,080,288	1,234,952,118
Expense accruals (*)	30,914,478	25,498,695
	3,539,358,453	2,813,660,521

(*) 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 2025: 3 months).

The Group has financial risk management policies implemented to ensure that all its debts are paid within the lending period.

As of 31 March 2026, the Group has no commercial debt with letter of credit (31 December 2025: the Group has no commercial debt with letter of credit)

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(Amounts expressed in TRY in terms of the purchasing power of TRY at 31 March 2026, unless otherwise indicated.)

NOTE 5 - INVENTORIES

	31 March 2026	31 December 2025
Raw materials	715,345,166	685,577,114
Semi products	709,553,394	456,677,883
Finished product	584,387,416	624,043,349
Trade goods	75,327,400	83,244,185
Less: Provision for inventory impairment	(39,080,075)	(36,683,818)
	2,045,533,301	1,812,858,713

The movement of the inventory depreciation for the interim accounting periods ending on 31 March 2026 and 2025 is as follows:

	2026	2025
1 January	(36,683,818)	(112,021,608)
Decrease/(increase) during the period	(2,396,257)	15,441,209
31 March	(39,080,075)	(96,580,399)

In the accounting period of 1 January - 31 March 2026, the cost of first materials and materials associated with the cost of sales is TRY3,862,671,385 (31 March 2025: TRY3,000,358,201) (Note 14).

NOTE 6 - PREPAID EXPENSES AND DEFERRED TAX

Short-term prepaid expenses	31 March 2026	31 December 2025
Order advances for projects (*)	57,729,518	2,968,611
Expenses for incoming months (**)	37,021,624	20,186,097
	94,751,142	23,154,708

(*) It consists of the order advances given to the suppliers for the construction projects of the Group over the years.

(**) Expenses for the next months consist of insurance policies.

Short-term contractual obligations and deferred income

	31 March 2026	31 December 2025
Order advances received (except for contractual Obligations)	214,411,449	234,951,450
	214,411,449	234,951,450

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(Amounts expressed in TRY in terms of the purchasing power of TRY at 31 March 2026, unless otherwise indicated.)

NOTE 7 - PROPERTY, PLANT AND EQUIPMENT

	1 January 2026	Additions	Disposals	31 March 2026
Cost				
Land	148,301,088	-	-	148,301,088
Buildings	1,807,576,018	-	-	1,807,576,018
Machinery and equipment	7,730,694,291	-	(10,064,970)	7,720,629,321
Vehicles	194,419,959	-	-	194,419,959
Fixtures	560,442,464	-	-	560,442,464
Specific costs	2,703,366	-	-	2,703,366
Construction in progress	2,219,950	-	-	2,219,950
	10,446,357,136	-	(10,064,970)	10,436,292,166
Less: Accumulated depreciation				
Buildings (-)	(1,509,316,037)	(8,516,476)	-	(1,517,832,513)
Machinery and equipment (-)	(7,338,271,654)	(16,505,823)	-	(7,354,777,477)
Vehicles (-)	(186,471,669)	(543,097)	-	(187,014,766)
Fixtures (-)	(545,785,284)	(1,811,462)	-	(547,596,746)
Specific costs (-)	(2,703,366)	-	-	(2,703,366)
	(9,582,548,010)	(27,376,858)	-	(9,609,924,868)
Net book value	863,809,126			826,367,298

As of 31 March 2026, the Group has depreciation and amortization expenses amounting to TRY47,577,861 which consist of TRY27,376,858 tangible assets, TRY20,201,003 for right-of-use assets and TRY0 for intangible assets. Of the current period depreciation and amortization expenses, TRY24,804,287 is reflected to the cost of sales, TRY22,322,409 general administrative expenses, TRY448,935 to marketing expenses and TRY2,230 to research and development expenses. As of 31 March 2026, there is no pledge or mortgage on tangible assets.

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NOTES FOR CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY – 31 MARCH 2026

(Amounts expressed in TRY in terms of the purchasing power of TRY at 31 March 2026, unless otherwise indicated.)

NOTE 7 - PROPERTY, PLANT AND EQUIPMENT (Continued)

	1 January 2025	Additions	Disposals	31 March 2025
Cost				
Land	148,301,089	-	-	148,301,089
Buildings	1,807,576,017	-	-	1,807,576,017
Machinery and equipment	7,632,277,754	37,473,842	-	7,669,751,596
Vehicles	194,419,959	-	-	194,419,959
Fixtures	560,442,464	-	-	560,442,464
Specific costs	2,703,366	-	-	2,703,366
Ongoing investments	2,219,950	-	-	2,219,950
	10,347,940,599	37,473,842	-	10,385,414,441
Less: Accumulated depreciation				
Buildings (-)	(1,473,184,920)	(14,347,380)	-	(1,487,532,300)
Machinery and equipment (-)	(7,278,867,993)	(42,372,674)	-	(7,321,240,667)
Vehicles (-)	(184,896,674)	(2,417,703)	-	(187,314,377)
Fixtures (-)	(540,379,513)	(4,309,916)	-	(544,689,429)
Specific costs (-)	(2,703,365)	-	-	(2,703,365)
	(9,480,032,465)	(63,447,673)	-	(9,543,480,138)
Net book value	867,908,134			841,934,303

As of 31 March 2025, the Group has depreciation and amortization expenses amounting to TRY73,683,423 which consist of TRY63,447,673 tangible assets, TRY9,512,430 for right-of-use assets and TRY723,320 for intangible assets. Of the current period depreciation and amortization expenses, TRY26,761,701 is reflected to the cost of sales, TRY18,951,008 general administrative expenses, TRY90,377 to marketing expenses and TRY3,339 to research and development expenses. As of 31 March 2025, there is no pledge or mortgage on tangible assets.

NOTE 8 - INTANGIBLE ASSETS

	1 January 2026	Additions	31 March 2026
Cost			
Rights	55,650,376	-	55,650,376
	55,650,376	-	55,650,376
Accumulated amortisation			
Rights (-)	(55,650,376)	-	(55,650,376)
	(55,650,376)	-	(55,650,376)
	-	-	-
Net book value	55,650,376	-	55,650,376

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NOTE 8 - INTANGIBLE ASSETS (Continued)

	1 January 2025	Additions	31 March 2025
Cost	55,650,377	-	55,650,377
Rights	55,650,377	-	55,650,377
Accumulated amortisation	(53,016,720)	(723,320)	(53,740,040)
Rights (-)	(53,016,720)	(723,320)	(53,740,040)
	2,633,657		1,910,337
Net book value	55,650,377	-	55,650,377

NOTE 9 - OTHER ASSETS AND LIABILITIES

Other current assets	31 March 2026	31 December 2025
Transferred VAT (*)	438,661,096	543,653,900
Receivables from tax office (**)	288,353,838	387,234,708
Other current assets	201,011	316,761
	727,215,945	931,205,369

(*) 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.

Other short-term current liabilities	31 March 2026	31 December 2025
Taxes and funds payable	75,674,100	56,715,010
Other	1,448,746	1,105,260
	77,122,846	57,820,270

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NOTE 10 - BORROWINGS

Short-term borrowings	31 March 2026	31 December 2025
Liabilities arising from lease transactions	36,839,843	43,835,950
	36,839,843	43,835,950

As of 31 March 2026 and 31 December 2025 the carrying value of short-term bank loans approximates their fair value

Long-term borrowings	31 March 2026	31 December 2025
Liabilities arising from lease transactions	19,421,518	13,002,073
	19,421,518	13,002,073

NOTE 11 - CONTINGENT ASSETS AND LIABILITIES

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

	31 March 2026	31 December 2025
A. Total amount of CPM given for the Group's own legal personality	2,979,765,214	3,893,135,059
B. Total amount of CPM given on behalf of fully consolidated companies	-	-
C. Total amount of CPM given for continuity of its economic activities on behalf of third parties	-	-
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.	-	-

The Group has not given any other guarantee, pledge and mortgage (31 December 2025: 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.

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NOTE 12 - SHARE CAPITAL, RESERVES AND OTHER EQUITY COMPONENTS

Compositions of the Group's paid-in share capital at 31 March 2026 and 31 December 2025 are as follows:

	31 March 2026		31 December 2025	
	Share ratio (%)	Amount	Share ratio (%)	Amount
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
Paid in share capital	100	216,733,652	100	216,733,652
Adjustments to share capital		3,864,146,608		3,864,146,608
Total share capital		4,080,880,260		4,080,880,260

As of 31 March 2026, the Group's capital consists of 216,373,652 shares (31 December 2025: 216,733,752 shares). The nominal value of the shares is TRY1 per share (31 December 2025: TRY1 per share). All issued shares were paid in cash. Capital adjustment differences are TRY3,864,146,608 and represent the difference between the inflation-adjusted total amounts of cash and cash equivalents additions to paid-in-capital and their amounts before inflation adjustments

Restricted reserves is as follows::

	31 March 2026	31 December 2025
Restricted reserves	147,439,787	147,439,787
	147,439,787	147,439,787

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.

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 13 - CONTRACTUAL ASSETS AND LIABILITIES

	31 March 2026	31 December 2025
Costs on work-in-progress	5,055,609,983	5,415,522,590
Recognized profits less/losses (net)	1,346,389,565	1,454,965,512
Minus: Realized progress payments (-)	(6,251,797,448)	(6,858,777,737)
	150,202,100	11,710,365

The Group has recognized the revenue and expenses related to the turnkey high voltage underground cable connection project. The consolidated financial statements are based on the percentage of completion of the contractual activities. The revenue and expenses related to construction works are recognized in the financial statements within contractual obligations. Based on projects by taking the percentage of completion of contractual activities as a basis for the transfer of assets and liabilities. These assets and liabilities on a project basis and recognized as assets and liabilities in the consolidated statement of financial position are presented separately.

NOTE 14 - REVENUE AND COST OF SALES

	1 January - 31 March 2026	1 January - 31 March 2025
Domestic sales	4,568,414,437	4,218,846,151
Export sales	1,591,873,101	1,759,263,385
Other sales	5,362,168	-
Sales returns (-)	(1,086,188)	(1,446,203)
Sales discounts (-)	(1,473,687,306)	(1,845,141,249)
Net sales	4,690,876,212	4,131,522,084
Cost of sales (-)	(4,352,188,535)	(3,813,742,154)
Gross profit	338,687,677	317,779,930

The breakdown of cost of sales is as follows:

	1 January - 31 March 2026	1 January - 31 March 2025
Raw material expenses	3,862,671,385	3,000,358,201
General production expense	192,152,938	169,699,410
Personnel expenses	185,877,921	164,738,805
Cost of merchandise sold	72,336,509	292,404,197
Cost of service sold	14,345,495	159,779,840
Depreciation and amortization expenses	24,804,287	26,761,701
	4,352,188,535	3,813,742,154

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(Amounts expressed in TRY in terms of the purchasing power of TRY at 31 March 2026, unless otherwise indicated.)

NOTE 15 - RESEARCH AND DEVELOPMENT EXPENSES

	1 January - 31 March 2026	1 January - 31 March 2025
Research and development expenses:		
Personnel expenses	7,538,293	7,807,028
Test, measurement and document expenses	1,558,512	2,638,276
Depreciation and amortization	2,230	3,339
Other	1,091,177	1,328,630
	10,190,212	11,777,273

NOTE 16 - MARKETING EXPENSES, SELLING AND DISTRIBUTION EXPENSES GENERAL ADMINISTRATIVE EXPENSES

	1 January - 31 March 2026	1 January - 31 March 2025
Marketing, selling and distribution expenses		
Logistics expenses, sales, distribution and letter of guarantee commissions	159,999,726	150,158,560
Personnel expenses	43,458,233	48,237,957
Depreciation and amortization	448,935	90,377
External service expenses	257,754	288,476
Other	10,571,543	20,638,642
	214,736,191	219,414,012

	1 January - 31 March 2026	1 January - 31 March 2025
General administrative expenses		
Personnel expenses	45,398,265	51,263,145
Depreciation and amortization	22,322,409	18,951,008
Consultancy expenses	6,877,099	6,931,353
Donations and membership dues	1,956,371	3,053,113
Insurance expense	1,757,097	1,255,737
External service expenses	1,252,811	1,534,002
Other	9,103,294	19,433,267
	88,667,346	102,421,625

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NOTE 17 - EXPENSES BY NATURES

	1 January - 31 March 2026	1 January - 31 March 2025
Expenses by Nature		
Raw material expenses	3,862,671,385	3,000,358,201
Labor expense	282,272,712	272,046,935
Production costs	192,152,938	169,699,410
Logistics expenses, sales and letter of guarantee commissions	159,999,726	150,158,560
Cost of merchandise sold	72,336,509	292,404,197
Depreciation and amortization	47,577,861	45,806,425
Cost of service sold	14,345,495	159,779,840
Litigation, consultancy and audit expenses	6,877,099	6,931,353
Other	27,548,559	50,170,143
	4,665,782,284	4,147,355,064

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

Details of other income from main operations are as follows:

	1 January - 31 March 2026	1 January - 31 March 2025
Realized income from derivative financial instruments held for trading	124,247,264	130,596,254
Cost reflection revenues	4,339,517	7,161,728
Provisions for trade receivables no longer required	6,273,446	-
Other	6,254,989	22,504,960
	141,115,216	160,262,942

Details of other expense from main operations are as follows:

	1 January - 31 March 2026	1 January - 31 March 2025
Realized expenses from derivative financial instruments held for trading	(168,570,452)	(234,183,827)
Provision for other doubtful receivables	-	(6,636,257)
Foreign exchange loss/(gain) from commercial activities, net	(50,232,567)	(1,560,203)
Other	(15,101,972)	(21,950,802)
	(233,904,991)	(264,331,089)

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NOTE 19 - INCOME TAXES

The income tax payable /(asset) as of 31 March 2026 and 31 December 2025 is summarized below::

	31 March 2026	31 December 2025
Prepaid taxes and funds (-)	86,665,213	86,930,712
Period profit tax asset	86,665,213	86,930,712

In Turkey, the corporation tax rate is 25% for 2026 (2025: 25%). The corporate tax rate is applied to the tax base that will be found as a result of the deduction of the expenses that are not allowed to be deducted in accordance with the tax laws to the commercial income of the corporations, the exception to the tax law (except for the participation earnings exemption, investment allowance exception etc.) and the reduction of discounts (such as R & D discount). No further tax is payable unless the profit is distributed calculated on an exemption amount if an investment allowance is granted in the scope of Income Tax Law temporary article 61. (Except withholding tax at the rate of 19.80% calculated and paid over the exemption amount utilized in case of investment allowance exemption utilized within the scope of Income Tax Law Provisional Article 61).

Companies calculate temporary tax at the rate of 25% (2025:25%) on their quarterly financial profits and declare it until the 14th day of the second month following that period and pay it until the evening of the 17th day. 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 debt to the state. There is no practice in Turkey to reach an agreement with the tax authority regarding the taxes to be paid. Corporate tax returns are submitted to the relevant tax office until the evening of the 25th day of the fourth month following the month in which the accounting period is closed. Authorities authorized for tax inspection can examine the accounting records within five years, and if erroneous transactions are detected, tax amounts may change due to tax assessment. According to the Turkish tax legislation, financial losses shown on the declaration can be deducted from the corporate income for the period, provided that they do not exceed 5 years. However financial losses can not be offsetted from last year's profits

For the period ended 31 March 2026 and 2025, tax expense in the profit or loss comprised the following:

	1 January - 31 March 2026	1 January - 31 March 2025
Deferred tax assets/(liabilities)	(24,542,910)	(57,234,504)
Total tax income/(expense)	(24,542,910)	(57,234,504)

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NOTE 19 - 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)	
	31 March 2026	31 December 2025	31 March 2026	31 December 2025
Long-term construction projects	249,048,928	286,874,290	(62,262,232)	(71,718,572)
Adjustments related to inventories	124,299,061	73,383,822	(31,074,765)	(18,345,956)
Derivative instruments	(18,585,285)	(37,327,216)	4,646,321	9,331,805
Provisions	(48,788,369)	(25,119,716)	12,197,092	6,279,929
Tangible and intangible assets	(514,515,609)	(608,611,699)	128,628,902	152,152,925
Carryforward tax losses	(214,459,491)	(235,991,224)	53,614,873	58,997,806
Other	(9,768,302)	15,852,803	2,442,074	(3,962,762)
Deferred tax assets/(liabilities), net			108,192,265	132,735,175

Movements of deferred tax assets and liabilities as follows:

	2026	2025
1 January	132,735,175	178,700,072
Associated with the profit or loss	(24,542,910)	(57,234,504)
Monetary gain/(loss)	-	(15,850,118)
31 March	108,192,265	105,615,450

NOTE 20 - 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.

There are no ordinary shares issued or to be issued as of the date of preparation of the financial statements and prior to the completion of these consolidated financial statements.

	31 March 2026	31 December 2025
Net profit per share of the parent	(129,725,692)	(127,814,425)
Weighted average number of ordinary shares issued	216,733,652	216,733,652
Earnings per share	(0.59855)	(0.58973)
Diluted earnings per share	(0.59855)	(0.58973)

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NOTE 21 - RELATED PARTY DISCLOSURES

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

	31 March 2026	31 December 2025
	Trade receivables	Trade receivables
Prysmian Cabluri Si Systeme S.	156,398,914	105,555,203
Prysmian Kabel und Systeme GmbH	131,322,585	212,924,978
LLC Rybinskelektrokabel	89,626,074	97,593,513
Prysmian Spain, S.A.	63,687,311	151,916,800
Oman Cables Industry (SAOG)	45,979,077	57,435,626
Prysmian Cavi E Sistemi S.r.l	26,325,682	29,884,520
Prysmian Cavi e Sistemi Italia S.r.l.	24,547,449	7,889,105
Prysmian MKM Magyar Kabel Muve	21,248,753	15,008,147
Prysmian Cables & Systems Limited	20,519,949	2,233,308
Conducen SRL	20,170,666	-
LLC Prysmian RUS	17,552,742	17,836,463
MCI-Draka Cable Co., Ltd.	14,165,525	-
Prysmian Cable Industrial GmbH	13,588,128	15,856,057
Prysmian Poland Sp. z o.o.	10,039,947	-
Prysmian Group Denmark A/S	7,771,542	-
Draka Kabel Sverige AB	6,239,760	-
Prysmian Netherlands B.V.	3,512,026	6,502,672
Prysmian Group Norge AS	-	10,378,085
Other	6,259,782	20,891,037
	678,955,912	751,905,514

	31 March 2026		31 December 2025	
	Trade payables	Other payables	Trade payables	Other payables
Prysmian S.P.A.	1,751,856,819	-	1,419,914,473	-
Prysmian Cavi e Sistemi Italia S.r.l.	29.717.269	-	53,467,291	-
Prysmian Group Norge AS	19.172.646	-	-	-
Prysmian Cables et Systèmes Fr	7.600.656	-	24,540,457	-
Prysmian MKM Magyar Kabel Muve	6.361.158	-	-	-
Prysmian Cables and Systems US	3.551.096	-	8,048,601	-
Prysmian Cables Spain, S.A.	-	-	6,283,710	-
Prysmian Kabel und Systeme GmbH	-	-	2,853,860	-
Prysmian Wuxi Cable Company Ltd	-	-	34,259,766	-
Draka Holding BV(*)	-	3,998,768,603	-	2,998,497,016
Other	1.104.043	-	3,841,550	-
	1.819.363.687	3,998,768,603	1,553,209,708	2,998,497,016

(*) The Group's operational activities are related to a loan of TRY3,900,000,000 provided by its main shareholder, Draka Holding B.V., which is directly and solely owned by Prysmian S.P.A., acting as the "Lender." The loan has a maturity of 2 years, with the principal repayment due in 2027. The annual effective interest rate is 32.3050%, and interest payments are made quarterly.

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NOTE 21 - RELATED PARTY DISCLOSURES (Continued)

Sales transactions with related parties are as follows:

	1 January - 31 March 2026	1 January - 31 March 2025
	Sales	Sales
Prysmian Cabluri Si Systeme S.	206,960,328	151,663,700
Prysmian Kabel und Systeme Gmb	121,069,462	161,763,156
PRYSMIAN SPAIN, S.A.	111,944,091	28,088,045
Oman Cables Industry (SAOG)	39,365,421	2,916,013
Draka Kabel Sverige AB	37,494,410	764,016
Prysmian Cavi e Sist. It. srl	28,738,909	43,112,399
Prysmian Group Norge AS	28,043,350	66,902,989
Prysmian Cables & Systems Limi	24,315,820	47,332,616
Conducen SRL	20,625,129	109,575,346
Prysmian MKM Magyar Kabel Muve	19,498,876	17,939,036
MCI-Draka Cable Co. Ltd	14,655,652	-
Prysmian Cable Industrial GmbH	13,889,341	-
Prysmian Poland Sp. z o.o.	9,990,059	-
Draka Denmark Optical Cable AS	8,035,174	12,067,365
Cobre Cerrillos S.A.	6,178,239	-
Prysmian Group Baltics AS	4,414,587	49,803,607
Prysmian Power Link Srl	-	264,127,894
Other	10,988,859	79,970,090
	706,207,707	1,036,026,272

Purchase transactions with related parties are as follows:

	1 January- 31 March 2026	1 January- 31 March 2025
Prysmian Spa	817,885,293	349,656,521
Prysmian Cavi e Sistemi Italia S.R.L	26,174,187	80,520,298
Prysmian MKM Magyar Kabel Muve	25,426,268	29,506,223
Prysmian Cabluri Si Systeme S.	20,306,812	674,123
Prysmian Kabel und Systeme GmbH	12,357,446	45,402,895
Draka Comteq Germany GmbH	9,744,588	9,114,421
Prysmian Cables et Systèmes Fr	8,195,341	7,174,610
Prys Cables Sys USA LLC	3,596,647	4,272,493
General Cable Celcat, Energia	-	18,004,247
Oman Aluminium Processing Industrie	-	14,919,037
Other	14,540,970	12,883,837
	938,227,552	572,128,705

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NOTE 21 - RELATED PARTY DISCLOSURES (Continued)

Benefits provided to senior executives are as follows:

	1 January - 31 March 2026	1 January - 31 March 2025
Payments and other short-term benefits	19,189,906	7,655,029
	19,189,906	7,655,029

Service purchases made with related parties are as follows:

	1 January - 31 March 2026	1 January - 31 March 2025
Prysmian S.P.A.	3,260,933	2,949,520
	3,260,933	2,949,520

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.

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).

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NOTE 22 – FOREIGN CURRENCY POSITION

	31 March 2026				31 December 2025			
	TRY Equivalent (Functional currency - TRY)	USD	EUR	GBP	TRY Equivalent (Functional currency - TRY)	USD	EUR	GBP
1. Trade Receivables	1,913,098,956	27,669,336	13,443,872	-	1,905,962,883	21,077,984	16,484,993	-
2a. Monetary Financial Assets (including bank accounts)	104,408,154	2,351,742	-	-	132,815,395	1,283,722	1,306,438	-
2b. Non-monetary Financial Assets	-	-	-	-	-	-	-	-
3. Other	20,453,505	29,905	375,536	-	11,544,771	59,810	157,675	-
4. Current Assets (1+2+3)	2,037,960,615	30,050,983	13,819,408	-	2,050,323,049	22,421,516	17,949,106	-
5. Trade Receivables	-	-	-	-	-	-	-	-
6a. Monetary Financial Assets	-	-	-	-	-	-	-	-
6b. Non-monetary Financial Assets	-	-	-	-	-	-	-	-
7. Other	-	-	-	-	-	-	-	-
8. Non-Current Assets (5+6+7)	-	-	-	-	-	-	-	-
9. Total Assets (4+8)	2,037,960,615	30,050,983	13,819,408	-	2,050,323,049	22,421,516	17,949,106	-
10. Trade Payables	(1,521,593,842)	(29,385,897)	(4,206,560)	-	(1,089,579,027)	(19,865,217)	(2,728,206)	(971)
11. Financial Liabilities	-	-	-	-	-	-	-	-
12a. Other Monetary Liabilities	(1,748,462,299)	(39,312,401)	-	-	(1,500,753,103)	(30,749,743)	(872,568)	-
12b. Other Non-monetary Liabilities	(662,754,866)	(12,511,088)	(2,083,653)	-	(514,781,598)	(10,048,941)	(724,216)	-
13. Short-term Liabilities (10+11+12)	(3,932,811,006)	(81,209,387)	(6,290,213)	-	(3,105,113,728)	(60,663,901)	(4,324,990)	(971)
14. Trade Payables	-	-	-	-	-	-	-	-
15. Financial Liabilities	-	-	-	-	-	-	-	-
16 a. Other Monetary Liabilities	-	-	-	-	-	-	-	-
16. b Other Non-monetary Liabilities	-	-	-	-	-	-	-	-
17. Long-term Liabilities (14+15+16)	-	-	-	-	-	-	-	-
18. Total Liabilities (13+17)	(3,932,811,007)	(81,209,386)	(6,290,213)	-	(3,105,113,728)	(60,663,901)	(4,324,990)	(971)
19. Net Asset/(Liability) Position of the Off-Balance Sheet								
Foreign Exchange Based Derivatives (19a+19b)	1,801,697,750	51,500,000	(9,500,000)	-	1,018,293,021	38,000,000	(13,950,000)	-
19. a. The Amount of the Asset Type Off Balance	2,286,399,150	51,500,000	-	-	1,791,601,515	38,000,000	-	-
19. b. The Amount of the Liability Type Off Balance	(484,701,400)	-	(9,500,000)	-	(773,308,493)	-	(13,950,000)	-
20. Net Foreign Exchange Asset/(Liability) Position (9+18+19)	(93,152,641)	341,596	(1,970,805)	-	(36,497,658)	(242,385)	(325,884)	(971)
21. Net Foreign Currency Asset/ (Liability) Position of (UFRS 7.B23) (=1+2a+5+6a+10+11+12a+14+15+16)	(1,252,549,031)	(38,677,220)	9,237,312	-	(551,553,852)	(28,253,254)	14,190,657	(971)
22. Total Fair Value of Financial Instruments Used for - Foreign Currency Hedging	1,801,697,750	51,500,000	(9,500,000)	-	1,018,293,021	38,000,000	(13,950,000)	-
23. Hedged Foreign Exchange Assets	2,286,399,150	51,500,000	-	-	(773,308,493)	-	(13,950,000)	-
24. Hedged Foreign Exchange Liabilities	(484,701,400)	-	(9,500,000)	-	1,791,601,515	38,000,000	-	-
25. Export	1,356,929,682	11,349,342	17,489,677	-	5,925,576,861	35,834,489	76,361,195	-
26. Import	1,305,013,565	20,123,939	6,309,415	-	3,505,006,213	34,778,161	33,709,576	-

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NOTE 22 - FOREIGN CURRENCY POSITION (Continued)

Exchange rate 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	31 March 2026	
	Profit/(Loss) Depreciation of foreign currency	Profit/(Loss) Appreciation of foreign currency
10% change in USD against TRY:		
USD net assets/liabilities	(172,021,190)	172,021,190
USD net effect	(172,021,190)	172,021,190
10% change in EUR against TRY:		
EUR net assets/liabilities	47,045,076	(47,045,076)
EUR net effect	47,045,076	(47,045,076)
10% change in Other against TRY:		
Others net assets/liabilities	-	-
Other net effect	-	-
Total	(124,976,115)	124,976,115

Table of Sensitivity Analysis for Foreign Currency Risk	31 December 2025	
	Profit/(Loss) Depreciation of foreign currency	Profit/(Loss) Appreciation of foreign currency
10% change in USD against TRY:		
USD net assets/liabilities	(121,271,160)	121,271,160
USD net effect	(121,271,160)	121,271,160
10% change in EUR against TRY:		
EUR net assets/liabilities	71,358,996	(71,358,996)
EUR net effect	71,358,996	(71,358,996)
10% change in Other against TRY:		
Others net assets/liabilities	(5,614)	5,614
Other net effect	(5,614)	5,614
Total	(49,917,777)	49,917,777

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 23 - 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 23 - 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 31 March 2026 and 31 December 2025.

Financial assets / liabilities	Reasonable value		Reasonable value level	Valuation Technique
	31 March 2026	31 December 2025		
Financial assets/ (liabilities) from foreign currency forward contracts	(18,585,285)	(37,327,216)	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.

NOTE 24 –EXPLANATIONS FOR MONETARY GAIN/(LOSS)

Non-Monetary Items	31 March 2026	31 March 2025
Balance sheet items	75,290,838	(12,598,180)
Inventories	6,076,005	58,650,849
Property, plant and equipment	56,939,101	81,699,768
Intangible assets other than goodwill	-	407,246
Right of use assets	10,059,909	9,377,023
Deferred tax assets	12,110,751	-
Paid in share capital	(1,247,602,991)	(1,125,943,908)
Repurchased shares	9,065,924	8,181,867
Premiums related to shares	(147,647,144)	(133,249,441)
Other comprehensive expenses will not be reclassified to profit or loss	13,516,796	55,440,727
Restricted reserves	(45,075,157)	(40,679,688)
Accumulated losses	1,407,847,644	1,073,517,377
Income statement items	101,559,059	149,473,453
Revenue	(100,359,304)	(95,194,462)
Cost of sales	185,706,799	229,507,605
Research and development expenses	392,284	444,429
Marketing selling and distribution expenses	5,560,310	5,946,001
General administrative expenses	2,656,809	3,153,215
Other operating income and expenses	918,364	1,356,573
Finance income and expenses	6,683,797	4,260,092
Net monetary gain / (loss)	176,849,897	136,875,273

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