VESTEL BEYAZ EŞYA SANAYİ VE TİCARET ANONİM ŞİRKETİ

CONVENIENCE TRANSLATION INTO ENGLISH OF CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD 1 JANUARY – 31 MARCH 2025

(ORIGINALLY ISSUED IN TURKISH)

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VESTEL BEYAZ EŞYA SANAYİ VE TİCARET ANONİM ŞİRKETİ

CONDENSED INTERIM BALANCE SHEETS AS OF 31 MARCH 2025 AND 31 DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

		Unaudited	Audited
	Notes	31 March 2025	31 December 2024
ASSETS			
CURRENT ASSETS			
Cash and Cash Equivalents	4	587.421	1.202.038
Financial Assets		24.331	26.780
Trade Receivables		12.655.857	16.013.961
Trade Receivables Due from Related Parties	6	11.941.934	15.437.635
Trade Receivables Due from Third Parties	7	713.923	576.326
Other Receivables		7.363.757	5.310.066
Other Receivables Due from Related Parties	6	6.251.249	4.194.032
Other Receivables Due from Third Parties	8	1.112.508	1.116.034
Derivative Financial Instruments	25	161.780	378.029
Inventories	9	11.720.744	10.846.205
Prepaid Expenses		1.294.697	679.271
Prepayments to Related Parties	6	640.621	395.291
Prepayments to Third Parties	10	654.076	283.980
Current Tax Assets	23	11.290	11.241
Other Current Assets		41.306	106.311
Other Current Assets Due from Third Parties	17	41.306	106.311
TOTAL CURRENT ASSETS		**33.861.183**	**34.573.902**
NON-CURRENT ASSETS			
Other Receivables		11.767	14.089
Other Receivables Due from Third Parties		11.767	14.089
Property, Plant and Equipment	11	39.938.451	39.797.957
Right of Use Assets	12	1.027.140	793.165
Intangible Assets	13	2.790.053	2.658.589
Prepaid Expenses		880.952	936.003
Prepaid Expenses to Related Parties	6	472.665	506.118
Prepayments to Third Parties	10	408.287	429.885
TOTAL NON-CURRENT ASSETS		**44.648.363**	**44.199.803**
TOTAL ASSETS		**78.509.546**	**78.773.705**

VESTEL BEYAZ EŞYA SANAYİ VE TİCARET ANONİM ŞİRKETİ

CONDENSED INTERIM BALANCE SHEETS AS OF 31 MARCH 2025 AND 31 DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

		Unaudited	Audited
	Notes	31 March 2025	31 December 2024
LIABILITIES			
CURRENT LIABILITIES			
Short Term Borrowings		12.535.323	10.843.765
Short Term Borrowings from Related Parties		6.477	4.675
Lease Liabilities	5,6	6.477	4.675
Short Term Borrowings from Third Parties		12.528.846	10.839.090
Bank Loans	5	10.592.314	8.200.590
Lease Liabilities	5	181.979	4.727
Issued Debt Instruments	5	1.754.553	2.633.773
Current Portion of Long Term Borrowings		1.372.952	456.195
Current Portion of Long Term Borrowings from Third Parties		1.372.952	456.195
Bank Loans	5	436.743	456.195
Issued Debt Instruments	5	936.209	-
Other Financial Liabilities		69.993	70.977
Trade Payables		20.787.644	23.060.766
Trade Payables to Related Parties	6	1.407.268	1.969.771
Trade Payables to Third Parties	7	19.380.376	21.090.995
Payables Related to Employee Benefits	16	550.477	433.717
Other Payables		-	103.648
Other Payables to Related Parties	6	-	103.648
Derivative Financial Liabilities	25	209.958	33.224
Deferred Revenue		316.219	88.706
Deferred Revenues from Related Parties	6	223.160	86.630
Deferred Revenue from Third Parties	8	93.059	2.076
Current Provisions		35.940	29.680
Other Current Provisions	14	35.940	29.680
Other Current Liabilities		216.455	209.905
Other Current Liabilities to Third Parties	17	216.455	209.905
TOTAL CURRENT LIABILITIES		**36.094.961**	**35.330.583**

VESTEL BEYAZ EŞYA SANAYİ VE TİCARET ANONİM ŞİRKETİ
CONDENSED INTERIM BALANCE SHEETS AS OF 31 MARCH 2025 AND 31 DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

	Notes	Unaudited 31 March 2025	Audited 31 December 2024
NON-CURRENT LIABILITIES			
Long Term Borrowings		1.442.260	1.348.971
Long Term Borrowings from Related Parties		200.663	150.563
Lease Liabilities	5,6	200.663	150.563
Long Term Borrowings from Third Parties		1.241.597	1.198.408
Bank Loans	5	1.045.226	1.191.768
Lease Liabilities	5	196.371	6.640
Other Financial Liabilities		200.791	225.599
Trade Payables		138.977	135.318
Trade Payables to Third Parties	7	138.977	135.318
Non-current Provisions		985.263	1.019.163
Non-current Provisions for Employee Benefits	16	985.263	1.019.163
Deferred Tax Liabilities	23	3.633.481	3.452.404
Other Non-current Liabilities		3.400	11.324
Other Non-current Liabilities to Third Parties		3.400	11.324
TOTAL NON-CURRENT LIABILITIES		**6.404.172**	**6.192.779**
TOTAL LIABILITIES		**42.499.133**	**41.523.362**

VESTEL BEYAZ EŞYA SANAYİ VE TİCARET ANONİM ŞİRKETİ
CONDENSED INTERIM BALANCE SHEETS AS OF 31 MARCH 2025 AND 31 DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

	Notes	Unaudited 31 March 2025	Audited 31 December 2024
EQUITY			
Equity Attributable to Owners of Parent		**36.010.413**	**37.250.343**
Issued Capital	18	1.600.000	1.600.000
Adjustments on Capital	18	10.844.163	10.844.163
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified to Profit or Loss		9.104.449	9.114.492
Gains (Losses) on Revaluation and Remeasurement		9.104.449	9.114.492
Increases on Revaluation of Property, Plant and Equipment		10.176.574	10.178.093
Losses on Remeasurement of Defined Benefit Plans		(1.072.125)	(1.063.601)
Other Accumulated Comprehensive Income (Loss) that will be Reclassified to Profit or (Loss)		(45.242)	172.155
Profit or (Losses) on Hedge		(45.242)	172.155
Profit or (Losses) on Cash Flow Hedges		(45.242)	172.155
Restricted Reserves		2.253.772	2.253.772
Legal Reserves	18	2.253.772	2.253.772
Prior Years' Profits		13.267.280	12.973.183
Current Period Net Profit or Loss		(1.014.009)	292.578
TOTAL EQUITY		**36.010.413**	**37.250.343**
TOTAL LIABILITIES AND EQUITY		**78.509.546**	**78.773.705**

Financial statements for the period 1 January – 31 March 2025 were approved by the Board of Directors of Vestel Beyaz Eşya Sanayi ve Ticaret A.Ş. on 30 April 2025. General Assembly and specified regulatory bodies have the right to make amendments to statutory financial statements after issue.

VESTEL BEYAZ EŞYA SANAYİ VE TİCARET ANONİM ŞİRKETİ

CONDENSED INTERIM STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIODS 1 JANUARY – 31 MARCH 2025 AND 2024

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

	Notes	Unaudited 1 January - 31 March 2025	Unaudited 1 January - 31 March 2024
PROFIT OR LOSS			
Revenue	19	15.891.253	19.297.992
Cost of Sales	19	(14.643.253)	(16.346.458)
GROSS PROFIT		**1.248.000**	**2.951.534**
General Administrative Expenses		(345.094)	(229.828)
Marketing Expenses		(772.110)	(879.538)
Research and Development Expense		(240.965)	(259.434)
Other Income from Operating Activities	20	1.082.107	976.478
Other Expenses from Operating Activities	20	(1.653.969)	(1.910.684)
PROFIT/(LOSS) FROM OPERATING ACTIVITIES		**(682.031)**	**648.528**
PROFIT/(LOSS) BEFORE FINANCING INCOME		**(682.031)**	**648.528**
Finance Income	21	988.908	589.982
Finance Expense	21	(2.210.730)	(1.764.029)
Monetary Gain	22	1.146.229	1.326.235
PROFIT/(LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		**(757.624)**	**800.716**
Tax (Expense) Income, Continuing Operations		(256.385)	50.851
Current Tax Expense	23	-	(2.926)
Deferred Tax Income/(Loss)	23	(256.385)	53.777
PROFIT//LOSS) FOR THE PERIOD		**(1.014.009)**	**851.567**
Earnings per 100 share with a Kr 1 of Par Value (TL)	24	**(0,63)**	**0,53**

The accompanying notes are an integral part of these financial statements.

VESTEL BEYAZ EŞYA SANAYİ VE TİCARET ANONİM ŞİRKETİ

CONDENSED INTERIM STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIODS 1 JANUARY – 31 MARCH 2025 AND 2024

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

	Unaudited 1 January - 31 March 2025	Unaudited 1 January - 31 March 2024
PROFIT/(LOSS) FOR THE PERIOD OTHER COMPREHENSIVE INCOME	**(1.014.009)**	**851.567**
Other Comprehensive Income that will not be Reclassified to Profit or Loss	**(8.524)**	**(6.433)**
Gains (Losses) on Remeasurements of Defined Benefit Plans	(11.366)	(8.578)
Taxes Relating to Components of Other Comprehensive Income	**2.842**	**2.145**
Taxes Relating to Remeasurements of Defined Benefit Plans	2.842	2.145
Other Comprehensive Income that will be Reclassified to Profit or Loss	**(217.397)**	**272.815**
Other Comprehensive Income (Loss) Related with Cash Flow Hedges	(289.863)	363.754
Taxes Relating to Components of Other Comprehensive Income	**72.466**	**(90.939)**
Taxes Relating to Cash Flow Hedges	72.466	(90.939)
OTHER COMPREHENSIVE INCOME/(LOSS)	**(225.921)**	**266.382**
TOTAL COMPREHENSIVE INCOME/(LOSS)	**(1.239.930)**	**1.117.949**

VESTEL BEYAZ EŞYA SANAYİ VE TİCARET ANONİM ŞİRKETİ

CONDENSED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE PERIODS 1 JANUARY – 31 MARCH 2025 AND 2024

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

	Issued Capital	Inflation Adjustments on Capital	Increases (Decreases) on Revaluation of Property, Plant and Equipment	Gains (Losses) on Remeasurement of Defined Benefit Plans	Gains (Losses) Revaluations and Remeasurements	Other Accumulated Comprehensive Income That Will Not Be Reclassified To Profit Or Loss	Cash Flow Hedges	Reserve Of Gains or Losses on Hedge	Other Accumulated Comprehensive Income That Will Be Reclassified To Profit Or Loss	Restricted Reserves Appropriated From Profits	Prior Years' Profits or Losses	Net Profit or Loss	Retained Earnings	Equity attributable to owners of parent	Equity
Previous Period															
1 January -31 March 2024															
Beginning of Period	**1.600.000**	**10.844.163**	**6.421.939**	**(920.945)**	**5.500.994**	**5.500.994**	**(296.175)**	**(296.175)**	**(296.175)**	**1.904.214**	**7.247.033**	**7.507.498**	**14.754.531**	**34.307.727**	**34.307.727**
Transfers	-	-	(18.042)	-	(18.042)	(18.042)	-	-	-	-	7.525.540	(7.507.498)	18.042	-	-
Total Comprehensive Income (Loss)	-	-	-	(6.433)	(6.433)	(6.433)	272.815	272.815	272.815	-	-	851.567	851.567	1.117.949	1.117.949
Profit for the period (Loss)	-	-	-	-	-	-	-	-	-	-	-	851.567	851.567	851.567	851.567
Other Comprehensive Income (Loss)	-	-	-	(6.433)	(6.433)	(6.433)	272.815	272.815	272.815	-	-	-	-	266.382	266.382
End of Period	**1.600.000**	**10.844.163**	**6.403.897**	**(927.378)**	**5.476.519**	**5.476.519**	**(23.360)**	**(23.360)**	**(23.360)**	**1.904.214**	**14.772.573**	**851.567**	**15.624.140**	**35.425.676**	**35.425.676**
Current Period															
1 January -31 March 2025															
Beginning of Period	**1.600.000**	**10.844.163**	**10.178.093**	**(1.063.601)**	**9.114.492**	**9.114.492**	**172.155**	**172.155**	**172.155**	**2.253.772**	**12.973.183**	**292.578**	**13.265.761**	**37.250.343**	**37.250.343**
Transfers	-	-	(1.519)	-	(1.519)	(1.519)	-	-	-	-	294.097	(292.578)	1.519	-	-
Total Comprehensive Income (Loss)	-	-	-	(8.524)	(8.524)	(8.524)	(217.397)	(217.397)	(217.397)	-	-	(1.014.009)	(1.014.009)	(1.239.930)	(1.239.930)
Profit for the period (Loss)	-	-	-	-	-	-	-	-	-	-	-	(1.014.009)	(1.014.009)	(1.014.009)	(1.014.009)
Other Comprehensive Income (Loss)	-	-	-	(8.524)	(8.524)	(8.524)	(217.397)	(217.397)	(217.397)	-	-	-	-	(225.921)	(225.921)
End of Period	**1.600.000**	**10.844.163**	**10.176.574**	**(1.072.125)**	**9.104.449**	**9.104.449**	**(45.242)**	**(45.242)**	**(45.242)**	**2.253.772**	**13.267.280**	**(1.014.009)**	**12.253.271**	**36.010.413**	**36.010.413**

VESTEL BEYAZ EŞYA SANAYİ VE TİCARET ANONİM ŞİRKETİ

CONDENSED INTERIM STATEMENTS OF CASH FLOWS FOR THE PERIODS 1 JANUARY- 31 MARCH 2025 AND 2024

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

	Notes	Unaudited 1 January - 31 March 2025	Unaudited 1 January - 31 March 2024
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		**519.207**	**1.702.964**
Profit (Loss) for the Period		(1.014.009)	851.567
Profit (Loss) from Continuing Operations		(1.014.009)	851.567
Adjustments to Reconcile Profit		**1.039.037**	**(45.151)**
Adjustments for Depreciation and Amortisation Expense	11,12,13	810.805	951.214
Adjustments for Impairment Loss (Reversal of Impairment Loss)		50.186	1.696
Adjustments for Impairement Loss (Reversal of Impairment Loss) of Receivables		(4.792)	(290)
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Inventories	9	54.978	1.986
Adjustments for Provisions		107.805	40.738
Adjustments for (Reversal of) Provisions Related with Employee Benefits		101.545	39.183
Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions	14	6.260	(1.399)
Adjustments for (Reversal of) Other Provisions		-	2.954
Adjustments for Interest (Income) Expenses		1.217.185	937.278
Adjustments for Interest Income	21	(328.968)	(87.385)
Adjustments for Interest Expense	21	1.546.153	1.024.663
Adjustments for Unrealised Foreign Exchange Losses (Gains)		(174.516)	(195.715)
Adjustments for Fair Value Losses (Gains)		103.120	(125.227)
Adjustments for Fair Value (Gains) Losses on Derivative Financial Instruments		103.120	(125.227)
Adjustments for Tax (Income) Expenses	23	256.385	(50.850)
Adjustments for Losses (Gains) on Disposal of Non-Current Assets		(1.768)	(152)
Adjustments for Losses (Gains) Arised from Sale of Tangible Assets		(1.768)	(152)
Other Adjustments to Reconcile Profit (Loss)	4	2	4
Monetary Loss/Gain		(1.330.167)	(1.604.137)

VESTEL BEYAZ EŞYA SANAYİ VE TİCARET ANONİM ŞİRKETİ

CONDENSED INTERIM STATEMENTS OF CASH FLOWS FOR THE PERIODS 1 JANUARY- 31 MARCH 2025 AND 2024

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

	Notes	Unaudited 1 January - 31 March 2025	Unaudited 1 January - 31 March 2024
Changes in Working Capital		**546.701**	**934.496**
Adjustments for Decrease (Increase) in Trade Accounts Receivable		1.944.546	(63.217)
Decrease (Increase) in Trade Accounts Receivables from Related Parties	6	2.134.641	42.513
Decrease (Increase) in Trade Accounts Receivables from Third Parties	7	(190.095)	(105.730)
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		(99.832)	15.365
Decrease (Increase) in Other Third Party Receivables Related with Operations	8	(99.832)	15.365
Adjustments for Decrease (Increase) in Inventories	9	(929.517)	(1.776.975)
Decrease (Increase) in Prepaid Expenses	10	(693.902)	(491.323)
Adjustments for Increase (Decrease) in Trade Accounts Payable		(150.941)	3.074.248
Increase (Decrease) in Trade Accounts Payables to Related Parties	6	(391.654)	874.688
Increase (Decrease) in Trade Accounts Payables to Third Parties		240.713	2.199.560
Increase (Decrease) in Employee Benefit Liabilities	16	160.194	179.537
Increase (Decrease) in Deferred Revenues		241.317	(116.698)
Other Adjustments for Other Increase (Decrease) in Working Capital		74.836	113.559
Decrease (Increase) in Other Assets Related with Operations	17	55.522	103.796
Increase (Decrease) in Other Payables Related with Operations	17	19.314	9.763
Cash Flows from (used in) Operations		**571.729**	**1.740.912**
Payments Related with Provisions for Employee Benefits	16	(52.473)	(67.125)
Income Taxes Refund (Paid)	23	(49)	29.177

VESTEL BEYAZ EŞYA SANAYİ VE TİCARET ANONİM ŞİRKETİ

CONDENSED INTERIM STATEMENTS OF CASH FLOWS FOR THE PERIODS 1 JANUARY- 31 MARCH 2025 AND 2024

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

	Notes	Unaudited 1 January - 31 March 2025	Unaudited 1 January - 31 March 2024
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		**(3.008.005)**	**(2.397.407)**
Proceeds from Sales of Property, Plant, Equipment and Intangible Assets		2.295	9.862
Proceeds from Sales of Property, Plant and Equipment		2.295	9.862
Purchase of Property, Plant, Equipment and Intangible Assets		(1.046.847)	(1.249.149)
Purchase of Property, Plant and Equipment	11	(823.527)	(948.324)
Purchase of Intangible Assets	13	(223.320)	(300.825)
Cash Advances and Loans Made to Other Parties		(1.965.902)	(1.157.007)
Cash Advances and Loans Made to Related Parties		(1.947.769)	(963.171)
Cash Advances and Loans Made to Third Parties		(18.133)	(193.836)
Other Cash Inflows (Outflows)		2.449	(1.113)
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		**1.984.082**	**(175.378)**
Proceeds from Borrowings	5	7.661.657	3.188.286
Proceeds from Loans		6.426.657	2.257.702
Proceeds from Other Financial Borrowings		1.235.000	930.584
Repayments of Borrowings	5	(4.450.098)	(2.203.207)
Loan Repayments		(3.450.098)	(1.644.857)
Issued bonds repayments		(1.000.000)	(558.350)
Increase in Other Payables to Related Parties		(103.648)	(294.888)
Payments of Lease Liabilities		(56.755)	76.032
Interest Paid		(1.077.368)	(952.910)
Interest Received		10.294	11.309
INFLATION EFFECT ON CASH AND CASH EQUIVALENTS		**(119.380)**	**(155.356)**
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		**(624.096)**	**(1.025.177)**
Effect of Exchange Rate Changes on Cash and Cash Equivalents		9.481	3.586
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		**(614.615)**	**(1.021.591)**
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	4	1.202.014	1.159.257
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		**587.399**	**137.666**

The accompanying notes are an integral part of these financial statements.

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 1 – COMPANY'S ORGANISATION AND NATURE OF OPERATIONS

Vestel Beyaz Eşya Sanayi ve Ticaret A.Ş. (the "Company" or "Vestel Beyaz Eşya") was incorporated in 1997 under the Turkish Commercial Code and its head office is located at Levent 199, Büyükdere Caddesi No: 199, 34394 Şişli / İstanbul.

The Company started its operations in 1999 and produces refrigerators, room air conditioning units, washing machines, drying machines, cookers, dishwashers and water heaters. The Company's production facilities occupy 641 square meters of enclosed area located in Manisa Organized Industrial Zone on total area of 763 square meters.

The Company is a member of Vestel Group of Companies which are under the control of Zorlu Family. The Company performs its export sales and domestic sales via Vestel Ticaret A.Ş. which is also a member of Vestel Group of Companies.

The Company is registered to Capital Market Board and its shares have been quoted to Borsa Istanbul ("BİST") since 21 April 2006.

As of 31 March 2025, the number of personnel employed was 9.478 (31 December 2024: 9.628).

As of balance sheet dates, the shareholders of the Company and their percentage shareholdings were as follows:

	Shareholding %
Vestel Elektronik Sanayi ve Ticaret A.Ş.	77,33
Other shareholders	22,67
	100,00

As of 31 March 2025 Company have been quoted at the Borsa Istanbul 31,47% of its share capital (31 December 2024: 31,47%).

NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS

2.1 Basis of presentation

2.1.1 Statement of compliance

The accompanying financial statements are prepared in accordance with the Communiqué Serial II, No: 14.1, "Principals of Financial Reporting in Capital Markets" published in the Official Gazette numbered 28676 on 13 June 2013. According to the article 5 of the Communiqué, financial statements are prepared in accordance with Turkish Accounting Standards / Turkish Financial Reporting Standards ("TAS" / "TFRS") and its addendum and interpretations ("IFRIC") issued by the Public Oversight Accounting and Auditing Standards Authority ("POAASA") Turkish Accounting Standards Board.

Financial statements are presented in accordance with the formats determined in the "Announcement on TFRS Taxonomy" published by the POA on 3 July 2024 and in the Financial Statement Samples and User Guide published by the CMB.

The Company bases its accounting records and preparation of its legal financial statements on the Turkish Commercial Code ("TCC"), tax legislation and the Uniform Chart of Accounts issued by the Ministry of Finance of the Republic of Türkiye. The financial statements have been prepared in Turkish Lira on the basis of historical cost, except for land, buildings and land improvements from the tangible assets group shown at their fair value, and financial assets and liabilities shown at their fair value.

Financial statements have been prepared by reflecting the necessary corrections and classifications in order to ensure accurate presentation in accordance with TFRS, on the legal records prepared on the historical cost basis except for derivative instruments shown at their fair value and revaluations arising from fixed assets.

Financial reporting in high-inflation economies

The Company has prepared its financial statements for the year dated 31 December 2023 and ending on the same date, by applying TAS 29 "Financial Reporting in High Inflation Economies" Standard, based on the announcement made by the POA on 23 November 2023 and the "Implementation Guide on Financial Reporting in High Inflation Economies" published. In accordance with the said standard, financial statements prepared based on the currency of a hyperinflationary economy are prepared in the purchasing power of this currency at the balance sheet date, and comparative information is expressed in terms of the current measurement unit at the end of the reporting period for the purpose of comparison in the financial statements of the previous period.For this reason, the company has presented its financial statements as of 31 December 2024 and 31 March 2024 on the basis of purchasing power as of 31 March 2025.

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Cont'd)

2.1 Basis of presentation (Cont'd)

2.1.1 Statement of compliance (Cont'd)

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 shall comply with the provisions of TAS 29, starting from their annual financial reports for the accounting periods ending as of 31 December 2023. It was decided to apply inflation accounting by applying.

Rearrangements made in accordance with TAS 29 were made using the correction coefficient obtained from the Consumer Price Index in Türkiye ("CPI") published by the Turkish Statistical Institute ("TURKSTAT"). As of 31 March 2025, the indices and correction coefficients used in the correction of financial statements are as follows:

Date	Index	Correction Coeffection	Three-Year Compound Inflation Rate
31 March 2025	2.954,69	1	%250
31 December 2024	2.684,55	1,1006	%291
31 March 2024	2.139,47	1,3810	%309

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

- Current period financial statements prepared in TL are expressed in purchasing power at the balance sheet date, and amounts from previous reporting periods are also expressed by adjusting according to the purchasing power at the end of the reporting period.
- Monetary assets and liabilities are not adjusted as they are currently expressed in current purchasing power at the balance sheet date. In cases where the inflation-adjusted values of non-monetary items exceed the recoverable amount or net realizable value, the provisions of TAS 36 and TAS 2 were applied, respectively.

NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Cont'd)

2.1 Basis of presentation (Cont'd)

- Non-monetary assets and liabilities and equity items that are not expressed in current purchasing power at the balance sheet date have been adjusted using the relevant adjustment coefficients.
- All items included in the statement of comprehensive income, except for non-monetary items in the balance sheet that have an impact on the statement of comprehensive income, are indexed with coefficients calculated over the periods in which the income and expense accounts are first reflected in the financial statements.The effect of inflation on the Company's net monetary asset position in the current period is recorded in the net monetary position gains/(losses) account in the income statement (Note 22).

2.2 Comparative information and restatement of prior period financial statements

Financial statements of the Company have been prepared comparatively with the preceding financial period, in order to enable determination of trends in financial position and performance. Comparative figures are reclassified, where necessary, to conform to changes in presentation in the financial statements.

Comparative figures for the previous reporting period are restated by applying the general price index so that the comparative financial statements are presented in the currency in effect at the end of the reporting period. Information disclosed for previous periods is also expressed in the currency valid at the end of the reporting period.

Except for the changes mentioned in the paragraph below, consistent accounting policies have been applied in the financial statements for the periods presented and there are no significant changes in accounting policies and estimates in the current period.

In accordance with the "Implementation Guidance on Financial Reporting in Hyperinflationary Economies" published by POA, monetary position gains and losses on cash and cash equivalents are presented in the statement of cash flows, and in accordance with the 3rd approach in the implementation guidance, the effect of inflation on cash flows from operating, investing and financing activities is attributed to the relevant class of activity and the inflation effect on cash and cash equivalents is presented separately. In the 31 March 2024 Statement of Cash Flows, TL 661.710 has been reclassified between "Changes in Working Capital" and "Adjustments Related to Reconciliation of Net Profit for the Period" and the related reclassifications have been brought to 2025 purchasing power. There has been no change in "Cash Flows from Operating Activities".

NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Cont'd)

2.3 Restatement and errors in the accounting estimates

Major changes in accounting policies are applied retrospectively and any major accounting errors that have been detected are corrected and the financial statements of the previous period are restated. Changes in accounting policies resulting from the initial implementation of a new standard, if any, are implemented retrospectively or prospectively in accordance with the transition provisions. If changes in accounting estimates are related to only one period, they are recognized in the period when changes are applied; if changes in estimates are related to future periods, they are recognized both in the period where the change is applied and future periods prospectively.

2.4 Amendments in Türkiye Financial Reporting Standards

The accounting policies used in the preparation of financial statements for the accounting period ending 31 March 2025 are consistent with those used in the previous year, except for the new and amended Turkish Accounting Standards ("TAS")/TFRS and TAS/TFRS interpretations valid as of 1 January 2025, summarized below, has been implemented. The effects of these standards and interpretations on the financial position and performance of the Company are explained in the relevant paragraphs.

a) Standards, amendments, and interpretations applicable as of 31 March 2025:

Amendment 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.

b) Standards, amendments, and interpretations that are issued but not effective as of 31 March 2025:

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;

NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Cont'd)

2.4 Amendments in Türkiye Financial Reporting Standards (Cont'd)

b) Standards, amendments, and interpretations that are issued but not effective as of 31 March 2025 (Cont'd):

• 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 amendments are to the following standards:

• 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 but can be early adopted subject to local endorsement where required. 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'.

NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Cont'd)

2.4 Amendments in Türkiye Financial Reporting Standards (Cont'd)

b) Standards, amendments, and interpretations that are issued but not effective as of 31 March 2025 (Cont'd):

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. 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.

2.5 Summary of significant accounting policies

Summary financial statements for the interim period ending on 31 March 2025 have been prepared in accordance with the TAS 34 standard for the preparation of interim financial statements.

The significant accounting policies used in preparing the summary financial statements are consistent with the accounting policies explained in detail in the financial statements dated 31 December 2024. Therefore, interim financial statements should be evaluated together with the financial statements for the year ending 31 December 2024.

NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Cont'd)

2.5 Summary of significant accounting policies (Cont'd):

The frequency of revaluations

The frequency of revaluations is determined to ensure that the carrying amounts of the revalued items of property, plant and equipment are not materially different from their fair values at the end of the reporting period.

The frequency of revaluations depends on the change in the fair value of the items of property, plant and equipment. Where the fair value of a revalued asset is considered to be materially different from its carrying amount, the revaluation is required to be repeated and this is done for the entire asset class in which the revalued asset is included as of the same date.

On the other hand, it is not considered necessary to repeat the revaluation of property, plant and equipment whose fair value changes are insignificant.

In this context, as a result of the assessments made by the Company management, it is assumed that the fair values of land, buildings and land improvements determined in the valuation studies performed as of 31 December 2024 will converge to their respective fair values as of 31 March 2025 after deducting current period depreciation and the CPI change in the related interim period.

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 3 - SEGMENT REPORTING

Operating segments are identified on the same basis as financial information is reported internally to the Company's chief operating decision maker. The Company's Board of Directors has been identified as the Company's chief operating decision maker who is responsible for allocating resources between segments and assessing their performance. The Company management determines operating segments by reference to the reports reviewed by the Board of Directors to make strategic decisions.

The Management believes that the Company operates in a single industry sector as the risks and returns for the activities do not show any material difference because the scope of activity covers only the production of white goods and the production processes and classes of customers are similar. As a result, all information related to the industrial segment has been fully presented in the attached financial statements.

The Management has decided to use geographical segments for segment reporting considering the fact that risks and returns are affected by the differences in geographical regions.

Geographical segments

Segment revenue	1 January - 31 March 2025	1 January - 31 March 2024
Türkiye	4.756.427	7.394.220
Europe	7.162.544	8.062.712
Other	4.028.931	3.939.084
Gross segment sales	**15.947.902**	**19.396.016**
Discounts (-)	(56.649)	(98.024)
Net sales	**15.891.253**	**19.297.992**

The amount of export is TL 11.191.475 for the period ended 31 March 2025 (1 January-31 March 2024: TL 12.001.796). 82% of the export amount was realized in EUR, 13% in USD and 5% in other foreign currencies. Segment assets are not shown separately because a significant portion of the segment assets and the significant portion of the costs incurred to acquire the segment assets are incurred in Türkiye. (As of 31 March 2024, 88% of the export amount was realized in EUR, 9% in USD and 3% in other foreign currencies.)

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 4 – CASH AND CASH EQUIVALENTS

	31 March 2025	**31 December 2024**
Cash	2.411	2.480
Bank deposits		
- Demand deposits	328.730	926.242
- Time deposits	256.258	273.292
	587.399	**1.202.014**
Blocked deposits	22	24
Cash and cash equivalents	**587.421**	**1.202.038**

The effective interest rates for time deposits are as below:

	31 March 2025	**31 December 2024**
TL	45,00%	45,00%

As of 31 March 2025 and 31 December 2024, the average maturity of the Group's time deposits is less than 3 months.

Based on the independent data with respect to the credit risk assessment of the banks, at which the Company has deposits, the credit quality of the banks is sufficient. The market values of cash and cash equivalents approximate carrying values, including accrued income at the respective balance sheet date.

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 5 – FINANCIAL LIABILITIES

	31 March 2025	31 December 2024
Short term financial liabilities		
Short term bank loans	10.592.314	8.200.590
Short term portion of long term bank loans	436.743	456.195
Short term lease liabilities	188.456	9.402
Short term issued bonds	1.754.553	2.633.773
Short term portion of long term issued bonds	936.209	-
	13.908.275	**11.299.960**
Long term financial liabilities		
Long term bank loans	1.045.226	1.191.768
Long term lease liabilities	397.034	157.203
	1.442.260	**1.348.971**

* The maturity date of the bond with the ISIN code TRFVEST82517, amounting to TL 350.000, with a maturity of 170 days, a single coupon payment, issued to qualified investors on 12 February 2025 is 1 August 2025 and the annual simple interest rate of the coupon has been determined as 43,5%.

* The maturity date of the bond with the ISIN code TRSVEST32614, amounting to TL 885.000, with a maturity of 399 days, every 3 months coupon payment, issued to qualified investors on 12 February 2025 is 18 March 2026 and the annual simple interest rate of the coupon has been determined as 44%.

* The maturity date of the bond with the ISIN code TRFVEST42511, amounting to TL 395.000, with a maturity of 175 days, a single coupon payment, issued to qualified investors on 1 November 2024 is 25 April 2025 and the annual simple interest rate of the coupon has been determined as 51%.

* The maturity date of the bond with the ISIN code TRFVEST62519, amounting to TL 800.000, with a maturity of 181 days, a single coupon payment, issued to qualified investors on 27 December 2024 is 26 June 2025 and the annual simple interest rate of the coupon has been determined as 51%.

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 5 – FINANCIAL LIABILITIES (Cont'd)

Details of the Company's short term bank loans are given below:

	31 March 2025			31 December 2024		
Currency	**Weighted average of effective interest rates**	**Original currency**	**TL Equivalent**	**Weighted average of effective interest rates**	**Original currency**	**TL Equivalent**
- USD	8,74%	19.277	729.320	8,59%	22.239	865.105
- EUR	8,60%	16.577	675.932	8,47%	16.303	660.366
- TL	35,87%	9.187.062	9.187.062	34,28%	6.675.119	6.675.119
			10.592.314			**8.200.590**

Details of the Company's long term bank loans are given below:

	31 March 2025			31 December 2024		
Currency	**Weighted average of effective interest rates**	**Original currency**	**TL Equivalent**	**Weighted average of effective interest rates**	**Original currency**	**TL Equivalent**
- TL	20,65%	436.743	436.743	20,65%	456.195	456.195
Short term portion			**436.743**			**456.195**
- TL	20,65%	1.045.226	1.045.226	20,65%	1.191.768	1.191.768
Long term portion			**1.045.226**			**1.191.768**
			1.481.969			**1.647.963**

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 5 – FINANCIAL LIABILITIES (Cont'd)

The redemption schedule of the Company's long term bank loans is given below:

	31 March 2025	31 December 2024
One to two years	313.768	353.469
Two to three years	227.988	256.698
Three to four years	166.937	188.250
Over five years	336.533	393.351
	1.045.226	**1.191.768**

Fair value of short term bank borrowings are considered to approximate their carrying values due to immateriality of discounting. Fair values are determined using average effective annual interest rates.

Guarantees given for the bank loans obtained are disclosed in note 14.

As of 31 March 2025 and 2024, reconciliation of net financial debt is as below:

	31 March 2025	31 March 2024
Net financial debt as of 1 January	**11.446.916**	**6.133.221**
Cash inflows from loans and issued bonds	7.661.657	3.188.286
Cash outflows from loan and bonds payments	(4.450.098)	(2.203.206)
Payments of lease liabilities	(56.755)	76.032
Unrealized exchange	112.992	141.777
Accrued interest	367.314	93.034
Change in cash and cash equivalents	614.615	1.021.591
Monetary gain / (loss)	(933.505)	(996.259)
Net financial debt at the end of the period	**14.763.136**	**7.454.476**

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(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 6 – RELATED PARTY DISCLOSURES

a) Short term trade receivables from related parties

	31 March 2025	31 December 2024
Vestel Ticaret A.Ş. [1]	11.941.700	15.437.382
Other related parties	234	253
	11.941.934	**15.437.635**

The receivables result from the Company's foreign and domestic sales performed via Vestel Ticaret A.Ş which is also a member of Vestel Group Companies.

b) Short term trade payables to related parties

	31 March 2025	31 December 2024
Vestel Elektronik Sanayi ve Ticaret A.Ş. [2]	466.561	1.478.550
Vestel Ticaret A.Ş. [1]	344.665	465.049
Vestel Holland B.V. [1]	464.532	3.984
Other related parties	153.291	35.255
	1.429.049	**1.982.838**
Deferred finance income (-)	(21.781)	(13.067)
	1.407.268	**1.969.771**

The short term payables to related parties consist of goods and service purchases.

c) Other short term receivables from related parties

	31 March 2025	31 December 2024
Vestel Elektronik Sanayi ve Ticaret A.Ş. [2]	6.251.249	4.194.032
	6.251.249	**4.194.032**

As of 31 March 2025, the Company's interest rate of other short-term receivables in TL %47,5 USD 9% and in EUR 7,5% (As of 31 December 2024 the Company's interest rate of other short-term receivables in USD 9% and in EUR 7,5%).

(1) Vestel Elektronik Sanayi ve Ticaret A.Ş. Group Company, (2) Parent, (3) Zorlu Holding Group Company

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 6 – RELATED PARTY DISCLOSURES (Cont'd)

d) Other short term liabilities to related parties

	31 March 2025	31 December 2024
Vestel Elektronik Sanayi ve Ticaret A.Ş. (2)	-	103.648
	-	**103.648**

As of 31 December 2024, Company's interest rate of short-term other payables denominated in TL is 50%

e) Lease liabilities to related parties

	31 March 2025	31 December 2024
Vestel Elektronik Sanayi ve Ticaret A.Ş. (2)	207.140	155.238
	207.140	**155.238**

As of 31 March 2025, the Company's short term lease liabilities to Vestel Elektronik Sanayi ve Ticaret A.Ş. are amounted to TL 6.477 and long-term lease liabilities are amounted to TL 200.663 (31 December 2024: short term TL 4.675 and long term TL 150.563)

f) Deferred income from related parties

	31 March 2025	31 December 2024
Vestel Ticaret A.Ş. (1)	223.160	86.630
	223.160	**86.630**

g) Short-term prepaid expenses to related parties

	31 March 2025	31 December 2024
Zorlu Yenilenebilir Enerji A.Ş. (3)	209.240	307.783
Vestel Holland B.V. (1)	425.913	83.220
Other related parties	5.468	4.288
	640.621	**395.291**

(1) Vestel Elektronik Sanayi ve Ticaret A.Ş. Group Company, (2) Parent, (3) Zorlu Holding Group Company

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 6 – RELATED PARTY DISCLOSURES (Cont'd)

h) Long-term prepaid expenses to related parties

	31 March 2025	31 December 2024
Zorlu Yenilenebilir Enerji A.Ş. (3)	471.268	465.213
Other related parties	1.397	40.905
	472.665	**506.118**

Rotor Elektrik Üretim A.Ş. was transferred to Zorlu Yenilenebilir Enerji A.Ş. with all its assets and liabilities on 24.02.2025. All short and long-term prepaid expenses from Rotor Elektrik Üretim A.Ş. were transferred to Zorlu Yenilenebilir Enerji A.Ş.

i) Transactions with related parties

	1 January - 31 March 2025	1 January - 31 March 2024
Sales		
Vestel Ticaret A.Ş. (1)	14.900.922	18.915.447
Vestel Elektronik Sanayi ve Ticaret A.Ş. (2)	132.601	145.610
Other related parties	-	33.851
	15.033.523	**19.094.908**
Operating expenses		
Vestel Holland B.V. (1)	1.065.260	1.163.587
Vestel Ticaret A.Ş. (1)	348.128	491.541
Vestel Elektronik Sanayi ve Ticaret A.Ş. (2)	647.903	1.098.670
Other related parties	173.631	207.531
	2.234.922	**2.961.329**

The Company's transactions to related parties consist of goods and service purchases.

(1) Vestel Elektronik Sanayi ve Ticaret A.Ş. Group Company, (2) Parent, (3) Zorlu Holding Group Company

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 6 – RELATED PARTY DISCLOSURES (Cont'd)

i) Transactions with related parties (Cont'd)

	1 January - 31 March 2025	1 January - 31 March 2024
Other income from operating activities		
Vestel Ticaret A.Ş. (1)	903.355	689.254
Vestel Elektronik Sanayi ve Ticaret A.Ş. (2)	-	1.178
Other related parties	98.158	181.734
	1.001.513	**872.166**
Other expense from operating activities		
Vestel Ticaret A.Ş. (1)	53.248	93.391
Vestel Holland B.V. (1)	20.586	67.442
Other related parties	28.833	54.780
	102.667	**215.613**
Financial income		
Vestel Elektronik Sanayi ve Ticaret A.Ş. (2)	564.799	471.504
Other related parties	311	-
	565.110	**471.504**
Financial expense		
Vestel Elektronik Sanayi ve Ticaret A.Ş. (2)	-	560.776
	-	**560.776**

j) Compensation paid to key management including directors, the Chairman of Board of Directors, general managers and assistant general managers.

Compensation paid to key management for the three months period ended 31 March 2025 is TL 22.108 (1 January -31 March 2024: TL 16.829).

(1) Vestel Elektronik Sanayi ve Ticaret A.Ş. Group Company, (2) Parent, (3) Zorlu Holding Group Company

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 7 – TRADE RECEIVABLES AND PAYABLES

	31 March 2025	31 December 2024
Short term trade receivables		
Trade receivables		
- Related parties (note 6)	11.941.934	15.437.635
- Other parties	763.689	630.884
	12.705.623	**16.068.519**
Allowance for doubtful receivables (-)	(49.766)	(54.558)
Total short term trade receivables	**12.655.857**	**16.013.961**

The Company has made a provision considering its past experience in collecting its trade receivables.

The Company has made a provision considering its past experience in collecting its trade receivables. Hence, the Company management made a provision assessment according to the expected credit losses model within the scope of TFRS 9 and as of 31 March 2025, no additional doubtful trade receivables risk was detected.

	31 March 2025	31 December 2024
Short term trade payables		
Trade payables		
- Related parties (Note 6)	1.429.049	1.982.838
- Other parties	19.553.882	21.271.440
	20.982.931	**23.254.278**
Unearned interest income (-)		
- Related parties (Note 6)	(21.781)	(13.067)
- Other parties	(173.506)	(180.445)
Total short term trade payables	**20.787.644**	**23.060.766**
Long term trade payables		
- Other parties	138.977	135.318
Total long term trade payables	**138.977**	**135.318**

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 8 – OTHER RECEIVABLES AND PAYABLES

	31 March 2025	31 December 2024
Other short-term receivables from third parties		
Receivables from public institutions	1.069.821	1.076.293
Deposits and guarantees given	12.749	21.454
Other	29.938	18.287
Total short term other receivables	**1.112.508**	**1.116.034**

	31 March 2025	31 December 2024
Long term other receivables		
Deposits and guarantees given	11.767	14.089
	11.767	**14.089**

	31 March 2025	31 December 2024
Short term other payables		
Related parties (Note 6)	-	103.648
	-	**103.648**

	31 March 2025	31 December 2024
Deferred revenue		
Related parties (Note 6)	223.160	86.630
Other parties	93.059	2.076
	316.219	**88.706**

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 9 – INVENTORIES

	31 March 2025	31 December 2024
Raw materials	6.771.975	7.020.148
Work in process	229.652	186.605
Finished goods	4.812.509	3.677.587
Merchandise	-	279
	11.814.136	**10.884.619**
Provision for impairment on inventories (-)	(93.392)	(38.414)
	11.720.744	**10.846.205**

As of 31 March 2025, the Company does not have inventories pledged as security for liabilities (31 December 2024: None).

NOTE 10 – PREPAID EXPENSES

	31 March 2025	31 December 2024
Short-term prepaid expenses to third parties		
Order advances given	281.662	73.940
Prepaid expenses	372.414	210.040
	654.076	**283.980**

	31 March 2025	31 December 2024
Long-term prepaid expenses to third parties		
Advences given for purchase of fixed assets	402.217	424.415
Prepaid expenses	6.070	5.470
	408.287	**429.885**

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(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 11 – PROPERTY, PLANT AND EQUIPMENT

	1 January 2025	Additions	Disposals	Transfer	31 March 2025
Cost or revaluation					
Land	16.317.428	-	-	-	16.317.428
Land improvements	305.923	-	-	-	305.923
Buildings	12.078.014	4.987	-	177	12.083.178
Leasehold improvements	5.229	-	-	-	5.229
Plants, machinery and equipment	34.805.656	544.156	(34.778)	46.264	35.361.298
Motor vehicles	11.579	-	(191)	-	11.388
Furniture and fixtures	1.716.202	6.024	-	3.068	1.725.294
Construction in progress (*)	421.580	268.360	-	(49.509)	640.431
	65.661.611	**823.527**	**(34.969)**	**-**	**66.450.169**
Accumulated depreciation					
Land improvements	-	2.823	-	-	2.823
Buildings	-	123.073	-	-	123.073
Leasehold improvements	3.951	77	-	-	4.028
Plants, machinery and equipment	24.590.055	527.044	(34.251)	-	25.082.848
Motor vehicles	8.662	303	(191)	-	8.774
Furniture and fixtures	1.260.986	29.186	-	-	1.290.172
	25.863.654	**682.506**	**(34.442)**	**-**	**26.511.718**
Net book value	**39.797.957**				**39.938.451**

(*) A significant part of the investments being made are related to ongoing machinery investments.

There is no mortgage on property, plant and equipment as of 31 March 2025 (31 December 2024:None).

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 11 – PROPERTY, PLANT AND EQUIPMENT (Cont'd)

	1 January 2024	Additions	Disposals	Transfer	31 March 2024
Cost or revaluation					
Land	11.262.166	-	-	-	11.262.166
Land improvements	252.614	-	-	-	252.614
Buildings	8.838.804	3.222	-	164	8.842.190
Leasehold improvements	4.064	175	-	-	4.239
Plants, machinery and equipment	33.616.607	287.056	(111.625)	54.673	33.846.711
Motor vehicles	11.580	-	-	-	11.580
Furniture and fixtures	1.534.248	16.721	(1.463)	7.810	1.557.316
Construction in progress	2.776.724	641.148	-	(62.647)	3.355.225
	58.296.807	**948.322**	**(113.088)**	**-**	**59.132.041**
Accumulated depreciation					
Land improvements	-	3.977	-	-	3.977
Buildings	-	238.135	-	-	238.135
Leasehold improvements	3.679	40	-	-	3.719
Plants, machinery and equipment	22.832.626	557.611	(101.922)	-	23.288.315
Motor vehicles	7.300	345	-	-	7.645
Furniture and fixtures	1.159.665	26.720	(1.456)	-	1.184.929
	24.003.270	**826.828**	**(103.378)**	**-**	**24.726.720**
Net book value	**34.293.537**				**34.405.321**

Allocation of period depreciation and amortization expenses is as follows:

	1 January - 31 March 2025	1 January - 31 March 2024
Cost of sales	603.733	777.810
Research and development expenses	147.739	163.343
Marketing, selling and distribution expenses	55.553	2.953
General administrative expenses	3.780	7.108
	810.805	**951.214**

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 12 – RIGHT OF USE ASSETS

	1 January 2025	Additions	Disposals	31 March 2025
Cost				
Land and buildings	1.531.176	128.929	-	1.660.105
Motor vehicles and machinery	342.303	141.489	-	483.792
	1.873.479	**270.418**	**-**	**2.143.897**
Accumulated amortization				
Land and buildings	827.337	16.484	-	843.821
Motor vehicles and machinery	252.977	19.959	-	272.936
	1.080.314	**36.443**	**-**	**1.116.757**
Net book value	**793.165**			**1.027.140**

	1 January 2024	Additions	Disposals	31 March 2024
Cost				
Land and buildings	1.538.641	64.095	-	1.602.736
Motor vehicles and machinery	339.136	-	(3.493)	335.643
	1.877.777	**64.095**	**(3.493)**	**1.938.379**
Accumulated amortization				
Land and buildings	564.483	42.000	-	606.483
Motor vehicles and machinery	246.764	5.009	(3.493)	248.280
	811.247	**47.009**	**(3.493)**	**854.763**
Net book value	**1.066.530**			**1.083.616**

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 13 – INTANGIBLE ASSETS

	1 January 2025	Additions	31 March 2025
Cost			
Rights	166.340	-	166.340
Development cost	5.661.966	210.830	5.872.796
Other intangible assets	441.628	12.490	454.118
	6.269.934	**223.320**	**6.493.254**
Accumulated amortization			
Rights	165.678	38	165.716
Development cost	3.200.842	82.716	3.283.558
Other intangible assets	244.825	9.102	253.927
	3.611.345	**91.856**	**3.703.201**
Net book value	**2.658.589**		**2.790.053**

	1 January 2024	Additions	31 March 2024
Cost			
Rights	166.339	-	166.339
Development cost	4.872.031	299.952	5.171.983
Other intangible assets	386.966	873	387.839
	5.425.336	**300.825**	**5.726.161**
Accumulated amortization			
Rights	165.511	168	165.679
Development cost	2.859.213	68.044	2.927.257
Other intangible assets	208.114	9.165	217.279
	3.232.838	**77.377**	**3.310.215**
Net book value	**2.192.498**		**2.415.946**

Development costs, incurred by the Company on development projects relating to refrigerators, split air conditioners, washing machines, cookers and dish washers are capitalized as intangible assets since it is highly probable that it will derive economic benefit from these projects and the economic benefits and expenditures made during the development process can be reliably measured.

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 14 – PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

a) Provisions

	31 March 2025	31 December 2024
Short term provisions		
Provision for lawsuit risks	35.940	29.680
	35.940	**29.680**

b) Guarantees received by the Company

	31 March 2025	31 December 2024
Guarantee letters	463.485	453.795
Cheques and notes	650	715
Collaterals and pledges	62.022.318	49.844.433
	62.486.453	**50.298.943**

Vestel Elektronik Sanayi ve Ticaret A.Ş., Vestel Mobilite Sanayi ve Ticaret A.Ş. and Vestel Ticaret A.Ş. has given guarantees to various banks on behalf of the Company for its forward contracts and bank borrowings.

c) Collaterals, pledges and mortgages ("CPMB's") given by the Company are as follows:

CPMB's given by the Group	USD ('000)	EUR ('000)	TL	TL Equivalent
31 March 2025				
A. CPMB's given on behalf of its own legal entity	-	2.000	8.261.501	8.343.052
B. CPMB's given on behalf of fully consolidated subsidiaries	-	-	-	-
C. CPMB's given on behalf of third parties for ordinary course of business	-	-	-	-
D. Total amount of other CPMB's given	500.742	-	277.439	19.222.362
i. Total amount of CPMB's given on behalf of the parent company	380.820	-	155.076	14.562.906
ii. Total amount of CPMB's given to on behalf of other group companies which are not in scope of B and C.	119.922	-	122.363	4.659.456
iii.Total amount of CPMB's given on behalf of third parties which are not in scope of C.	-	-	-	-
Total	**500.742**	**2.000**	**8.538.940**	**27.565.414**

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 14 – PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (Cont'd)

c) Collaterals, pledges and mortgages ("CPMB's") given by the Company are as follows:

The Company has given guarantees to various banks on behalf of Vestel Elektronik Sanayi ve Ticaret A.Ş. and Vestel Ticaret A.Ş. for the purpose of carrying out its usual commercial activities.

CPMB's given by the Group	USD ('000)	EUR ('000)	TL	TL Equivalent
31 December 2024				
A. CPMB's given on behalf of its own legal entity	-	2.000	5.946.318	6.027.330
B. CPMB's given on behalf of fully consolidated subsidiaries	-	-	-	-
C. CPMB's given on behalf of third parties for ordinary course of business	-	-	-	-
D. Total amount of other CPMB's given	500.742	-	305.357	19.784.403
i. Total amount of CPMB's given on behalf of the parent company	380.820	-	170.681	14.984.718
ii. Total amount of CPMB's given to on behalf of other group companies which are not in scope of B and C.	119.922	-	134.676	4.799.685
iii.Total amount of CPMB's given on behalf of third parties which are not in scope of C.	-	-	-	-
Total	**500.742**	**2.000**	**6.251.675**	**25.811.733**

Proportion of other CPMB's given by the Company to its equity 53% as of 31 March 2025 (31 December 2024: 53%).

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 15 – COMMITMENTS

As of the balance sheet date the Company has committed to realize exports amounting to USD 1.262.939 thousand (31 December 2024: USD 1.119.701 thousand) due to the export and investment incentive certificates obtained.

As of 31 March 2025 the Company has forward foreign currency purchase contract that amounts to EUR 20.732 thousand, PLN 2.335 thousand, GBP 728 thousand, USD 540.936 thousand, SEK 57.084 thousand and TL 5.984.000 and against forward foreign currency sales contract that amounts to EUR 496.115 thousand, GBP 9.177 thousand, PLN 8.770 thousand, USD 150.523 thousand and SEK 186.744 thousand (31 December 2024 : The Company has forward foreign currency purchase contract of EUR 95.197 thousand, PLN 11.401 thousand, GBP 2.272 thousand, USD 383.643 thousand, SEK 96.848 thousand and TL 2.135.768 against forward foreign currency sales contract that amounts to EUR 351.173 thousand, GBP 10.584 thousand, PLN 17.853 thousand, USD 136.707 thousand and SEK 177.648 thousand).

NOTE 16 – EMPLOYEE BENEFITS

Liabilities for employee benefits:

	31 March 2025	31 December 2024
Due to personnel	363.609	287.317
Social security payables	186.868	146.400
	550.477	**433.717**

Long term provisions for employee benefits:

	31 March 2025	31 December 2024
Provision for employment termination benefits	985.263	1.019.163
	985.263	**1.019.163**

NOTE 16-EMPLOYEE BENEFITS (Cont'd)

Under Turkish law, the Company is required to pay employment termination benefits to each employee whose employment is terminated without due cause. In addition, under the existing Social Security Law No. 506, clause No. 60, amended by the Labor Laws dated 6 March 1981, No. 2422 and 25 August 1999, No. 4447, the Company is also required to pay termination benefits to each employee who has earned the right to retire by receiving termination indemnities.

The amount payable is the equivalent of one month's gross salary for each year of service and is limited to a maximum of TL 46.655,43 / year as of 31 March 2025 (31 December 2024: TL 41.828,42 /year - at 31 December 2024 purchasing power).

The provision for employee termination benefits is not funded.

The provision is calculated by estimating the present value of the future obligation of the company arising from retirement of employees. Turkish Accounting Standards No: 19 ("Employee Benefits") requires actuarial valuation methods to be developed to estimate the enterprise's obligation under defined employee plans. Accordingly actuarial assumptions were used in the calculation of the total liability which is described below:

The principal assumption is that the maximum liability for each year of service will increase in line with inflation. Thus, the discount rate applied represents the expected real rate after adjusting for the anticipated effects of future inflation. An expected inflation rate and appropriate discount rate should both be determined, the net of these being real discount rate. Consequently, in the accompanying financial statements as of 31 December 2024 the provision is calculated by estimating the present value of the future obligation of the company arising from retirement of employees. As of 31 March 2025, provision is calculated based on real discount rate of 11,54% assuming 26,71% annual inflation rate and 2,47% discount rate. (31 December 2024: 26,71% inflation rate, 11,54% real discount rate, 2,47% discount rate)

The main assumption is that the seniority ceiling for each year of service increases in line with inflation. Thus, the discount rate applied represents the actual rate adjusted for the expected effects of inflation.
The maximum liability is revised every six months, the maximum amount of TL 46.655,43 effective from 1 January 2025 has been taken into consideration in the calculation of provision for employment termination benefits as of 31 December 2024 and 31 March 2025.

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 16-EMPLOYEE BENEFITS (Cont'd)

The movements in the provision for employment termination benefit are as follows:

	1 January - 31 March 2025	1 January - 31 March 2024
Balance at 1 January	**1.019.163**	**1.075.232**
Increase during the year	40.769	39.183
Payments during the year	(52.473)	(67.125)
Actuarial (gain) /loss	11.366	8.578
Interest expense	60.776	52.305
Monetary gain/ (loss)	(94.338)	(141.768)
Balance at 31 March	**985.263**	**966.405**

NOTE 17 – OTHER ASSETS AND LIABILITIES

	31 March 2025	31 December 2024
Other current assets		
VAT carried forward	4.391	4.023
Revenue and discount accruals	36.915	102.288
	41.306	**106.311**
Other current liabilities		
Tax payables	200.277	197.376
Other	16.178	12.529
	216.455	**209.905**

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 18 – CAPITAL, RESERVES AND OTHER EQUITY ITEMS

a) Paid in capital

	31 March 2025	31 December 2024
Shares of par value Kr 1 each		
issued share capital	1.600.000	1.600.000

As of 31 March 2025 and 31 December 2024, the shareholding structure is as follows:

	Shareholding		Amount	
	31 March 2025	31 December 2024	31 March 2025	31 December 2024
Vestel Elektronik Sanayi ve Ticaret AŞ	77,33%	77,33%	1.237.302	1.237.302
Stocks traded on BIST	22,67%	22,67%	362.698	362.698
	100%	**100%**	**1.600.000**	**1.600.000**

b) Adjustments to share capital

Adjustment to share capital is the difference between the share capital recalculated to adjust the effects of inflation and historical share capital.

	31 March 2025	31 December 2024
Adjustments to share capital	10.844.163	10.844.163

c) Restricted reserves ("Legal reserves")

The legal reserves consist of first and second legal reserves appropriated in accordance with the Turkish Commercial Code ("TCC"). The first legal reserve is appropriated out of the statutory profits at the rate of 5%, until the total reserve reaches a maximum of 20% of the Company's share capital. The second legal reserve is appropriated at the rate of 10% of all distributions in excess of 5% of the Company's share capital. Under TCC, the legal reserves can only be used to offset losses and are not available for any other usage unless they exceed 50% of paid in share capital.

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 18 – CAPITAL, RESERVES AND OTHER EQUITY ITEMS (Cont'd)

c) Restricted reserves ("Legal reserves") (Cont'd)

	31 March 2025	31 December 2024
Legal reserves	2.253.772	2.253.772

The differences arising as a result of converting the following inflation-adjusted amounts in the company's legal records into CPI-adjusted amounts within the scope of TAS 29 are accounted under the Retained Earnings item.

	PPI-Indexed Legal Records	CPI Indexed Amounts	Differences Tracked in Past Years Profits/Losses
Capital Adjustment Gains/Losses	11.830.091	10.844.163	985.928
Appropriated Retained Earnings	2.984.214	2.253.772	730.442

d) Dividend distribution

For quoted companies dividends are distributed in accordance with the Communiqué Serial II -19.1 on "Principals Regarding Distribution of Interim Dividends" issued by the CMB effective from 1 February 2014. Companies distribute dividends in accordance with their dividend payment policies settled and dividend payment decision taken in general assembly and in conformity with relevant legislations. The communiqué does not state a minimum dividend rate.

Companies distribute dividends in accordance with the method defined in their dividend policy or articles of association. Additionally, dividend can be distributed in fixed or variable installments and dividend advances can be paid over the profit on financial statements.

Unless the general reserves that has to be appropriated in accordance with TCC or the dividend to shareholders as determined in the articles of association or dividend policy are set aside; no decision can be taken to set aside other reserves, to transfer reserves to the subsequent year or to distribute dividends to holders of redeemed shares right certificates, to board of directors members or to employees; and no dividend can be distributed to those unless the determined dividend to shareholders is paid in cash.

On the other hand, in accordance with the Articles of Association of the Company, up to 5% of retained earnings after dividend distribution could be allocated to the Board of Directors or used for certain reasons designated by the Board of Directors when necessary.

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 18 – CAPITAL, RESERVES AND OTHER EQUITY ITEMS (Cont'd)

d) Dividend distribution (Cont'd)

- Based on the approval of the General Assembly, up to 3% of retained earnings after dividend distribution could be allocated to plant investments designated in accordance with article of 468 in TCC,
- Up to 5% of retained earnings after dividend distribution could be allocated to the Board of Directors as necessary, up to 5% of retained earnings after dividend distribution could be allocated to donations, bonuses etc.

NOTE 19 – SALES

	1 January - 31 March 2025	1 January - 31 March 2024
Domestic sales	4.756.427	7.394.220
Overseas sales	11.191.475	12.001.796
Gross sales	**15.947.902**	**19.396.016**
Sales discounts (-)	(56.649)	(98.024)
Net sales	**15.891.253**	**19.297.992**
Cost of sales	(14.643.253)	(16.346.458)
Gross profit	**1.248.000**	**2.951.534**

NOTE 20 – OTHER INCOME AND EXPENSE FROM OPERATING ACTIVITIES

a) Other Operating Income:

	1 January - 31 March 2025	1 January - 31 March 2024
Credit finance gains arising from trading activities	36.461	136.273
Foreign exchange gains arising from trading activities	1.035.702	837.518
Other income	9.944	2.687
	1.082.107	**976.478**

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 20 – OTHER INCOME AND EXPENSE FROM OPERATING ACTIVITIES (Cont'd)

b) Other Operating Expense:

	1 January - 31 March 2025	1 January - 31 March 2024
Debit finance charges and interest income arising from trading activities	350	701
Foreign exchange expenses arising from trading activities	1.596.785	1.884.096
Other expenses	56.834	25.887
	1.653.969	**1.910.684**

NOTE 21 – FINANCIAL INCOME AND FINANCIAL EXPENSE

a) Financial income:

	1 January - 31 March 2025	1 January - 31 March 2024
Foreign exchange gains	257.063	394.782
Gains on derivative financial instruments	402.877	107.814
Interest income	328.968	87.386
	988.908	**589.982**

b) Financial expense:

	1 January - 31 March 2025	1 January - 31 March 2024
Foreign exchange losses	148.583	230.459
Losses on derivative financial instruments	312.611	310.973
Interest expense	1.546.153	1.024.663
Commission and other finance expenses	203.383	197.934
	2.210.730	**1.764.029**

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 22 – MONETARY LOSS/GAIN

Non-monetary items	31 March 2025
Balance sheet items	**461.058**
Inventories	1.434.487
Prepaid expenses	11.431
Tangible and intangible assets	3.480.462
Right of use assets	75.199
Inflation adjustments on capital	(1.137.739)
Other comprehensive income (expenses) that will not be reclassified to profit/(losses)	(1.190.452)
Other comprehensive income (expenses) that will be reclassified to profit/(losses)	(15.739)
Restricted reserves	(206.057)
Prior years' profits or loss	(1.990.534)
Profit and loss items	**685.171**
Sales	(369.275)
Cost of sales	854.382
General administration expenses	10.468
Marketing expenses	53.930
Research and development expenses	87.242
Other income from operating activities	(25.146)
Other expenses from operating activities	45.178
Financial income	(22.980)
Financial expense	51.372
Net monetary position gains/(losses)	**1.146.229**

NOTE 23 – TAXES ON INCOME (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES)

	31 March 2025	31 December 2024
Prepaid taxes (-)	(11.290)	(11.241)
Current income tax liabilities - net	**(11.290)**	**(11.241)**
Deferred tax liabilities - net	**(3.633.481)**	**(3.452.404)**

NOTE 23 – TAXES ON INCOME (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES) (Cont'd)

Pursuant to paragraph 1 of Article 6 of the Corporate Tax Law No. 5520, corporate tax is calculated on the net corporate income of the taxpayers for an accounting period. Pursuant to paragraph 2 of the same article, by taking into account the provisions of Income Tax Law No. 193 on commercial income, pure corporate income is calculated by adding legally unacceptable expenses to the commercial income and deducting the exempt earnings and discounts from the commercial income.

With the amendment made to Article 32 of the Corporate Tax Law No. 5520 with Article 21 of the Law No. 7456, corporate taxpayers other than banks, companies within the scope of the Law No. 6361, electronic payment and money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies and pension companies are subject to corporate tax at the rate of 25% on their net corporate earnings.

In addition to the corporate tax levied on corporate income, withholding income/corporate tax burden may arise if all or part of the profits of corporations are subject to profit distribution. By full taxpayer corporations;

- Full taxpayer real persons,
- For non-income and corporate taxpayers,
- For those exempt from income tax,
- Limited taxpayer real persons,
- Limited taxpayers exempt from income tax,
- Institutions exempt from corporate tax,
- To limited taxpayer corporations or limited taxpayers exempt from corporate tax, except for those who obtain dividends through a place of business or permanent representative in Türkiye,

In Türkiye, the Domestic Minimum Corporate Tax has entered into force with the laws published in the Official Gazette dated 2 August 2024. The regulation will be applied to corporate earnings for the taxation period of 2025. Within this scope, a regulation has been made stating that the corporate tax calculated cannot be less than 10% of the corporate earnings before deductions and exemptions. Since the application will start on the earnings of the corporations as of 1 January 2025, it will not have an impact on the current period tax expense in the financials dated 31 December 2024. On the other hand, the effects of the International Tax Reform - Second Pillar Model Rules on the financial position and performance of the Company have been evaluated and it has been determined that it does not have a significant impact.

NOTE 23 – TAXES ON INCOME (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES) (Cont'd)

In case of dividend distribution, 10% withholding income/corporate tax is payable. According to the Turkish tax legislation, capitalization of profit is not considered as dividend distribution.

Corporations are required to calculate advance tax on their quarterly earnings for the first 3 months of their accounting periods in accordance with the principles set out in the Income Tax Law No. 193 and at the corporate tax rate and declare it until the 17th day of the second month following that period and pay it until the evening of the 17th day. Advance tax paid during the year belongs to that year and is deducted from the corporate tax to be calculatedon the corporate tax return to be submitted in the following year.

Corporations are exempt from corporate tax on 75% of the gains arising from the sale of participation shares included in their assets for at least two full years and 25% of the gains arising from the sale of immovables included in their assets on 15 July 2023 for the same period. As of 15 July 2023, corporate tax exemption is not applied to the gains arising from the sale of immovables taken into assets.

Under Turkish tax legislation, tax losses carried forward can be carried forward to offset against future taxable income for up to 5 years. However, tax losses cannot be offset against retained earnings.

In Türkiye, there is no such practice as reconciliation with the tax authority on taxes payable. Corporate tax returns are required to be filed with the tax office by the 30th of the fourth month following the close of the accounting period and corporate tax is payable within the same period.

However, tax authorities may examine the accounting records within five years and the amount of tax payable may change if incorrect transactions are detected.

Earnings from the Company's investments subject to incentive certificates are subject to corporate tax at reduced rates from the accounting period in which the investment starts to be operated partially or completely until the investment contribution amount is reached.

Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which they can be utilized. Where it is probable that taxable income will be available, deferred tax assets are recognized in respect of deductible temporary differences, tax losses and tax advantages arising from investment incentives with indefinite useful lives that allow for the payment of reduced corporate income tax.

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 23 – TAXES ON INCOME (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES) (Cont'd)

For the periods 31 March 2025 and 2024, tax expenses recognized in the statement of comprehensive income are as follows;

	1 January - 31 March 2025	**1 January - 31 March 2024**
Current period tax expense	-	(2.926)
Deferred tax benefit/(expense)	(256.385)	53.777
Total tax benefit/(expense)	**(256.385)**	**50.851**

Due to modernization, plant extension and investments incentive documents in Manisa Organized Industrial Zone, the Company has reduced rate of corporate tax advantage.

Deferred tax assets and liabilities

The breakdown of cumulative temporary differences and the resulting deferred tax assets and liabilities provided using principal tax rate as of the balance sheet dates is as follows:

	Cumulative temporary differences		**Deferred tax**	
	31 March 2025	**31 December 2024**	**31 March 2025**	**31 December 2024**
Deferred tax assets/(liabilities)				
Employment termination benefits	(985.263)	(1.019.163)	246.316	254.791
Invesment incentive	-	-	910.936	1.322.952
Deferred tax calculated on financial period loss	-	-	478.939	192.448
Net difference between recorded values and tax bases of tangible and intangible assets	23.133.169	22.852.540	(4.763.453)	(4.693.295)
Net difference between registered values of stocks and tax bases	2.423.900	2.366.226	(605.975)	(591.557)
Derivative financial instruments	(284.346)	344.805	71.087	(86.200)
Other	(114.675)	(593.828)	28.669	148.457
			(3.633.481)	**(3.452.404)**

NOTE 23 – TAXES ON INCOME (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES) (Cont'd)

The Company's earnings from investments subject to incentive certificates are subject to corporate tax at reduced rates from the accounting period in which the investment starts to be operated partially or fully until the investment contribution amount is reached.

Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which they can be utilized. Where it is probable that taxable income will be available, deferred tax assets are recognized for deductible temporary differences, tax losses and investment incentives with indefinite useful lives that allow for the payment of reduced corporate income tax.

Furthermore, financial statements consist of the deferred tax effect of the temporary differences accounted by the adjustments made regarding inflation accounting together with the notification of the Corporate Tax Law dated 30 December 2023 and numbered 32415.

As of 31 March 2025, the tax advantage amounting to TL 910.936 that the Company will benefit from in the foreseeable future is reflected in the financial statements as deferred tax asset. In line with the precautionary principle of accounting and in line with the budget made by the Company, the tax advantage arising from the investment incentives that the Company expects to benefit from in the coming years has been recognized as deferred tax asset in the financial statements.However, the tax advantage amounting to TL 4.902.055 that the Company is entitled to use has not been recognized in deferred tax assets in accordance with the precautionary principle of accounting.

The Company assesses the recoverability of deferred tax assets related to investment incentives based on business models that include estimates of taxable profit. These business models include forward-looking management estimates such as sales volumes, selling prices and exchange rate expectations.

As a result of the sensitivity analyses on the forward-looking use of investment incentives, it has been concluded that a 10% increase/decrease in the related estimates has no an important impact on the recoverability of the related deferred tax assets.

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 23 – TAXES ON INCOME (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES) (Cont'd)

The movement of net deferred tax assets and liabilities is as follows:

	1 January - 31 March 2025	1 January - 31 March 2024
Opening balance, 1 January	**(3.452.404)**	**(2.613.649)**
Tax benefit recognized in income statement	(256.385)	53.777
Recognized in shareholders' equity	75.308	(88.794)
Deferred tax liabilities at the end of the period, net	**(3.633.481)**	**(2.648.666)**

NOTE 24– LOSSES PER SHARE

	1 January - 31 March 2025	1 January - 31 March 2024
Net income / (loss) attributable to equity holders of the parent	(1.014.009)	851.567
Weighted number of ordinary shares with a Kr 1 of par value (hundred shares)	1.600.000.000	1.600.000.000
Losses per share	**(0,63)**	**0,53**

NOTE 25 – DERIVATIVE INSTRUMENTS

	31 March 2025		31 December 2024	
	Contract amount	Fair Value Assets / (Liabilities)	Contract amount	Fair Value Assets / (Liabilities)
Derivative financial instruments:				
Held for trading				
Forward foreign currency transactions	2.155.479	51.533	4.092.779	24.125
Cash flow hedge				
Forward foreign currency transactions	12.935.397	110.247	10.937.542	353.904
Derivative financial liabilities:				
Held for trading				
Forward foreign currency transactions	6.662.888	(128.406)	6.075.957	(29.242)
Cash flow hedge				
Forward foreign currency transactions	5.774.918	(81.552)	311.221	(3.982)
	27.528.682	**(48.178)**	**21.417.499**	**344.805**

NOTE 26 – FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT

Foreign currency risk:

The Company is exposed to exchange rate risk due to its foreign currency denominated transactions. The main principle of foreign currency risk management is to maintain foreign exchange position at the level that minimizes the impact of foreign exchange fluctuations.

VESTEL BEYAZ EŞYA SANAYİ VE TİCARET ANONİM ŞİRKETİ
NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD 1 JANUARY – 31 MARCH 2025 AND 2024
(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 26 – FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Cont'd)

Derivative instruments are used in foreign currency risk management where necessary. In this respect the Company mainly prefers using foreign exchange forward contracts.

31 March 2025	USD (Thousand)	EUR (Thousand)	Other (TL Equivalent)	TL Equivalent
1. Trade receivables	29.129	188.856	452.812	9.239.684
2a. Monetary financial assets (including cash and cash equivalents)	3.340	250	1.036	137.349
2b. Non-monetary financial assets	-	-	-	-
3. Other	81.227	7.995	-	3.392.998
4. Current assets (1+2+3)	**113.696**	**197.101**	**453.848**	**12.770.031**
5. Trade receivables	-	-	-	-
6a. Monetary financial assets	-	-	-	-
6b. Non-monetary financial assets	-	-	-	-
7. Other	14.403	7.689	-	856.895
8. Non-current assets (5+6+7)	**14.403**	**7.689**	**-**	**856.895**
9. Total assets (4+8)	**128.099**	**204.790**	**453.848**	**13.626.926**
10. Trade payables	262.687	179.116	66.632	17.308.562
11. Financial liabilities	19.277	18.293	-	1.475.223
12a. Other monetary liabilities	-	-	-	-
12b. Other non-monetary liabilities	-	-	-	-
13. Current liabilities (10+11+12)	**281.964**	**197.409**	**66.632**	**18.783.785**
14. Trade payables	-	3.408	-	138.962
15. Financial liabilities	-	4.924	-	200.778
16a. Other monetary liabilities	-	-	-	-
16b. Other non-monetary liabilities	-	-	-	-
17. Non-current liabilities (14+15+16)	**-**	**8.332**	**-**	**339.740**
18. Total liabilities (13+17)	**281.964**	**205.741**	**66.632**	**19.123.524**
19. Off-balance sheet derivative instruments net asset / (liability) position (19a+19b)(*)	**390.413**	**(475.383)**	**(960.511)**	**(5.611.979)**
19a. Hedged total assets	540.936	20.732	272.071	21.544.683
19b. Hedged total liabilities	(150.523)	(496.115)	(1.232.582)	(27.156.662)
20. Net foreign currency asset/ (liability) position (9-18+19)	**236.548**	**(476.334)**	**(573.295)**	**(11.108.577)**
21. Net foreign currency monetary asset/ (liability) position (=1+2a+3+5+6a+7-10-11-12a-14-15-16a)	**(153.865)**	**(951)**	**387.216**	**(5.496.598)**
22. Fair value of financial instruments used in foreign currency hedging	**-**	**-**	-	**(48.178)**
23. Export	36.188	222.702	421.983	11.191.475
24. Import	126.224	29.891	13.186	5.712.578

(*) Consists of net asset/(liability) positions of off-balance sheet derivative instruments denominated in foreign currencies.

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 26 – FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Cont'd)

31 December 2024	USD (Thousand)	EUR (Thousand)	Other (TL Equivalent)	TL Equivalent
1. Trade receivables	43.277	214.998	377.588	10.789.038
2a. Monetary financial assets (including cash and cash equivalents)	11.204	11.313	1.325	893.932
2b. Non-monetary financial assets	-	-	-	-
3. Other	70.925	1.330	-	2.807.827
4. Current assets (1+2+3)	**125.406**	**227.641**	**378.913**	**14.490.797**
5. Trade receivables	-	-	-	-
6a. Monetary financial assets	-	-	-	-
6b. Non-monetary financial assets	-	-	-	-
7. Other	14.113	8.875	-	906.857
8. Non-current assets (5+6+7)	**14.113**	**8.875**	-	**906.857**
9. Total assets (4+8)	**139.519**	**236.516**	**378.913**	**15.397.653**
10. Trade payables	259.615	208.998	34.926	18.603.177
11. Financial liabilities	22.239	18.055	-	1.596.436
12a. Other monetary liabilities	-	-	20	22
12b. Other non-monetary liabilities	-	-	-	-
13. Current liabilities (10+11+12)	**281.854**	**227.053**	**34.946**	**20.199.635**
14. Trade payables	-	3.341	-	135.330
15. Financial liabilities	-	5.570	-	225.599
16a. Other monetary liabilities	-	-	-	-
16b. Other non-monetary liabilities	-	-	-	-
17. Non-current liabilities (14+15+16)	**-**	**8.911**	**-**	**360.929**
18. Total liabilities (13+17)	**281.854**	**235.964**	**34.946**	**20.560.564**
19. Off-balance sheet derivative instruments net asset / (liability) position (19a+19b)	**246.936**	**(255.976)**	**(681.221)**	**(1.528.351)**
19a. Hedged total assets	383.643	95.197	507.874	19.281.732
19b. Hedged total liabilities	(136.707)	(351.173)	(1.189.095)	(20.810.083)
20. Net foreign currency asset/ (liability) position (9-18+19)	**104.601**	**(255.424)**	**(337.254)**	**(6.691.262)**
21. Net foreign currency monetary asset/ (liability) position (=1+2a+5+6a-10-11-12a-14-15-16a)	**(142.335)**	**552**	**343.967**	**(5.162.911)**
22. Fair value of financial instruments used in foreign currency hedging	**-**	**-**	**-**	**344.805**
23. Export	152.583	1.091.070	1.411.440	56.699.276
24. Import	514.039	152.022	44.418	24.445.045

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 26 – FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Cont'd)

As of 31 March 2025 and 31 December 2024, sensitivity analysis of foreign exchange rate tables is presented below, secured portions include impact of derivative instruments.

	Gain / Loss		Equity	
31 March 2025	**Foreign exchange appreciation**	**Foreign exchange depreciation**	**Foreign exchange appreciation**	**Foreign exchange depreciation**
+/- 10% fluctuation of USD rate:				
USD net asset / liability	(583.001)	583.001	(583.001)	583.001
Secured portion from USD risk (-)	(328.883)	328.883	1.489.350	(1.489.350)
USD net effect	**(911.884)**	**911.884**	**906.349**	**(906.349)**
+/- 10% fluctuation of EUR rate:				
EUR net asset / liability	(4.993)	4.993	(4.993)	4.993
Secured portion from EUR risk (-)	(131.569)	131.569	(1.963.807)	1.963.807
EUR net effect	**(136.562)**	**136.562**	**(1.968.800)**	**1.968.800**
+/- 10% fluctuation of other currency rates:				
Other currencies net asset / liability	38.722	(38.722)	38.722	(38.722)
Secured portion from other currency risk	(70.891)	70.891	(53.902)	53.902
Other currency net effect	**(32.169)**	**32.169**	**(15.180)**	**15.180**
Total	**(1.080.615)**	**1.080.615**	**(1.077.631)**	**1.077.631**

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of TL as of 31 March 2025 unless otherwise stated.)

NOTE 26 – FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Cont'd)

	Gain / Loss		Equity	
31 December 2024	**Foreign exchange appreciation**	**Foreign exchange depreciation**	**Foreign exchange appreciation**	**Foreign exchange depreciation**
+/- 10% fluctuation of USD rate:				
USD net asset / liability	(555.539)	555.539	(555.539)	555.539
Secured portion from USD risk (-)	(116.626)	116.626	963.722	(963.722)
USD net effect	**(672.165)**	**672.165**	**408.183**	**(408.183)**
+/- 10% fluctuation of EUR rate:				
EUR net asset / liability	(988)	988	(988)	988
Secured portion from EUR risk (-)	(6.433)	6.433	(1.082.298)	1.082.298
EUR net effect	**(7.421)**	**7.421**	**(1.083.286)**	**1.083.286**
+/- 10% fluctuation of other currency rates:				
Other currencies net asset / liability	37.858	(37.858)	37.858	(37.858)
Secured portion from other currency risk	(50.556)	50.556	(19.219)	19.219
Other currency net effect	**(12.698)**	**12.698**	**18.639**	**(18.639)**
Total	**(692.284)**	**692.284**	**(656.464)**	**656.464**

NOTE 27– FINANCIAL INSTRUMENTS (FAIR VALUE AND HEDGE ACCOUNTING DISCLOSURES)

Fair value hierarchy

The Company classifies the fair value measurement of each class of financial instruments according to the source, using the three-level hierarchy, as follows:

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

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

Level 3: Valuation techniques do not contain observable market inputs

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NOTE 27– FINANCIAL INSTRUMENTS (FAIR VALUE AND HEDGE ACCOUNTING DISCLOSURES) (Cont'd)

Fair value hierarchy tables as of 31 March 2025 and 31 December 2024 are as follows:

31 March 2025	Level 1	Level 2	Level 3	Total
Financial assets/liabilities				
Derivative financial instruments	-	(48.178)	-	(48.178)

31 December 2024	Level 1	Level 2	Level 3	Total
Financial assets/liabilities				
Derivative financial instruments	-	344.805	-	344.805

The Company's non-financial assets, calculated at fair value as of 31 March 2025 and 31 December 2024 are as follows:

31 March 2025	Level 1	Level 2	Level 3	Total
Tangible Assets				
Lands	-	16.317.428	-	16.317.428
Buildings and land improvements	-	12.263.205	-	12.263.205

31 December 2024	Level 1	Level 2	Level 3	Total
Tangible Assets				
Lands	-	16.317.428	-	16.317.428
Buildings and land improvements	-	12.383.937	-	12.383.937

NOTE 28 - OTHER FINANCIAL LIABILITIES

The maturity of other financial liabilities is 30 July 2030 and the interest rate is EURIBOR+2,5.

NOTE 29– SUBSEQUENT EVENTS

Taking into consideration the provisions of the Company's Articles of Association and the Profit Distribution Policy, from the net distributable profit for the period — including the donations calculated in accordance with CMB regulations — a dividend in the amount of TL 70.238 corresponding to 25%, shall be allocated to the shares representing the issued capital; the dividend (corresponding to a gross TL 0,0439 and net TL 0,03731 per share with a nominal value of TL 1,00) shall be paid in cash to the shareholders on 24 July 2025; the dividend distribution shall be covered from the extraordinary reserves stated in the financial statements prepared in accordance with TPL (Tax Procedure Law) regulations; and these matters shall be submitted to the approval of the shareholders at the 2024 Ordinary General Assembly Meeting.This resolution has been adopted unanimously by the members of the Board of Directors present at the meeting.