

**HEKTAŞ TİCARET TÜRK ANONİM ŞİRKETİ (“Hektaş” or “the Company”)
AND ITS SUBSIDIARIES (“Hektaş Group” or “the Group”)**

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE-MONTHS INTERIM PERIOD
AS OF MARCH 31, 2026

(ORIGINALLY ISSUED IN TURKISH)

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HEKTAŞ GROUP**NOT REVIEWED
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS OF MARCH 31, 2026**

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

		<u>Current Period</u>	<u>Prior Period</u>
		<u>Not reviewed</u>	<u>Audited</u>
		<u>March 31,</u>	<u>December 31,</u>
	<u>Notes</u>	<u>2026</u>	<u>2025</u>
ASSETS			
Current Assets		7,247,406,530	6,802,857,678
Cash and Cash Equivalents	3	1,976,101,951	1,516,832,922
Financial Equivalents	4	330,456,894	453,132,573
Trade Receivables	6a	1,979,205,368	1,390,378,528
<i>From Related Parties</i>	<i>19</i>	<i>34,392,658</i>	<i>57,590,092</i>
<i>From Third Parties</i>		<i>1,944,812,710</i>	<i>1,332,788,436</i>
Other Receivables	7a	49,387,087	53,238,142
Inventories	8	2,130,211,723	2,734,580,317
Prepaid Expenses		257,363,939	150,055,766
<i>From Related Parties</i>	<i>19</i>	<i>23,869,411</i>	<i>87,517</i>
<i>From Third Parties</i>		<i>233,494,528</i>	<i>149,968,249</i>
Current Tax Assets	12	351,543	7,952,997
Other Current Assets		524,328,025	496,686,433
Non-Current Assets		23,408,523,838	23,710,400,822
Other Receivables	7a	2,020,108	3,324,899
Investment Properties		152,370,095	152,966,591
Property, Plant and Equipment	9	13,822,203,163	13,786,590,417
Intangible Assets		2,380,143,843	2,425,051,894
Goodwill	<i>11</i>	<i>612,838,647</i>	<i>612,838,647</i>
<i>Other</i>	<i>10</i>	<i>1,767,305,196</i>	<i>1,812,213,247</i>
Right-of-Use Assets		1,210,393,971	1,221,593,084
Prepaid Expenses		3,455,916,270	3,581,049,283
<i>From Third Parties</i>		<i>3,455,916,270</i>	<i>3,581,049,283</i>
Deferred Tax Asset	17	2,385,476,388	2,539,824,654
TOTAL ASSETS		<u>30,655,930,368</u>	<u>30,513,258,500</u>

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

HEKTAŞ GROUP

NOT REVIEWED
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS OF MARCH 31, 2026

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

	Notes	Current Period	Prior Period
		Not reviewed	Audited
		March 31, 2026	December 31, 2025
LIABILITIES AND EQUITY			
Current Liabilities		12,435,798,924	12,858,466,722
Short-Term Borrowings	5	8,900,079,572	8,832,000,166
Lease Liabilities	5	109,368,840	105,196,716
Trade Payables	6b	2,071,961,969	2,216,595,376
<i>To Related Parties</i>	19	122,621,464	191,701,286
<i>To Third Parties</i>		1,949,340,505	2,024,894,090
Payables Related to Employee Benefits		253,497,066	178,485,617
Other Payables	7b	1,012,558,497	1,351,109,218
<i>To Related Parties</i>	19	985,079,008	1,315,589,824
<i>To Third Parties</i>		27,479,489	35,519,394
Deferred Income		49,620,807	144,885,724
Current Tax Liability		304,285	61,983
Short-Term Provisions	13a	38,407,888	30,131,922
<i>Related to Employee Benefits</i>	13a	24,611,074	20,068,996
<i>Other</i>	13a	13,796,814	10,062,926
Non-Current Liabilities		2,237,031,906	2,387,851,913
Long-Term Borrowings	5	1,063,365,213	1,129,813,106
Lease Liabilities	5	776,802,178	849,957,129
Other Payables	7b	174,770,561	182,720,748
<i>Other Payables to Related Parties</i>	19	174,770,561	182,720,748
Long-Term Provisions	13b	127,535,736	128,322,499
<i>Related to Employee Benefits</i>		127,535,736	128,322,499
Deferred Tax Liability	17	94,558,218	97,038,431
EQUITY		15,983,099,538	15,266,939,865
Equity Attributable to the Parent		14,932,847,381	15,356,775,546
Paid-in Capital		8,430,000,000	8,430,000,000
Share Capital Adjustment Differences		14,231,810,486	14,231,810,486
Premiums/Discounts Related to Interests		303,955,135	303,955,135
Accumulated Other Comprehensive Income (Expenses) that will be Reclassified to Profit or Loss		(499,138,956)	(465,593,675)
<i>- Foreign Currency Translation Differences</i>		(499,138,956)	(465,593,675)
Accumulated Other Comprehensive Income (Expenses) that will not be Reclassified to Profit or Loss		(71,394,838)	(71,394,838)
<i>- Defined Benefit Plans Remeasurement Losses</i>		(71,394,838)	(71,394,838)
Restricted Reserves Appropriated from Profit		657,590,130	657,590,130
Prior Years' Profit		(7,867,882,744)	(3,277,366,045)
Net Loss for the Period		(252,091,832)	(4,452,225,647)
Non-Controlling Interests		1,050,252,157	(89,835,681)
TOTAL LIABILITIES AND EQUITY		30,655,930,368	30,513,258,500

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

HEKTAŞ GROUP

NOT REVIEWED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE INTERIM PERIOD JANUARY 1 – MARCH 31, 2026

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

	Notes	Current Period	Prior Peirod
		Not reviewed	Not reviewed
		January 1- March 31, 2026	January 1- March 31, 2025
PROFIT OR (LOSS)			
Revenue	14a	2,221,631,265	2,733,698,774
Cost of Sales (-)	14b	(1,852,857,991)	(2,790,548,542)
GROSS PROFIT/(LOSS)		368,773,274	(56,849,768)
General Administrative Expenses (-)		(335,175,398)	(332,434,842)
Marketing Expenses (-)		(185,772,378)	(148,793,143)
Research and Development Expenses (-)		(136,749,834)	(125,254,694)
Other Income from Operating Activities	15	40,464,653	80,687,133
Other Expenses from Operating Expenses (-)	16	(46,253,111)	(83,774,588)
OPERATING (LOSS)/PROFIT		(294,712,794)	(666,419,902)
Income from Investing Activities		2,568,097	2,126,813
Expenses from Investing Activities (-)		(4,486,520)	(601,483)
OPERATING (LOSS)/PROFIT BEFORE FINANCE EXPENSES		(296,631,217)	(664,894,572)
Finance Income		95,276,219	221,005,057
Finance Expenses (-)		(831,389,581)	(1,130,675,766)
Monetary Loss Gain, net	22	925,497,615	702,946,757
(LOSS)/PROFIT FROM CONTINUING OPERATIONS BEFORE TAX		(107,246,964)	(871,618,524)
Continuing Operations Tax (Expense) / Income		(150,609,896)	115,064,561
Current Tax (Expense) / Income	17	(304,285)	(84,133)
Deferred Tax (Expense) / Income	17	(150,305,611)	115,148,694
PROFIT/LOSS FOR THE PERIOD		(257,856,860)	(756,553,963)
Distribution of (Loss)/Profit for the Period			
Non-Controlling Interests		(5,765,028)	(6,558,821)
Parent Shares		(252,091,832)	(749,995,142)
		(257,856,860)	(756,553,963)
Earnings / (loss) per share			
One Hundred Ordinary Stock (TL)	18	(0.03)	(0.09)
OTHER COMPREHENSIVE (EXPENSE) / INCOME:			
(Expense)/Income that will be Reclassified Subsequently to Profit or Loss		(108,361,169)	(64,221,622)
Foreign Currency Translation Differences		(108,361,169)	(64,221,622)
OTHER COMPREHENSIVE (EXPENSE) / INCOME		(108,361,169)	(64,221,622)
TOTAL COMPREHENSIVE (EXPENSE) / INCOME		(366,218,029)	(820,775,585)
Distribution of Total Comprehensive (Expense) / Income:		(366,218,029)	(820,775,585)
Non-Controlling Interests		25,487,688	(6,497,472)
Parent Shares		(391,705,717)	(814,278,113)

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

HEKTAŞ GROUP

NOT REVIEWED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE INTERIM PERIOD JANUARY 1 – MARCH 31, 2026

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

	Paid-in Capital	Share Capital Adjustment	Share Issue Premiums /	Accumulated Other Comprehensive Income and Expenses that will not be Reclassified Subsequently to Profit or Loss	Accumulated Other Comprehensive Income and Expenses that will be Reclassified Subsequently to	Restricted Reserves Appropriated from	Retained Earnings		Equity Attributable	Non- Controlling	Equity
				Accumulated Remeasurement	Foreign Currency		Prior Years [†] Profit	Net Profit / Loss for the			
Balances as of January 1, 2025	8,430,000,000	14,231,810,486	303,955,135	(84,503,511)	(425,375,976)	657,590,130	649,949,470	(3,927,315,515)	19,836,110,219	(54,702,633)	19,781,407,586
Transfers	-	-	-	-	-	-	(3,927,315,515)	3,927,315,515	-	-	-
Total Comprehensive Income / (Expense)	-	-	-	-	(64,282,971)	-	-	(749,995,142)	(814,278,113)	(6,497,472)	(820,775,585)
<i>Profit / (Loss) for the Period</i>	-	-	-	-	-	-	-	<i>(749,995,142)</i>	<i>(749,995,142)</i>	<i>(6,558,821)</i>	<i>(756,553,963)</i>
<i>Other Comprehensive (Expense) / Income</i>	-	-	-	-	<i>(64,282,971)</i>	-	-	-	<i>(64,282,971)</i>	<i>61,349</i>	<i>(64,221,622)</i>
Balances as of March 31, 2025	8,430,000,000	14,231,810,486	303,955,135	(84,503,511)	(489,658,947)	657,590,130	(3,277,366,045)	(749,995,142)	19,021,832,106	(61,200,105)	18,960,632,001
Balances as of January 1, 2026	8,430,000,000	14,231,810,486	303,955,135	(71,394,838)	(465,593,675)	657,590,130	(3,277,366,045)	(4,452,225,647)	15,356,775,546	(89,835,681)	15,266,939,865
Transfers	-	-	-	-	-	-	(4,452,225,647)	4,452,225,647	-	-	-
Total Comprehensive (Expense) / Income	-	-	-	-	(139,613,885)	-	-	(252,091,832)	(391,705,717)	25,487,688	(366,218,029)
<i>Loss for the Period</i>	-	-	-	-	-	-	-	<i>(252,091,832)</i>	<i>(252,091,832)</i>	<i>(5,765,028)</i>	<i>(257,856,860)</i>
<i>Other Comprehensive Income / (Expense)</i>	-	-	-	-	<i>(139,613,885)</i>	-	-	-	<i>(139,613,885)</i>	<i>31,252,716</i>	<i>(108,361,169)</i>
Increase/Decrease in Shareholding Ratios in Subsidiaries Due to Changes That Do Not Result in Loss of Control (Note 1)	-	-	-	-	106,068,604	-	(138,291,052)	-	(32,222,448)	1,114,600,150	1,082,377,702
Balances as of March 31, 2026	8,430,000,000	14,231,810,486	303,955,135	(71,394,838)	(499,138,956)	657,590,130	(7,867,882,744)	(252,091,832)	14,932,847,381	1,050,252,157	15,983,099,538

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

HEKTAŞ GROUP

NOT REVIEWED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE INTERIM PERIOD JANUARY 1 – MARCH 31, 2026

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

	Notes	Current Period	Prior Period
		Not reviewed	Not reviewed
		January 1- March 31, 2026	January 1- March 31, 2025
CASH FLOWS FROM OPERATING ACTIVITIES		(260,216,127)	616,117,125
Loss for the Period		(257,856,860)	(756,553,963)
Adjustments Related to the Net Profit/Loss Reconciliation for the Period		42,676,062	210,375,126
Adjustments Related to Depreciation and Amortization		345,485,982	321,009,133
Adjustments Related to Impairment (Cancellation)		(113,027,900)	(276,577,726)
- Adjustments Related to Impairment of Receivables	6a	25,880,000	802,558
- Adjustments Related to Inventory Impairment	8	(138,907,900)	(277,380,284)
Adjustments Related to Provisions		23,384,023	23,636,233
- Provisions for Employee Benefits		18,627,145	24,439,923
- Litigation Provisions / (Cancellation)		4,756,878	(803,690)
Adjustments Related to Interest (Income) / Expenses		507,523,699	552,828,053
- Adjustments Related to Interest Income		(80,994,072)	(101,483,350)
- Adjustments Related to Interest Expenses		530,805,416	611,273,692
- Adjustments Related to Bank Transactions Expenses		57,712,355	43,037,711
Adjustments Related to Unrealized Foreign Currency Translation Differences		(102,502,712)	(133,187,526)
Adjustments Related to Monetary Losses/Gains		(994,583,456)	(630,904,847)
Adjustments Related to Exchange Differences		222,069,332	468,753,534
Adjustments Related to Tax Income / (Expense)	17	150,609,896	(115,064,561)
Adjustments Related to Loss/Gains on Disposal of Fixed Assets		3,717,198	(117,167)
Changes in working capital		(122,692,122)	820,084,516
Adjustments Related to Increase/Decrease in Trade Receivables		(741,422,267)	(1,001,108,889)
Adjustments Related to Increase/Decrease in Other Operating Receivables		(188,028,638)	(76,831,656)
Adjustments Related to Increase/Decrease in Inventories		743,276,494	1,689,748,051
Adjustments Related to Increase/Decrease in Trade Payables		57,559,489	78,638,899
Increase / (Decrease) in Payables Related to Employee Benefits		91,292,510	(90,872,155)
Adjustments Related to Increase/Decrease in Other Operating Payables		(85,369,710)	220,510,266
Cash Flows from Operations		77,656,793	342,211,446
Interest Received		79,068,266	109,908,795
Payments Related to Provisions for Employee Benefits		(2,919,917)	(4,369,582)
Collections from Doubtful Receivables	6a	(111,807)	1,920,191
Tax Payments / Refunds		1,620,251	234,752,042
CASH FLOWS FROM INVESTMENT ACTIVITIES		973,370,291	(780,628,088)
Increase/Decrease in Shareholding Ratios in Subsidiaries			
Due to Changes That Do Not Result in Loss of Control		1,082,377,702	-
Cash Inflows from Sales of Property, Plant and Equipment and Intangible Assets		14,742,174	205,028
- Cash Inflows from Sales of Property, Plant and Equipment		14,742,174	205,028
Cash Outflows from Purchase of Property, Plant and Equipment and Intangible Assets		(330,224,532)	(113,589,893)
- Cash Outflows from Purchase of Property, Plant and Equipment	9	(327,737,121)	(109,091,814)
- Cash Outflows from Purchase of Intangible Assets		(2,487,411)	(4,498,079)
Cash Advances and Payables Given		125,133,013	(667,243,223)
Other Cash Inflows / Outflows		81,341,934	-
CASH FLOWS FROM FINANCE ACTIVITIES		(153,713,663)	(330,306,499)
Cash Inflows / (Outflows) Arising from Borrowing to Related Parties		(260,010,910)	-
Cash Inflows from Borrowings	5	1,111,418,714	2,014,578,907
Cash Outflows from Borrowings	5	(679,679,750)	(1,520,022,882)
Bank Transaction Costs Paid		(57,712,355)	(43,037,711)
Interest Paid		(205,018,140)	(725,518,696)
Cash Outflows Related to Debt Payments Arising from Lease Contracts	5	(62,711,222)	(56,306,117)
NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS BEFORE THE EFFECT OF FOREIGN CURRENCY TRANSLATION DIFFERENCES THE EFFECT OF FOREIGN CURRENCY CONVERSION DIFFERENCES ON CASH AND CASH EQUIVALENTS		559,440,501	(494,817,462)
INFLATION EFFECT ON CASH AND CASH EQUIVALENTS		36,214,932	(395,269,746)
NET CHANGE IN CASH AND CASH EQUIVALENTS		457,343,223	(1,135,610,994)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	3	1,516,285,746	2,685,447,096
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	3	1,973,628,969	1,549,836,102

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

HEKTAŞ GROUP

NOT REVIEWED NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF MARCH 31, 2026 AND FOR THE PERIOD THEN ENDED

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

1. ORGANIZATION AND OPERATIONS OF THE GROUP

Hektaş was established for the purpose of producing, importing, and marketing agricultural and veterinary pesticides upon registration and entry in the trade registry in 1956. The main field of activity of the Company is the production, import and marketing of agricultural and veterinary pesticides. The main shareholder of the Company is the Turkish Armed Forces Pension Fund ("OYAK") which owns 55.4 per cent of the Company's shares. OYAK is an institution with legal personality, which is financially and administratively autonomous and subject to the provisions of private law, which was founded pursuant to the law no. 205 on March 1, 1961. As the "solidarity and pension fund" of the members of the Turkish Armed Forces ("TSK"), OYAK provides various services and benefits to its members in line with the social security approach envisaged by the constitution. OYAK has direct and indirect subsidiaries and associates operating in industry, finance and service sectors. Detailed information about OYAK is available on its official web site at the address (www.oyak.com.tr).

These consolidated financial statements include the Company and its subsidiaries. The Company and its subsidiaries will hereinafter be referred to as "the Group" or "Hektaş Group" collectively.

The Company acquired 100% of FNC Tarım Ticaret ve Sanayi Anonim Şirketi ("FNC") on November 29, 2017 at a price of nominal Turkish Lira ("TL") 14,117,000 (US Dollar 3,600,000) and included FNC within the scope of the consolidation based on its periodic statements of September 30, 2017.

The main field of activity of FNC is the production, import and marketing of agricultural pesticides. FNC is headquartered in the district of Bor in Niğde and has a capital of nominal TL 40,500,000.

FNC's title was changed as 'Ferbis Tarım Ticaret ve Sanayi Anonim Şirketi' ("Ferbis") as declared in the Trade Registry Gazette dated July 7, 2020 and by the Extraordinary General Assembly dated June 30, 2020.

On February 22, 2019, the Company acquired 100 per cent of Akça Tohumculuk Arge Sanayi ve Dış Ticaret Anonim Şirketi ("Akça") at a price of nominal TL 25,150,000 and included Akça within the scope of consolidation based on its financial statements pertaining to the period ending on January 31, 2019.

Akça's main field of activity is to engage in all kinds of seed production and development activities and to set up green houses and specially equipped areas for this purpose. Akça's headquarters are located in Antalya Technocity.

Akça's title was changed as 'Areo Tohumculuk Arge Sanayi ve Dış Ticaret Anonim Şirketi' ("Areo") as declared in the Trade Registry Gazette dated October 6, 2020 and by the Extraordinary General Assembly dated September 25, 2020. Areo's title was changed to "Hektaş Tohumculuk Sanayi ve Dış Ticaret Anonim Şirketi ("Hektaş Tohumculuk") as announced at the Extraordinary General Meeting held on February 9, 2026 and published in the Trade Registry Gazette on February 17, 2026. Its capital is in the amount of nominal TL 95,750,000.

On June 9, 2020, the Company acquired 100 per cent of Sunset Kimya Tarım Ürünleri ve Aletleri İmalat Pazarlama Sanayi ve Ticaret Anonim Şirketi ("Sunset") at a price of nominal TL 65,000,000 and included Sunset within the scope of consolidation based on its financial statements pertaining to the period ending on May 30, 2020.

Sunset's main field of activity is the wholesale and retail trade, production, import and export and domestic and international marketing of all kinds of agricultural pesticides. Sunset is headquartered in the district of Bor in Niğde. Its capital is in the amount of TL 2,000,000.

AgriVentis Technologies Pty Ltd ("Agriventis") was acquired by the OYAK group as of September 18, 2020. As of January 12, 2022, all of the shares representing the 51% capital of Agriventis, field of activity of which is "agricultural seed technology development, seed improvement and production", controlled by Oyak Sermaye Yatırımları A.Ş, the subsidiary of the main shareholder, have been acquired for nominal TL 28,000,000. Agriventis is headquartered in Sydney, Australia. Its capital is AUD 457,375.

Hektaş Asia LLC was established on November 21, 2022 in Tashkent, Uzbekistan, with 100% of its shares owned by HEKTAŞ Ticaret T.A.Ş. It was established with the aim of operating in export-oriented plant protection and plant nutrition fields. 33.3 % of the Company's shares were transferred to Uzbek-Oman Investment Company JV LLC through a capital increase in exchange for an investment of approximately USD 24,905,317 on February 10, 2026. Hektaş Asia LLC's capital is USD 74,687,532.

The Company's shares have been quoted on Borsa İstanbul ("BIST") since 1986. The Group's main shareholder and principal controller is OYAK.

As of March 31, 2026, the number of employees of the Group is 547 in total, 188 of them being blue-collar and 359 being white-collar (December 31, 2025: 541 employees).

The Company carries out its activities at its headquarters at the address Gebze Organize Sanayi Bölgesi, İhsandede Caddesi, 700. Sokak 41400 Gebze, Kocaeli.

HEKTAŞ GROUP

NOT REVIEWED NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF MARCH 31, 2026 AND FOR THE PERIOD THEN ENDED

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

1. ORGANIZATION AND OPERATIONS OF THE GROUP (cont’d)

Details of the types and fields of activity of the Company’s subsidiaries are as follows:

	<u>Types and Subject of Activity</u>
Takimsan Tarım Kimya Sanayi ve Ticaret Anonim Şirketi ("Takimsan")	Production, import and marketing of pesticides
Çantaş Çankırı Tuz Ürünleri Üretim ve Dağıtım Anonim Şirketi ("Çantaş")	Inactive
Ferbis	Production, import and marketing of pesticides
Hektaş Tohumculuk	To carry out all kinds of seed production and development activities, to establish related greenhouses and specially equipped areas related to this.
Sunset	Wholesale and retail trade of all kinds of pesticides, import and export, marketing in domestic and foreign markets
Agriventis	Agricultural seed technology development, seed breeding and production
Hektaş Asia	Production, sales, distribution and marketing of plant protection and plant nutrition products

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

<u>Title of the Company</u>	<u>Location of activity</u>	<u>Functional currency</u>	<u>Group's share rate in capital and voting rate (%)</u>	
			<u>March 31, 2026</u>	<u>December 31, 2025</u>
<u>Subsidiaries</u>				
Takimsan	Kocaeli	TL	99.78	99.78
Ferbis	Niğde	TL	100.00	100.00
Hektaş Tohumculuk	Antalya	TL	100.00	100.00
Sunset	Niğde	TL	100.00	100.00
Agriventis	Australia	AUD	51.00	51.00
Hektaş Asia	Uzbekistan	UZS	66.70	100.00
<u>Financial investments</u>				
Çantaş	Çankırı	TL	0.37	0.37

2. BASIS OF PRESENTATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

2.1 Basis of Presentation

Statement of Compliance with TFRS

The accompanying condensed consolidated interim financial statements have been prepared in accordance with the Communiqué Serial II, No: 14.1 “Communiqué on the Principles of Financial Reporting in Capital Markets” (“the Communiqué”) announced by the Capital Markets Board (“CMB”) on June 13, 2013 which is published on Official Gazette numbered 28676 and based on the Turkish Financial Reporting Standards (“TFRS”) and the related appendices and interpretations promulgated by the Public Oversight Accounting and Auditing Standards Authority (“POA”) as adopted by the CMB in accordance with Article 5 of the Communiqué.

In addition, the consolidated financial statements are presented in accordance with the “TFRS Taxonomy” published by POA on July 3, 2024 and the formats specified in the Financial Statement Examples and User Guide published by CMB, based on the CMB's financial statement and note formats.

The Group has prepared its interim condensed consolidated financial statements as of March 31, 2026 by preferring the summary presentation in accordance with TAS 34 “Interim Financial Statements” and the explanations and notes required to be included in the annual financial statements prepared in accordance with TAS 34 are summarized or not included. Therefore, these interim condensed consolidated financial statements shall be read together with the Group's consolidated financial statements as of December 31, 2025.

Approval of consolidated financial statements:

The consolidated financial statements were approved by the Board of Directors of Hektaş on May 5, 2026. The General Assembly of Hektaş has the right to amend and the related regulatory authorities have the right to demand the amendment of these condensed consolidated financial statements.

HEKTAŞ GROUP

NOT REVIEWED NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF MARCH 31, 2026 AND FOR THE PERIOD THEN ENDED

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

2. BASIS OF PRESENTATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont’d)

2.1 Basis of Presentation (cont’d)

Functional and Reporting Currency

The condensed consolidated financial statements are presented in TL, which is the functional currency of the Group. All financial information submitted in TL is presented in full, unless otherwise stated.

Adjustment of financial statements during periods of high inflation

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

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

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

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

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

In this framework, while preparing the consolidated financial statements dated March 31, 2026 inflation adjustment has been made in accordance with TAS 29.

HEKTAŞ GROUP

NOT REVIEWED NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF MARCH 31, 2026 AND FOR THE PERIOD THEN ENDED

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

2. BASIS OF PRESENTATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.1 Basis of Presentation (cont'd)

Adjustment of financial statements during periods of high inflation (cont'd)

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

Date	Index	Adjustment Coefficient
March 31, 2026	3,866.57	1.00000
December 31, 2025	3,513.87	1.10037
March 31, 2025	2,954.69	1.30862

The main lines of TAS 29 indexation transactions are as follows:

- As of the balance sheet date, all items other than those stated in terms of current purchasing power are restated by using the relevant price index coefficients. Prior year amounts are also restated in the same way.
- Monetary assets and liabilities are expressed in terms of the purchasing power at the balance sheet date and are therefore not subject to restatement. Monetary items are cash and items to be received or paid in cash.
- Fixed assets, subsidiaries and similar assets are indexed to their acquisition values, which do not exceed their market values. Depreciation has been adjusted in a similar manner. Amounts included in shareholders' equity have been restated by applying general price indices for the periods in which they were contributed to or arose within the Company.
- All items in the income statement, except for the effects of non-monetary items in the balance sheet on the income statement, have been restated by applying the multiples calculated over the periods when the income and expense accounts were initially recognised in the financial statements.
- The gain or loss arising on the net monetary position as a result of general inflation is the difference between the adjustments to non-monetary assets, equity items and income statement accounts. This gain or loss on the net monetary position is included in net profit.

The impact of the application of TAS 29 Inflation Accounting is summarised below:

Restatement of the Statement of Financial Position

Amounts in the statement of financial position that are not expressed in terms of the measuring unit current at the end of the reporting period are restated. Accordingly, monetary items are not restated because they are expressed in the currency of the reporting period. Non-monetary items are required to be restated unless they are expressed in terms of the currency in effect at the end of the reporting period.

The gain or loss on the net monetary position arising on restatement of non-monetary items is recognised in profit or loss and presented separately in the statement of comprehensive income.

Restatement of the Statement of Profit or Loss

All items in the statement of profit or loss are expressed in terms of the measuring unit current at the end of the reporting period. Therefore, all amounts have been restated by applying changes in the monthly general price index.

Cost of inventories sold has been restated using the restated inventory balance.

Depreciation and amortisation expenses have been restated using the restated balances of property, plant and equipment, intangible assets, investment property and right-of-use assets.

Restatement of Statement of Cash Flows

All items in the statement of cash flows are expressed in terms of the measuring unit current at the end of the reporting period.

HEKTAŞ GROUP

NOT REVIEWED NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF MARCH 31, 2026 AND FOR THE PERIOD THEN ENDED

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

2. BASIS OF PRESENTATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.2 Changes in accounting policies

The accounting policies used in the preparation of these interim condensed consolidated financial statements are the same as those used in the most recent annual consolidated financial statements.

2.3 Changes in accounting estimates and errors

If the changes in accounting estimates are related with one period only, they are applied in the current period when the change is applied; if they are related with future periods, they are applied prospectively both in the period of change and in the future periods. Material accounting errors detected are executed retrospectively and the previous period's financial statements are restated. There has been no significant change in the accounting estimates of the Group in the current year.

2.4 Significant accounting judgments, estimates and assumptions

In the preparation of the condensed consolidated financial statements, the Group Management is required to make assumptions and estimations that will affect the reported assets and liabilities, determine the possible liabilities and commitments as of the reporting date and the income and expense amounts as of the reporting period. Actual results may differ from estimates and assumptions. These estimations and assumptions are reviewed regularly, and when the need for correction arises, the corrections are reflected in the relevant period's operating result.

Considering the interpretations that may have a material effect on the amounts reflected in the condensed consolidated financial statements and the main sources of the existing or future estimates at the reporting date, the important assumptions and assessments are presented below:

Provisions for doubtful receivables reflect the amounts that the Group management believes will cover the future losses of the receivables that exist as of the reporting date but have the risk of being uncollectible within the current economic conditions. While evaluating whether the receivables are impaired or not, the past performance of the debtors other than the related parties and key customers, their credibility in the market, the guarantees received, their performance from the balance sheet date to the approval date of the financial statements and the renegotiated conditions are taken into account. As of the relevant reporting dates, the Group's provision for doubtful receivables is included in Note 6. Actual results may differ from assumptions.

The Group management made various assumptions in line with the experiences of the technical team, especially in determining the useful economic life of buildings and machinery.

The amount of provisions for litigation, the probability of losing the relevant lawsuits and the probable consequences to be incurred in case of loss are determined through the estimations made by the Group Management in line with the opinions of the Group's Legal advisors (Note 13a).

In the calculation of severance pay and severance incentive obligations, the Group makes various assumptions such as discount rate, inflation rate, real salary increase rate, possibility of voluntary resignation, etc. The assumptions used in the calculation of the liability are provided in detail in Note 13b.

In the calculation of the provisions for the decline in the value of inventories, the Group makes various assumptions such as estimated sales price, estimated completion costs and the estimated costs required to perform sales (Note 8). Actual results may differ from the assumptions.

The Group subjects the goodwill amount to impairment test every year. The recoverable amounts of cash generating units are determined based on the calculations of value in use. These calculations require the use of estimates (Note 11). The use value of the cash generating unit is calculated using the discounted cash flow method. Discounted cash flows are based on projections made in TL, which is the functional currency of the cash-generating unit. During the calculation of the projections, some assumptions and estimations have been used by the Group Management. If actual results differ from estimates, the accompanying consolidated financial statements may be affected.

HEKTAŞ GROUP

NOT REVIEWED NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF MARCH 31, 2026 AND FOR THE PERIOD THEN ENDED

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

2. BASIS OF PRESENTATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont’d)

2.5 Significant Changes Related to Current Period

The Group has reviewed the estimates and assumptions used in the preparation of the consolidated financial statements as of March 31, 2026. In this context, the Group has evaluated the possible impairments in the values of trade receivables, inventories, property, plant and equipment and investment properties in the condensed consolidated financial statements as at March 31, 2026 and no impairment has been detected.

2.6 Segment Reporting

The Group's operations are defined as the geographic operating segment. However, considering the nature of the products and production processes, the type of customers for their products and services, and the methods they use to distribute their products or provide their services, the segments have been combined into a single operating segment with similar economic characteristics.

2.7 Summary of significant accounting policies

New and revised Turkish Financial Reporting Standards

The new standards, amendments and interpretations

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

i) The new standards, amendments and interpretations which are effective as of January 1, 2026 are as follows:

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

In August 2025, POA issued amendments to the classification and measurement of financial instruments (amendments to TFRS 9 and TFRS 7). The amendment clarifies that a financial liability is derecognized on the ‘settlement date’. It also introduces an accounting policy option to derecognize financial liabilities that are settled through an electronic payment system before settlement date if certain conditions are met. The amendment also clarified how to assess the contractual cash flow characteristics of financial assets that include environmental, social and governance (ESG)-linked features and other similar contingent features as well as the treatment of non-recourse assets and contractually linked instruments. Additional disclosures in TFRS 7 for financial assets and liabilities with contractual terms that reference a contingent event (including those that are ESG-linked), and equity instruments classified at fair value through other comprehensive income are added with the amendment. The new requirements are applied retrospectively with an adjustment to opening retained earnings.

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

Annual Improvements to TFRSs – Volume 11

In September 2025, POA issued Annual Improvements to TFRSs – Volume 11, amending the followings:

- *TFRS 1 First-time Adoption of International Financial Reporting Standards – Hedge Accounting by a First-time Adopter:* These amendments are intended to address potential confusion arising from an inconsistency between the wording in TFRS 1 and the requirements for hedge accounting in TFRS 9.
- *TFRS 7 Financial Instruments: Disclosures – Gain or Loss on Derecognition:* The amendments update the language on unobservable inputs in the Standard and include a cross reference to TFRS 13.
- *TFRS 9 Financial Instruments – Lessee Derecognition of Lease Liabilities and Transaction Price:* TFRS 9 has been amended to clarify that, when a lessee has determined that a lease liability has been extinguished in accordance with TFRS 9, the lessee is required to apply derecognition requirement of TFRS 9 and recognise any resulting gain or loss in profit or loss. TFRS 9 has been also amended to remove the reference to ‘transaction price’.

HEKTAŞ GROUP

NOT REVIEWED NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF MARCH 31, 2026 AND FOR THE PERIOD THEN ENDED

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

2. BASIS OF PRESENTATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont’d)

2.7 Summary of significant accounting policies (cont’d)

New and revised Turkish Financial Reporting Standards (cont’d)

The new standards, amendments and interpretations (cont’d)

i) The new standards, amendments and interpretations which are effective as of January 1, 2026 are as follows (cont’d):

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

In August 2025, POA issued Contracts Referencing Nature-dependent Electricity (Amendments to TFRS 9 and TFRS 7). The amendment clarifies the application of the “own use” requirements and permits hedge accounting if these contracts are used as hedging instruments. The amendment also adds new disclosure requirements to enable investors to understand the effect of these contracts on a company’s financial performance and cash flows. The clarifications regarding the ‘own use’ requirements must be applied retrospectively, but the guidance permitting hedge accounting have to be applied prospectively to new hedging relationships designated on or after the date of initial application.

The amendments did not have a significant impact on the financial position or performance of the Group.

ii) Standards issued but not yet effective and not early adopted

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

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

In December 2017, POA postponed the effective date of this amendment indefinitely pending the outcome of its research project on the equity method of accounting. Early application of the amendments is still permitted.

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

TFRS 17 - The new Standard for insurance contracts

POA issued TFRS 17 in February 2019, a comprehensive new accounting standard for insurance contracts covering recognition and measurement, presentation and disclosure. TFRS 17 model combines a current balance sheet measurement of insurance contract liabilities with the recognition of profit over the period that services are provided. The mandatory effective date of the Standard postponed to accounting periods beginning on or after January 1, 2027 with the announcement made by the POA.

The standard is not applicable for the Group and will not have an impact on the financial position or performance of the Group.

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

In May 2025, POA issued TFRS 18 which replaces TAS 1. TFRS 18 introduces new requirements on presentation within the statement of profit or loss, including specified totals and subtotals. TFRS 18 requires an entity to classify all income and expenses within its statement of profit or loss into one of five categories: operating; investing; financing; income taxes; and discontinued operations. It also requires disclosure of management-defined performance measures and includes new requirements for aggregation and disaggregation of financial information based on the identified ‘roles’ of the primary financial statements and the notes. In addition, there are consequential amendments to other accounting standards, such as TAS 7, TAS 8 and TAS 34. TFRS 18 and the related amendments are effective for reporting periods beginning on or after 1 January 2027, but earlier application is permitted. TFRS 18 will be applied retrospectively.

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

HEKTAŞ GROUP

NOT REVIEWED NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF MARCH 31, 2026 AND FOR THE PERIOD THEN ENDED

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

2. BASIS OF PRESENTATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont’d)

2.7 Summary of significant accounting policies (cont’d)

New and revised Turkish Financial Reporting Standards (cont’d)

The new standards, amendments and interpretations (cont’d)

ii) Standards issued but not yet effective and not early adopted (cont’d)

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

In August 2025, POA issued TFRS 19, which allows eligible entities to elect to apply reduced disclosure requirements while still applying the recognition, measurement and presentation requirements in other TFRS accounting standards. Unless otherwise specified, eligible entities that elect to apply TFRS 19 will not need to apply the disclosure requirements in other TFRS accounting standards. An entity that is a subsidiary does not have public accountability and has a parent (either ultimate or intermediate) which prepares consolidated financial statements, available for public use, which comply with TFRS accounting standards may elect to apply TFRS 19. TFRS 19 is effective for reporting periods beginning on or after 1 January 2027 and earlier adoption is permitted. If an eligible entity chooses to apply the standard earlier, it is required to disclose that fact. An entity is required, during the first period (annual and interim) in which it applies the standard, to align the disclosures in the comparative period with the disclosures included in the current period under TFRS 19.

The standard is not applicable for the Group.

Amendments to TAS 21 - Translation to a Hyperinflationary Presentation

The amendments issued by the POA in April 2026 require translation from a non-hyperinflationary functional currency into a hyperinflationary presentation currency at the closing rate. Accordingly, if an entity’s functional currency is the currency of a non-hyperinflationary economy, but its presentation currency is the currency of a hyperinflationary economy, its results and financial position are translated into the presentation currency by translating all amounts (i.e., assets, liabilities, equity items, income and expenses) and all comparatives at the closing rate at the end of the current reporting period. Furthermore, an entity whose functional currency and presentation currency are the currency of a hyperinflationary economy, restates the comparative amounts of a foreign operation, whose functional currency is that of a non-hyperinflationary economy, by applying the general price index, in accordance with TAS 29, to the foreign operation’s comparative figures. The amendments also introduce certain additional disclosure requirements.

The amendments apply for annual reporting periods beginning on or after 1 January 2027 and earlier application is permitted. If an entity’s functional currency and presentation currency are the currency of a hyperinflationary economy (or are the currencies of different hyperinflationary economies) and it translates the results and financial position of foreign operations whose functional currency is that of a non-hyperinflationary economy, then it is required to apply the amendments from the beginning of the annual reporting period in which it first applies the amendments. In addition, it restates the comparative amounts of its foreign operations included in the entity’s previously issued financial statements by applying the general price index it applies to corresponding figures in accordance with TAS 29. Other entities will apply the amendments retrospectively.

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

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NOT REVIEWED NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF MARCH 31, 2026 AND FOR THE PERIOD THEN ENDED

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

3. CASH AND CASH EQUIVALENTS

	March 31, 2026	December 31, 2025
Cash	168,436	294,209
Cash at banks	1,300,571,691	263,497,670
<i>Demand deposits</i>	44,123,675	24,766,185
<i>Time deposits with a maturity of less than three months</i>	1,256,448,016	238,731,485
Other current assets (*)	675,361,824	1,253,041,043
Cash and cash equivalents in the consolidated statement of financial position	1,976,101,951	1,516,832,922
Less : interest accruals	(2,472,982)	(547,176)
Cash and cash equivalents according to the cash flow statements	1,973,628,969	1,516,285,746

(*) Other cash and cash equivalents consist of checks and money market fund and credit card receivables due as of March 31, 2026 and December 31, 2025. The maturity of the financing bond is less than 3 months.

As of March 31, 2026, the Group's USD time deposits amount to TL 1,225,650,016 and the interest rate is between 2.00 and 3.00 percent. Their maturities are less than 3 months (As of December 31, 2025, USD time deposit amount is TL 231,016,765 and the interest rate is 1.00 percent. Their maturity is less than 3 months).

As of March 31, 2026, the Group's TL time deposits amount to TL 30,798,000 and the interest rates are 37.00 and 36.50 percent. Their maturities are less than 3 months (As of December 31, 2025, TL time deposit amount is TL 7,714,720 and the interest rate is 38.50 percent. Their maturity is less than 3 months).

4. FINANCIAL INVESTMENTS

Financial investments at fair value through other comprehensive income:

Company Title	Share Rate %	March 31, 2026	Share Rate %	December 31, 2025
Çantaş	0.37	310,755	0.37	310,755
		310,755		310,755
Impairment provision		(310,755)		(310,755)
		-		-

	March 31, 2026	December 31, 2025
Unused restricted bank deposits (*)	329,931,041	452,543,832
Other	525,853	588,741
	330,456,894	453,132,573

(*) As of March 31, 2026, restricted cash and cash equivalents amounting to TL 329,931,041 (December 31, 2025: TL 452,543,832) are separately classified under “Financial Investments” since their use is restricted in the Group's ongoing operations and fulfilling its obligations.

HEKTAŞ GROUP

NOT REVIEWED NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF MARCH 31, 2026 AND FOR THE PERIOD THEN ENDED

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

5. FINANCIAL LIABILITIES

	March 31, 2026	December 31, 2025
Short-Term Financial Liabilities		
Bank loans	8,900,079,572	8,832,000,166
Lease liabilities	109,368,840	105,196,716
	<u>9,009,448,412</u>	<u>8,937,196,882</u>
Long-Term Financial Liabilities		
Bank loans	1,063,365,213	1,129,813,106
Lease liabilities	776,802,178	849,957,129
	<u>1,840,167,391</u>	<u>1,979,770,235</u>

Details of the Short-Term Bank Loans are as follows;

Currency	Weighted Average Interest Rate %	March 31, 2026 Short-term
TL	42.18	3,028,647,260
USD	7.82	5,871,432,312
		<u>8,900,079,572</u>

Currency	Weighted Average Interest Rate %	December 31, 2025 Short-term
TL	42.18	3,197,710,046
USD	7.65	5,634,290,120
		<u>8,832,000,166</u>

Details of the Long-Term Bank Loans are as follows;

Currency	Weighted Average Interest Rate %	March 31, 2026 Long-term
TL	17.00	15,000,000
USD	8.68	1,048,365,213
		<u>1,063,365,213</u>

Currency	Weighted Average Interest Rate %	December 31, 2025 Long-term
TL	17.00	16,505,604
USD	8.68	1,113,307,502
		<u>1,129,813,106</u>

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NOT REVIEWED NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF MARCH 31, 2026 AND FOR THE PERIOD THEN ENDED

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

5. FINANCIAL LIABILITIES (cont'd)

The maturities of the lease liabilities are as follows;

	March 31, 2026	December 31, 2025
Payable in 1 year	109,368,840	105,196,716
Payable in 1-5 years	198,194,599	211,264,799
5 years and longer	578,607,579	638,692,330
	<u>886,171,018</u>	<u>955,153,845</u>

The maturities of bank borrowings are as follows:

	March 31, 2026	December 31, 2025
Payable in 1 year	8,900,079,572	8,832,000,166
Payable in 1-2 years	434,346,087	461,828,615
Payable in 2-3 years	419,346,087	445,322,995
Payable in 3-4 years	209,673,039	222,661,496
	<u>9,963,444,785</u>	<u>9,961,813,272</u>

As of March 31, 2026 and December 31, 2025, bank loans have spot, fixed and floating interest rates and due to their short original maturities, it is assumed that their fair values and book values are close.

As of 1 January - 31 March 2026 and 2025, the reconciliation of liabilities arising from financing activities is as follows;

	January 1- March 31, 2026	January 1- March 31, 2025
Financial liabilities as of 1 January	10,916,967,117	10,449,691,909
Capital inflow within the period	1,111,418,714	2,014,578,907
Payments within the period	(742,390,972)	(1,576,328,999)
Foreign exchange rate changes	233,655,106	450,911,271
Change in interest accrual	325,787,276	(114,245,004)
Inflation accounting effect	(995,821,438)	(955,389,489)
	<u>10,849,615,803</u>	<u>10,269,218,595</u>

HEKTAŞ GROUP

NOT REVIEWED NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF MARCH 31, 2026 AND FOR THE PERIOD THEN ENDED

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

6. TRADE RECEIVABLES AND PAYABLES

a) Trade Receivables

As of March 31, 2026 and December 31, 2025, the details of the Group's trade receivables are as follows;

	March 31, 2026	December 31, 2025
Short-term trade receivables		
Trade receivables	1,844,467,771	1,061,039,584
Notes receivable	349,164,493	517,193,251
Trade receivables from related parties (Note 19)	34,392,658	57,590,092
Provision for expected loss (-)	(248,819,554)	(245,444,399)
	<u>1,979,205,368</u>	<u>1,390,378,528</u>

As of March 31, 2026 and December 31, 2025, the aging of trade receivables is as follows:

	March 31, 2026	December 31, 2025
Not overdue and impaired	1,829,149,739	1,289,525,363
Overdue for 1-30 days, not impaired	132,104,221	53,212,051
Overdue for 1-3 months, not impaired	12,354,933	46,692,450
Overdue for 3-12 months, not impaired	5,596,475	948,664
	<u>1,979,205,368</u>	<u>1,390,378,528</u>

The Group has evaluated the collateral status of the overdue receivables mentioned above, the current financial position of the related customers and the collections after the reporting date and concluded that there is no impairment on these receivables.

The average maturity applied by the Group for its sales is 69 days (December 31, 2025: 88 days).

The provision for doubtful receivables for trade receivables is determined based on the future collection expectation and past experience of uncollectibility. The movement of the Group's provision for doubtful trade receivables is as follows:

	January 1- March 31, 2026	January 1- March 31, 2025
Expected loss provision movements		
Opening balance	245,444,399	256,071,514
Charge for the period	25,880,000	802,556
Collections	111,807	(1,920,191)
Inflation accounting effect	(22,616,652)	(23,363,249)
Closing balance	<u>248,819,554</u>	<u>231,590,630</u>

The nature and level of risks related to trade receivables are disclosed in Note 20.

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NOT REVIEWED NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF MARCH 31, 2026 AND FOR THE PERIOD THEN ENDED

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6. TRADE RECEIVABLES AND PAYABLES (cont'd)

b) Trade Payables

Details of the Group's trade payables as of March 31, 2026 and December 31, 2025 are as follows:

	March 31, 2026	December 31, 2025
<u>Short-term trade payables</u>		
Trade payables (*)	1,918,149,060	1,999,835,521
Trade payables to related parties (Note 19)	122,621,464	191,701,286
Expense accruals	31,191,445	25,058,569
	<u>2,071,961,969</u>	<u>2,216,595,376</u>

(*) As of March 31, 2026, there are TL 333,651,270 letters of credit in trade payables (December 31, 2025: TL 1,638,747,600).

The average payment maturity for the purchase of goods is 103 days (December 31, 2025: 101 days).

7. OTHER RECEIVABLES AND PAYABLES

a) Other Receivables

	March 31, 2026	December 31, 2025
<u>Other Short-Term Receivables</u>		
VAT and other refund receivable	19,877,560	23,867,734
Special consumption tax ("SCT") refund receivable (*)	11,348,051	17,088,370
Corporate and provisional tax refund receivable	17,772,198	11,852,978
Deposits and guarantees given	389,278	429,060
	<u>49,387,087</u>	<u>53,238,142</u>

(*) If the raw materials subject to SCT are used in manufacturing goods not subject to SCT, the Special Consumption Tax paid in the purchase of these raw materials may be refunded, if the conditions specified in the Special Consumption Tax Communiqué No. 25. The SCT amount requested to be refunded within this framework is TL 11,348,051 (December 31, 2025: TL 17,088,370).

	March 31, 2026	December 31, 2025
<u>Other Long-Term Receivables</u>		
Deposits and guarantees given	2,020,108	3,324,899
	<u>2,020,108</u>	<u>3,324,899</u>

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7. OTHER RECEIVABLES AND PAYABLES (cont'd)

b) Other Payables

	March 31, 2026	December 31, 2025
<u>Other Short-Term Payables</u>		
Other payable to related parties (Note 19) (*)	985,079,008	1,315,589,824
Taxes and funds payable	23,235,005	31,192,024
Other miscellaneous payable	4,244,484	4,327,370
	<u>1,012,558,497</u>	<u>1,351,109,218</u>

(*) TL 977,957,373 of the related amount consists of principal and interest accrued amounts related to borrowings obtained for financing activities (December 31, 2025: TL 1,307,753,365).

	March 31, 2026	December 31, 2025
<u>Other Long-Term Payables</u>		
Other payables to related parties (Note 19)	174,770,561	182,720,748
	<u>174,770,561</u>	<u>182,720,748</u>

8. INVENTORIES

	March 31, 2026	December 31, 2025
Raw material	935,508,955	1,030,326,024
Work-in-process	134,643,166	177,112,590
Finished goods	532,031,076	712,015,454
Trade goods	209,664,948	348,329,952
Other inventories (*)	381,080,565	668,421,184
Provision for impairment on inventories (-)	(62,716,987)	(201,624,887)
	<u>2,130,211,723</u>	<u>2,734,580,317</u>

(*) As of March 31, 2026, TL 336,234,773 (December 31, 2025: TL 620,882,179) of other inventories is comprised of goods in transit.

	January 1- March 31, 2026	January 1- March 31, 2025
<u>Movement of provision for impairment on inventory</u>		
Opening balance	(201,624,887)	(701,230,251)
Charge for the period	(15,886,031)	-
Provision used/reversed	154,793,931	277,380,284
Closing balance	<u>(62,716,987)</u>	<u>(423,849,967)</u>

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9. PROPERTY, PLANT AND EQUIPMENT

Property, Plant and Equipment

Cost Value	Lands	Land improvements	Buildings	Plant, machinery and equipment	Vehicles	Furniture and fixtures	Leasehold improvements	Construction in progress	Total
Opening balance as of January 1, 2026	102,226,001	30,541,121	1,417,878,889	5,827,487,062	75,264,545	1,042,008,339	4,930,363,443	3,474,395,608	16,900,165,008
Foreign currency translation differences	-	-	-	(630,676)	(218,831)	(19,287)	-	(26,442,418)	(27,311,212)
Additions	-	-	3,731,826	27,628,600	-	2,587,598	5,686,213	288,102,884	327,737,121
Disposals	-	-	-	(34,866,559)	-	(433,745)	-	-	(35,300,304)
Transfers (*)	-	8,173,972	23,690,677	94,437,497	-	-	-	(141,756,265)	(15,454,119)
Closing balance as of March 31, 2026	102,226,001	38,715,093	1,445,301,392	5,914,055,924	75,045,714	1,044,142,905	4,936,049,656	3,594,299,809	17,149,836,494
<u>Accumulated Depreciation</u>									
Opening balance as of January 1, 2026	-	(9,213,048)	(137,659,432)	(1,906,219,284)	(57,499,287)	(591,908,337)	(411,075,203)	-	(3,113,574,591)
Foreign currency translation differences	-	-	-	282,888	171,969	8,822	-	-	463,679
Charge for the period	-	(581,502)	(7,590,395)	(145,863,380)	(2,435,208)	(35,747,794)	(39,145,072)	-	(231,363,351)
Disposals	-	-	-	16,525,191	-	315,741	-	-	16,840,932
Closing balance as of March 31, 2026	-	(9,794,550)	(145,249,827)	(2,035,274,585)	(59,762,526)	(627,331,568)	(450,220,275)	-	(3,327,633,331)
Carrying value as of March 31, 2026	102,226,001	28,920,543	1,300,051,565	3,878,781,339	15,283,188	416,811,337	4,485,829,381	3,594,299,809	13,822,203,163

(*) TL 15,454,119 of the construction in progress was transferred to intangible assets (Note 10).

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9. PROPERTY, PLANT AND EQUIPMENT (cont’d)

a) Property, Plant and Equipment (cont’d)

Cost Value	Lands	Land improvements	Buildings	Plant, machinery and equipment	Vehicles	Furniture and fixtures	Leasehold improvements	Construction in progress	Total
Opening balance as of January 1, 2025	102,226,001	22,007,962	1,368,457,636	4,301,000,231	76,652,511	989,997,315	4,916,852,714	4,263,839,500	16,041,033,870
Foreign currency translation differences	-	-	-	(132,697)	(61,503)	(3,875)	-	(284,197)	(482,272)
Additions	-	-	-	13,579,910	-	8,912,936	-	86,598,968	109,091,814
Disposals	-	-	-	-	-	(730,827)	-	-	(730,827)
Transfers (*)	-	8,533,159	12,891,260	517,794,487	(1,177,503)	38,119,674	-	(826,847,965)	(250,686,888)
Closing balance as of March 31, 2025	102,226,001	30,541,121	1,381,348,896	4,832,241,931	75,413,505	1,036,295,223	4,916,852,714	3,523,306,306	15,898,225,697
<u>Accumulated Depreciation</u>									
Opening balance as of January 1, 2025	-	(6,996,025)	(109,573,452)	(1,357,038,842)	(48,179,959)	(450,942,169)	(310,911,482)	-	(2,283,641,929)
Foreign currency translation differences	-	-	-	32,494	29,233	(4,282)	-	-	57,445
Charge for the period	-	(554,255)	(6,879,814)	(125,215,051)	(3,018,971)	(37,453,869)	(39,427,981)	-	(212,549,941)
Disposals	-	-	-	-	-	642,966	-	-	642,966
Closing balance as of March 31, 2025	-	(7,550,280)	(116,453,266)	(1,482,221,399)	(51,169,697)	(487,757,354)	(350,339,463)	-	(2,495,491,459)
Carrying value as of March 31, 2025	102,226,001	22,990,841	1,264,895,630	3,350,020,532	24,243,808	548,537,869	4,566,513,251	3,523,306,306	13,402,734,238

(*) TL 250,686,888 of the construction in progress was transferred to intangible assets (Note 10).

	Useful Life
Lands and land improvements	4-50 yıl
Buildings	10-50 yıl
Plant, machinery and equipment	2-20 yıl
Vehicles	2-5 yıl
Furniture and fixtures	2-24 yıl
Leasehold Improvements	5-35 yıl

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10. INTANGIBLE ASSETS

<u>Cost Value</u>	<u>Rights</u>	<u>Development costs</u>	<u>Total</u>
Opening balance as of January 1, 2026	2,147,834,536	665,029,899	2,812,864,435
Foreign currency translation differences	(9,899,342)	(253,194)	(10,152,536)
Additions	2,487,411	-	2,487,411
Transfers	1,275,792	14,178,327	15,454,119
Closing balance as of March 31, 2026	<u>2,141,698,397</u>	<u>678,955,032</u>	<u>2,820,653,429</u>
<u>Accumulated Amortization</u>			
Opening balance as of January 1, 2026	(762,811,923)	(237,839,265)	(1,000,651,188)
Foreign currency translation differences	2,615,810	43,162	2,658,972
Charge for the period	(32,068,605)	(23,287,412)	(55,356,017)
Closing balance as of March 31, 2026	<u>(792,264,718)</u>	<u>(261,083,515)</u>	<u>(1,053,348,233)</u>
Carrying value as of March 31, 2026	<u>1,349,433,679</u>	<u>417,871,517</u>	<u>1,767,305,196</u>
<u>Cost Value</u>	<u>Rights</u>	<u>Development costs</u>	<u>Total</u>
Opening balance as of January 1, 2025	2,107,995,799	349,328,068	2,457,323,867
Foreign currency translation differences	(1,697,265)	(52,557)	(1,749,822)
Additions	4,498,079	-	4,498,079
Transfers	128,749	250,558,139	250,686,888
Closing balance as of March 31, 2025	<u>2,110,925,362</u>	<u>599,833,650</u>	<u>2,710,759,012</u>
<u>Accumulated Amortization</u>			
Opening balance as of January 1, 2025	(631,168,746)	(157,840,221)	(789,008,967)
Foreign currency translation differences	3,001,753	(8,585)	2,993,168
Charge for the period	(34,450,223)	(16,265,360)	(50,715,583)
Closing balance as of March 31, 2025	<u>(662,617,216)</u>	<u>(174,114,166)</u>	<u>(836,731,382)</u>
Carrying value as of March 31, 2025	<u>1,448,308,146</u>	<u>425,719,484</u>	<u>1,874,027,630</u>

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11. GOODWILL

Company	Date of Acquisition	March 31, 2026	December 31, 2025
Sunset	2020	490,105,289	490,105,289
Ferbis	2017	122,733,358	122,733,358
		<u>612,838,647</u>	<u>612,838,647</u>

12. CURRENT TAX ASSETS

	March 31, 2026	December 31, 2025
Current tax assets		
Other prepaid tax and funds	351,543	7,952,997
	<u>351,543</u>	<u>7,952,997</u>

13. SHORT-TERM AND LONG-TERM PROVISIONS

a) Short-term Provisions

	March 31, 2026	December 31, 2025
Short-term provisions		
Provisions for legal cases (*)	13,796,814	10,062,926
Provision for unused vacation	24,611,074	20,068,996
	<u>38,407,888</u>	<u>30,131,922</u>

(*) Contains possible liabilities of reemployment and commercial lawsuits.

The movements of the provisions for litigation in the accounting period ended January 1 – March 31, 2026 and 2025 are as follows:

	January 1- March 31, 2026	January 1- March 31, 2025
Provision as of January 1	10,062,926	7,484,694
Provision expense for the period	5,307,030	-
Provisions released	(550,152)	(803,690)
Inflation effect	(1,022,990)	(656,629)
Provision as of March 31	<u>13,796,814</u>	<u>6,024,375</u>

The movements of unused vacation in the accounting period ended January 1 – March 31, 2026 and 2025 are as follows:

	January 1- March 31, 2026	January 1- March 31, 2025
Provision as of January 1	20,068,996	28,090,114
Provision expense for the period	6,296,666	8,939,111
Foreign currency translation difference	215,145	193,794
Inflation accounting effect	(1,969,733)	(2,876,060)
Provision as of March 31	<u>24,611,074</u>	<u>34,346,959</u>

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13. SHORT-TERM AND LONG-TERM PROVISIONS (cont’d)

b) Long-Term Provisions

The long-term provisions for employee benefits as of March 31, 2026 and December 31, 2025 are as follows:

	March 31, 2026	December 31, 2025
<u>Long-term provisions</u>		
Provision for employment termination benefit	103,535,011	104,844,127
Provision for seniority incentive premium	24,000,725	23,478,372
	<u>127,535,736</u>	<u>128,322,499</u>

Provision for Severance Incentive Bonus:

The Group provides a benefit in the name of “Seniority Incentive Bonus” to its employees with a certain seniority. In this respect, the Group pays one salary equivalent of seniority incentive bonus for each work period of 10 years. The current value of the severance incentive premium liability has been calculated by an independent actuary in the current year and the assumptions used in the calculation of provisions for severance pay were used.

The movements of the provisions for severance incentive premium in the accounting period ended January 1 – March 31, 2026 and 2025 are as follows:

	January 1- March 31, 2026	January 1- March 31, 2025
Provision as of January 1	23,478,372	27,493,498
Service cost	1,878,146	2,212,508
Interest cost	1,421,031	1,650,772
Amount paid during the period	(575,006)	(421,494)
Inflation accounting effect	(2,201,818)	(2,632,194)
Provision as of March 31	<u>24,000,725</u>	<u>28,303,090</u>

Provision for employment termination benefit:

Under the Effective Labor Law provisions, employees whose employment contract is terminated with eligibility for severance pay must be paid the statutory severance pays for which they are eligible. Furthermore, under the provision of the article 60 of the Social Security Law no. 506 which is still effective, amended by the laws no. 2422 dated March 6, 1981 and no. 4447 dated August 25, 1999, statutory severance pay must also be paid to those who are eligible for resigning with severance pay.

The amount payable consists of one month’s salary limited to a maximum of TL 64,948.77 for each period of service as of March 31, 2026 (December 31, 2025: nominal TL 53,919.68). The severance pay liability is not legally subject to any funding.

The severance pay liability is calculated according to the estimation of the current value of the future probable obligation of the Group arising from the retirement of the employees. TAS 19 (“Employee Benefits”) prescribes that the Group’s liabilities are developed by using actuarial valuation methods within the scope of defined benefit plans. The severance pay liability was calculated by an independent actuary and the Projected Unit Credit Method was used in the calculation. The actuarial assumptions used in the calculation of the current value of the liabilities are specified below.

	March 31, 2026	December 31, 2025
Discount rate	27.12%	27.12%
Inflation rate	22.06%	22.06%

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13. SHORT-TERM AND LONG-TERM PROVISIONS (cont'd)

b) Long-Term Provisions (cont'd)

Provision for employment termination benefit (cont'd):

The movements of provision for severance pay for the accounting period ended January 1 – March 31, 2026 and 2025 are as follows:

	January 1- March 31, 2026	January 1- March 31, 2025
Provision as of January 1	104,844,127	123,727,206
Service cost	5,704,534	8,490,580
Interest cost	5,081,356	5,829,216
Employment termination benefits paid	(2,344,911)	(3,948,088)
Inflation accounting effect	(9,750,095)	(11,669,257)
Provision as of March 31	<u>103,535,011</u>	<u>122,429,657</u>

14. REVENUE AND COST OF SALES

a) Revenue

	January 1- March 31, 2026	January 1- March 31, 2025
Domestic sales	2,088,985,156	2,711,576,624
Foreign sales	278,263,307	230,086,105
Other sales	2,259,449	7,226,164
Sales returns (-)	(5,413,653)	(28,127,600)
Sales discounts (-)	(142,462,994)	(187,062,519)
	<u>2,221,631,265</u>	<u>2,733,698,774</u>

b) Cost of Sales

	January 1- March 31, 2026	January 1- March 31, 2025
Raw material expenses	(660,699,874)	(1,131,741,350)
Personnel expenses	(125,314,356)	(102,142,727)
General production expenses	(82,924,305)	(68,190,430)
Depreciation and amortization expenses	(128,513,390)	(104,278,206)
Transportation expenses	(57,299,938)	(79,598,273)
Changes in work in-process inventories	(42,469,424)	(146,911,880)
Changes in finished goods inventories	(179,984,378)	(406,669,186)
Cost of goods sold	(1,277,205,665)	(2,039,532,052)
Cost of trade goods sold and other sales	(575,652,326)	(751,016,490)
	<u>(1,852,857,991)</u>	<u>(2,790,548,542)</u>

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15. OTHER INCOME FROM OPERATING ACTIVITIES

Other income from operating activities for the years ended March 31, 2026 and 2025 are as follows:

	January 1- March 31, 2026	January 1- March 31, 2025
Foreign exchange gain (*)	25,243,516	34,227,256
Reversal of expected credit loss provision	4,564,535	-
Income from maturity difference	4,195,281	21,722,634
Scrap, waste and recycling income	1,824,271	1,732,669
Service income	-	5,463,318
Other income	4,637,050	17,541,256
	<u>40,464,653</u>	<u>80,687,133</u>

(*) Resulting from trade receivables and trade payables.

16. OTHER EXPENSES FROM OPERATING ACTIVITIES

Other expenses from operating activities for the years ended March 31, 2026 and 2025 are as follows:

	January 1- March 31, 2026	January 1- March 31, 2025
Foreign exchange loss (*)	(43,017,187)	(58,708,494)
Provision for expected credit losses	(3,023,848)	-
Interest expense on maturity difference	-	(13,176,248)
Damage compensation expenses	-	(2,529,819)
Other expenses and losses	(212,076)	(9,360,027)
	<u>(46,253,111)</u>	<u>(83,774,588)</u>

(*) Resulting from trade receivables and trade payables.

17. INCOME TAXES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES)

Corporate Tax

The Group is subject to the corporate tax effective in Türkiye. The necessary provisions were set aside in the attached financial statements for the Group’s estimated tax liabilities pertaining to the current period’s operating results. Turkish tax legislation does not allow the parent company to file a tax return based on the consolidated financial statements of its subsidiaries. Therefore, tax liabilities reflected in these consolidated financial statements were calculated separately for all companies included in the scope of consolidation.

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

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

The “Law on the Amendment of Certain Tax Laws and Certain Other Laws” no. 7061 was published in the Official Gazette dated December 5, 2017 numbered 30261. Under the article 89 of this Law, the article 5 titled “Exemptions” of the Corporate Tax Law is amended. Pursuant to the clause (a) of the first paragraph of the article, the 75% exemption applied to the earnings arising from the sales of immovable property retained for two full years in the assets of corporations is reduced to 50 per cent. This regulation became effective as of December 5, 2017.

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17. INCOME TAXES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES) (cont'd)

Corporate Tax (cont'd)

	March 31, 2026	December 31, 2025
Provision for current corporate tax	(304,285)	(637,969)
Less: Prepaid taxes and funds	351,543	8,528,983
Current tax assets	<u>47,258</u>	<u>7,891,014</u>

Deferred Tax:

The Group recognizes deferred tax assets and liabilities based upon temporary differences arising between its financial statements as reported for TFRS purposes and its statutory tax financial statements. These differences usually result in the recognition of revenue and expenses in different reporting periods for TFRS and tax purposes and they are given below.

The tax rate used in the calculation of deferred tax assets and liabilities is 25% on temporary timing differences that are expected to reverse (2025: 25%).

Subsidiaries with deferred tax assets are not netted off with subsidiaries with deferred tax liabilities and are shown separately, as businesses in Türkiye cannot declare consolidated tax returns.

	January 1- March 31, 2026	January 1- March 31, 2025
<u>Tax (expense) / income consists of:</u>		
Current tax expense	(304,285)	(84,133)
Deferred tax (expense) / income	<u>(150,305,611)</u>	<u>115,148,694</u>
Total tax (expense) / income	<u>(150,609,896)</u>	<u>115,064,561</u>
	March 31, 2026	December 31, 2025
<u>Deferred tax assets / (liabilities) :</u>		
Tax advantage from investment discount	367,633,005	403,551,639
Interest deduction on cash capital increase	1,405,706,908	1,355,082,646
Accumulated financial loss tax advantage	1,690,095,119	1,728,102,348
Employment termination benefit and severance incentive premium provisions	31,883,934	32,080,624
Provision for unused vacation and premium	56,132,694	42,900,586
Differences in book values of inventories	(52,025,139)	(27,299,386)
Depreciation of property, plant and equipment/amortization of other intangible assets	(972,008,584)	(774,146,301)
Other	5,074,458	1,887,169
	<u>2,532,492,395</u>	<u>2,762,159,325</u>
Deferred tax provision (-)	(241,574,225)	(319,373,102)
Total	<u>2,290,918,170</u>	<u>2,442,786,223</u>
Deferred tax asset	2,385,476,388	2,539,824,654
Deferred tax liability	<u>(94,558,218)</u>	<u>(97,038,431)</u>
	<u>2,290,918,170</u>	<u>2,442,786,223</u>

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17. INCOME TAXES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES) (cont'd)

Deferred Tax: (cont'd)

Movement of deferred tax (assets)/liabilities for the years ended as of March 31, 2026 and 2025 are as follows:

	January 1- March 31, 2026	January 1- March 31, 2025
<u>Movement of deferred tax asset / (liability):</u>		
Opening balance as of January 1	2,442,786,223	2,312,000,886
(Expense) / income recognized in statement of income	(150,305,611)	115,148,694
Foreign currency translation differences	(1,562,442)	(3,953,884)
Closing balance as of March 31	<u>2,290,918,170</u>	<u>2,423,195,696</u>
	January 1- March 31, 2026	January 1- March 31, 2025
<u>Reconciliation of tax provision:</u>		
Loss before tax	(107,246,964)	(871,618,524)
Income tax rate of 25% (2025: 25%)	25%	25%
Expected tax income	<u>26,811,741</u>	<u>217,904,631</u>
Tax effects of:		
- non-taxable income	359,390	468
- non-deductable expenses	(27,165,713)	(43,682,714)
- inflation effect	(334,784,315)	(333,318,064)
- investment incentive discount	892,448	15,684,513
- cash capital interest discount	174,231,884	260,616,274
- effect of other non-taxable items	9,044,669	(2,140,547)
Tax provision income / (expense) in the statement of profit or loss	<u>(150,609,896)</u>	<u>115,064,561</u>

18. EARNINGS PER SHARE

	January 1- March 31, 2026	January 1- March 31, 2025
Earnings per share		
Weighted average number of shares outstanding during the period	843,000,000,000	843,000,000,000
Parent net profit for the period	<u>(252,091,832)</u>	<u>(749,995,142)</u>
Profit per share from continuing operations		
-one hundred shares of common stock (TL)	(0.03)	(0.09)

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19. RELATED PARTY DISCLOSURES

Details of the balances and transactions between the Group and other related parties are explained below:

Balances with related parties	March 31, 2026		December 31, 2025	
	Trade		Trade	
	Receivables	Payables	Receivables	Payables
Parent Company				
OYAK	-	48,284,992	-	50,230,079
Other Companies Managed by the Parent				
OYAK Biyoteknoloji San.ve Ticaret A.Ş.	21,020,674	16,452,389	25,856,985	17,903,824
Arma İlaç Sanayi ve Ticaret A.Ş.	10,043,586	-	31,723,160	-
Tamek Grup Gıda Üretim A.Ş.	2,834,898	140,963	-	155,112
Akdeniz Chemson Kimya Sanayi ve Ticaret A.Ş.	64,460	7,506,594	-	3,561,875
OYAK Otomotiv Enerji ve Lojistik Holding A.Ş.	-	14,001,438	-	15,871,952
OYAK Pazarlama Hizmet Turizm A.Ş.	-	13,161,328	-	13,165,712
OYAK Savunma ve Güvenlik Hiz. A.Ş.	-	8,850,110	-	6,074,892
Omsan Lojistik A.Ş.	-	3,146,214	-	3,093,864
OYAK İnşaat A.Ş.	-	3,675,895	-	1,256,269
OYAK Grup Sigorta ve Reasürans Brokerliği A.Ş.	-	1,651,451	-	75,756,290
Güzel Enerji Akaryakıt A.Ş.	-	1,399,047	-	1,674,040
Other	429,040	4,351,043	9,947	2,957,377
	<u>34,392,658</u>	<u>122,621,464</u>	<u>57,590,092</u>	<u>191,701,286</u>

Trade receivables from related parties arise from sales of goods and services and their average maturity is 2 months. The aforementioned receivables are unsecured and no interest is charged.

Trade payables to related parties generally arise from purchase of goods and services and their average maturity is 1 month. No interest is charged for these payables.

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19. RELATED PARTY DISCLOSURES (cont'd)

	March 31, 2026	December 31, 2025
Short-term advances given to related parties		
Other Companies Managed by the Parent		
Arma İlaç Sanayi ve Ticaret A.Ş.	23,788,877	-
OYAK Gıda Ve Tarım Holding Anonim Şirketi	79,534	87,517
OYAK Yatırım Menkul Değerler A.Ş.	1,000	-
	<u>23,869,411</u>	<u>87,517</u>
Other short-term payables to related parties	March 31, 2026	December 31, 2025
Parent		
OYAK	504,381,637	566,004,688
Other Companies Managed by the Parent		
OYAK Otomotiv Enerji ve Lojistik Holding A.Ş.	473,575,736	741,748,677
Other		
Dividends to be Paid Founder Shares (*)	7,121,635	7,836,459
	<u>985,079,008</u>	<u>1,315,589,824</u>
(*) Consists of the portion of previous years' dividend payments not yet completed as of March 31, 2026.		
Other long-term payables to related parties	March 31, 2026	December 31, 2025
Other Companies Managed by the Parent		
OYAK Sermaye Yatırımları A.Ş.	174,770,561	182,720,748
	<u>174,770,561</u>	<u>182,720,748</u>

Short-term and long-term other payables to related parties consist of amounts received for financing purposes and interest is charged. Interest rate for short term other payables to related parties is between 40% - 45%. For long term other payables to related parties, 2% interest rate is used in AUD.

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19. RELATED PARTY DISCLOSURES (cont'd)

Transactions with related parties	January 1 - March 31, 2026		January 1 - March 31, 2025	
	Purchases	Sales	Purchases	Sales
Parent				
OYAK	36,775,502	-	34,322,481	-
Other Companies Managed by the Parent				
OYAK Savunma ve Güvenlik Hiz. A.Ş.	26,048,256	-	31,261,327	-
OYAK Pazarlama Hizmet Turizm A.Ş.	14,211,659	-	16,296,515	5,463,318
OYPOWER Elektrik Ticareti ve Hizmetleri A.Ş.	9,279,958	-	12,160,369	-
Oyak Dijital Bilişim ve Teknoloji A.Ş.	8,950,039	-	9,785,254	-
Akdeniz Chemson Kimya Sanayi ve Ticaret A.Ş.	6,301,121	155,077	5,838,912	-
Güzel Enerji Akaryakıt A.Ş.	4,477,864	-	5,031,788	-
Omsan Lojistik A.Ş.	3,681,165	-	7,421,456	-
OYAK İnşaat A.Ş.	3,063,246	-	2,428,658	-
Doco Petrol ve Danışmanlık A.Ş.	839,921	-	580,600	-
OYAK Biyoteknoloji Sanayi ve Tic.A.Ş.	113,412	545,929	1,547	1,288,987
Satem Grup Gıda Dağıtım ve Pazarlama A.Ş.	-	-	594,398	-
Arma İlaç Sanayi ve Ticaret A.Ş.	111,524	302,661	-	110,024,122
Tamek Grup Gıda Üretim A.Ş.	-	2,862,399	-	-
	<u>113,853,667</u>	<u>3,866,066</u>	<u>125,723,305</u>	<u>116,776,427</u>
			January 1- March 31, 2026	January 1- March 31, 2025
Maturity difference expenses to related parties				
Parent				
OYAK		54,589,864		84,875,708
Other Companies Managed by the Parent				
OYAK Otomotiv Enerji ve Lojistik Holding A.Ş.		46,926,731		68,328,422
Arma İlaç Sanayi ve Ticaret A.Ş.		-		13,176,248
		<u>101,516,595</u>		<u>166,380,378</u>
			January 1- March 31, 2026	January 1- March 31, 2025
Maturity difference income from related parties				
Other Companies Managed by the Parent				
Arma İlaç Sanayi ve Ticaret A.Ş.		2,465,298		21,722,634
OYAK Biyoteknoloji Sanayi ve Tic.A.Ş.		639,545		-
		<u>3,104,843</u>		<u>21,722,634</u>

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19. RELATED PARTY DISCLOSURES (cont’d)

Key management personnel consist of the Members of the Board of Directors, the General Manager and the Deputy General Managers. The salaries and similar benefits paid to key management personnel for their services are as follows.

	January 1- March 31, 2026	January 1- March 31, 2025
Salaries and other short-term benefits	16,202,631	34,893,135
	<u>16,202,631</u>	<u>34,893,135</u>

20. NATURE AND LEVEL OF THE RISKS ARISING FROM FINANCIAL INSTRUMENTS

Capital risk management

While trying to ensure the continuity of its activities in capital management, the Group also aims to increase its profits by using the debt and equity balance in the most efficient way.

The Board of Directors of the Group convenes regularly, reviewing the capital structure and indebtedness of the Group. The Group aims to maintain the balance of its capital structure by obtaining new loans or repaying the existing debts, based on the recommendations of the Board.

The general strategy of the Group does not differ from the previous period.

Financial risk factors

The Group is exposed to market risk (exchange rate risk and price risk), credit risk and liquidity risk due to its activities. The Group’s risk management program is generally focused on minimizing the potential negative impacts of the uncertainty in the financial markets on the Group’s financial performance. The Group also uses derivative products occasionally as hedge against financial risks.

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20. NATURE AND LEVEL OF THE RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont’d)

Credit risk management

Credit risks exposed in terms of financial instruments

<u>March 31, 2026</u>	<u>Receivables</u>				<u>Deposits at Banks</u>	<u>Other Cash Equivalents</u>	<u>Financial Investments</u>
	<u>Trade Receivables</u>		<u>Other Receivables</u>				
	<u>Related Party</u>	<u>Other Party</u>	<u>Related Party</u>	<u>Other Party</u>			
Maximum credit risk exposed as of reporting date (A+B+C+D) (*)	34,392,658	1,944,812,710	-	51,407,195	1,300,571,691	675,361,824	330,456,894
- Secured portion of the maximum risk with guarantee etc. (**)	-	812,411,679	-	-	-	-	-
A. Financial assets not past due nor impaired instruments	34,392,658	1,794,757,081	-	51,407,195	1,300,571,691	675,361,824	330,456,894
B. Assets past due but not impaired	-	150,055,629	-	-	-	-	-
- Secured portion with guarantee etc.	-	97,363,719	-	-	-	-	-
C. Net book value of impaired assets	-	248,819,554	-	-	-	-	-
- Past due (gross book value)	-	-	-	-	-	-	-
- Impairment (-)	-	(248,819,554)	-	-	-	-	-
- Secured portion of the net value with guarantee etc.	-	-	-	-	-	-	-
- Not past due (gross book value)	-	-	-	-	-	-	-
- Impairment (-)	-	-	-	-	-	-	-
- Secured portion of the net value with guarantee etc.	-	-	-	-	-	-	-
D. Items including off-balance sheet risk	-	-	-	-	-	-	-

(*) The factors that increase the credit reliability, such as guarantee received are not considered in the determination of the amount.

(**) Guarantees consist of the letters of guarantee, guarantee notes, and mortgages received from customers.

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20. NATURE AND LEVEL OF THE RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont’d)

Credit risk management (cont’d)

Credit risks exposed in terms of financial instruments

<u>December 31, 2025</u>	<u>Receivables</u>				<u>Deposits at Banks</u>	<u>Other Cash Equivalents</u>	<u>Financial Investments</u>
	<u>Trade Receivables</u>		<u>Other Receivables</u>				
	<u>Related Party</u>	<u>Other Party</u>	<u>Related Party</u>	<u>Other Party</u>			
Maximum credit risk exposed as of reporting date (A+B+C+D) (*)	57,590,092	1,332,788,436	-	56,563,041	263,497,670	1,253,041,043	453,132,573
- Secured portion of the maximum risk with guarantee etc. (**)	-	518,838,899	-	-	-	-	-
A. Financial assets not past due nor impaired instruments	57,590,092	1,231,935,271	-	56,563,041	263,497,670	1,253,041,043	453,132,573
B. Assets past due but not impaired	-	100,853,165	-	-	-	-	-
- Secured portion with guarantee etc.	-	13,092,066	-	-	-	-	-
C. Net book value of impaired assets	-	245,444,399	-	-	-	-	-
- Past due (gross book value)	-	-	-	-	-	-	-
- Impairment (-)	-	(245,444,399)	-	-	-	-	-
- Secured portion of the net value with guarantee etc.	-	-	-	-	-	-	-
- Not past due (gross book value)	-	-	-	-	-	-	-
- Impairment (-)	-	-	-	-	-	-	-
- Secured portion of the net value with guarantee etc.	-	-	-	-	-	-	-
D. Items including off-balance sheet risk	-	-	-	-	-	-	-

(*) The factors that increase the credit reliability, such as guarantee received are not considered in the determination of the amount.

(**) Guarantees consist of the letters of guarantee, guarantee notes, and mortgages received from customers.

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20. NATURE AND LEVEL OF THE RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

Credit risk management (cont'd)

Credit risk is defined as the risk of financial loss to the Group due to the failure of one of the parties to the financial instrument to fulfill its contractual obligations. The Group tries to conduct transactions only with parties with credit reliability and to reduce its credit risk by obtaining sufficient guarantee, where possible. The credit risks to which the Group is exposed and the credit ratings of customers are constantly monitored.

Trade receivables cover many customers distributed to various industries and geographical areas. Credit assessments are continuously carried out on customers' trade receivable balances and guarantees are received where deemed necessary. Guarantees are primarily received as letters of guarantee and mortgage.

Overdue receivables are aged as follows:

	<u>March 31, 2026</u>	<u>December 31, 2025</u>
	<u>Trade</u>	<u>Trade</u>
	<u>Receivables</u>	<u>Receivables</u>
1-30 days overdue	132,104,221	53,212,051
1-3 months overdue	12,354,933	46,692,450
3-12 months overdue	5,596,475	948,664
1-5 years overdue	248,819,554	245,444,399
Total overdue receivables	<u>398,875,183</u>	<u>346,297,564</u>
Secured portion with guarantee etc.	<u>97,363,719</u>	<u>13,092,066</u>

Provisions were set aside for TL 248,819,554 of the overdue receivables, as of balance sheet date (December 31, 2025: TL 245,444,399). The guarantees received for the overdue trade receivables for which no provisions were set aside are as follows:

	<u>March 31,</u>	<u>December 31,</u>
	<u>2026</u>	<u>2025</u>
Letters of guarantee	<u>97,363,719</u>	<u>13,092,066</u>
	<u>97,363,719</u>	<u>13,092,066</u>

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20. NATURE AND LEVEL OF THE RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

Liquidity risk management

The main responsibility regarding liquidity risk management belongs to the Board of Directors. The Board of Directors has established a suitable liquidity risk management for the short, medium and long-term funding and liquidity requirements of the Group Management. The Group manages the liquidity risk by regularly monitoring the estimated and actual cash flows and ensuring the continuity of sufficient funds and borrowing reserves, by matching the maturities of financial assets and liabilities.

The following table demonstrates the maturity distribution of the Group's non-derivative financial liabilities. The tables have been drawn up based on the undiscounted cash flows of non-derivative financial liabilities based on the earliest date on which the Group can be required to pay. The table includes both interest and principal cash flows. Derivative financial liabilities on the other hand have been adjusted according to undiscounted net cash inflows and outflows. Forward instruments are paid as net amounts for future transactions which must be paid as gross amounts and are realized over the undiscounted, gross cash inflows and outflows. The amount disclosed when the receivables or payables are not fixed is determined by using the interest rate derived from the yield curves on the report date.

March 31, 2026

<u>Contractual maturities</u>	<u>Book Value</u>	<u>Total contractual cash outflows (I+II+III+IV)</u>	<u>Less than 3 months (I)</u>	<u>Between 3-12 months (II)</u>	<u>Between 1-5 years (III)</u>	<u>Over 5 years (IV)</u>
Non-derivative financial liabilities						
Financial liabilities	10,849,615,803	13,299,884,662	5,148,783,290	4,782,482,190	1,798,074,565	1,570,544,617
Trade payables	2,071,961,969	2,071,961,969	741,994,118	1,329,967,851	-	-
Payables related to employee benefits	253,497,066	253,497,066	192,851,708	60,645,358	-	-
Other payables	1,187,329,058	1,587,154,011	123,087,859	1,289,295,591	174,770,561	-
	14,362,403,896	17,212,497,708	6,206,716,975	7,462,390,990	1,972,845,126	1,570,544,617

December 31, 2025

<u>Contractual maturities</u>	<u>Book Value</u>	<u>Total contractual cash outflows (I+II+III+IV)</u>	<u>Less than 3 months (I)</u>	<u>Between 3-12 months (II)</u>	<u>Between 1-5 years (III)</u>	<u>Over 5 years (IV)</u>
Non-derivative financial liabilities						
Financial liabilities	10,916,967,117	14,176,783,673	994,647,537	9,504,649,163	1,924,333,425	1,753,153,548
Trade payables	2,216,595,376	2,216,595,376	994,051,592	1,222,543,784	-	-
Payables related to employee benefits	178,485,617	178,485,617	23,235,033	155,250,584	-	-
Other payables	1,533,829,966	2,075,144,098	382,420,599	1,510,002,751	182,720,748	-
	14,845,878,076	18,647,008,764	2,394,354,761	12,392,446,282	2,107,054,173	1,753,153,548

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20. NATURE AND LEVEL OF THE RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

Market risk

The Group's activities are primarily exposed to the financial risks related with the changes in foreign exchange rates. The Group occasionally uses forward foreign exchange purchase/sale contracts in order to keep the risks associated with foreign exchange rates under control.

There has been no change in the Group's exposure to market risks or the manner which it manages and measures the risk in the current period.

Foreign currency risk management

Transactions in foreign currencies cause foreign currency risk. Currency risk is managing by foreign currency purchase/sale contracts based on the approved policies. The Group's foreign currency denominated assets and liabilities of monetary and non-monetary items as of the reporting date are as follows:

	TL Equivalent (Functional currency)	March 31, 2026			
		USD	EUR	CNY	GBP
Trade Receivable	199,459,513	4,492,726	-	-	-
Monetary Financial Assets	1,672,545,596	37,607,587	57,244	-	-
Non-Monetary Financial Assets	206,378,999	3,799,857	739,851	-	-
CURRENT ASSETS	2,078,384,108	45,900,170	797,095	-	-
Non-Monetary Financial Assets	1,780,660,202	39,785,735	281,345	-	-
NON-CURRENT ASSETS	1,780,660,202	39,785,735	281,345	-	-
TOTAL ASSETS	3,859,044,310	85,685,905	1,078,440	-	-
Financial Liabilities	5,871,432,312	132,013,201	-	-	-
Trade Payables	1,576,992,970	16,839,756	946,187	120,404,364	-
CURRENT LIABILITIES	7,448,425,282	148,852,957	946,187	120,404,364	-
Financial Liabilities	1,048,365,213	23,571,429	-	-	-
NON-CURRENT LIABILITIES	1,048,365,213	23,571,429	-	-	-
TOTAL LIABILITIES	8,496,790,495	172,424,385	946,187	120,404,364	-
Net foreign currency asset liability position	(4,637,746,185)	(86,738,480)	132,253	(120,404,364)	-
Export	275,469,915	6,372,413	-	-	-
Import	775,671,799	8,321,410	720,704	60,258,942	2,401

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20. NATURE AND LEVEL OF THE RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

Foreign currency risk management (cont'd)

	TL Equivalent (Functional currency)	December 31, 2025			
		USD (*)	EUR (*)	CNY (*)	GBP (*)
Trade Receivable	136,123,800	2,887,265	-	-	-
Monetary Financial Assets	689,664,087	14,616,041	10,340	-	-
Non-Monetary Financial Assets	99,657,718	1,877,642	201,215	-	-
CURRENT ASSETS	925,445,605	19,380,948	211,555	-	-
Non-Monetary Financial Assets	1,892,223,534	39,199,551	797,180	-	-
NON-CURRENT ASSETS	1,892,223,534	39,199,551	797,180	-	-
TOTAL ASSETS	2,817,669,139	58,580,499	1,008,735	-	-
Financial Liabilities	5,634,290,120	119,291,630	-	-	-
Trade Payables	1,732,043,449	20,039,390	788,804	109,197,639	-
CURRENT LIABILITIES	7,366,333,569	139,331,020	788,804	109,197,639	-
Financial Liabilities	1,113,307,502	23,571,429	-	-	-
NON-CURRENT LIABILITIES	1,113,307,502	23,571,429	-	-	-
TOTAL LIABILITIES	8,479,641,071	162,902,449	788,804	109,197,639	-
Net foreign currency asset liability position	(5,661,971,932)	(104,321,950)	219,931	(109,197,639)	-
Export	497,118,404	10,821,438	-	-	-
Import	2,027,091,525	31,853,625	4,621,973	72,883,712	2,114,210

(*) The related amounts are presented in original currency and TL equivalents are presented on purchasing power basis.

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20. NATURE AND LEVEL OF THE RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

Foreign currency risk sensitivity

The Group is mainly exposed to foreign currency risk in USD and EURO.

The following table details the Group's sensitivity to a 10% increase and decrease in USD and Euro. 10% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the possible change in foreign exchange rates. The sensitivity analysis only includes outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 10% change in foreign currency rates. A negative number indicates a decrease in the profit/loss and other equity items.

	March 31, 2026	
	Profit / Loss	
	Appreciation of foreign currency	Depreciation of foreign currency
In case USD appreciates 10% against TL		
Net asset/liability of USD	(386,464,419)	386,464,419
Portion hedged from USD risk (-)	-	-
USD net effect	(386,464,419)	386,464,419
In case EUR appreciates 10% against TL		
Net asset/liability of EUR	664,871	(664,871)
Portion hedged from EUR risk (-)	-	-
EUR net effect	664,871	(664,871)
In case CNY appreciates 10% against TL		
Net asset/liability of CNY	(77,975,070)	77,975,070
Portion hedged from CNY risk (-)	-	-
CNY net effect	(77,975,070)	77,975,070
TOTAL	(463,774,618)	463,774,618
	December 31, 2025	
	Profit / Loss	
	Appreciation of foreign currency	Depreciation of foreign currency
In case USD appreciates 10% against TL		
Net asset/liability of USD	(493,223,008)	493,223,008
Portion hedged from USD risk (-)	-	-
USD net effect	(493,223,008)	493,223,008
In case EUR appreciates 10% against TL		
Net asset/liability of EUR	1,209,086	(1,209,086)
Portion hedged from EUR risk (-)	-	-
EUR net effect	1,209,086	(1,209,086)
In case CNY appreciates 10% against TL		
Net asset/liability of CNY	(74,183,271)	74,183,271
Portion hedged from CNY risk (-)	-	-
CNY net effect	(74,183,271)	74,183,271
TOTAL	(566,197,193)	566,197,193

Interest rate risk management

The Group keeps its risk related with the changes in the interest rate very low in order to provide financing. The financial liabilities of the Group consist of fixed-interest instruments. Therefore, the Group does not have any risks which may be from fluctuations in the interest rate.

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NOT REVIEWED NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF MARCH 31, 2026 AND FOR THE PERIOD THEN ENDED

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

20. NATURE AND LEVEL OF THE RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

Price risk

Price risk is a combination of foreign currency, interest and market risk and is naturally managed by the Group by matching its payables and receivables in the same currency with the assets and liabilities bearing interest. Market risk is closely monitored by the Group by reviewing market information and through suitable valuation methods.

21. FINANCIAL INSTRUMENTS

Fair value measurements hierarchy table

The Group classifies the fair value measurements of financial instruments, which are reflected in the financial statements at fair value, as follows, by using a three-level hierarchy, depending on the source of inputs of each financial instrument class.

Level 1: Valuation techniques where market prices traded (unadjusted) in an active market are used for the designated financial instruments

Level 2: Other valuation techniques that include direct or indirect observable input

Level 3: Valuation techniques that do not include observable market input

Classes and fair values of financial instruments

	Financial assets at amortized cost	Financial assets at fair value through profit or loss	Financial liabilities at amortized cost	Note
March 31, 2026				
<u>Financial assets</u>				
Cash and cash equivalents	1,976,101,951	-	-	3
Trade receivables	1,979,205,368	-	-	6a
Financial investments	-	330,456,894	-	4
<u>Financial liabilities</u>				
Financial liabilities	-	-	10,849,615,803	5
Trade payables	-	-	2,071,961,969	6b
Payables related to employee benefits	-	-	253,497,066	
Other payables	-	-	1,187,329,058	7b
December 31, 2025				
<u>Financial assets</u>				
Cash and cash equivalents	1,516,832,922	-	-	3
Trade receivables	1,390,378,528	-	-	6a
Financial investments	-	453,132,573	-	4
<u>Financial liabilities</u>				
Financial liabilities	-	-	10,916,967,117	5
Trade payables	-	-	2,216,595,376	6b
Payables related to employee benefits	-	-	178,485,617	
Other payables	-	-	1,533,829,966	7b

The Group is of the opinion that the booked values of financial instruments reflect their fair values.

Fair values of financial instruments

Fair values of financial assets and liabilities are determined as follows:

- The fair value of financial assets and liabilities traded in an active liquid market is determined over the quoted market price, under standard terms and conditions.
- The fair value of financial assets and liabilities other than derivatives are determined within the framework of generally accepted pricing models. These models are based on discounted cash flows based on prices from observable data market transactions.
- The fair value of derivative instruments is calculated using their quoted prices. Option pricing model is used for derivative instruments that contain options.

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NOT REVIEWED NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF MARCH 31, 2026 AND FOR THE PERIOD THEN ENDED

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

22. EXPLANATIONS ON NET MONETARY POSITION GAINS/(LOSSES)

The Group's net monetary position gains and (losses) as of March 31, 2026 and 2025 are as follows;

Non-Monetary Items	March 31, 2026	March 31, 2025
Financial statement items	803,511,000	432,086,162
Inventories	99,516,935	182,043,458
Prepaid expenses	146,959,177	130,635,760
Financial investments	192,518,437	290,546,127
Investment properties	11,351,284	11,581,503
Property, plant and equipment	1,316,297,682	1,076,081,185
Right-of-use assets	100,922,209	59,853,588
Goodwill	55,901,777	56,030,322
Intangible assets	96,793,406	263,702,106
Deferred tax asset	226,531,390	214,069,690
Share capital	(2,067,159,903)	(2,071,913,291)
Share Premiums/Discounts	(27,726,111)	(27,789,866)
Restricted reserves appropriated from profit	(59,983,908)	(60,121,840)
Defined benefit plans remeasurement gains (losses)	6,512,478	7,725,948
Prior years' profit	705,076,147	299,641,472
Statement of profit or loss items	121,986,615	270,860,595
Revenue	(48,220,209)	(108,613,108)
Cost of sales (-)	127,265,097	330,835,252
General administrative expenses (-)	6,800,680	8,191,132
Marketing expenses (-)	5,320,028	5,694,339
Research and Development Expenses (-)	2,327,596	2,353,562
Other operating income	(1,632,714)	(18,020,903)
Other operating expenses (-)	1,733,273	1,929,901
Income from investment activities	(99,408)	(299,235)
Expenses from investment activities (-)	37,449	52
Finance income	(3,523,327)	(6,690,560)
Finance expenses (-)	31,978,150	55,480,163
	<u>925,497,615</u>	<u>702,946,757</u>

23. EVENTS AFTER THE REPORTING DATE

The invitation text, agenda, dividend distribution procedures, and the selection of the Independent Audit Firm for 2026 regarding the 2025 Ordinary General Assembly meeting to be held on May 7, 2026, were announced to the public through a Public Disclosure Platform statement dated April 13, 2026, for the information of our stakeholders.

The Board of Directors' decision to inform the General Assembly of the changes to be made to the company's Information Policy at the 2025 Ordinary General Assembly meeting to be held on May 7, 2026, was announced to the public via the Public Disclosure Platform on April 13, 2026.