NETAŞ TELEKOMÜNİKASYON A.Ş.
AND ITS' SUBSIDIARIES
As at and for the period ended 30 June 2026
Condensed consolidated financial statements

(Convenience translation of the report and
The consolidated financial statements originally
Issued in Turkish)

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Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of Netaş Telekomünikasyon Anonim Şirketi

Introduction

We have reviewed the accompanying condensed consolidated statement of financial position of Netaş Telekomünikasyon Anonim Şirketi (the ''Company'') and its subsidiaries (the "Group") as at 30 June 2026, and the condensed consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the six month period then ended, and notes to the interim financial information ("the condensed consolidated interim financial information"). Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with Turkish Accounting Standard 34 *Interim Financial Reporting* ("TAS 34") issued by the Public Oversight Accounting and Auditing Standards Authority ("POA"). Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

Scope of Review

We conducted our review in accordance with Standard on Review Engagements 2410, *"Review of Interim Financial Information Performed by the Independent Auditor of the Entity"*. A review of condensed consolidated interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial information is not prepared, in all material respects, in accordance with TAS 34.

KPMG Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş.

Hatice Nesrin Tuncer, SMMM
Partner
14 August 2026
Istanbul, Turkiye

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NETAŞ TELEKOMÜNİKASYON A.Ş. AND ITS SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS OF 30 JUNE 2026
(Unless otherwise stated the amounts are in TL)

	Notes	Reviewed 30 June 2026	Audited 31 December 2025
ASSETS			
Current Assets		**9.427.237.133**	**6.764.322.354**
Cash and Cash Equivalents	5	644.908.537	357.021.206
Trade Receivables		5.772.115.469	4.338.819.338
Due from related parties	*22*	*63.347.333*	*133.520.724*
Trade receivables, third parties	*7*	*5.708.768.136*	*4.205.298.614*
Other Receivables		3.318.061	3.166.115
Other receivables, third parties		*3.318.061*	*3.166.115*
Inventories	*8*	734.082.520	720.365.786
Contract Assets related to Goods and Services Provided		1.941.819.130	1.024.254.153
Contract Assets related to Goods and Services Provided	*4*	*1.941.819.130*	*1.024.254.153*
Prepaid Expenses		91.833.093	133.872.921
Current Income Tax Assets	*20*	73.473.228	75.841.825
Other Current Assets		165.687.095	110.981.010
Non-Current Assets		**2.886.438.894**	**2.603.525.803**
Property, Plant and Equipment	*9*	170.629.226	156.762.860
Right of Use Assets	*11*	431.316.152	415.657.898
Financial Investments	3	220.370.110	57.898.044
Intangible Assets		988.127.968	920.864.405
Goodwill	*10*	*853.626.132*	*785.280.617*
Other intangible assets	*10*	*134.501.836*	*135.583.788*
Prepaid Expenses		-	2.179.002
Deferred Tax Assets	*20*	1.075.995.438	1.050.163.594
TOTAL ASSETS		**12.313.676.027**	**9.367.848.157**

The accompanying notes form an integral part of these condensed consolidated financial statements.
(Convenience translation of the report and the condensed consolidated financial statements originally issued in Turkish)

NETAŞ TELEKOMÜNİKASYON A.Ş. AND ITS SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS OF 30 JUNE 2026
(Unless otherwise stated the amounts are in TL)

	Notes	Reviewed 30 June 2026	Audited 31 December 2025
LIABILITIES			
Short-Term Liabilities		**11.466.552.357**	**8.615.472.059**
Short-Term Borrowings		2.309.671.565	1.928.968.028
Short-Term Bank Loans	*6*	*2.309.671.565*	*1.928.968.028*
Short-Term Portion of Long-Term Borrowings		*182.387.911*	*170.578.203*
Short-Term Portion of Long-Term Lease Liabilities	*6*	*182.387.911*	*170.578.203*
Trade Payables		7.340.476.127	5.122.623.976
Due to related parties	*22*	*5.494.035.077*	*3.760.046.419*
Trade payables, third parties	*7*	*1.846.441.050*	*1.362.577.557*
Other Payables		99.661.999	178.788.001
Other payables, third parties		*99.661.999*	*178.788.001*
Employee Benefit Obligations	*15*	130.252.542	120.535.619
Contract Liabilities		1.270.445.694	936.531.316
Contract Liabilities	*4*	*1.270.445.694*	*936.531.316*
Provisions		*112.607.877*	*142.518.938*
Provisions for Employee Benefits	*15*	*67.033.490*	*108.302.684*
Other Short-Term Provisions	*13*	*45.574.387*	*34.216.254*
Current Income Tax Liabilities	*20*	21.048.642	14.927.978
Long-Term Liabilities		**982.489.117**	**1.030.687.093**
Long-Term Borrowings		808.312.822	862.270.889
Bank Loans	*6*	*498.842.631*	*556.111.565*
Lease Liabilities	*6*	*309.470.191*	*306.159.324*
Provisions		174.176.295	168.416.204
Provisions for Employee Benefits	*15*	*174.176.295*	*168.416.204*
SHAREHOLDERS' EQUITY			
Equity Attributable to Equity Holders of the Parent		**(164.019.670)**	**(301.318.150)**
Share Capital	*16*	64.864.800	64.864.800
Share Capital Adjustments		41.612.160	41.612.160
Other comprehensive income to be reclassed in profit and loss		342.023.697	272.309.380
Currency Translation Differences		*342.023.697*	*272.309.380*
Other comprehensive income not to be reclassed in profit and loss		452.216.911	491.633.134
Remeasurement gain/ (loss) on defined benefit plans		*(79.896.831)*	*(79.896.831)*
Currency Translation Differences		*532.113.742*	*571.529.965*
Restricted Reserves	*16*	34.897.360	34.897.360
Retained Earnings		(1.206.634.984)	(856.692.591)
Net Profit / (Loss) for the Period		107.000.386	(349.942.393)
Non-controlling interests		**28.654.223**	**23.007.155**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**12.313.676.027**	**9.367.848.157**

The accompanying notes form an integral part of these condensed consolidated financial statements.
(Convenience translation of the report and the condensed consolidated financial statements originally issued in Turkish)

NETAŞ TELEKOMÜNİKASYON A.Ş. AND ITS SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2026
(Unless otherwise stated the amounts are in TL)

		Reviewed		Unreviewed	
	Notes	1 January- 30 June 2026	1 January- 30 June 2025	1 April- 30 June 2026	1 April- 30 June 2025
INCOME OR LOSS FROM OPERATIONS					
Revenue	17	8.605.410.286	5.541.297.060	5.176.563.969	3.419.714.088
Cost of Sales (-)	4	(7.762.986.254)	(5.151.046.741)	(4.602.283.932)	(3.210.141.952)
GROSS PROFIT		**842.424.032**	**390.250.319**	**574.280.037**	**209.572.136**
Sales, Marketing and Distribution Expenses (-)	4	(211.433.075)	(166.500.136)	(113.287.638)	(84.186.096)
General Administrative Expenses (-)	4	(190.442.335)	(160.824.295)	(100.813.658)	(74.895.469)
Research and Development Expenses (-)	4	-	-	-	3.769.521
Other Income from Operating Activities	18	20.630.162	17.280.705	18.518.926	14.246.847
Other Expenses from Operating Activities (-)	18	(42.622.043)	(20.844.398)	(21.628.699)	(10.961.011)
OPERATING PROFIT		**418.556.741**	**59.362.195**	**357.068.968**	**57.545.928**
Income from Investment Activities		6.593.923	1.970.754	6.453.748	220.972
Expenses from Investment Activities (-)		-	(568.354)	2.011.678	(18.620)
OPERATING PROFIT BEFORE FINANCE INCOME AND (EXPENSES)		**425.150.664**	**60.764.595**	**365.534.394**	**57.748.280**
Financial Income	19	18.602.258	23.089.642	12.398.899	10.633.610
Financial Expenses (-)	19	(196.596.185)	(164.541.470)	(105.716.790)	(81.748.872)
Monetary Loss	25	(44.979.648)	(22.453.478)	(20.363.835)	(9.624.282)
PROFIT / (LOSS) BEFORE TAX		**202.177.089**	**(103.140.711)**	**251.852.668**	**(22.991.264)**
Tax Expenses		**(89.529.635)**	**(1.188.984)**	**(65.542.495)**	**(4.080.223)**
Current Tax Expenses	20	*(22.864.564)*	*(518.051)*	(15.922.616)	(518.051)
Deferred Tax Expense	20	*(66.665.071)*	*(670.933)*	(49.619.879)	(3.562.172)
NET PROFIT / (LOSS) FOR THE PERIOD		**112.647.454**	**(104.329.695)**	**186.310.173**	**(27.071.487)**
Attributable to:					
Non-controlling Interest		*5.647.068*	*4.697.877*	*3.029.866*	*2.338.423*
Equity Holders of the Parent		*107.000.386*	*(109.027.572)*	*183.280.307*	*(29.409.910)*
Earn/(Loss) per share	21	*1,6496*	*(1,6808)*	*2,8256*	*(0,4534)*
OTHER COMPREHENSIVE INCOME/ (EXPENSES)					
Other comprehensive income or (expenses) that will not be reclassified subsequently to profit of loss		**(39.416.223)**	**(24.588.618)**	**(21.265.477)**	**(11.137.239)**
Foreign currency translation differences, excluding the translation of subsidaries abroad		(39.416.223)	(24.588.618)	(21.265.477)	(11.137.239)
Other comprehensive income or expenses that will be reclassified subsequently to profit of (loss)		**69.714.317**	**47.706.133**	**29.859.730**	**19.971.844**
Foreign currency translation differences, the translation of subsidaries abroad		69.714.317	47.706.133	29.859.730	19.971.844
OTHER COMPREHENSIVE INCOME		**30.298.094**	**23.117.515**	**8.594.253**	**8.834.605**
TOTAL COMPREHENSIVE INCOME / (LOSS)		**142.945.548**	**(81.212.180)**	**194.904.426**	**(18.236.882)**
Attributable to:					
Non-controlling Interest		11.294.136	9.395.754	6.059.732	4.676.846
Equity Holders of the Parent		131.651.412	(90.607.934)	188.844.694	(22.913.728)

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NETAŞ TELEKOMÜNİKASYON A.Ş. AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2026

(Unless otherwise stated the amounts are in TL)

			Other comprehensive income or expenses will be reclassified subsequently to profit or loss	Other comprehensive income or expenses that will not be reclassified subsequently to profit or loss			Accumulated Losses				
	Share Capital	Share Capital Adjustments	Currency Translation Differences	Currency Translation Differences	Remeasurement loss on defined benefit plans	Restricted Reserves	Accumulated Losses	Net Profit / (Loss) for the Period	Equity Holders of the Parent	Non-controlling Interest	TOTAL
Balance as at 1 January 2025	**64.864.800**	**41.612.160**	**160.383.276**	**631.029.324**	**(72.545.402)**	**34.897.360**	**(576.150.759)**	**(280.541.832)**	**3.548.927**	**13.616.283**	**17.165.210**
Transfer	-	-	-	-	-	-	(280.541.832)	280.541.832	-	-	-
Total comprehensive expense	-	-	47.706.133	(24.588.618)	-	-	-	(109.027.572)	(85.910.057)	4.697.877	**(81.212.180)**
Net Loss for Period	-	-	-	-	-	-	-	*(109.027.572)*	*(109.027.572)*	*4.697.877*	***(104.329.695)***
Other Comprehensive Income	-	-	*47.706.133*	*(24.588.618)*	-	-	-	-	*23.117.515*	-	***23.117.515***
Balance as at 30 June 2025	**64.864.800**	**41.612.160**	**208.089.409**	**606.440.706**	**(72.545.402)**	**34.897.360**	**(856.692.591)**	**(109.027.572)**	**(82.361.130)**	**18.314.160**	**(64.046.970)**
Balance as at 1 January 2026	**64.864.800**	**41.612.160**	**272.309.380**	**571.529.965**	**(79.896.831)**	**34.897.360**	**(856.692.591)**	**(349.942.393)**	**(301.318.150)**	**23.007.155**	**(278.310.995)**
Transfer	-	-	-	-	-	-	(349.942.393)	349.942.393	-	-	-
Total comprehensive Income / (Expense)	-	-	69.714.317	(39.416.223)	-	-	-	107.000.386	137.298.480	5.647.068	**142.945.548**
Net Profit for Period	-	-	-	-	-	-	-	*107.000.386*	*107.000.386*	*5.647.068*	***112.647.454***
Other Comprehensive Income	-	-	*69.714.317*	*(39.416.223)*	-	-	-	-	*30.298.094*	-	***30.298.094***
Balance as at 30 June 2026	**64.864.800**	**41.612.160**	**342.023.697**	**532.113.742**	**(79.896.831)**	**34.897.360**	**(1.206.634.984)**	**107.000.386**	**(164.019.670)**	**28.654.223**	**(135.365.447)**

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

(Convenience translation of the report and the condensed consolidated financial statements originally issued in Turkish)

NETAŞ TELEKOMÜNİKASYON A.Ş. AND ITS SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2026
(Unless otherwise stated the amounts are in TL.)

		Reviewed	
	Notes	Current Period 1 January- 30 June 2026	Previous Period 1 January- 30 June 2025
A. CASH FLOWS FROM / (USED IN) OPERATING ACTIVITIES			
Net Profit / (Loss) for the Period		**112.647.454**	**(104.329.695)**
Profit / (Loss) from Continuing Operations		*112.647.454*	*(104.329.695)*
Adjustments to Reconcile Profit / (Loss)		**435.806.194**	**311.893.879**
Adjustments for Depreciation and Amortisation Expenses	9-10-11	99.497.040	94.291.767
Adjustments for (Reversal of) Impairment Loss Recognised in Profit or Loss		2.211.990	5.351.127
Adjustments for (Reversal of) Provision of Receivables	*7*	*(26.793)*	*4.776.605*
Adjustment for Reversal of Provision of Inventory	*8*	*2.238.783*	*574.522*
Adjustments For Provisions		160.681.973	115.098.407
Adjustments for Provisions Related with Employee Benefits		*148.185.433*	*122.714.188*
Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions		*12.496.540*	*3.708.101*
Adjustments for (Reversal of) Other Provisions		-	*(11.323.882)*
Adjustments for Interest (Income) and Expenses		120.267.722	111.922.061
Adjustments for Interest Income	*19*	*(18.602.258)*	*(23.089.642)*
Adjustments for Interest Expense	*19*	*165.744.559*	*135.011.703*
Unearned Financial Loss/Income from Credit Sales	*18*	*(26.874.579)*	-
Adjustments For Unrealised Foreign Exchange Losses (Gains)	*19*	(12.810.178)	(14.101.619)
Adjustments for Losses Tax Expense	*20*	66.665.071	670.933
Adjustments for (Gains)/Losses disposal of non-current assets		(707.424)	(1.338.797)
Adjustments for (Gains)/Losses Arising From Sale of Property, Plant and Equipment		*(707.424)*	*(1.338.797)*
Changes in Working Capital		**129.641.039**	**(272.880.762)**
Adjustments for Decrease / (Increase) in Trade Receivables		(1.028.773.263)	(11.736.312)
Decrease (Increase) in Trade Receivables from Related Parties		*81.794.132*	*24.980.479*
Decrease (Increase) in Trade Receivables from Third Parties		*(1.110.567.395)*	*(36.716.791)*
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		(44.923.437)	(10.466.967)
Adjustments for Decrease (Increase) in Other Receivables Related with Operations from Third Parties		*(44.923.437)*	*(10.466.967)*
Adjustments for Decrease / (Increase) in Inventories		46.740.250	(66.721.776)
Decrease / (Increase) in Prepaid Expenses		56.059.869	30.409.373
Adjustments for (Decrease) in Trade Payables		1.772.013.600	201.556.719
Increase (Decrease) in Trade Payables to Related Parties		1.406.739.644	634.430.683
(Decrease)/Increase in Trade Payables to Third Parties		*365.273.956*	*(432.873.964)*
Increase (Decrease) in Payables due to Employee Benefits		(773.682)	9.171.398
(Decrease)/Increase in Contract Assets		(828.420.822)	(66.559.852)
Adjustments for Decrease in Other Operating Payables		(94.686.501)	(46.160.821)
(Decrease) in Other Operating Payables to Unrelated Parties		*(94.686.501)*	*(46.160.821)*
(Decrease)/ Increase in Contract Liabilities		252.405.025	(312.372.524)
Cash Flows (Used in) Generated From Operations		**678.094.687**	**(65.316.578)**
Payments Related with Provisions for Employee Benefits		(183.694.536)	(156.324.322)
Income Taxes Refund / (Paid)	20	8.489.261	(12.870.951)
Payments Related with Lawsuits		(4.934.120)	(7.308.383)
		497.955.292	**(241.820.234)**

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(Convenience translation of the report and the condensed consolidated financial statements originally issued in Turkish)

	Notes	Reviewed Current Period 1 January- 30 June 2026	Reviewed Previous Period 1 January- 30 June 2025
B.CASH FLOWS FROM/ (USED IN) INVESTING ACTIVITIES			
Proceeds from Sales of Property, Plant, Equipment and Intangible Assets		713.030	1.909.582
Proceeds from Sales of Property, Plant, Equipment		*713.030*	*1.909.582*
Purchase of Property, Plant, Equipment and Intangible Assets		(12.832.540)	(6.505.246)
Purchase of Property, Plant, Equipment	*9*	*(9.949.644)*	*(5.009.869)*
Purchase of Intangible Assets	*10*	*(2.882.896)*	*(1.495.377)*
Interest Received	*19*	18.602.258	23.089.642
Cash Outflows for the Acquisition of Equity Interests or Debt Instruments of Other Entities or Funds	*3*	(157.433.012)	-
Other Outflows of Cash		(5.039.054)	(6.027.541)
		(155.989.318)	**12.466.437**
C.CASH FLOWS FROM/ (USED IN) FINANCING ACTIVITIES			
Inflows from Borrowings	*6*	1.627.522.183	1.392.050.953
Outflows from Borrowings	*6*	(1.509.638.932)	(1.154.098.282)
Interest Paid		(139.569.180)	(101.314.365)
Payments of lease liabilities		(106.693.629)	(83.621.000)
		(128.379.558)	**53.017.306**
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES (A+B+C)		**213.586.416**	**(176.336.491)**
D. EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS		74.300.915	94.512.770
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C+D)		**287.887.331**	**(81.823.721)**
E.CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	*5*	357.021.206	481.554.076
CASH AND CASH EQUIVALENTS AT END OF YEAR (A+B+C+D+E)	*5*	**644.908.537**	**399.730.355**

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1 ORGANIZATION AND OPERATIONS OF THE GROUP

Netaş Telekomünikasyon A.Ş. (the "Company") and its' subsidiaries (together the "Group") is an incorporated company, registered in Istanbul. The Company is engaged in the manufacture and trade of telecommunication equipment, project installation services, technical support, repair and maintenance services, IT services, strategic outsourcing services, implementation activities, and associated services. The shares of the Company are quoted on the Borsa İstanbul ("BIST") since 1993. The former headquarter which is registered at Yenişehir Mah. Osmanlı Bulvarı No: 11 34912 Kurtköy-Pendik/İstanbul.

The Group works with major clients such as Aselsan Elektronik Sanayi ve Ticaret A.Ş., Türk Telekomünikasyon A.Ş., Vodafone İletişim Hizmetleri A.Ş., TT Mobil İletişim Hizmetleri A.Ş., Turkcell İletişim Hizmetleri A.Ş, service providers, corporate and governmental institutions in Turkey, to provide communications solutions and the infrastructure needed for modern communication systems. The Company is also engaged in research and development and provided design and development services to the foreign customers as well as to local customers.

Netaş Bilişim Teknolojileri A.Ş. ("Netaş Bilişim") which is the %100 subsidiary of the Group offers industrial solutions, system integration, outsourcing, support services, network solutions and consultancy services to its domestic customers. Netaş Bilişim founded in 1989, also provides value added solutions to international customers in Kazakhstan, Azerbaijan, Algeria with strategic business partnerships.

BDH Bilişim Destek Hizmetleri San. Tic. A.Ş. ("BDH") founded in April 2006 to provide consultancy, strategic outsourcing, hardware, technical and support services and service solutions in the field of information technologies.

The Company established Netas Telecom Limited Liability Partnership as a "Limited Liability Partnership" on 25 June 2012 in Almaty, Kazakhstan, with a founding capital of 161.800 Tenge (approximately US$ 1.100), fully owned by the Company.

It was established in Malta through the establishment of a capital of EUR 1.200 (Netaş Telecommunications Malta Ltd.), fully owned by the Company, and its registration was completed on 4 November 2014.

As of 12 June 2018, the Group's contact office was established in Azerbaijan.

1 ORGANIZATION AND OPERATIONS OF THE GROUP(Cont'd)

The establishment of the Netas Telecommunications Algeria Sarl LLC, a joint venture company with 23.800.000 Algerian Dinars of share capital, has been registered and completed between the Company and Mohamed Karim Faraoun on 31 March 2019. The control of the management of this company, in which the Company owned 49% of the shares, belongs to Netas Telekomünikasyon A.Ş. in accordance with the agreement between the parties and therefore, Netas Telecommunications Algeria Sarl LLC is accounted with full consolidated method.

The Group's largest shareholder and the controlling shareholder is ZTE Cooperatief U.A. The capital structure of the Group is presented in Note 16.

As of 30 June 2026, the Group has no blue-collar employees (31 December 2025: None). The average number of white-collar personnel employed in the Group as of 30 June 2026 is 1.255 (31 December 2025: 1.357).

Approval of Condensed Consolidated Financial Statements

The financial statements were approved by the Board of Directors on 14 August 2026. The General Assembly has the right to change the interim condensed consolidated financial statements.

2 BASIS OF PRESENTATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

2.1 Basis of Presentation

a) Statement of Compliance

The accompanying financial statements are prepared in accordance with Turkish Financial Reporting Standards Accounting Standards ("TFRS") published by the Public Oversight Accounting and Auditing Standards Authority of Turkey ("POA") together with the provisions of the communique of "Principles of Financial Reporting in Capital Market" issued by Capital Markets Board of Turkey ("CMB")'s dated 13 September 2013 and published in the Official Gazette numbered 28676 Series II. No.14.1. TFRSs consist of standards and interpretations which are published as Turkish Accounting Standards ("TAS"), Turkish Financial Reporting Standards, TAS interpretations and TFRS interpretations. TFRS are updated in harmony with the changes and updates in International Financial Reporting Standards ("IFRS") by the communiqués announced by the POA.

The condensed consolidated financial statements are presented in accordance with the formats provided in Examples of Financial Statements and User guide issued by CMB and the TAS Taxonomy issued by POA.

The condensed consolidated financial statements and explanatory notes of the Group are presented in accordance with the formats provided in Examples of Financial Statements and User guide published on 3 July 2024 by POA.

For the period ended 30 June 2026, the Group prepared its condensed consolidated financial statements in accordance with the Turkish Accounting Standard No.34 Interim Financial Reporting. Condensed consolidated financial statements of the Group do not include all the information and disclosures required in the annual financial statements, therefore should be read in conjunction with the Group's annual financial statements as of 31 December 2025.

b) Basis of presentation of condensed consolidated financial statements

The details of the Company's subsidiaries as of 30 June 2026 and 31 December 2025 are as follows:

	Place and establishment of operation	Group's shares in capital and voting rights	Main operating activities
Netaş Bilişim Teknolojileri A.Ş.	Turkey	%100	Consultancy of project installments and network solutions
BDH Bilişim Destek Hizmetleri Sanayi ve Ticaret A.Ş.	Turkey	%100	Technical supports and maintenance services
Netaş Telecom Limited Liability Partnership	Republic of Kazakhstan	%100	Consultancy of project installment, design and technical support services
Netaş Telecommunications Malta Ltd	Malta	%100	Supply of telecomunication equipment
Netas Telecommunications Algeria Sarl LLC (*)	Algeria	%49	Manufacture of small installation and electric lighting equipment

(*) The control of the management of this Company, in which the Company owned 49% of the shares, belongs to Netas Telekomünikasyon A.Ş. in accordance with the agreement between the parties and therefore, Netas Telecommunications Algeria Sarl LLC is accounted with full

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

2.1 Basis of Presentation(Cont'd)

b) Basis of presentation of condensed consolidated financial statements(Cont'd)

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

- Has power over the invested company/asset;
- Is exposed, or has rights, to variable returns from its involvement with the invested company/asset; and
- Could use its power that can have an impact on returns.

The Company reassesses whether it controls an invested company/asset if facts and circumstances indicate that there are changes to one or more of the three elements of control listed above.

In cases where the company does not have majority voting right over the invested company/ asset, it has sufficient voting rights to direct/manage the activities of the investment concerned and in case of control, there is control power over the invested company/asset. The Company considers all relevant facts and circumstances in assessing whether the Company's voting rights in an investee are sufficient to give it power, including:

- The size of the Company's holding of voting rights relative to the size and dispersion of holdings of the other vote holders;
- Potential voting rights held by the Company and other parties;
- Rights arising from other contractual arrangements; and
- Any additional facts and circumstances that indicate that the Company has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

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

Profit or loss and each component of other comprehensive income are attributed to the owners of the Company and to the non-controlling interests. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies. All intragroup assets and liabilities, equity, income, expenses, and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

As of 30 June 2026 and 31 December 2025, the Group has no associates.

The company uses the hierarchical consolidation method. In other words, the subsidiaries are first converted into the functional currency of the 'direct investing company' and consolidated in the functional currency of the Company, and then the conversion to the presentation currency is made as explained in item c) below. Translation differences from the functional currency of the subsidiaries to the functional currency of the Company, to the US Dollar, are presented under "other comprehensive income to be reclassified to profit or loss". Conversion differences that occur during the conversion of the consolidated financial statements prepared in US Dollars to TL, which is the presentation currency, are presented under "other comprehensive income that will not be reclassified in profit or loss". In the event of the sale of a subsidiary or associate, if there is a translation difference carried under "other comprehensive income to be reclassified to profit or loss", this amount is reclassified to the statement of profit or loss as part of sales profit or loss.

When a group entity transacts with an associate of the Group, profits and losses resulting from the transactions with the associate is recognized in the Group's consolidated financial statements only to the extent of interests in the associate or joint venture that are not related to the Group.

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

2.1 Basis of Presentation(Cont'd)

c) Functional Currency and Reporting Currency

The Company maintains its books of account in accordance with accounting principles set by Turkish Commercial Code ("TCC") and tax legislation. The subsidiary in foreign countries prepares their accounting and financial tables in their currency and according to the laws and regulations of their countries.

Nevertheless, US Dollar (US $) is the currency that the Group's operations are denominated and has a significant impact on the Group's operations. US $ reflects the economic basis of events and situations that are important to the Group. In accordance with the analysis done by the Group's Management and current economical and operational conditions, the management has concluded that US $ is the functional currency and TL is the reporting currency of the Group.

The effect of the US dollar in reflecting the basic economic environment in which BDH is located in terms of market and operating elements has decreased, therefore, the change of the Company's functional currency from US Dollars to Turkish Lira has been taken into consideration on a Group basis. In line with the decision to make actual sales collections predominantly in Turkish Lira in 2022, the functional currency of BDH was permanently changed to Turkish Lira.

In line with the developments mentioned above, the Company Management has decided to change the functional currency of the Company, which is currently US Dollar, to Turkish Lira within the scope of TAS 21 "Effects of Exchange Rate Changes".

Consolidated financial statements are presented in TL, which is Netaş' presentation currency.

If the legal records are kept in a currency other than the functional currency, the financial statements are initially translated into the functional currency and then translated to the Group's presentation currency, Turkish Lira ("TL"). For the companies in Turkey that book legal records in TL, currency translation from TL to the functional currency USD is made under the framework described below:

- Monetary assets and liabilities have been converted to the functional currency with the The Central Bank of Turkish Republic (CBRT) foreign exchange buying rate.
- Non-monetary items have been converted into the functional currency at the exchange rates prevailing at the transaction date.
- Profit or loss accounts have been converted into the functional currency using the exchange rates at the transaction date, except for depreciation expenses.
- The capital is followed according to historical costs.

The translation differences resulting from the above cycles are recorded in the financial income /expenses account group in the statement of profit or loss.

Within the scope of TAS 21 ("The Effects of Changes in Foreign Exchange Rates"), the financial statements have been translated from the functional currency into the presentation currency, TL, as set out below:

- Assets and liabilities have been translated to TL by using USD rate as of 30 June 2026 1 USD: 46,5747 TL (31 December 2025: 1 USD 42,8457 TL)
- Statements of profit or loss and statements of cash flows have been translated to TL by using six months average exchange rate (1 USD: 44,4960 TL) for the period ended 30 June 2026 (for the period ended 30 June 2025 1 USD: 37,4163 TL).

Gains and losses of translation differences mentioned above are accounted under Equity as currency translation differences. The amount of capital and legal reserves is shown on their legal amounts, all other equity items are kept at their historic TL values, and all the differences are accounted in the currency translation differences account.

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

2.1 Basis of Presentation(Cont'd)

c) Functional Currency and Reporting Currency

The functional currency of Netaş Telecom Limited Liability Partnership, a subsidiary of the Company operating in Kazakhstan is Kazakhstan Tenge and included in the consolidated financial statements by converting into TL, the presentation currency of the consolidated financial statements. The functional currency of the Netas Telecommunications Algeria Sarl LLC, a subsidiary of the Company operating in Algeria, is Algerian Dinar and included in the consolidated financial statements by converting into TL, the presentation currency of the consolidated financial statements. The functional currency of Netas Telecomunication Malta Ltd., one of the subsidiaries of the Company operating in Malta, is European Euro, and it has been included in the accompanying consolidated financial statements by converting to TL, which is the presentation currency.

d) Adjustment of Financial Statements in High Inflation Periods

With the "Announcement on the implementation of TAS 29 Financial Reporting in Economies with High Inflation and FRS for LMSE Chapter 25 Financial Reporting in Economies with High Inflation" made on 23 November 2023 by POA, the financial statements of the enterprises applying TFRS for the reporting periods ending on or after 31 December 2023 will be subject to "Turkish Accounting Standard 29 Financial Reporting in High Inflation Economies" standard. POA explained that it should be presented in accordance with the principles of inflation and adjusted for the effect of inflation. In accordance with the CMB's decision dated 28 December 2023 and numbered 81/1820, CMB decided that issuers and capital market institutions subject to financial reporting regulations applying Turkish Accounting/Financial Reporting Standards will apply inflation accounting comply with the provisions of TAS 29. The implementation will start with the annual financial reports for the accounting periods ending as of 31 December 2023. As a result, the financial statements of enterprises whose functional currency is TL ("BDH") are adjusted in accordance with TAS 29 according to the changes in the general purchasing power of the Turkish Lira as of 30 June 2026 and 31 December 2025. The correction is calculated with the consumer price index correction coefficients published by Turkish Statistical Institute, derived from Turkey in general. The indices and adjustment coefficients for the related periods used in the restatement of consolidated financial statements are as follows:

Date	Index	Conversion Factor
30 June 2026	4.137,88	1,000
31 December 2025	3.513,87	1,100

TFRS requires that the financial statements of an entity whose functional currency is hyperinflationary, whether prepared according to the historical cost or current cost approach, be restated in accordance with the requirements of IAS 29 and applied retrospectively, assuming that there has always been high inflation in the economy in which the currency is located. The basic principle in IAS 29 is that the financial statements of an entity reporting in the currency of a hyperinflationary economy must be reported in the measurement unit current at the reporting date. Comparative figures for the previous period are rearranged to the same current unit of measurement. The main procedures applied for the restatements mentioned above are as follows:

• Monetary assets and liabilities that are carried at amounts current at the reporting date are not restated because they are already expressed in terms of the monetary unit current at the reporting date.

• Non-monetary assets and liabilities that are not carried at amounts current at the balance sheet date, and components of shareholders' equity are restated by applying the relevant conversion factors from the date of the transaction or, if applicable, from the date of their most recent revaluation to the reporting date.

• Property, plant and equipment are restated by applying the change in the index from the date of the transaction or, if applicable, from the date of their most recent revaluation to the reporting date. Depreciation is based on the restated amounts.

• All items in the income statement except for the depreciation charges explained above and deferred tax charges, are restated by applying the monthly conversion factors of the transactions to the reporting date.

• The effects of inflation on the net monetary positions of BDH, is included in the profit or loss statement as "monetary gain / (loss)".

• All items in the cash flow statement are expressed in terms of the measuring unit current at the reporting date; and all items in the statement of cash flows are, therefore, restated by applying the relevant conversion factors from the date on which the transaction originated.

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

2.2 Comparative Information and Restatement of Prior Period Condensed Consolidated Financial Statements

Group's condensed consolidated financial statements have been prepared comparatively with the prior to enable readers to determine financial position and performance trends. For the purposes of effective comparison, comparative financial statements can be reclassified when deemed necessary by the Group, where descriptions on significant differences are disclosed.

2.3 Change in Accounting Policies

If the changes in accounting estimates are for only one period, they are applied prospectively both in the current period when the change is made and in the future periods if the change is made. There has been no significant change in the accounting estimates of the Group in the current year.

The Group has applied consistent accounting policies in the condensed consolidated financial statements for the periods presented, and there are no significant changes in the accounting policies and estimates during the current period.

2.4 The New Standards, Amendments, and Interpretations

The accounting policies adopted in preparation of the condensed consolidated financial statements as at 30 June 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 1 January 2026. The effects of these standards and interpretations on the Group's financial position and performance have been disclosed in the related paragraphs.

i) 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 condensed consolidated financial statements are as follows. The Group will make the necessary changes if not indicated otherwise, which will be affecting the condensed consolidated financial statements and disclosures, when the new standards and interpretations become effective.

TFRS 18 Presentation and Disclosure in Financial Statements

On 9 April 2024, International Accounting Standards Board (IASB) has issued IFRS 18 Presentation and Disclosure in Financial Statements that IFRS 18 will replace IAS 1 Presentation of Financial Statements and applies for annual reporting periods beginning on or after 1 January 2027. POA issued the standard "TFRS 18 Presentation and Disclosure in Financial Statements" on 8 May 2025, announcing that with its effective date, the currently applied "TAS 1 Presentation of Financial Statements" will be superseded. The new accounting standard introduces the following key new requirements:

- Entities are required to classify all income and expenses into five categories in the statement of profit or loss, namely the operating, investing, financing, discontinued operations and income tax categories. Entities are also required to present a newly-defined operating profit subtotal. Entities' net profit will not change.

- Management-defined performance measures (MPMs) are disclosed in a single note in the financial statements.

- Enhanced guidance is provided on how to group information in the financial statements.

In addition, all entities are required to use the operating profit subtotal as the starting pointfor the statement of cash flows when presenting operating cash flows under the indirect method.

TFRS 18 is effective for annual reporting periods beginning on or after 1 January 2027 and applies retrospectively. Early adoption is permitted.

The Group is still in the process of assessing the impact of the new accounting standard, particularly with respect to the structure of the Group's statement of profit or loss, the statement of cash flows and the additional disclosures required for Management-defined performance measures.The Group is also assessing the impact on how information is grouped in the financial statements, including for items currently labelled as 'other'.

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

2.4 The New Standards, Amendments, and Interpretations(Cont't)

i) Standards issued but not yet effective and not early adopted (Cont'd)

TFRS 19 Subsidiaries without Public Accountability: Disclosures

Subsidiaries of companies using TFRS Accounting Standards can substantially reduce their disclosures and focus more on users' needs following the release of TFRS 19.

A subsidiary may choose to apply the new standard in its consolidated, separate or individual financial statements provided that, at the reporting date:

•it does not have public accountability;

•its parent produces consolidated financial statements under TFRS Accounting Standards.

A subsidiary applying TFRS 19 is required to clearly state in its explicit and unreserved statement of compliance with TFRS Accounting Standards that TFRS 19 has been adopted.

The amendments apply for annual reporting periods beginning on or after 1 January 2027. Earlier application is permitted.

The Group is assessing the potential impact on its consolidated financial statements resulting from the application of TFRS 19.

TAS 21 – Translation to a Hyperinflationary Presentation Currency

TAS 21 The Effects of Changes in Foreign Exchange Rates is issued to provide a consistent and straightforward translation method and to address issues related to the ever-growing foreign currency translation balances. The amendments clarify the following regarding the translation of a company's financial statements from the currency of a non-hyperinflationary economy into a hyperinflationary presentation currency:

- The company with a non-hyperinflationary functional currency uses the closing rate at the latest reporting date when translating all financial statement amounts (including comparatives) into its presentation currency; and
- When translating all amounts (except comparative amounts) of a foreign operation with a non-hyperinflationary functional currency, the company uses the closing rate at the latest reporting date, while comparative amounts shall be restated using the general price index.

The amendments apply retrospectively from annual reporting periods beginning on or after 1 January 2027. Earlier application is permitted.

The Group is assessing the potential impact on its consolidated financial statements resulting from the application of TAS 21.

2.5 Summary of Significant Accounting Policies

The condensed consolidated financial statements for the interim period ending on 30 June 2026 have been prepared in accordance with the TAS 34 standard for the preparation of the interim financial statements. Summary consolidated significant accounting used in the preparation of financial statements. The policies are consistent with the accounting policies explained in detail in the consolidated financial statements dated December 31, 2025. Therefore, the condensed consolidated financial statements should be evaluated together with the financial statements for the year ending on December 31, 2025.

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

2.6 Going Concern

The consolidated financial statements of the Group as at 30 June 2026 have been prepared on a going concern basis, which assumes that the Group will realize its assets and discharge its liabilities in the normal course of business and in the foreseeable future.

As of 30 June 2026, the Group's total equity is in deficit amounting to TL 164.019.670. The Group's current liabilities amount to TL 11.466.552.357 and exceed its current assets by TL 2.039.315.224. In accordance with Article 376 of the Turkish Commercial Code ("TCC") and the latest version of the Communiqué on the Procedures and Principles Regarding the Implementation of Article 376 of the TCC No. 6102, dated 15 September 2018, including the amendments introduced by the Amendment Communiqué dated 26 December 2020, foreign exchange losses arising from unrealized foreign currency denominated liabilities as well as half of the total of lease-related expenses, depreciation and personnel expenses accrued in 2020 and 2021 may be excluded from the evaluation. Within this scope, based on the assessment made in accordance with the Communiqué, the cumulative foreign exchange losses arising from unrealized foreign currency denominated liabilities amount to TL 360.208.461, while half of the total of lease-related expenses, depreciation and personnel expenses accrued amounts to TL 567.801.489. Accordingly, as of 30 June 2026, the Group is not considered to be technically insolvent or to have capital impairment under the TCC.

The Group's management has assessed the appropriateness of the going concern assumption by considering the financial indicators mentioned above. As part of this assessment, management has taken into account that a significant portion of the Group's short-term liquidity requirements arises from trade payables to related parties, the maturity structure and manageability of such payables, the trend of cash flows generated from operations, and the Group's ability to access financing resources.

During 2025, the Group implemented various measures to improve its operational profitability and reduce its financial expenses. Within this framework, the Group focused on new technology products and solutions with higher profit margins, prioritized domestic research and development solutions in strategic sectors such as Defense, Telecommunications and Transportation, and avoided projects requiring high financing needs and exposing the Group to significant foreign exchange risk. The relevant actions have continued throughout 2026. In addition, significant actions aimed at strengthening the financial structure are aimed in the five-year business plan prepared by the Group's management.

At the Board of Directors meeting held on 4 March 2026, the Group's current financial position was evaluated and it was resolved to develop a capital increase plan and initiate the related process in order to strengthen the financial structure of the Group in accordance with the relevant provisions of the Turkish Commercial Code and the regulations of the Capital Markets Board ("CMB"). The related processes are ongoing as of the reporting date.

Upon the completion of the planned capital increase, it is aimed to reduce the Group's level of indebtedness, decrease the interest obligations arising from loan agreements and, accordingly, reduce financing expenses.

Furthermore, revenues expected to be generated in 2026 from projects related to 5G technologies as well as from the sales of end-user devices associated with this technology (5G enabled modems and mobile phones) are anticipated to contribute positively to the Group's cash flows and profitability.

In addition, within the scope of the written commitment submitted by the Group's main shareholder, ZTE Cooperatief U.A., on 30 July 2026, it has been stated that active support will be provided for the capital increase and that, if necessary, the required support will be extended to enable the Company to fulfill its financial obligations.

Based on the evaluation performed by the management, considering the matters explained above collectively, it has been concluded that the Group has sufficient resources to continue its operations for at least twelve months following the reporting period and in the foreseeable future, and that there is no material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern.

3 FINANCIAL INVESTMENTS

As of 30 June 2026 and 31 December 2025, the details of financial investments are as follows:

	30 June 2026	31 December 2025
Private Investment Capital Fund	62.937.098	57.898.044
Money Market Funds	157.433.012	-
Total	**220.370.110**	**57.898.044**

Financial Investment Funds

The fair values of the investments in private equity ventures are determined over the net equity values determined on the basis of the fair value of the underlying asset determined by independent valuation experts.

As of 30 June 2026 and 31 December 2025, the details of financial investments and investments accounted for using the equity method are as follows:

	30 June 2026	31 December 2025
Private Investment Capital Fund	62.937.098	57.898.044
Total	**62.937.098**	**57.898.044**

The movement table of the Group's investments as of 30 June 2026 and 2025 is as follows:

	2026	2025
As of 1 January	57.898.044	47.674.804
Foreign currency conversion differences	5.039.054	6.027.541
As of 30 June	**62.937.098**	**53.702.345**

Money Market Funds

The fair value of money market funds is measured using the published unit prices as of the reporting date.

Details of the money market funds as of 30 June 2026 and 31 December 2025 are as follows:

	30 June 2026	31 December 2025
Money Market Funds	157.433.012	-
Total	**157.433.012**	**-**

4 SEGMENT REPORTING

Within the framework of the strategy of providing an integrated information and technology service and products, the Group divides its main business segments into four operating segments, namely "Telecom", "System Integration", "Technology" and "BDH", in order to ensure economic integrity. Activities are segmented so that Group Management can evaluate performance and decide on resource allocation, and each section is reviewed regularly. The decisionmaking authority regarding the activities of the Group is the Board of Directors.

The main activities of the Telecom segment are proving services and selling product to mobile operator companies.

The line of business followed in the system integration segment is system integration services to public and private sector organizations. In addition to these services, software licenses and hardware that the Group distributes are sold.

In the activities of the technology segment, services are provided for technological development and improvements for digital transformation of corporate and public institutions.

In the BDH segment, it provides consultancy, strategic outsourcing, hardware and support services to small-scale companies, large corporations and publicinstitutions in the field of information technologies.

4 SEGMENT REPORTING(Cont'd)

Thefollowing table shows the information about each segment. The operational profit and breakdowns below are regularly considered in evaluating theperformance of segments. To reach the operating profit/ loss amount used to evaluate the performance of the segment, other income and expenses fromoperating activities are deducted from the consolidated operating profit/ loss amount presented in the consolidated financial statements. Operating profit/loss is not a measure of financial performance defined in TFRS and may not be comparable to similar indicators defined by other companies. Since the company management does not monitor the company's performance according to geographical segments, reporting is not given according to geographical segments.

30 June 2026 **For the period ended**	**Telecom**	**System Integration**	**BDH**	**Unallocated**	**Total**
Revenue	4.471.345.733	3.425.421.610	708.642.943	-	**8.605.410.286**
Cost of sales (-)	(4.122.909.223)	(2.989.325.789)	(633.465.283)	(17.285.959)	**(7.762.986.254)**
Gross margin	**348.436.510**	**436.095.821**	**75.177.660**	**(17.285.959)**	**842.424.032**
Sales,marketing and distribution expenses (-)	(34.986.459)	(116.209.569)	(60.237.047)	-	**(211.433.075)**
General administrative expenses (-)	-	-	-	(190.442.335)	**(190.442.335)**
Research and development expenses (-)	-	-	-	-	**-**
Operating profit / (loss) of segment	**313.450.051**	**319.886.252**	**14.940.613**	**(207.728.294)**	**440.548.622**

30 June 2025 **For the period ended**	**Telecom**	**System Integration**	**BDH**	**Unallocated**	**Total**
Revenue	2.202.494.404	2.844.133.120	494.669.536	-	**5.541.297.060**
Cost of sales (-)	(2.041.596.179)	(2.648.091.864)	(461.358.698)	-	**(5.151.046.741)**
Gross margin	**160.898.225**	**196.041.256**	**33.310.838**	**-**	**390.250.319**
Sales,marketing and distribution expenses (-)	(32.223.091)	(95.851.182)	(38.425.863)	-	**(166.500.136)**
General administrative expenses (-)	-	-	-	(160.824.295)	**(160.824.295)**
Research and development expenses (-)	-	-	-	-	**-**
Operating profit / (loss) of segment	**128.675.134**	**100.190.074**	**(5.115.025)**	**(160.824.295)**	**62.925.888**

4 SEGMENT REPORTING(Cont'd)

30 June 2026	**Telecom**	**System Integration**	**BDH**	**Unallocated (*)**	**Total**
Trade receivables	3.654.330.209	1.903.295.275	149.792.913	1.349.739	5.708.768.136
Due from related parties	63.347.333	-	-	-	63.347.333
Inventories	310.709.966	382.715.966	40.656.588	-	734.082.520
Contract assets	511.618.341	1.349.334.084	80.866.705	-	1.941.819.130
Segments assets	**4.540.005.849**	**3.635.345.325**	**271.316.206**	**1.349.739**	**8.448.017.119**
Trade payables (*)	235.551.064	1.373.568.963	224.440.271	12.880.752	1.846.441.050
Due to related parties	5.494.035.077	-	-	-	5.494.035.077
Contract liabilities	548.742.086	721.685.908	17.700	-	1.270.445.694
Other short term provision	-	2.537.034	-	43.037.353	45.574.387
Segment liabilities	**6.278.328.227**	**2.097.791.905**	**224.457.971**	**55.918.105**	**8.656.496.208**

31 December 2025	**Telecom**	**System Integration**	**BDH**	**Unallocated (*)**	**Total**
Trade receivables	2.813.163.553	1.263.245.222	127.372.491	1.517.348	4.205.298.614
Due from related parties	133.520.724	-	-	-	133.520.724
Inventories	345.789.236	341.201.215	33.375.335	-	720.365.786
Contract assets	444.775.177	545.553.587	33.923.653	1.736	1.024.254.153
Segments assets	**3.737.248.690**	**2.150.000.024**	**194.671.479**	**1.519.084**	**6.083.439.277**
Trade payables (*)	310.720.341	846.313.624	163.991.481	41.552.111	1.362.577.557
Due to related parties	3.760.046.419	-	-	-	3.760.046.419
Contract liabilities	717.964.705	218.548.911	17.700	-	936.531.316
Other short term provision	-	2.333.906	-	31.882.348	34.216.254
Segment liabilities	**4.788.731.465**	**1.067.196.441**	**164.009.181**	**73.434.459**	**6.093.371.546**

(*) Unallocated trade payables are comprised of as rent, trade payable, inventory insurance, consultancy etc.

4 SEGMENT REPORTING(Cont'd)

Reconciliation of (loss) before tax, assets, liabilities, and other material items:

	For the period ended 30 June 2026	For the period ended 30 June 2025
Operating profit of segment	440.548.622	62.925.888
Other (expenses)/income from operating activities (net)	(21.991.881)	(3.563.693)
Other (expenses)/income from investments (net)	6.593.923	1.402.400
Finance (expenses)/income (net)	(222.973.575)	(163.905.306)
Profit / (Loss) before tax	**202.177.089**	**(103.140.711)**

Assets	**30 June 2026**	**31 December 2025**
Segment assets	8.448.017.119	6.083.439.277
Other assets (*)	3.865.658.908	3.284.408.880
Total assets	**12.313.676.027**	**9.367.848.157**

Liabilities	**30 June 2026**	**31 December 2025**
Segment liabilities	8.656.496.208	6.093.371.546
Other liabilities (*)	3.792.545.266	3.552.787.606
Total liabilities	**12.449.041.474**	**9.646.159.152**

(*) Other assets consist of items such as unallocated cash, tax assets and prepaid expenses, as well as items such as tangible and intangible assets, right-of-use assets and goodwill that are benefited equally by all segments. Other liabilities consist of items such as unallocated bank loans, tax liabilities, payables from lease transactions, personnel payables and provisions.

5 CASH AND CASH EQUIVALENTS

	30 June 2026	31 December 2025
Bank- demand deposits	618.008.537	354.821.109
Bank- time deposits	26.900.000	2.200.097
	644.908.537	**357.021.206**

Currency	Original Currency Amount	Interest Rate %	Maturity	30 June 2026
TL	26.900.000	36,5	July 2026	26.900.000
				26.900.000

Currency	Original Currency Amount	Interest Rate %	Maturity	31 December 2025
TL	2.200.097	30,00 - 38,00	January 2026	2.200.097
				2.200.097

As of 30 June 2026, and 31 December 2025 there are no restriction / blockage on bank accounts.

The exchange rate risk carried by cash and cash equivalents are presented in Note 23.

6 BORROWINGS

	30 June 2026	31 December 2025
Short term financial liabilities		
Short term unsecured loans	2.309.671.565	1.928.968.028
	2.309.671.565	**1.928.968.028**

As of 30 June 2026, the effective interest rate on the Group's USD denominated bank borrowings was 9,22% (31 December 2025: 9,12% for USD-denominated bank borrowings and 21,00% for KZT denominated bank borrowings).

As of the details of short-term unsecured loans of the Group are given below:

Currency	Original Currency Amount	Interest Rate(%) (*)	Maturity	30 June 2026
USD	49.590.691	8,00-10,24	July 2026-June 2027	2.309.671.565
				2.309.671.565

Currency	Original Currency Amount	Interest Rate(%) (*)	Maturity	31 December 2025
USD	44.138.409	7,50-10,46	January 2026-December 2026	1.891.141.030
KZT	450.000.000	21,00	March 2026-May 2026	37.826.998
				1.928.968.028

(*) Presents the lower and upper rates.

	30 June 2026	31 December 2025
Short-Term Portion of Long-Term Financial Liabilities		
Short-Term Portion of Long-Term Lease Liabilities	182.387.911	170.578.203
	182.387.911	**170.578.203**

	30 June 2026	31 December 2025
Long term financial liabilities		
Long term lease liabilities	309.470.191	306.159.324
Long term unsecured bank loans	498.842.631	556.111.565
	808.312.822	**862.270.889**

Currency	Original Currency Amount	Interest Rate(%) (*)	Maturity	30 June 2026
USD	10.710.592	8,82-9,5	July 2027-March 2028	498.842.631
				498.842.631

Currency	Original Currency Amount	Interest Rate(%) (*)	Maturity	31 December 2025
USD	12.979.402	9,43-10,24	January 2027-July 2027	556.111.565
				556.111.565

The Group has no collaterals given for bank loans as of 30 June 2026 and 31 December 2025.

6 BORROWINGS(Cont'd)

The movement of banks loans and financial borrowing from factoring transactions of the Group is given in the table below. Cash flows arising from the borrowings of the Group are classified under the cash inflows/ outflows arising from financing activities in the condensed consolidated statement of cash flows.

	2026	**2025**
Opening-1 January	2.485.079.593	1.869.299.864
Cash inflow under within borrowings received	1.627.522.183	1.392.050.953
Cash ouflow under within borrowings received	(1.359.891.495)	(1.165.186.420)
Interest accruals changes	(149.747.437)	11.088.138
Currency translations changes	205.551.352	240.893.877
Closing-30 June	**2.808.514.196**	**2.348.146.412**

The reconciliation of the Group's debts from lease transactions for the six-month accounting periods ending on 30 June 2026 and 2025 is as follows:

	2026	**2025**
Opening-1 January	476.737.527	398.244.909
Additions	69.429.489	49.522.724
Interest expenses and foreign exchange loss on lease liabilities	26.175.379	33.697.338
Lease payments	(106.693.629)	(83.621.000)
Foreign Currency Translation Difference	26.209.336	31.500.921
Closing-30 June	**491.858.102**	**429.344.892**

As of 30 June 2026, liabilities arising from leasing transactions are in TL and consist of liabilities accounted with fixed rate borrowing interest rates, which vary between 14,81% and 31%. The maturity structure of debts arising from financial borrowings and leasing transactions and the exchange rate risk carried over are presented in Note 23.

7 TRADE RECEIVABLES AND PAYABLES

Trade Receivables from Third Parties	30 June 2026	31 December 2025
Trade receivables	6.245.757.085	4.695.659.854
Discount on trade receivables (*)	(55.837.018)	(46.739.158)
Allowances for doubtful receivables (-)	(481.151.931)	(443.622.082)
	5.708.768.136	**4.205.298.614**

(*) Trade receivables as of reporting date are accounted at amortized cost using the effective interest rate method.

Movement of Allowance for Doubtful Receivables	2026	2025
Reported as of 1 January	**(443.622.082)**	**(357.746.259)**
Charge for the period (Note 18)	-	(5.073.755)
Provision no longer required (Note 18)	26.793	297.150
Currency translation differences	(37.556.642)	(48.257.890)
As of 30 June	**(481.151.931)**	**(410.780.754)**

The provision for doubtful receivables allocated for trade receivables is determined based on the experience of non-collection of receivables and expected credit loss model.

Trade Payables to Third Parties	30 June 2026	31 December 2025
Trade payables	1.846.441.050	1.362.577.557
	1.846.441.050	**1.362.577.557**

8 INVENTORIES

	30 June 2026	31 December 2025
Raw materials	235.321.262	204.452.052
Finished goods	119.155.058	113.213.359
Trade goods	390.203.483	410.293.438
Allowance for inventory impairment (-)	(10.597.283)	(7.593.063)
	734.082.520	**720.365.786**

Movement for allowance:	2026	2025
Opening-1 January	**(7.593.063)**	**(9.096.187)**
Release for the period	295.880	1.876.802
Provision	(2.534.663)	(2.451.324)
Foreign currency translation difference	(765.437)	(1.185.727)
Closing-30 June	**(10.597.283)**	**(10.856.436)**

9 PROPERTY, PLANT AND EQUIPMENT

	Machinery and Equipment	Vehicles	Furniture and fixtures	Leasehold Improvements	Total
Cost					
1 January 2026	**1.300.525.543**	**1.671.580**	**131.495.693**	**459.312.502**	**1.893.005.318**
Translation difference	124.097.167	263.192	15.119.628	48.536.696	188.016.683
Purchases	9.341.246	-	608.398	-	9.949.644
Disposals	(763.355)	-	(6.605)	-	(769.960)
30 June 2026	**1.433.200.601**	**1.934.772**	**147.217.114**	**507.849.198**	**2.090.201.685**
Accumulated Depreciation					
1 January 2026	**(1.194.611.601)**	**(1.671.580)**	**(118.348.048)**	**(421.611.229)**	**(1.736.242.458)**
Translation difference	(111.364.324)	(263.192)	(13.298.041)	(42.241.463)	(167.167.020)
Period charge	(9.229.707)	-	(1.472.223)	(6.225.405)	(16.927.335)
Disposals	757.749	-	6.605	-	764.354
30 June 2026	**(1.314.447.883)**	**(1.934.772)**	**(133.111.707)**	**(470.078.097)**	**(1.919.572.459)**
Net book value at 30 June 2026	**118.752.718**	**-**	**14.105.407**	**37.771.101**	**170.629.226**

As of 30 June 2026, depreciation charge is TL 16.927.335. TL 7.409.423 is accounted in cost of sales, TL 9.492.772 in general administrative expenses, TL 25.140 in sales, marketing, and distribution expenses. Included within machinery and equipment are spare parts intended for long-term use.

As of 30 June 2026, there are not any mortgage and financial leasing on property, plant and equipment.

9 PROPERTY, PLANT AND EQUIPMENT (Cont'd)

	Machinery and Equipment	Vehicles	Furniture and fixtures	Leasehold Improvements	Total
Cost					
1 January 2025	**1.058.158.046**	**1.299.156**	**104.661.542**	**371.831.943**	**1.535.950.687**
Translation difference	138.610.126	204.285	14.784.817	50.776.817	204.376.045
Purchases	4.243.053	-	766.816	-	5.009.869
Disposals	(3.847.137)	-	(156.434)	-	(4.003.571)
30 June 2025	**1.197.164.088**	**1.503.441**	**120.056.741**	**422.608.760**	**1.741.333.030**
Accumulated Depreciation					
1 January 2025	**(964.342.459)**	**(1.299.156)**	**(93.100.982)**	**(334.897.406)**	**(1.393.640.003)**
Translation difference	(124.146.279)	(204.285)	(12.826.968)	(44.282.850)	(181.460.382)
Period charge	(10.628.088)	-	(1.517.117)	(4.846.554)	(16.991.759)
Disposals	3.333.374	-	99.412	-	3.432.786
30 June 2025	**(1.095.783.452)**	**(1.503.441)**	**(107.345.655)**	**(384.026.810)**	**(1.588.659.358)**
Net book value at 30 June 2025	**101.380.636**	**-**	**12.711.086**	**38.581.950**	**152.673.672**

As of 30 June 2025, depreciation charge is TL 16.991.759. TL 7.410.002 is accounted in cost of sales, TL 8.887.123 in general administrative expenses, TL 694.634 in sales, marketing, and distribution expenses.

As of 30 June 2025, there are not any mortgage and financial leasing on property, plant and equipment.

9 PROPERTY, PLANT AND EQUIPMENT (Cont'd)

Tangible fixed assets are depreciated principally on a straight-line basis using the following rates:

	Useful Lives
Machinery and Equipment	3-10
Vehicles	5-10
Leasehold Improvements	5-10
Furniture and fixtures	5-15

10 INTANGIBLE ASSETS

Goodwill

The shares transfer of "Netaş Bilişim Teknolojileri A.Ş."("Netaş Bilişim") and its subsidiary BDH Bilişim Destek Hizmetleri Sanayi ve Ticaret A.Ş. ("BDH") was completed on 11 October 2011. With the acquisition of these shares, the Group has acquired Enterprise and BDH operating segments. The Enterprise business unit consists of financial sector, general sector and telecom sector customers under the Systems Integration business segment.

During the acquisition, fair value of the customer relations has been identified as a separable intangible asset. Further, a write-up is made on the inventory based on the mark-up margin on the inventory. The difference between the net amount transferred and the total fair value of the net assets acquired is recognized as goodwill.

Changes in goodwill between the acquisition date and the balance sheet date is presented below:

Cost	**2026**	**2025**
Opening-1 January	785.280.617	646.621.149
Translation difference	68.345.515	81.752.525
Closing-30 June	**853.626.132**	**728.373.674**

With the estimated statement of profit or loss and potential projects of the future and revenue streams of related segments covering the period between 1 January 2025 and 31 December 2028, a valuation report has been prepared.

A valuation report has been prepared for the determination of the value to be used in the testing of impairment of goodwill as of 31 December 2025. The valuation report has been prepared by an independent valuation company. Income approach has been applied in the valuation study of related segments. The present value of cash flows expected to be generated by the Company in the future is calculated by discounting cash flows today using a discount rate appropriate to the Company's risk profile.

The result of income approach and sensitivity analysis indicates that, the firm value of related segments is between USD 36,6 million and USD 42,8 million. Considering the Company's adjusted net debt level of USD 6,9 million as of the valuation date, the share value is estimated to be between USD 29,7 million and USD 35,8 million.

Considering the future cash flows of the Group, the Company Management concluded that there is no impairment in the goodwill amount as of 30 June 2026.

Significant assumptions used in discounted cash flow projections

The significant assumptions used in the calculation of recoverable amounts are discount rates and final growth rates. The after-tax discount rate was used in the valuation studies. The Weighted Average Cost of Capital rate used in the study is variable and 13,4% over the years since the tax rate will be changed during the projection period. In the WACC calculation, 0,83 was used as asset beta. Throughout the projection period, the company's debt / capital ratio is predicted to be 21,6% and a business risk premium of 1% has been considered in the WACC calculation.

10 INTANGIBLE ASSETS(Cont'd)

Other Intangible Assets

	1 January- 30 June 2026			
	Customer Relations (*)	Other Intangible Assets (**)	Construction in Progress	Total
Cost				
Opening balance	**374.782.003**	**1.068.857.920**	**4.096.399**	**1.447.736.322**
Translation difference	30.372.911	99.557.177	356.523	130.286.611
Additions	-	2.882.896	-	2.882.896
Closing balance	**405.154.914**	**1.171.297.993**	**4.452.922**	**1.580.905.829**
Accumulated amortization				
Opening balance	**(374.782.003)**	**(937.370.531)**	**-**	**(1.312.152.534)**
Translation difference	(30.372.911)	(88.464.022)	-	(118.836.933)
Period charge	-	(15.414.526)	-	(15.414.526)
Closing balance	**(405.154.914)**	**(1.041.249.079)**	**-**	**(1.446.403.993)**
Net book value	**-**	**130.048.914**	**4.452.922**	**134.501.836**

(*) The acquisition of Netaş Bilişim and its subsidiary BDH was completed on 11 October 2011. The contractual customer portfolio amount is related to this purchase.

(**) Other intangible assets are included rights, computer software and licenses.

As of 30 June 2026, amortization charge is TL 15.414.526. TL 3.147.525 is accounted in cost of sales, TL 12.260.371 in general administrative expenses and TL 6.630 in sales, marketing and distribution expenses.

	1 January - 30 June 2025			
	Customer Relations (*)	Other Intangible Assets(**)	Construction in Progress	Total
Cost				
Opening balance	**344.409.092**	**870.124.421**	**5.853.217**	**1.220.386.730**
Translation difference	30.372.911	113.328.831	(46.678)	143.655.064
Additions	-	1.495.377	-	1.495.377
Transfers	-	3.784.728	(3.784.728)	-
Closing balance	**374.782.003**	**988.733.357**	**2.021.811**	**1.365.537.171**
Accumulated amortization				
Opening balance	**(344.409.092)**	**(737.296.850)**	**-**	**(1.081.705.942)**
Translation difference	(30.372.911)	(96.523.589)	-	(126.896.500)
Period charge	-	(18.235.442)	-	(18.235.442)
Closing balance	**(374.782.003)**	**(852.055.881)**	**-**	**(1.226.837.884)**
Net book value	**-**	**136.677.476**	**2.021.811**	**138.699.287**

(*) The acquisition of Netaş Bilişim and its subsidiary BDH was completed on 11 October 2011. The contractual customer portfolio amount is related to this purchase.

(**) Other intangible assets are included rights, computer software and licenses.

As of 30 June 2025, amortization charge is TL 18.235.442. TL 7.908.736 is accounted in cost of sales, TL 10.323.975 in general administrative expenses and TL 2.731 in sales, marketing and distribution expenses.

10 INTANGIBLE ASSETS(Cont'd)

Other Intangible Assets(Cont'd)

Intangible fixed assets are amortized principally on a straight-line basis using the following rates, which amortize the assets over their expected useful lives:

	Depreciation Ratio (%)
Softwares	20
Customer Portfolio	10
Licenses	3-15
Rights	20

11 RIGHT OF USE ASSETS

According to TFRS 16, the Group includes the right to use and the lease obligation in its financial statements at the date when the lease begins. The right to use asset is initially measured at its cost and then measures at accumulated depreciation and accumulated impairment losses at the cost adjusted for re-measurement of the lease liability. The right of use asset was initially measured at its cost value and is measured at its fair value in accordance with the Group's accounting policies after the lease started.

As of 30 June 2026, and 2025 the movement table of the right of use assets is as follows:

	Buildings	Vehicles	Total
Cost			
1 January 2026	**641.509.345**	**480.304.906**	**1.121.814.251**
Translation difference	34.462.599	19.940.806	54.403.405
Additions	55.088.964	14.340.525	69.429.489
30 June 2026	**731.060.908**	**514.586.237**	**1.245.647.145**
Accumulated amortization			
1 January 2026	**(371.171.181)**	**(334.985.172)**	**(706.156.353)**
Translation difference	(25.385.564)	(15.633.897)	(41.019.461)
Period charge	(41.718.176)	(25.437.003)	(67.155.179)
30 June 2026	**(438.274.921)**	**(376.056.072)**	**(814.330.993)**
Net book value at 30 June 2026	**292.785.987**	**138.530.165**	**431.316.152**

	Buildings	Vehicles	Total
Cost			
1 January 2025	**517.724.225**	**363.783.598**	**881.507.823**
Translation difference	38.606.487	18.645.372	57.251.859
Additions	4.478.519	45.044.205	49.522.724
30 June 2025	**560.809.231**	**427.473.175**	**988.282.406**
Accumulated amortization			
1 January 2025	**(267.515.106)**	**(245.781.430)**	**(513.296.536)**
Translation difference	(26.071.046)	(15.402.167)	(41.473.213)
Period charge	(27.319.952)	(31.744.614)	(59.064.566)
30 June 2025	**(320.906.104)**	**(292.928.211)**	**(613.834.315)**
Net book value at 30 June 2025	**239.903.127**	**134.544.964**	**374.448.091**

12 GOVERNMENT GRANTS

For the period ended 30 June 2026 the Group has no received approved, well deserved and accrued incentive from TÜBİTAK (31 December 2025: TL 3.176.925).

The Group is qualified for the incentives and exemptions provided by Support of Research and Development Act, numbered 5746 effective from 24 November 2008.

As of 30 June 2026, the Group has a corporate tax benefit of TL 7.255.753.108 due to research and development disbursement and this amount has been transferred (As of 31 December 2025, the Group has a corporate tax benefit of TL 6.429.811.377 due to research and development disbursement and amount is not utilized by the year end). The Group has booked deferred tax assets for unused R&D tax benefit amounting to TL 3.385.809.728 (Note 20). The partially and entirely recoverable deferred tax assets have been estimated under the current conditions. The future profit projections, the last dates when other tax assets can be used, and the potential tax planning strategies have been considered in the estimation exercise. The following assumptions have been made in the estimation of the recoverable deferred tax assets as of 30 June 2026.

• The lifespan of accrued but unused R&D incentives is unlimited.

• It has been done based on tax profit projections prepared by the management.

Based on the evaluations conducted according to the current analyses, it has been concluded that the deferred tax asset calculated under the R&D incentive is recoverable. It is anticipated that the relevant deferred tax assets will be recovered within 5 years starting from the year 2026.

For the period ended 30 June 2026, the amount of income tax incentive within the scope of Act numbered 5746 is TL 26.506.421 (31 December 2025: TL 47.736.426) and the total amount of social premium incentive within the scope of Act numbered 5746 and Social Security and General Health Insurance Act numbered 5510 is TL 22.818.788 (31 December 2025: TL 39.365.031).

13 PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

Provisions	**30 June 2026**	**31 December 2025**
Executory Contracts (*)	2.537.034	2.331.239
Provision for legal cases	43.037.353	31.885.015
	45.574.387	**34.216.254**

(*) The compulsory reasons created by the pandemic caused the Group's basic assumptions about the projects taken in the past to change. These changes, on the other hand, necessitated the expense of additional costs and similar provisions in previous projects. It has been evaluated within the scope of TAS 37 and a provision has been made for possible expenses.

14 COMMITMENTS

The Group's off-balance sheet commitments as of 30 June 2026 and 31 December 2025 are as follows:

Guarantee Letters Given

The off-balance sheet commitments and contingencies as of 30 June 2026 and 31 December 2025 are as follows:

Commitments, Pledges, Mortgages, Sureties ("CPMS") are given by the Company	**30 June 2026**	**31 December 2025**
A. Total amount of CPMS is given on behalf of own legal personality	-	-
B. Total amount of CPMS is given in favor of subsidiaries which are fully consolidated	-	-
C. Total amount of CPMS is given for assurance of third party's debts in order to conduct of usual business activities	-	-
D. Total Amount of other CPMS	-	-
i. Total amount of CPMS is given in favor of parent company	-	-
ii. Total amount of CPMS is given in favor of other group companies, which B and C doesn't include	-	-
iii. The amount of CPMS is given in favor of third party which C doesn't include	-	-
	-	-

Guarantee Letters Received

		Original Currency		
	TL Equivalent	**TL**	**USD**	**EURO**
30 June 2026	**48.575.030**	4.608.513	944.000	-

		Original Currency		
	TL Equivalent	**TL**	**USD**	**EURO**
31 December 2025	**45.054.854**	4.608.513	944.000	-

Guarantees Given

According to the System Integration Agreement signed between fully consolidated subsidiary, Netaş Bilişim, and Cisco System International B.V., the Company agrees that all financial obligations will be jointly performed by the Company and Netaş Bilişim.

According to the contract between the Company and İGA Havalimanları İnşaatı Adi Ortaklığı Ticari İşletmesi, fully consolidated subsidiary and subcontracter named BDH, and its whole commitments are guaranteed by Netaş.

15 EMPLOYEE BENEFITS

Employee Benefit Obligations:

	30 June 2026	31 December 2025
Social security payables	129.777.383	118.796.570
Payables to employees	475.159	1.739.049
	130.252.542	**120.535.619**

Short Term and Long-Term Provisions for Employee Benefits:

Short Term	**30 June 2026**	**31 December 2025**
Provision for employee premiums	67.033.490	108.302.684
	67.033.490	**108.302.684**
Long Term		
Unused vacation provision	42.953.073	43.982.889
Provision for severance indemnity	130.281.666	123.567.145
Provision for retirement benefits	941.556	866.170
	174.176.295	**168.416.204**
Total		
Provision for employee premiums	67.033.490	108.302.684
Unused vacation provision	42.953.073	43.982.889
Provision for severance indemnity	130.281.666	123.567.145
Provision for retirement benefits	941.556	866.170
	241.209.785	**276.718.888**

An actuarial valuation was performed by an independent and authorized company for the Company's total liability for severance indemnity and retirement benefit as of 31 December 2025. Expected interest and service charges for 2026 have also been calculated by the actuarial firm. Expected service and interest charges will be amortized on a periodic basis during the year.

Severance Indemnity

Under Turkish Law, the Group is required to pay employment termination benefits to each employee who has completed one year of service and whose employment is terminated without due cause, is called up for military service, dies or who retires.

In accordance with Turkish Labor Code, employment termination benefit is the present value of the total estimated provision for the liabilities of the personnel who may retire in the future. The provision made for present value of determined social relief is calculated by the prescribed liability method. All actuarial gains and losses are accounted in equity as other comprehensive income.

16 SHAREHOLDERS' EQUITY

Paid in Capital

Shareholding structure of Company as of 30 June 2026 and 31 December 2025 are as follows:

Name	Share Class	Capital Nominal Value (TL)	Capital Amount (Number)	Shareholding Ratio (%)
ZTE Cooperatief U.A.	A	23.351.328	23.351.328	36,00%
ZTE Cooperatief U.A.	B	7.817.023	7.817.023	12,05%
ZTE Cooperatief U.A. (Total)		**31.168.351**	**31.168.351**	**48,05%**
Türk Silahlı Kuvvetlerini Güçlendirme Vakfı	A	9.729.720	9.729.720	15,00%
Other Shareholders	B	23.966.729	23.966.729	36,95%
Total		**64.864.800**	**64.864.800**	**100%**

The capital of the company is TL 64.864.800 which is divided into 64.864.800 shares with a nominal value of TL 1 each. The share capital of the Company is fully paid

In accordance with the Capital Market Board Communique No. II-18.1 numbered Registered Capital System, the registered capital system of the Company has been expired due to the expiry date of the authorized capital ceiling (TL 300.000.000). The Company operates under the registered capital system.

The shares of the company are divided into two groups, consisting of (A) and (B) group registered shares. 33.081.048 (thirty-three million eighty-one thousand and forty-eight) of these shares constitute the registered (A) group of shares, and 31.783.752 (Thirty-one million seven hundred and eighty-three thousand seven hundred and fifty-two) shares constitute the (B) group registered shares. The differentiation of the shares in (A) and (B) groups, does not give the owners any rights or privileges, except as provided in Articles 9 and 15.

The proportion of (A) group registered shares within the issued capital shall be maintained in capital increases. Pre-emptive rights of shareholders shall be exercised within the respective share groups.

(B) group registered shares can be freely transferred without being subject to any limitation or condition within the framework of Turkish Commercial Code ("TCC") and Capital Markets Legislation. However, concerning the transfer of (A) group registered shares the existing shareholders in Group (A) are entitled to preemptive rights which are required to be exercised within 30 days from the date of the offer for sale. Therefore, a shareholder wishing to transfer its shares, in full or in part, must first offer, in writing, to transfer its shares to the other shareholders in Group A in proportion to their respective shares, stating the price and other conditions for sale. If any shareholder, to whom the offer was made, declines to purchase the offered shares, such shares shall be offered to the other shareholders in proportion to their share ownership and this method will be pursued in the same manner until all shares are sold or rejected. Following the application of the above procedures, the transferor will be free to offer any rejected shares to third parties without restrictions provided that the price and other conditions of sale are no more favorable to the third party than the price and other conditions contained in the initial offer.

The required quorum for meetings and the required majority for resolutions of the shareholders at ordinary and extraordinary meetings shall be subject to the provisions of the TCC and Capital Markets legislation. However, resolution of the shareholders concerning amendments to the Articles of Association shall require the affirmative votes of the shareholders representing at least one half of the total number of shares within Group A.

Share Capital Adjustments

According to CMB Decree No: XI-26 "Changes to CMB Decree No: XI-20 Accounting Principles in Hyperinflationary Periods", shareholders' equity is shown at their normal values in the financial statements and the account differences occurred in correction of shareholders' equity are shown under the "Foreign Currency Translation Adjustments" account.

According to Board of Directors decision on 5 April 2004 referring to the Annual General Meeting decision and related CMB Decrees, conversion differences within the meaning of the law, occurred in prior periods were net-off with accumulated losses. Equity Foreign Currency Translation Adjustments are shown in the condensed consolidated statement of financial position under "Share Capital Adjustments" in the Shareholders' Equity.

16 SHAREHOLDERS' EQUITY(Cont'd)

Legal Reserves

Legal reserves are reserves appropriated from the profit of prior periods for certain purposes other than profit distribution or due to legal or contractual requirements. These reserves are shown in the amounts in the legal records of the Company, and the differences in the preparation of the condensed consolidated financial statements in accordance with TFRS are associated with retained earnings.

The details of restricted reserves are as follows as of 30 June 2026 and 31 December 2025:

	30 June 2026	**31 December 2025**
Primary legal reserves	11.997.507	11.997.507
Secondary legal reserves	22.899.853	22.899.853
Total	**34.897.360**	**34.897.360**

According to Turkish Commercial Code, legal reserves consist of primary and secondary legal reserves. The primary legal reserves, appropriated out of historical statutory profit at the rate of 5% per annum, until the total reserve reaches 20% of the historical paid in share capital. The secondary legal reserve is appropriated after the first legal reserves and dividends, at the rate of 10% per annum of all cash distribution.

As of 30 June 2026, the primary legal reserve amount of the group is 18% of the paid-in capital and there is no limit to the secondary legal reserve amount. These reserves can only be used to cover losses, to maintain the company in times when things are not going well, or to prevent unemployment and to mitigate the effects of such losses, unless they exceed half of the paid-in capital of the company.

Retained Earnings (Losses)

Retained earnings other than net period profit are presented in this item. The extraordinary reserves that are retained by the nature of their accumulated profit and are therefore not restricted, are also recognized as retained earnings.

17 REVENUE

The breakdown of the Group's sales by geographical regions is as follows:

	1 January-30 June 2026	1 January-30 June 2025	1 April-30 June 2026	1 April-30 June 2025
Net domestic sales	**7.756.896.314**	**5.299.863.935**	**4.415.831.052**	**3.271.592.801**
Net export	**848.513.972**	**241.433.125**	**760.732.917**	**148.121.287**
Asia	172.951.518	187.270.720	102.393.808	108.683.491
Europe	83.024.346	38.034.909	79.178.739	31.871.892
Africa	565.978.999	851.607	565.971.175	27.899
United States	26.559.109	15.275.889	13.189.195	7.538.005
Total net sales	**8.605.410.286**	**5.541.297.060**	**5.176.563.969**	**3.419.714.088**

The breakdown of the Group's sales by types of revenue within the segments and by the timing of fulfilment of performance obligations is as follows:

	1 January-30 June 2026			
Performance Obligations:	**Telecom**	**System Integration**	**BDH**	**Total**
Hardware performance obligation	4.299.022.645	906.887.154	-	5.205.909.799
Licence performance obligation	-	1.591.120.742	-	1.591.120.742
Maintenance performance obligation	51.965.513	471.735.647	708.642.943	1.232.344.103
Design performance obligation	12.171.687	125.803.196	-	137.974.883
Installation performance obligation	104.820.575	49.416.803	-	154.237.378
Other performance obligations	3.365.313	280.458.068	-	283.823.381
	4.471.345.733	**3.425.421.610**	**708.642.943**	**8.605.410.286**
Satisfaction of Performance Obligations:				
At a point in time	4.420.900.571	3.296.586.943	708.642.943	8.426.130.457
Overtime	50.445.162	128.834.667	-	179.279.829
	4.471.345.733	**3.425.421.610**	**708.642.943**	**8.605.410.286**

	1 January-30 June 2025			
Performance Obligations:	**Telecom**	**System Integration**	**BDH**	**Total**
Hardware performance obligation	2.108.207.830	268.180.588	-	2.376.388.418
Licence performance obligation	-	1.749.179.990	-	1.749.179.990
Maintenance performance obligation	31.450.011	427.450.022	494.669.536	953.569.569
Design performance obligation	7.535.243	85.877.896	-	93.413.139
Installation performance obligation	44.891.885	29.027.509	-	73.919.394
Other performance obligations	10.409.435	284.417.115	-	294.826.550
	2.202.494.404	**2.844.133.120**	**494.669.536**	**5.541.297.060**
Satisfaction of Performance Obligations:				
At a point in time	2.173.366.735	2.737.114.778	494.669.536	5.405.151.049
Overtime	29.127.669	107.018.342	-	136.146.011
	2.202.494.404	**2.844.133.120**	**494.669.536**	**5.541.297.060**

18 INCOME AND EXPENSES FROM OTHER OPERATING ACTIVITIES

Income from Other Operating Activities	1 January-30 June 2026	1 January-30 June 2025	1 April-30 June 2026	1 April-30 June 2025
Foreign exchange gains, net	17.944.128	11.686.430	17.944.128	8.938.828
Discount income, net (*)	-	3.035.554	-	3.035.554
R&D Incentives	-	2.261.571	-	2.261.571
Reversal for doubtful receivables expenses (Note 7)	26.793	297.150	26.793	10.894
Other income and gains	2.659.241	-	548.005	-
	20.630.162	**17.280.705**	**18.518.926**	**14.246.847**

Expenses from Other Operating Activities	1 January-30 June 2026	1 January-30 June 2025	1 April-30 June 2026	1 April-30 June 2025
Discount loss on receivables, net (*)	26.874.579	-	21.240.332	(1.809.525)
Legal case expenses	9.723.500	5.985.448	8.947.140	4.454.672
Other tax expenses	3.036.331	9.148.898	2.160.090	2.805.297
Expenses for doubtful receivables provision (Note 7)	-	5.073.755	-	5.073.755
Foreign exchange expenses, net	-	-	(10.690.746)	-
Other expenses and losses	2.987.633	636.297	(28.117)	436.812
	42.622.043	**20.844.398**	**21.628.699**	**10.961.011**

(*) Rediscount incomes/ (expenses) from trade receivables (representing the interest component calculated using the effective interest method) are accounted for in Other Operating Income/ (Expenses).

19 FINANCE INCOME / EXPENSES

Financial Income	1 January-30 June 2026	1 January-30 June 2025	1 April-30 June 2026	1 April-30 June 2025
Interest income	18.602.258	23.089.642	12.398.899	10.633.610
	18.602.258	**23.089.642**	**12.398.899**	**10.633.610**

Financial Expenses	1 January-30 June 2026	1 January-30 June 2025	1 April-30 June 2026	1 April-30 June 2025
Bank interest expenses	139.569.180	101.314.365	74.928.001	53.283.924
Interest and foreign exchange loss on leases	26.175.379	33.697.338	14.146.837	18.269.267
Foreign exchange expenses, net (*)	12.810.178	14.101.619	10.058.046	4.048.135
Guarantee letter commissions	12.475.039	13.490.881	4.870.031	5.732.479
Other financial expenses	5.566.409	1.937.267	1.713.875	415.067
	196.596.185	**164.541.470**	**105.716.790**	**81.748.872**

(*) Foreign exchange gains and losses related to cash and cash equivalents, borrowings, and other financial liabilities and currency translation difference.

20 TAX ASSETS AND LIABILITIES

Corporate Tax

The Company and its subsidiaries domiciled in Turkey are subject to the tax legislation and practices in force in Türkiye. Corporate income tax is declared by the end of the fourth month following the close of the related fiscal year and is payable in a single instalment by the end of the same month. Corporations are required to calculate provisional tax at the prevailing rate on their taxable profits generated in each quarterly period, declare it by the 17th day of the second month following the period, and pay it by the end of the same day. Provisional taxes paid during the year are offset against the corporate income tax calculated on the annual corporate tax return for that year. If, after such offset, there remains an excess amount of provisional tax paid, this amount may either be refunded in cash or credited against other fiscal liabilities.

20 TAX ASSETS AND LIABILITIES(Cont'd)

Corporate Tax(Cont'd)

According to the Article 21 of the "Law on the Amendment of Certain Laws and the Decree Law No. 375 on the Amendment of Certain Laws and the Decree Law No. 375 on Additional Motor Vehicles Tax for the Compensation of the Economic Losses Caused by the Earthquakes Occurring on 6/2/2023" published in the Official Gazette dated 15 July 2023 and numbered 32249. In accordance with the amendments made in Article 32 of the Corporate Tax Law No. 5520 regulating the corporate tax rate, the general rate applied in corporate tax has been increased from 20% to 25% starting from the declarations to be submitted as of 1 October 2023. Accordingly, the Company and its subsidiaries in Turkey have used the tax rate of 25% in the calculation of the period tax for the years 2025 and 2026. In addition, Article 32, paragraph 8 of the Corporate Tax Law No. 5520 was amended by Law No. 7582, published in the Official Gazette dated 4 June 2026 and numbered 33270. Pursuant to this amendment, the corporate income tax rate applicable to income derived exclusively from manufacturing activities of corporations holding an industrial registry certificate and actively engaged in manufacturing activities, as well as income derived from agricultural production activities, was determined as 12.5%. The Group does not generate any income from manufacturing activities.

Therefore, the tax rate used in the deferred tax calculation as of 30 June 2026 is 25%. (31 December 2025: 25%).

The corporate tax rate is applied to the net corporate income by adding the expenses that are not accepted as deductible in accordance with the tax laws to the commercial income of the corporations, and by deducting the exceptions and deductions in the tax laws. In Turkey, provisional tax is calculated and accrued on a quarterly basis.

Accumulated losses can be carried 5 years maximum to be deducted from the taxable profit of the following years. However, accumulated losses cannot be deducted from the profit occurred in the prior years retroactively.

In Turkey, there is no procedure for a final and definitive agreement on tax assessments. Companies file their tax returns between 1-25 April following the close of the fiscal year to which they relate. Tax authorities may, however, examine such returns and the underlying accounting records and may revise assessments within five years. Tax legislation in Turkey does not allow to fill condensed consolidated tax returns of the Company and its subsidiaries. Therefore, provisions for taxes, as included in the condensed consolidated financial statements, it has been calculated based on individual companies.

Corporate tax rate in Malta is 35% (2025: 35%). Corporate tax rate in Kazakhstan is 20% (2025: 20%). Corporate tax rate in Algeria is 26%.

Withholding tax

In addition to corporate taxes, companies should also calculate withholding taxes surcharge on any dividends distributed, except for companies receiving dividends who are resident companies in Turkey and Turkish branches of foreign companies. The rate of income withholding tax is 10% starting from 24 April 2003. This rate was changed to 15% with the code numbered 5520 article 15 commencing from 23 July 2006. Transfer from retained earnings to share capital is not subject to withholding taxes.

Deferred Taxes

The Company recognizes deferred tax assets and liabilities based upon temporary differences arising from its financial statements prepared in accordance with TFRS 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 are set out below.

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

20 TAX ASSETS AND LIABILITIES(Cont'd)

Deferred Taxes(Cont'd)

Deferred tax assets	30 June 2026	31 December 2025
Trade and unbilled receivables	(355.777.653)	(103.291.945)
Tangible and intangible assets	(109.254.023)	(117.609.514)
Trade payables and cost provisions	40.000.138	38.540.021
Carryforward tax losses	350.456.208	348.273.715
Unused R&D tax exemption (Note 12)	846.452.417	773.020.495
Provision for unused vacation	9.858.388	10.096.985
Inventory and contract assets	180.559.074	(33.061.713)
Provisions for employee premiums	15.109.716	25.426.912
Contract liabilities	35.908.628	50.785.051
Legal provision	8.767.859	6.052.927
Severance indemnity and retirement provisions	55.141.961	52.015.008
Other	(1.227.275)	(84.348)
	1.075.995.438	**1.050.163.594**

	30 June 2026	31 December 2025
Deferred Tax Assets	1.075.995.438	1.050.163.594
Net Amount	**1.075.995.438**	**1.050.163.594**

20 TAX ASSETS AND LIABILITIES(Cont'd)

Deferred Taxes(Cont'd)

The movement of deferred tax assets/ (liabilities) is as follows:

Movement for deferred taxes is as follows:	30 June 2026	31 December 2025
Balance as of January, 1	**1.050.163.594**	**871.094.925**
Current charge deferred tax expense	(66.665.071)	(670.933)
Translation difference	92.496.915	110.599.321
Closing	**1.075.995.438**	**981.023.313**

	1 January-30 June 2026	1 January-30 June 2025	1 April-30 June 2026	1 April-30 June 2025
Current tax loss	(22.864.564)	(518.051)	(15.922.616)	(518.051)
Deferred tax expense	(66.665.071)	(670.933)	(49.619.879)	(3.562.172)
Total Tax Loss	**(89.529.635)**	**(1.188.984)**	**(65.542.495)**	**(4.080.223)**

	30 June 2026	31 December 2025
Opening	(60.913.847)	(60.410.822)
Corporate tax	22.864.564	28.093.632
Prepaid taxes	(14.375.303)	(28.596.657)
Current tax (liabilities) / Current income tax assets	**(52.424.586)**	**(60.913.847)**

20 TAX ASSETS AND LIABILITIES(Cont'd)

Deferred Taxes(Cont'd)

Movement for deferred taxes as of 30 June 2026 and 2025 are as follows;

	1 January 2026	Charge to Period	Translation Difference	30 June 2026
Tangible and intangible assets	(117.609.514)	14.013.996	(5.658.505)	(109.254.023)
Trade receivables	(103.291.945)	(232.606.197)	(19.879.511)	(355.777.653)
Trade payables and cost provisions	38.540.021	(1.735.547)	3.195.664	40.000.138
Inventory and contract assets	(33.061.713)	206.706.478	6.914.309	180.559.074
Provisions for employee bonuses	25.426.912	(11.670.951)	1.353.755	15.109.716
Provision for unused vacation	10.096.985	(1.032.519)	793.922	9.858.388
Severance indemnity and retirement provisions	52.015.008	(805.741)	3.932.694	55.141.961
Contract liabilities	50.785.051	(18.437.576)	3.561.153	35.908.628
Unused R&D tax exemption (Note 12)	773.020.495	8.145.349	65.286.573	846.452.417
Carryforward tax losses	348.273.715	(30.397.062)	32.579.555	350.456.208
Legal Provision	6.052.927	2.090.467	624.465	8.767.859
Other	(84.348)	(935.768)	(207.159)	(1.227.275)
	1.050.163.594	**(66.665.071)**	**92.496.915**	**1.075.995.438**

	1 January 2025	Charge to Period	Translation Difference	30 June 2025
Tangible and intangible assets	(95.983.394)	2.251	(7.547.319)	(103.528.462)
Trade receivables	(70.047.742)	7.186.080	(8.498.646)	(71.360.308)
Trade payables and cost provisions	60.539.878	(7.300.888)	6.961.539	60.200.529
Inventory and contract assets	(25.240.303)	40.220.374	(559.287)	14.420.784
Provisions for employee bonuses	19.383.228	(7.756.868)	1.720.694	13.347.054
Provision for unused vacation	9.013.711	(381.668)	1.016.092	9.648.135
Severance indemnity and retirement provisions	48.969.753	1.970.230	5.173.779	56.113.762
Contract liabilities	24.405.959	(49.376.598)	22.080	(24.948.559)
Unused R&D tax exemption (Note 12)	744.029.072	(98.589.967)	85.484.498	730.923.603
Carryforward tax losses	151.525.713	112.532.016	26.400.021	290.457.750
Legal Provision	5.269.455	(192.357)	654.268	5.731.366
Other	(770.405)	1.016.462	(228.398)	17.659
	871.094.925	**(670.933)**	**110.599.321**	**981.023.313**

The Group has a total accumulated financial loss of TL 1.393.094.887 that can be offset against future years' profits, and a deferred tax asset of TL 350.456.208 has been recognized over this amount. In addition, as disclosed in Note 12, as of 30 June 2026, the Group is entitled to a corporate tax deduction amounting to TL 7.255.753.108 arising from R&D incentives, and has recognized a deferred tax asset of TL 846.452.417 on the corporate tax deduction amount of TL 3.385.809.728 arising from R&D incentives.

The distribution of previous years' losses that recognized deferred tax asset by years is as follows;

Year occured	Year can be used	30 June 2026	31 December 2025
2021	2026	290.345.926	290.345.926
2022	2027	249.717.088	249.717.088
2023	2028	217.667.546	217.667.546
2024	2029	144.318.361	144.318.361
2025	2030	491.045.966	491.045.966
		1.393.094.887	**1.393.094.887**

21 EARNING / LOSS PER SHARE

Earnings per share is calculated by dividing profit or loss attributable to ordinary equity holders of the parent entity by the weighted average number of ordinary shares outstanding during the year.

	1 January-30 June 2026	**1 January-30 June 2025**
Number of shares	64.864.800	64.864.800
Net profit/ (loss) for the period	107.000.386	(109.027.572)
Earning / (Loss) per share (kurus)	1,6496	(1,6808)

22 RELATED PARTY DISCLOSURES

Due from related parties as of 30 June 2026 and 31 December 2025 are as follows:

Due from Related Parties	**30 June 2026**	**31 December 2025**
ZTE İstanbul Telekomünikasyon(1)	63.347.333	133.520.724
	63.347.333	**133.520.724**

Due to Related Parties	**30 June 2026**	**31 December 2025**
ZTE İstanbul Telekomünikasyon(1)	5.178.217.296	3.216.505.081
ZTE Corporation(2)	315.817.781	543.541.338
	5.494.035.077	**3.760.046.419**

According to ‘‘IAS 24 Related Party Disclosures’’, providers of finance, trade unions, public utilities, departments, and agencies of a government that does not control, jointly control or significantly influence the reporting entity, and a customer, supplier, franchisor, distributor or general agent with whom an entity transacts a significant volume of business, simply by virtue of the resulting economic dependence are not evaluated as related parties.

(1) The company which controlled by main partner

(2) Main partner

22 RELATED PARTY DISCLOSURES(Cont'd)

Main transactions with related parties are as follows for the period ended 30 June 2026 and 2025.

Sales	1 January- 30 June 2026	1 January- 30 June 2025
ZTE İstanbul Telekomünikasyon(1)	53.328.674	28.314.341
ZTE Kazakhstan LLP(1)	2.726.581	-
	56.055.255	**28.314.341**

Purchases	1 January- 30 June 2026	1 January- 30 June 2025
ZTE İstanbul Telekomünikasyon(1)	3.466.893.275	1.743.574.780
ZTE Corporation(2)	5.596.557	-
	3.472.489.832	**1.743.574.780**

(1) The company which controlled by main partner

(2) Main partner

(3) Associate

Benefits to Top Management:

Top management of the Group comprised of, the members of the management and executive committee, General Managers and Deputy General Managers. For the period ended 30 June 2026, total remuneration for the directors and management board of the Group is TL 53.979.464 (30 June 2025: TL 51.437.906). As of 30 June 2026, and 31 December 2025 there is no credit granted to the Group's Management.

23 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Capital risk management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

As of 30 June 2026, and 31 December 2025 the Group's net debt / total equity ratios are as follows:

	30 June 2026	31 December 2025
Short-term and long-term borrowings (*)	2.808.514.196	2.485.079.593
Cash and cash equivalents	(644.908.537)	(357.021.206)
Net financial debt	2.163.605.659	2.128.058.387
Equity	(164.019.670)	(301.318.150)
Net Financial Debt / Equity Ratio	**(%1.319)**	**(%706)**

(*) The mentioned amount does not include lease payables and includes bank borrowings

23 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT(Cont'd)

The Group's financial risk management policies are as follows:

Credit risk

Carrying values of the financial assets represents their maximum exposed credit risk. As of the date of balance sheet maximum credit risks are as follows:

30 June 2026	Trade Receivables		Contract Assets related to Goods and Services Provided	Other Receivables	
	Related Parties	Other	Other	Other	Deposits at Banks
Maximum credit risks as of balance sheet date (A+B+C+D)	**63.347.333**	**5.708.768.136**	**1.941.819.130**	**3.318.061**	**644.908.537**
Maximum risk guaranteed by collateral	-	-	-	-	-
(A) Net book value of unexpired or not impaired financial assets	63.347.333	4.837.053.903	1.941.819.130	3.318.061	644.908.537
(B) Net book value of overdue but not impaired financial assets	-	871.714.233	-	-	-
Guaranteed by collateral	-	-	-	-	-
(C) Net book value of impaired assets	-	-	-	-	-
Overdue (gross book value)	-	481.151.931	-	-	-
Impairment (-)	-	(481.151.931)	-	-	-
Guaranteed by collateral	-	-	-	-	-
Unexpired (gross book value)	-	-	-	-	-
Impairment (-)	-	-	-	-	-
Guaranteed by collateral	-	-	-	-	-
(D) Off balance sheet risks	-	-	-	-	-

23 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT(Cont'd)

Credit risk (Cont'd)

31 December 2025	Trade Receivables		Contract Assets related to Goods and Services Provided	Other Receivables	
	Related Parties	Other	Other	Other	Deposits at Banks
Maximum credit risks as of balance sheet date (A+B+C+D)	**133.520.724**	**4.205.298.614**	**1.024.254.153**	**3.166.115**	**357.021.206**
Maximum risk guaranteed by collateral	-	-	-	-	-
(A) Net book value of unexpired or not impaired financial assets	133.520.724	3.744.778.250	1.024.254.153	3.166.115	357.021.206
(B) Net book value of overdue but not impaired financial assets	-	460.520.364	-	-	-
Guaranteed by collateral	-	-	-	-	-
(C) Net book value of impaired assets	-	-	-	-	-
Overdue (gross book value)	-	443.622.082	-	-	-
Impairment (-)	-	(443.622.082)	-	-	-
Guaranteed by collateral	-	-	-	-	-
Unexpired (gross book value)	-	-	-	-	-
Impairment (-)	-	-	-	-	-
Guaranteed by collateral	-	-	-	-	-
(D) Off balance sheet risks	-	-	-	-	-

23 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT(Cont'd)

Credit risk (Cont'd)

The Group has applied the simplified approach stated in TFRS 9 to calculate the expected credit loss provision for trade receivables. This approach allows for a lifetime expected loan loss provision for all commercial receivables. In order to measure the expected credit loss, the Group first classifies its trade receivables by taking into account the characteristics of credit risk and credit risk. Expected credit loss ratios for each class of commercial receivables grouped using past credit loss experience and forward macroeconomic indicators were calculated and the expected credit loss provision was calculated by multiplying the determined ratio by the trade receivable totals.

As of the date of balance sheet aging of overdue and undue but not impaired financial assets are as follows:

30 June 2026	Undue	1-30 days overdue	1-3 months overdue	3-6 months overdue	6-12 months overdue	1-5 years overdue
Credit loss ratio (%)	0,0%	0,8%	3,7%	6,8%	8,5%	13,5%
As of period	6.924.179.305	225.098.517	170.547.584	177.076.050	23.550.710	202.788.236
Expected credit loss	-	2.899.876	7.478.279	10.910.808	4.433.507	46.930.666

31 December 2025	Undue	1-30 days overdue	1-3 months overdue	3-6 months overdue	6-12 months overdue	1-5 years overdue
Credit loss ratio (%)	0,0%	0,8%	7,8%	22,6%	35,0%	11,2%
As of period	4.804.486.492	175.697.365	57.537.021	6.641.530	13.784.924	206.859.525
Expected credit loss	-	1.493.392	4.482.444	1.502.298	4.830.470	23.145.486

23 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT(Cont'd)

Liquidity risk

The Group manages its liquidity risk by having sufficient cash and similar resources to fulfill its current and potential obligations on time. The table showing the liquidity risk of the Group as of 30 June 2026 and 31 December 2025 is presented:

Maturities due to agreements	Carrying amount	Cash outflows due to agreements	Up to 3 months	3-12 months	1-5 years	More than 5 years
Non- derivative financial liabilities	**10.740.510.424**	**11.001.868.214**	**8.288.737.283**	**1.854.246.762**	**858.884.169**	**-**
Financial liabilities	2.808.514.196	2.952.013.427	727.844.078	1.754.410.963	469.758.386	-
Lease Liabilities	491.858.102	609.716.661	120.755.079	99.835.799	389.125.783	-
Due to related parties	5.494.035.077	5.494.035.077	5.494.035.077	-	-	-
Other trade payables to third parties	1.846.441.050	1.846.441.050	1.846.441.050	-	-	-
Other payables to third parties	99.661.999	99.661.999	99.661.999	-	-	-

31 December 2025

Maturities due to agreements	Carrying amount	Cash outflows due to agreements	Up to 3 months	3-12 months	1-5 years	More than 5 years
Non- derivative financial liabilities	**8.263.229.097**	**8.431.069.587**	**5.817.170.994**	**1.819.720.248**	**794.178.345**	**-**
Financial liabilities	2.485.079.593	2.599.006.402	433.474.036	1.705.904.551	459.627.815	-
Lease Liabilities	476.737.527	530.651.208	82.284.981	113.815.697	334.550.530	-
Due to related parties	3.760.046.419	3.760.046.419	3.760.046.419	-	-	-
Other trade payables to third parties	1.362.577.557	1.362.577.557	1.362.577.557	-	-	-
Other payables to third parties	178.788.001	178.788.001	178.788.001	-	-	-

23 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT(Cont'd)

Interest rate risk

Interest rate sensitive financial assets are placed in short term financial instruments to avoid any possible interest rate fluctuations. The Group has the following interest sensitive liability as of the balance sheet date.

	30 June 2026	31 December 2025
Fixed interest rate financial instruments	**5.802.333.530**	**4.344.185.550**
Cash and Cash Equivalents (*)	26.900.000	2.200.097
Trade Receivables	5.772.115.469	4.338.819.338
Other Receivables	3.318.061	3.166.115
Variable interest rate financial instruments	**157.433.012**	**-**
Financial investments (**)	157.433.012	-
Fixed interest rate financial liabilities	**10.740.510.424**	**8.263.229.097**
Short and Long Term Unsecured Loans	2.808.514.196	2.485.079.593
Lease Liabilities	491.858.102	476.737.527
Trade Payables	7.340.476.127	5.122.623.976
Other Payables	99.661.999	178.788.001
Variable interest rate financial liabilities	**-**	**-**
Short and Long Term Unsecured Loans	-	-
Interest-free financial liabilities	**-**	**-**
Non Interest bearing unsecured spot loans	-	-

(*) As of 30 June 2026, and 31 December 2025 includes bank time deposits.

Foreign currency risk

The functional currency of the Group is US Dollars. Currency risk generally arises from the change in the value of the US Dollar against TL and other currencies. In order not to be affected by the appreciation or depreciation of the US Dollar against other currencies, the Group evaluates its assets in line with its liabilities to the extent possible and loads its contractual expenses in the contract currency to the extent possible.

23 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (Cont'd)

Foreign currency risk(Cont'd)

As of 30 June 2026, and 31 December 2025 the Group's foreign currency position table is given below:

		Original Currency			
30 June 2026	**TL Equivalent (*)**	**TL**	**Euro**	**USD**	**Other**
Current Assets	**1.682.379.089**	**710.107.497**	**1.124.752**	**1.078.423**	**126.306.190**
Cash and cash equivalents	65.873.598	32.065.248	594.637	-	290.632
Trade receivables, third parties	1.613.187.430	674.724.188	530.115	1.078.423	126.015.558
Other receivables, third parties	3.318.061	3.318.061	-	-	-
Non-Current Assets	**157.433.012**	**157.433.012**	**-**	**-**	**-**
Financial investments	157.433.012	157.433.012	-	-	-
TOTAL ASSETS (A)	**1.839.812.101**	**867.540.509**	**1.124.752**	**1.078.423**	**126.306.190**
Short Term Liabilities	**701.669.429**	**592.825.567**	**990.003**	**1.207.685**	**5.919**
Financial liabilities	-	-	-	-	-
Lease liabilities	182.387.911	182.387.911	-	-	-
Trade payables, third parties	419.619.519	310.775.657	990.003	1.207.685	5.919
Other payables, third parties	99.661.999	99.661.999	-	-	-
Long Term Liabilities	**309.470.191**	**309.470.191**	**-**	**-**	**-**
Lease liabilities	309.470.191	309.470.191	-	-	-
TOTAL LIABILITIES (B)	**1.011.139.620**	**902.295.758**	**990.003**	**1.207.685**	**5.919**
Net Foreign Currency Asset / (Liability) Position (A-B)	**828.672.481**	**(34.755.249)**	**134.749**	**(129.262)**	**126.300.271**

(*) The functional currency of the Group is USD. The USD risk of those whose functional currency is other than USD is explained in the relevant column. In the table above, foreign currencies are shown with their original currency amounts, and their TL equivalents are calculated using period-end exchange rates.

23 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (Cont'd)

Foreign currency risk(Cont'd)

		Original Currency			
31 December 2025	**TL Equivalent (*)**	**TL**	**Euro**	**USD**	**Other**
Current Assets	**1.097.751.536**	**615.964.956**	**878.067**	**1.276.974**	**64.551.570**
Cash and cash equivalents	16.617.033	7.960.604	159.655	-	1.819.159
Trade receivables, third parties	1.077.968.388	604.838.237	718.412	1.276.974	62.732.411
Other receivables, third parties	3.166.115	3.166.115	-	-	-
TOTAL ASSETS (A)	**1.097.751.536**	**615.964.956**	**878.067**	**1.276.974**	**64.551.570**
Short Term Liabilities	**738.072.481**	**610.302.353**	**1.303.088**	**1.451.398**	**49.869**
Financial liabilities	-	-	-	-	-
Lease liabilities	170.578.203	170.578.203	-	-	-
Trade payables, third parties	388.706.277	260.936.149	1.303.088	1.451.398	49.869
Other payables, third parties	178.788.001	178.788.001	-	-	-
Long Term Liabilities	**306.159.324**	**306.159.324**	**-**	**-**	**-**
Lease liabilities	306.159.324	306.159.324	-	-	-
TOTAL LIABILITIES (B)	**1.044.231.805**	**916.461.677**	**1.303.088**	**1.451.398**	**49.869**
Net Foreign Currency Asset / (Liability) Position (A-B)	**53.519.731**	**(300.496.721)**	**(425.021)**	**(174.424)**	**64.501.701**

(*) The functional currency of the Group is USD. The USD risk of those whose functional currency is other than USD is explained in the relevant column. In the table above, foreign currencies are shown with their original currency amounts, and their TL equivalents are calculated using period-end exchange rates.

23 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (Cont'd)

Foreign currency risk(Cont'd)

Exchange Rate Sensitivity Table
30 June 2026

	Profit /(Loss)	
	Appreciation	Devaluation
Effect of 10 % appreciation/devaluation in TL -USD exchange rate :		
Net asset / (liability) in TL	(3.475.525)	3.475.525
Hedged portion from TL risk (-)	-	-
(1) Net effect of TL	**(3.475.525)**	**3.475.525**
Effect of 10 % appreciation/devaluation in EURO – USD exchange rate :		
Net asset / (liability) in EUR	715.337	(715.337)
Hedged portion from EUR risk (-)	-	-
(2) Net effect of EUR	**715.337**	**(715.337)**
Effect of 10 % appreciation/devaluation in USD – TL exchange rate :		
Net asset / (liability) in USD	(12.926)	12.926
Hedged portion from USD risk (-)	-	-
(3) Net effect of USD	**(12.926)**	**12.926**
Effect of 10 % appreciation/devaluation in exchange rate of other foreign currencies:		
Net asset / (liability) in other currencies	12.630.027	(12.630.027)
Hedged portion from other currencies risk (-)	-	-
(4) Net effect of other currencies	**12.630.027**	**(12.630.027)**
TOTAL (1+2+3+4)	**9.856.913**	**(9.856.913)**

31 December 2025

	Profit / (Loss)	
	Appreciation	Devaluation
Effect of 10 % appreciation/devaluation in TL -USD exchange rate :		
Net asset / (liability) in TL	(30.049.672)	30.049.672
Hedged portion from TL risk (-)	-	-
(1) Net effect of TL	**(30.049.672)**	**30.049.672**
Effect of 10 % appreciation/devaluation in EURO – USD exchange rate :		
Net asset / (liability) in EUR	(2.137.256)	2.137.256
Hedged portion from EUR risk (-)	-	-
(2) Net effect of EUR	**(2.137.256)**	**2.137.256**
Effect of 10 % appreciation/devaluation in USD – TL exchange rate :		
Net asset / (liability) in USD	(17.442)	17.442
Hedged portion from USD risk (-)	-	-
(3) Net effect of USD	**(17.442)**	**17.442**
Effect of 10 % appreciation/devaluation in exchange rate of other foreign currencies:		
Net asset / (liability) in other currencies	70.587.914	(70.587.914)
Hedged portion from other currencies risk (-)	-	-
(4) Net effect of other currencies	**70.587.914**	**(70.587.914)**
TOTAL (1+2+3+4)	**38.383.544**	**(38.383.544)**

24 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is defined as the price to be obtained from the sale of an asset or to be paid in the transfer of a debt in the usual transaction between market participants on the measurement date.

The estimated fair values of financial instruments have been determined by the Group using available market information and appropriate valuation methods. However, estimates are required in the interpretation of market data to determine fair value. Accordingly, the estimations presented here may not show the amounts that the Group can obtain in a current market transaction.

The following methods and assumptions are used to estimate the fair value of financial instruments and these valuations are considered level 1

Financial Assets:

It is anticipated that the recorded values of financial assets, which are shown at cost including cash and cash equivalents and short term financial inverstments, are equal to their fair values because they are short term.

It is foreseen that the registered values of trade receivables reflect the fair value together with the relevant impairment provisions.

Financial Liabilities:

The fair values of variable interest and short-term bank loans and other monetary debts are expected to be close to their book values.

The Fair Value Measurement Hierarchy

The fair values of financial assets and financial liabilities are determined and grouped as follows:.

Level 1: The fair value of financial assets and financial liabilities with standard terms and conditions and traded on active liquid markets are determined with reference to quoted market prices

Level 2: The fair value of other financial assets and financial liabilities (excluding derivative instruments) are determined in accordance with generally accepted pricing models based on discounted cash flow analysis using prices from observable current market transactions; and

Level 3: The fair value of the financial assets and financial liabilities where there is no observable market data.

In accordance with fair value hierarchy, while cash and cash equivalent are categorized as of Level 1, other financial asset and liabilities are categorized as Level 2.

25 NET MONETARY POSITION GAINS / (LOSSES) DISCLOSURES

The amounts related to net monetary position gains and (losses) of the Group's Subsidiary ("BDH") before consolidation and elimination adjustments are as follows;

Non-Monetary Items	**30 June 2026**	**30 June 2025**
Statement of Financial Position Items		
Property, Plant and Equipment	8.910.118	15.442.623
Intangible Assets	426.370	342.465
Share Capital	(41.676.067)	(29.895.440)
Accumulated Losses	(10.542.898)	(7.562.724)
Statement of Profit and Loss Items		
Revenue	(59.114.524)	(39.553.837)
Cost of Sales (-)	53.889.292	36.775.211
Sales, Marketing and Distribution Expenses (-)	2.344.461	1.359.436
Other Income from Operating Activities	(324.375)	(246.158)
Other Expenses from Operating Activities (-)	266.565	117.821
Income from Investment Activities	-	(3.604)
Financial Income	(3.096)	(4.713)
Financial Expenses (-)	844.506	775.442
NET MONETARY POSITION LOSSES	**(44.979.648)**	**(22.453.478)**

26 SUBSEQUENT EVENTS

None.