ULUSOY UN SANAYİ VE TİCARET A.Ş.

CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS AND FOOTNOTES FOR THE INTERIM PERIOD 1 JANUARY – 31 MARCH 2024

(ORIGINALLY ISSUED IN TURKISH)

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ULUSOY UN SANAYİ VE TİCARET ANONİM ŞİRKETİ
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(BALANCE SHEET) FOR THE INTERIM PERIOD AS OF 31 MARCH 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as at March 31, 2024, unless otherwise stated.)

	Note	Current Period	Prior Period
		Not Independently Audited	*Audited*
Type of Financial Statement		**Consolidated**	**Consolidated**
Period		**March 31 2024**	**December 31 2023**
ASSETS			
Current Assets		**17.958.213.400**	**15.093.882.365**
Cash and Cash Equivalents	5	1.070.450.863	2.054.749.211
Financial Investments	6	3.048.839.656	1.980.997.539
Trade Receivables		10.221.419.427	7.701.610.838
- Trade Receivables from Related Parties	*8,31*	*38.133.419*	*3.384.694*
- Trade Receivables from Third Parties	*8*	*10.183.286.008*	*7.698.226.144*
Other Receivables		74.007.861	77.175.778
- Other Receivables from Third Parties	*9*	*74.007.861*	*77.175.778*
Derivative Instruments	10	425.173.857	326.708.487
Inventories	11	2.627.821.071	2.359.228.952
Prepaid Expenses	12	392.372.624	480.565.452
Current Period Tax Assets	15	9.248.435	9.017.070
Other Current Assets	21	88.879.606	103.829.038
Fixed Assets		**8.613.938.535**	**8.525.721.204**
Financial Investments	6	224.837.320	224.837.320
Trade Receivables		10.197.097	11.733.149
- Trade Receivables from Third Parties	*8*	*10.197.097*	*11.733.149*
Other Receivables		887.903	949.665
- Other Receivables from Third Parties	*9*	*887.903*	*949.665*
Investments Accounted Through Equity Method	13	11.880.770	14.293.165
Investment Properties	14	1.835.267	1.835.267
Right of Use Assets	16	30.638.359	9.664.434
Tangible Fixed Assets	17	6.516.388.669	6.430.710.876
Intangible Assets		1.751.500.701	1.763.918.806
- Goodwill	*3,23*	*357.238.295*	357.238.295
- Other Intangible Assets	*18*	*1.394.262.406*	*1.406.680.511*
Prepaid Expenses	12	65.772.449	67.778.522
TOTAL ASSETS		**26.572.151.935**	**23.619.603.569**

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

ULUSOY UN SANAYİ VE TİCARET ANONİM ŞİRKETİ
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(BALANCE SHEET) FOR THE INTERIM PERIOD AS OF 31 MARCH 2024
(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as at March 31, 2024, unless otherwise stated.)

	Note No	Current Period	Prior Period
		Not Independently Audited	*Audited*
Type of Financial Statement		**Consolidated**	**Consolidated**
Period		**March 31 2024**	**December 31 2023**
LIABILITIES			
Short Term Liabilities		**15.612.319.777**	**12.578.035.894**
Short-term Borrowings		5.059.417.814	3.395.059.154
- Bank Loans	*7*	*5.059.417.814*	*3.395.059.154*
Short-term Portion of Long-term Borrowings	7	982.901.679	1.126.799.889
Trade Payables		8.856.837.925	7.576.807.492
- Trade Payables to Related Parties	*8,31*	*102.889.249*	*7.798.218*
- Trade payables to Third Parties	*8*	*8.753.948.676*	*7.569.009.274*
Employee Benefit Payables	20	51.879.869	35.122.788
Other Payables		438.787.535	178.778.304
- Other Payables to Related Parties	*9,31*	*435.618.260*	*174.368.446*
- Other Payables to Third Parties	*9*	*3.169.275*	*4.409.858*
Other Payables	12	150.274.540	217.255.594
Deferred Income		13.692.213	7.147.773
Short-term Provisions	*20*	*12.264.933*	*5.025.973*
- Short-term Provisions for Employee Benefits	*19*	*1.427.280*	*2.121.800*
- Other Short-term Provisions	21	58.528.202	41.064.900
Long Term Liabilities		**2.507.977.501**	**2.905.029.298**
Long Term Borrowings	7	1.407.378.108	1.542.260.083
Trade Payables		-	196.138.512
- Trade payables to Third Parties	*8*	-	*196.138.512*
Long-term Provisions		46.593.048	41.506.793
- Long-term Provisions for Employee Benefits	*20*	*46.593.048*	*41.506.793*
Deferred Tax Liability	29	1.054.006.345	1.125.123.910
Total Equity	*22*	**8.451.854.657**	**8.136.538.377**
Paid-in Capital		190.970.000	190.970.000
Capital Adjustment Differences		1.122.976.329	1.122.976.329
Repurchased Shares (-)		(297.355.832)	(297.355.832)
Share Premiums (Discounts)		814.246.896	834.684.225
Other Comprehensive Income (Expense) Not to be Reclassified to Profit or Loss		2.075.509.935	2.085.971.750
- Revaluation Increase / (Decrease) on Revaluation of Tangible Fixed Assets		*2.096.482.113*	*2.112.258.727*
- Gain on Remeasurement of Defined Benefit Plans		*(20.598.158)*	*(25.901.085)*
- Shares of Other Comprehensive Income of Investments Accounted Through Equity Method that will not be Reclassified to Profit or Loss		*(374.020)*	*(385.892)*
Other Comprehensive Income (Expense) to be Reclassified to Profit or Loss		632.898.002	592.612.569
- Currency Conversion Differences		*632.898.002*	*592.612.569*
Restricted Reserves		462.768.909	453.210.161
Retained Earnings		2.790.481.336	3.409.437.116
Net Profit or (Loss) for the Period		59.107.375	(746.960.906)
Shareholders' Equity Belonging to Equity Holders of the Parent Company		7.851.602.950	7.645.545.412
Non-controlling Interests		600.251.707	490.992.965
TOTAL LIABILITIES & EQUITY		**26.572.151.935**	**23.619.603.569**

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

ULUSOY UN SANAYİ VE TİCARET ANONİM ŞİRKETİ
CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE INTERIM PERIOD AS OF 31 MARCH 2024,
(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as at March 31, 2024, unless otherwise stated.)

	Note No	Current Period *Not Independently Audited*	Prior Period *Not Independently Audited*
Type of Financial Statement		**Consolidated**	**Consolidated**
Period		**1 January - March 31 2024**	**1 January - March 31 2023**
Revenue	4,24	12.901.272.681	9.695.778.708
Cost of Sales	4,24	(12.211.917.978)	(9.066.702.418)
GROSS PROFIT/LOSS		**689.354.703**	**629.076.290**
General Administrative Expenses	25	(105.079.567)	(88.502.289)
Marketing Expenses	25	(301.933.313)	(274.836.456)
Research and Development Expenses	25	(969.612)	(322.748)
Other Operating Income	26	559.082.143	191.043.808
Other Operating Expenses	26	(217.088.843)	(216.241.052)
OPERATING PROFIT/LOSS		**623.365.511**	**240.217.553**
Income from Investing Activities	27	136.177.363	28.354.822
Expenses from Investing Activities	27	(1.778.098)	(2.086.012)
Impairment Gains (Losses) and Cancellation of Impairment Losses Determined as per TFRS 9	27	(2.368.328)	(665.403)
Share of Profit (Loss) of Investments Accounted Through Equity Method	13	(671.305)	(688.917)
OPERATING PROFIT/LOSS BEFORE FINANCING EXPENSES		**754.725.143**	**265.132.043**
Financing Income	28	281.871.227	450.557.575
Finance Expenses	28	(999.057.565)	(615.899.945)
Gain (Loss) on Net Monetary Position		(47.456.058)	(263.907.781)
PROFIT/(LOSS) FROM CONTINUING OPERATIONS BEFORE TAX		**(9.917.253)**	**(164.118.108)**
Tax Expenses / Income from Continuing Operations		**79.792.565**	**(133.168.957)**
Period Tax Expense / Income	29	(24.560.477)	(21.376.302)
Deferred Tax Expense / Income	29	104.353.042	(111.792.655)
PERIOD PROFIT (LOSS)		**69.875.312**	**(297.287.065)**
Distribution of Profit (Loss) for the Period		**69.875.312**	**(297.287.065)**
Non-controlling Interests		10.767.937	11.487.580
Parent Company Shares		59.107.375	(308.774.645)
Earnings / (loss) per share	30	**0,331**	**(1,707)**
Earnings per Share from Continuing Operations		0,331	(1,707)

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

ULUSOY UN SANAYİ VE TİCARET ANONİM ŞİRKETİ
FOR THE INTERIM ACCOUNTING PERIOD 1 JANUARY - MARCH 31 2024
CONSOLIDATED OTHER COMPREHENSIVE INCOME STATEMENT
(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as at March 31, 2024, unless otherwise stated.)

	Note No	Current Period *Not Independently Audited*	Prior Period *Not Independently Audited*
Type of Financial Statement		**Consolidated**	**Consolidated**
Period		**January 1-March 31 2024**	**January 1-March 31 2023**
Period Profit		**69.875.312**	**(297.287.065)**
Not to be Reclassified to Profit or Loss		**7.868.286**	**(3.370.208)**
Gain (Loss) on Remeasurement of Defined Benefit Plans		7.852.457	(3.256.075)
Shares of Other Comprehensive Income of Investments Accounted Through Equity Method not to be Reclassified to Profit or Loss		15.829	(114.133)
Taxes on Other Comprehensive Income not to be Reclassified to Profit or Loss		**(1.964.270)**	**674.043**
Gain (Loss) on Remeasurement of Defined Benefit Plans, Tax Effect		(1.960.313)	651.216
Share of Other Comprehensive Income of Associates and Joint Ventures Accounted for Using the Equity Method not to be Reclassified to Profit or Loss, Tax Effect		(3.957)	22.827
To be Reclassified to Profit or Loss		**40.285.433**	**(17.260.686)**
Currency Conversion Differences		40.285.433	(17.260.686)
Taxes on Other Comprehensive Income to be Reclassified to Profit or Loss		**-**	**-**
Deferred Tax (Expense) Income		-	-
OTHER COMPREHENSIVE INCOME (EXPENSE)		**46.189.449**	**(19.956.851)**
TOTAL COMPREHENSIVE INCOME/(EXPENSE)		**116.064.761**	**(317.243.916)**
Distribution of Total Comprehensive Income		**116.064.761**	**(317.243.916)**
Non-controlling Shares		11.658.142	11.319.311
Parent Company Shares		104.406.619	(328.563.227)

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

ULUSOY UN SANAYİ VE TİCARET ANONİM ŞİRKETİ
FOR THE INTERIM ACCOUNTING PERIOD 1 JANUARY - MARCH 31 2024
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as at March 31, 2024, unless otherwise stated.)

						Other Comprehensive Income or Expense not to be Reclassified to Profit or Loss			Other Comprehensive Income or Expense to be Reclassified to Profit or Loss		Retained Earnings				
	Note	Paid-in Capital	Capital Adjustment Differences	Repurchased Shares	Share Premiums/ Discounts	Increase (decrease) in Revaluation of Tangible Fixed Assets	Gain/(Loss) on Remeasurement of Defined Benefit Plans	Shares of Other Comprehensive Income of Investments Accounted Through Equity Method not to be Reclassified to Profit or Loss	Currency Conversion Differences	Restricted Reserves	Retained Earnings/Losses	Net Period Profit/Loss	Parent Company Shareholders' Equity	Non-controlling Interests	Equity
As of 01.01.2023		**190.970.000**	**992.170.715**	**(192.645.954)**	**131.528.081**	**1.136.579.092**	**(13.863.486)**	**(204.997)**	**274.685.280**	**253.232.835**	**981.523.063**	**2.994.474.514**	**6.748.449.143**	**-**	**6.748.449.143**
Transfers										93.240.571	2.901.233.943	(2.994.474.514)			
Total Comprehensive Income (Expense)							(2.436.590)	(91.306)	(17.260.686)			(308.774.645)	(328.563.227)	11.319.311	(317.243.916)
- Period Profit (Loss)												*(308.774.645)*	*(308.774.645)*	*11.487.580*	*(297.287.065)*
- Other Comprehensive Income (Expense)							*(2.436.590)*	*(91.306)*	*(17.260.686)*				*(19.788.582)*	*(168.269)*	*(19.956.851)*
Increase (Decrease) Due to Share Buyback Transactions				(24.124.076)						24.124.076	(24.124.076)		(24.124.076)		(24.124.076)
Increase (Decrease) Due to Share Based Transactions					894.732.298								894.732.298	166.058.922	1.060.791.220
Subsidiary Acquisition or Disposal														4.606.139	4.606.139
Transactions with Non-Controlling Shareholders					(158.475.516)	(77.589.868)	1.345.693			(14.772.636)	(39.750.052)		(289.242.379)	289.242.379	
As of 31.3.2023		**190.970.000**	**992.170.715**	**(216.770.030)**	**867.784.863**	**1.058.989.224**	**(14.954.383)**	**(296.303)**	**257.424.594**	**355.824.846**	**3.818.882.878**	**(308.774.645)**	**7.001.251.759**	**471.226.751**	**7.472.478.510**

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

ULUSOY UN SANAYİ VE TİCARET ANONİM ŞİRKETİ
FOR THE INTERIM ACCOUNTING PERIOD 1 JANUARY - MARCH 31 2024
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as at March 31, 2024, unless otherwise stated.)

						Other Comprehensive Income or Expense not to be Reclassified to Profit or Loss			Other Comprehensive Income or Expense to be Reclassified to Profit or Loss		Retained Earnings				
	Note	Paid-in Capital	Capital Adjustment Differences	Repurchased Shares	Share Premiums/ Discounts	Increase (decrease) in Revaluation of Tangible Fixed Assets	Gain/(Loss) on Remeasurement of Defined Benefit Plans	Shares of Other Comprehensive Income of Investments Accounted Through Equity Method not to be Reclassified to Profit or Loss	Currency Conversion Differences	Restricted Reserves	Retained Earnings/Losses	Net Period Profit/Loss	Parent Company Shareholders' Equity	Non-controlling Interests	Equity
As of 01.01.2024	**22**	**190.970.000**	**1.122.976.329**	**(297.355.832)**	**834.684.225**	**2.112.258.727**	**(25.901.085)**	**(385.892)**	**592.612.569**	**453.210.161**	**3.409.437.116**	**(746.960.906)**	**7.645.545.412**	**490.992.965**	**8.136.538.377**
Transfers										11.791.080	(758.751.986)	746.960.906	-	-	-
Total Comprehensive Income (Expense)							5.001.939	11.872	40.285.433			59.107.375	104.406.619	11.658.142	116.064.761
- Period Profit (Loss)												*59.107.375*	*59.107.375*	*10.767.937*	*69.875.312*
- Other Comprehensive Income (Expense)							*5.001.939*	*11.872*	*40.285.433*				*45.299.244*	*890.205*	*46.189.449*
Increase/Decrease Due to Changes in Share Ratio in Subsidiaries That Do Not Result in Loss of Control					(20.437.329)	(15.776.614)	300.988			(2.232.332)	139.796.206		101.650.919	97.600.600	199.251.519
As of 31.3.2024	**22**	**190.970.000**	**1.122.976.329**	**(297.355.832)**	**814.246.896**	**2.096.482.113**	**(20.598.158)**	**(374.020)**	**632.898.002**	**462.768.909**	**2.790.481.336**	**59.107.375**	**7.851.602.950**	**600.251.707**	**8.451.854.657**

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

ULUSOY UN SANAYİ VE TİCARET ANONİM ŞİRKETİ
FOR THE INTERIM ACCOUNTING PERIOD 1 JANUARY - MARCH 31 2024
CONSOLIDATED CASH FLOW STATEMANT
(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as at March 31, 2024, unless otherwise stated.)

	Note No	Current Period Not Independently Audited	Prior Period Not Independently Audited
Type of Financial Statement		**Consolidated**	**Consolidated**
Period		**January 1- March 31 2024**	**1 January - March 31 2023**
Cash Flows from Operating Activities		**(1.254.144.611)**	**474.527.221**
Period Profit (Loss)		69.875.312	(297.287.065)
- Period Profit (Loss) from Continuing Activities	*22*	*69.875.312*	*(297.287.065)*
Corrections Regarding Period Net Profit (Loss) Reconciliation		(458.170.224)	745.650.873
- Adjustments Related to Depreciation and Amortization Expense	*16,17,18*	*112.608.228*	*104.981.691*
- Corrections Regarding Provisions	*19,20*	*126.173.565*	*24.996.406*
- Adjustments Regarding Interest (Revenue) and Expenses	*28*	*292.616.267*	*(233.086.762)*
- Adjustments Regarding Tax (Income) Expense	*29*	*(71.117.565)*	*73.903.919*
- Monetary Gain / Loss		*(918.450.719)*	*774.855.619*
Changes in Working Capital		(865.849.699)	26.163.413
- Decrease (Increase) in Financial Investments	*6*	*(1.067.842.118)*	*373.814.160*
- Adjustments Regarding the Decrease (Increase) in Trade Receivables	*8,31*	*(1.358.667.987)*	*(223.122.095)*
- Adjustments Regarding the Decrease (Increase) in Other Receivables Related to Operations	*9,31*	*108.241.479*	*(327.660.735)*
- Adjustments Regarding Decreases (Increases) in Stocks	*11*	*(374.743.094)*	*594.555.158*
- Adjustments Regarding the Increase (Decrease) in Commercial Debts	*8,31*	*1.169.288.512*	*160.535.239*
- Adjustments Regarding the Increase (Decrease) in Other Liabilities Related to Operations	*9,31*	*657.873.509*	*(551.958.314)*
Cash Flows from Investing Activities		**(702.952.295)**	**(344.139.999)**
Cash Inflows from the Sale of Tangible and Intangible Assets		22.188.150	18.320.119
- Cash Inflows from the Sale of Tangible Assets	*17*	*22.188.150*	*18.143.543*
- Cash Inflows from the Sale of Intangible Assets	*18*	-	*176.576*
Cash Outflows from Purchases of Tangible and Intangible Assets		(198.630.781)	(191.274.563)
- Cash Outflows from Purchases of Tangible Assets	*17*	*(196.986.556)*	*(190.716.169)*
- Cash Outflows from Purchases of Intangible Assets	*18*	*(1.644.225)*	*(558.394)*
Cash Advances and Loans Given		(438.752.308)	(30.211.664)
- Cash Advances and Payables Given to Related Parties	*31*	*(438.752.308)*	*(30.211.664)*
Cash Inflows/Outflows from Derivative Instruments		(89.460.438)	(143.639.060)
Dividends Received	13	1.703.082	2.665.169
Cash Flows from Financing Activities		**932.513.125**	**(739.956.604)**
Cash Inflows from Borrowing		4.241.616.668	1.513.631.240
- Cash Inflows from Loans	*7*	*4.241.616.668*	*1.513.631.240*
Cash Outflows Related to Debt Payments		(2.841.765.832)	(2.102.522.579)
- Cash Outflows Related to Loan Repayments	*7*	*(2.841.765.832)*	*(2.102.522.579)*
Cash Outflows Related to Debt Payments Resulting from Lease Agreements		(3.567.653)	(2.328.803)
Interest Paid	28	(568.328.312)	(284.696.417)
Interest Received	28	104.558.254	135.959.955
Net Increase (Decrease) in Cash and Equivalents Before the Effect of Foreign Currency Translation Differences		**(1.024.583.781)**	**(609.569.382)**
Effect of Foreign Currency Conversion Differences on Cash and Cash Equivalents		40.285.433	(17.260.686)
Net Increase (Decrease) in Cash and Cash Equivalents		**(984.298.348)**	**(626.830.068)**
Cash and Cash Equivalents per Period	5	**2.054.749.211**	**2.881.264.365**
End of Period Cash and Cash Equivalents	5	**1.070.450.863**	**2.254.434.297**

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

NOTE 1 – GROUP'S ORGANISATION AND NATURE OF OPERATIONS

Ulusoy Un Sanayi ve Ticaret Anonim Şirketi ('the Company') was founded in 1989 to produce, distribute, import, and export various food products made from cereals and pulses, including flour, semolina, pasta, and biscuits.

The company's main office is located at 42 İç Kapı No:1 Alaçam Street, Denizevler Mahallesi, Atakum/Samsun. The following provides details of the company's branches:

Branch Name	**Branch Address**
İstanbul Branch	Levent Mahallesi Şener Sokak No:5 Beşiktaş / İstanbul
Kirazlık Branch	Şabanoğlu Mahallesi Atatürk Bulvarı No:180/1 Tekkeköy / Samsun
Çorlu Branch	Hıdırağa İstasyon No:20/A Çorlu / Tekirdağ
Ellinci Yıl Branch	Çiftlik OSB Mahallesi 3. Cadde No:12 Tekkeköy / Samsun
Samsun Serbest Bölge Branch	Liman SB Mahallesi 1. Cadde Sasbaş Ofisler Apt. No:36/17 İlkadım / Samsun
Antakya Organize Sanayi Branch	Şenbük Mah. Antakya Organize Sanayi Bölgesi 4. Cad. Ulusoy Un San. ve Tic. A.Ş. No:12/1 Belen / Antakya

As of March 31 2024 the Company's authorized share capital ceiling is TL 2.500.000.000-. The authorization granted by the Capital Markets Board of Turkey ("CMB") is valid until the end of 2027. (December 31 2023: 2.500.000.000 TL)

As of March 31 2024 the Company's issued capital is, TL190.970.000-. (OneHundredNinetyMillion NineHundredSeventyThousandTurkish Liras) This capital is divided a total of 190,970,000 shares, as 22.035.000 Group A, 14.690.000 Group B and 154.245.000 Group C. Group A and Group B shares are registered shares. Group C shares traded on Borsa Istanbul are bearer shares, whereas other Group C shares are also registered shares. Group A shares hold privileges in electing the Board of Directors, while both Group A and B shares hold privileges in voting at the General Assembly. Excluding independent members, if the Board of Directors is formed of five members, at least two members are to be elected; if the Board of Directors is formed of six or seven members, at least three members are required; if the Board of Directors is formed of eight or nine members, at least four members are required; and if the Board of Directors is formed of ten or eleven members, at least five members are required to be elected from among the candidates nominated by the majority of Group (A) shareholders. Group A shareholders or their proxies have 15 voting rights per share at both Ordinary and Extraordinary General Assembly meetings, while Group B shareholders or their proxies have 10 voting rights per share, and Group C shareholders or their proxies have 1 voting right per share.

As of March 31 2024 the number of employees of the Group is 1.022 (December 31 2023: 961).

NOTE 1 – GROUP'S ORGANISATION AND NATURE OF OPERATIONS (Cont.)

As of March 31 2024 the Company's distribution of share capital is as stated below:

Shareholders	No. of Shares	Group	Ratio (%)	Value
Nevin Ulusoy	9.548.501	A	5,00	9.548.501
	2.938.000	B	1,54	2.938.000
	19.089.237	C	10,00	19.089.237
	31.575.738		**16,54**	**31.575.738**
Onur Erhan Ulusoy	1.469.000	A	0,77	1.469.000
	3.407.000	B	1,78	3.407.000
	8.524.000	C	4,46	8.524.000
	13.400.000		**7,01**	**13.400.000**
Eren Günhan Ulusoy	11.017.499	A	5,77	11.017.499
	8.345.000	B	4,37	8.345.000
	52.380.358	C	27,43	52.380.358
	71.742.857		**37,57**	**71.742.857**
Mithat Denizcigil	215.518	C	0,11	215.518
	215.518		**0,11**	**215.518**
Kâmil Âdem	60.887	C	0,03	60.887
	60.887		**0,03**	**60.887**
Publicly Traded	**73.975.000**	C	**38,74**	**73.975.000**
Total	**190.970.000**		**100,00**	**190.970.000**

As of December 31 2023 the Company's distribution of share capital is as stated below:

Shareholders	No. of Shares	Group	Ratio (%)	Value
Nevin Ulusoy	9.548.501	A	5,00	9.548.501
	2.938.000	B	1,54	2.938.000
	19.089.237	C	10,00	19.089.237
	31.575.738		**16,54**	**31.575.738**
Onur Erhan Ulusoy	1.469.000	A	0,77	1.469.000
	3.407.000	B	1,78	3.407.000
	8.524.000	C	4,46	8.524.000
	13.400.000		**7,01**	**13.400.000**
Eren Günhan Ulusoy	11.017.499	A	5,77	11.017.499
	8.345.000	B	4,37	8.345.000
	52.380.358	C	27,43	52.380.358
	71.742.857		**37,57**	**71.742.857**
Mithat Denizcigil	215.518	C	0,11	215.518
	215.518		**0,11**	**215.518**
Kâmil Âdem	60.887	C	0,03	60.887
	60.887		**0,03**	**60.887**
Publicly Traded	**73.975.000**	C	**38,74**	**73.975.000**
Total	**190.970.000**		**100,00**	**190.970.000**

NOTE 1 – GROUP'S ORGANISATION AND NATURE OF OPERATIONS (Cont.)

Subsidiaries

As of March 31 2024 and December 31, 2023, the Company's subsidiaries are within the scope of consolidation, with their respective direct shareholding percentages detailed below:

Subsidiaries	**Shareholding Ratios (%)**	
	March 31 2024	**December 31 2023**
Ulidaş Tarım Ürünleri Lisanslı Depoculuk San. ve Tic. A.Ş.	100	100
Rolweg SA	100	100
Alfaway Gıda Sanayi ve Ticaret A.Ş.	100	100
Söke Değirmencilik Sanayi ve Ticaret A.Ş. (*)	76,97	79,95
Ulusoy Varlık ve Endüstriyel Gayrimenkul Yatırımları Ticaret A.Ş. (**)	100	100
Ulusoy Taşınmaz Geliştirme ve Ticaret A.Ş. (**)	100	100
Edel Food and Agriculture Limited (***)	100	-
Agromark Trading Commodities Limited (***)	100	-
Gen Oyuncak Sanayi ve Ticaret A.Ş.	60	60

(*) Ulusoy Un Sanayi ve Ticaret A.Ş., Söke Değirmencilik San. and Tic. A.Ş. sold 11,500,000 Group B shares to a corporate investor via special order block sale method on 15 February 2024. After the relevant sales transaction, Ulusoy Un Sanayi ve Ticaret A.Ş.'s share, which was 79.95% as of December 31, 2023, decreased to 76.97%.

(**) With the Board of Directors meeting dated October 19, 2023, a portion of the Company's assets and liabilities will be transferred to two newly established companies ("Ulusoy Real Estate Development and Trade A. A.Ş.") was decided to be transferred through division within the scope of the relevant legislation. Since the Company will participate in 100% of the shares of the newly established companies and is the sole shareholder, it has been decided that the division will be carried out in a simplified procedure with the participation model, in accordance with the 14th article titled division procedures and the 17th article titled simplified division of the CMB communiqué numbered II-23.2. has been given. and an application was made to the Capital Markets Board on October 20, 2023. The application was approved by the CMB on 22 November 2023, and the company establishments were registered at the Samsun Trade Registry Office on 25 December 2023.

(***) The Group; In order to support existing commercial operations in the field of international commodity trade and to evaluate potential investment opportunities in the planning studies carried out within the scope of achieving its long-term goals, Two different companies, Edel Food & Agriculture Limited and Agromark Trading Commodities Limited, were established in accordance with Maltese laws and obligations on 23 February 2024 and 28 February 2024, respectively in Malta, as it is a member of the European Union and has strategic importance in terms of access to EU opportunities as a location.

Disclosure Regarding the Nature of Operations of Subsidiaries

Ulidaş Tarım Ürünleri Lisanslı Depoculuk San. ve Tic. A.Ş.

Ulidaş Tarım Ürünleri Lisanslı Depoculuk San. ve Tic. A.Ş. ("Ulidaş") was founded on February 27, 2015, to engage in licensed warehousing activities for preserving agricultural products in healthy conditions and storing them for commercial purposes within the scope of the license. The head office address of Ulidaş is Şabanoğlu Mahallesi Atatürk Bulvarı No:180-1 Tekkeköy / Samsun.

As of March 31 2024 its capital is 300.000.000- TL. (December 31 2023 300.000.000- TL)

NOTE 1 – GROUP'S ORGANISATION AND NATURE OF OPERATIONS (Cont.)

Disclosure Regarding the Nature of Operations of Subsidiaries (Cont.)

Rolweg SA

Rolweg SA was established on 15 March 2018 to trade grain with a capital of 1,000,000 Swiss Francs (CHF). 100% of Rolweg's capital belongs to Ulusoy Un Sanayi ve Ticaret A.Ş. The registered office of Rolweg SA is Rue du Nant6, 1207 Geneva Switzerland. The capital of Rolweg SA, which was 7,500,000 Swiss Francs as of December 31, 2021, was increased by 2,500,000 Swiss Francs to 10,000,000 Swiss Francs by the Decision of the Board of Directors dated August 15, 2022. By the decision of the Board of Directors dated 11 August 2023, its capital was increased by 10,000,000 Swiss Francs to 20,000,000 Swiss Francs.

Alfaway Gıda Sanayi ve Ticaret A.Ş.

Alfaway Gıda Sanayi ve Ticaret A.Ş. ("Alfaway") was established on September 24, 2019 to produce, wholesale and retail purchase, sell and distribute, import and export all kinds of foods. Alfaway's head office address is Kılıçdede Mahallesi Ülkem Sokak Niş Borkonut İş Merkezi No:8 A-Blok Floor:6 Flat:56-57 İlkadım/Samsun.

As of March 31, 2024, its capital is 40,000,000 TL. (December 31 2023 40,000,000 TL)

Söke Değirmencilik Sanayi ve Ticaret A.Ş.

Söke Değirmencilik was founded in Söke in 1963 and specialized in producing flour. Söke Değirmencilik primarily manufactures flour and related products for the Turkish market. Production is carried out at two locations, with one located in Söke and the other in Ankara.

The main location and address of Söke Değirmencilik is at No:2 Sazlı Mahallesi Fabrika Sokak Söke/Aydın. The address of the Ankara Branch of Söke Değirmencilik is Ahi Evranosb Mahallesi Kazakhstan Caddesi No:8 Sincan/Ankara. The address of Samsun branch is Çiftlikosb Mahallesi 4. Cadde No: 5/1 Tekkeöy/Samsun and the address of Konya branch is Göstere Mahallesi, 123001 Sokak, Numara:81 Ilgın/Konya.

The shares of Söke Değirmencilik, which were offered to the public trade with a unit price of TL 7.50 on January 4, 5, and 6, 2023, started trading on the Stars Market on January 12, 2023. The registered Board of Directors Decision at the Söke Trade Registry Office on February 8, 2023, increased Söke Değirmencilik's issued capital from TL 309,000,000 to TL 386,500,000. Additionally, 77,500,000 Group B registered shares with a nominal amount of TL 77,500,000 were made publicly available.

Gen Oyuncak Sanayi ve Ticaret A.Ş.

Gen Oyuncak, Gen Proje Yönetimi Mimarlık İnşaat Oyuncak San. ve Tic. Ltd. Şti. was founded on November 1, 2019 to manufacture, purchase, sell, import, and export a variety of toys, including play dough, bouncing dough, modeling dough, painting supplies, pencils, erasers, and office products. The name of the company Gen Oyuncak has been changed to Gen Oyuncak Sanayi ve Ticaret Anonim Şirketi, following the General Assembly Decision on March 7, 2023, and registration on March 14, 2023.

Gen Oyuncak's head office address is Ferhatpaşa Mah. 37. Sk. No:11-13a Ataşehir / Istanbul and there is a branch at Kozyatağı Mah. Filiz Soydemir Sk. No:4/a Kadıköy / Istanbul.

As of March 31 2024 its capital is 2.714.000- TL. (December 31 2023: 2.714.000- TL)

NOTE 1 – GROUP'S ORGANISATION AND NATURE OF OPERATIONS (Cont.)

Disclosure Regarding the Nature of Operations of Subsidiaries (Cont.)

Ulusoy Varlık ve Endüstriyel Gayrimenkul Yatırımları Ticaret A.Ş.

Ulusoy Varlık ve Endüstriyel Gayrimenkul Yatırımları Ticaret A.Ş. was established on 25 December 2023 through a partial spin-off of the Company with the main operation of buying and selling its own real estate and registered in Samsun Trade Registry Office. The head office address is Denizevleri Mah. Alaçam Cad. Ulusoy Un San. ve Tic. A.Ş. No:42 İç Kapı No: 1 Atakum/Samsun. As of March 31 2024 its capital is 66.420.617-TL.

Ulusoy Taşınmaz Geliştirme ve Ticaret A.Ş.

Ulusoy Taşınmaz Geliştirme ve Ticaret A.Ş. was established on 25 December 2023 through a partial spin-off of the Company with the main activity of buying and selling its own real estate and registered in Samsun Trade Registry Office. The head office address is Denizevleri Mah. Alaçam Cad. Ulusoy Un San. ve Tic. A.Ş. No:42 İç Kapı No: 1 Atakum/Samsun. As of March 31 2024 its capital is 30.404.350- TL.

Edel Food and Agriculture Limited

Edel Food and Agriculture Limited was established on 23 February 2024, in accordance with Maltese laws and obligations, to trade agricultural commodities internationally.

Agromark Trading Commodities Limited

Agromark Trading Commodities Limited was established on 28 February 2024, in accordance with Maltese laws and obligations, to trade agricultural commodities internationally.

NOTE 2 – BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS

2.1 Basis of Presentation

The consolidated financial statements of the Group have been prepared in accordance with the communiqué numbered II-14.1 "Communiqué on the Principles of Financial Reporting in Capital Markets" ("the Communiqué") announced by the Capital Markets Board ("CMB") on 13 June 2013, which is published on Official Gazette numbered 28676. They are based on Turkish Financial Reporting Standards ("TFRS") and related appendices and interpretations in accordance with international standards issued by the Public Oversight Accounting and Auditing Standards Authority ("POA"). TFRS are updated through communiqués in order to ensure alignment with the latest developments in International Financial Reporting Standards ("IFRS").

The consolidated financial statements are presented in accordance with the formats specified in the "Announcement on TFRS Taxonomy" published by POA on 4 October 2022 and the Financial Statement Examples and User Guide published by CMB.

Restatement of Financial Statements in Hyperinflationary Periods

In light of the announcement made by the Public Oversight Accounting and Auditing Standards Authority (POA) on 23 November 2023, entities applying TFRSs have begun to apply inflation accounting by IAS 29 Financial Reporting in Hyperinflationary Economies to their financial statements for the annual reporting period ending on or after 31 December 2023. IAS 29 is applied to the financial statements, including the consolidated financial statements, of entities whose functional currency is the currency of a hyperinflationary economy.

In accordance with the standard, financial statements prepared in the currency of a hyperinflationary economy are stated in terms of the purchasing power of that currency at the balance sheet date. For the purpose of comparison, comparative information in the prior period financial statements is expressed in terms of the measuring unit current at the end of the reporting period. Therefore, the Group has presented the consolidated financial statements as of December 31, 2022 on the basis of the purchasing power of December 31, 2023.

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

NOTE 2 – BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Cont.)

2.1 Basis of Presentation (Cont.)

Restatement of Financial Statements in Hyperinflationary Periods (Cont.)

The restatement in accordance with IAS 29 has been made by using the adjustment factor derived from the Consumer Price Index ("CPI") in Turkey published by the Turkish Statistical Institute ("TURKSTAT"). As of March 31, 2024, the indices and adjustment factors used in the restatement of the consolidated financial statements are as follows:

Date	Index	Correction Coefficient	Three-Year Cumulative Inflation Rate
March 31 2024	2.139,47	1,00000	%211
December 31 2023	1.859,38	1,15063	%268
March 31 2023	1.269,75	1,68495	%152

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

• The consolidated financial statements for the current period presented in TL are expressed in terms of the purchasing power of TL at the balance sheet date. In addition, the amounts for previous reporting periods are restated in accordance with the purchasing power of TL at the end of the reporting period.

• Monetary assets and liabilities are not restated as they are currently expressed in terms of the measuring unit current at the balance sheet date. Where the inflation-adjusted carrying amounts of non-monetary items exceed their recoverable amounts or net realisable values, the provisions of TAS 36 Impairment of Assets and TAS 2 Inventories have been applied, respectively.

• Non-monetary assets, liabilities and equity items that are not expressed in the current purchasing power at the balance sheet date are restated by using the relevant correction factors.

• All items in the statement of comprehensive income, except for the effects of non-monetary items in the balance sheet on the statement of comprehensive income, are restated by applying the multiples calculated over the periods in which the income and expense accounts were initially recognized in the financial statements.

• The effect of inflation on the Group's net monetary asset position in the current period is recorded in the net monetary position gains/(losses) account in the consolidated income statement.

Functional and reporting currency

The consolidated financial statements of the Group are presented in TL, which is the functional and presentation currency. The assets and liabilities of the subsidiary operating in foreign countries, which are included in the consolidated financial statements prepared in USD (US Dollars), are translated into TL at the exchange rate at the balance sheet date and income and expenses are translated into TL at the average exchange rate. Exchange differences arising from the use of closing and average exchange rates are recognised under the currency conversion differences in equity.

Netting/Offsetting

Financial assets and liabilities are presented net when there is a legally enforceable right to offset, there is an intention to settle on a net basis or to realize the assets and settle the liabilities simultaneously

NOTE 2 – BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Cont.)

2.1 Basis of Presentation (Cont.)

Approval of the Consolidated Financial Statements

The consolidated financial statements of interim period as of March 31 2024 have been approved by the Company Management on June 14 2024. The General Assembly is authorized to amend the consolidated financial statements after issuance.

Basis of Consolidation

a) Subsidiaries

The consolidated financial statements include the financial statements of the Company and its subsidiary. The control is provided if the Company meets the following conditions:

- Possess power over the investee company/asset,
- Being open for, or having the right to, variable returns from the investee company/asset,
- Ability to use its authority to have an impact on returns.

In cases where the Company does not have majority voting rights over the investee company/asset, it has control power over the investee company/asset if it has sufficient voting rights to direct/manage the activities of the related investment alone.

The Company considers all relevant facts and circumstances in determining whether a majority of the voting power of the relevant investment is sufficient to confer control, including the following factors:

- Comparing the voting right of the company with the voting rights of other shareholders,
- Potential voting rights owned by the company and other shareholders;
- Rights arising from other contracts;
- Other events and conditions that may show whether the Company currently has interest in managing the relevant activities (including voting at the general assembly meetings in prior periods) when a decision is required.

When a situation or event occurs that may cause a change in at least one of the criteria listed above, the Company reassesses the control over its investment.

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

The statements of financial position and statements of profit or loss and other comprehensive income of the Subsidiaries are consolidated on a line-by-line basis.

Each element of consolidated profit or loss and other comprehensive income belongs to owners of the parent and non-controlling interests. Total consolidated profit or loss and other comprehensive income of subsidiaries are attributed to the owners of the parent and non-controlling interests, regardless of a reverse balance.

NOTE 2 – BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Cont.)
2.1 Basis of Presentation (Cont.)
Basis of Consolidation (Cont.)

Where necessary, adjustments are made to the financial statements of subsidiaries to conform to the Group's accounting policies.

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

The direct ownership interests of the subsidiaries controlled by the Company as of March 31 2024 and December 31, 2023 are as follows:

	Shareholding Ratios (%)	
Subsidaries	**March 31 2024**	**December 31 2023**
Ulidaş Tarım Ürünleri Lisanslı Depoculuk San. ve Tic. A.Ş.	100	100
Rolweg SA	100	100
Alfaway Gıda Sanayi ve Ticaret A.Ş.	100	100
Söke Değirmencilik Sanayi ve Ticaret A.Ş.	76,97	79,95
Ulusoy Varlık ve Endüstriyel Gayrimenkul Yatırımları Ticaret A.Ş.	100	100
Ulusoy Taşınmaz Geliştirme ve Ticaret A.Ş.	100	100
Edel Food and Agriculture Limited	100	-
Agromark Trading Commodities Limited	100	-
Gen Oyuncak Sanayi ve Ticaret A.Ş.	60	60

b) Affiliates

Affiliates are accounted for using the equity method of accounting. These are entities over which the Group generally has between 20% and 50% of the voting rights or over which the Group has significant influence, but not control, over the operations.

Unrealized gains and losses arising from transactions between the Group and its Affiliate are eliminated to the extent of the Group's interest in the Affiliate. The equity method is discontinued when the carrying amount of the investment in an Affiliate reaches zero or when the Group ceases to have significant influence over the Affiliate, unless the Group has incurred obligations or made commitments in respect of the Affiliate. The carrying amount of the investment at the date significant influence ceases is subsequently measured at fair value when the fair value can be measured reliably.

Shares in affiliates as of March 31, 2024 and December 31, 2023 are shown below.

	Share holding ratios (%)	
Affiliate	**March 31 2024**	**December 31 2023**
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş. ("Sasbaş")	17	17

NOTE 2 – BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Cont.)

2.2 New and Revised Standards and Commentaries

a) New standards in effect as of January 1, 2024, along with changes and interpretations introduced to existing previous standards

Amendments to IFRS 1 - Classification of liabilities as current and non-current; In March 2020 and January 2023, the Public Oversight, Accounting and Auditing Standards Authority (KGK) made changes to IFRS 1 to establish principles for the classification of liabilities as current and non-current. According to the January 2023 amendments, if an entity's ability to defer payment of a liability is conditional on compliance with the terms of a credit agreement after the reporting period, the entity has the right to defer payment of that liability at the reporting period-end (even if compliance with the terms is not met at the reporting period-end). When a liability arising from a credit agreement is classified as non-current and the entity's right to defer payment depends on compliance with the credit agreement terms within 12 months,

The January 2023 amendments require entities to make various disclosures. These disclosures should include information about credit agreement terms and related liabilities. Furthermore, the amendments clarify that for the classification as non-current, the right to defer payment should exist at the reporting period-end, regardless of whether compliance with the agreement terms will be tested at the reporting date or a later date. The amendments explicitly state that the possibility of the entity not exercising the right to defer payment for at least twelve months after the reporting period will not affect the classification of the liability. The amendments are applied retrospectively according to IFRS 8.

Amendments to TFRS 16 - Lease liabilities in sale and leaseback transactions; In January 2023, the Public Oversight, Accounting and Auditing Standards Authority (KGK) published amendments to TFRS 16. These amendments determine the provisions to be applied in the measurement of lease liabilities arising from sale and leaseback transactions by the seller-lessee in a manner that ensures no gain or loss related to the residual use rights is recognized. Accordingly, the seller-lessee will determine "lease payments" or "revised lease payments" while applying the provisions under TFRS 16 titled "Subsequent measurement of lease liability" after the date the sale and leaseback transaction is effectively initiated. The amendments do not include specific provisions for the measurement of lease liabilities arising from leasebacks. The initial measurement of such lease liabilities may result in payments being determined as lease payments that differ from those included in the definition of lease payments under TFRS 16. The seller-lessee will need to develop and apply accounting policies that provide reliable and relevant information in accordance with IFRS 8. The seller-lessee applies the amendments retrospectively to sale and leaseback transactions entered into after the initial application date of TFRS 16.

NOTE 2 – BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Cont.)

2.2 New and Revised Standards and Commentaries

a) New standards in effect as of January 1, 2024, along with changes and interpretations introduced to existing previous standards (Cont.)

Changes to TMS 7 and TFRS 7 - Disclosures: Supplier Financing Arrangements; Amendments published by the Public Oversight, Accounting and Auditing Standards Authority (KGK) in September 2023 introduce improvements to existing provisions to enhance the understanding of the effects of supplier financing arrangements on an entity's liabilities, cash flows, and liquidity risks by financial statement users. Supplier financing arrangements are defined as agreements where one or more financiers undertake to pay the entity's supplier debts and the entity agrees to make payment to the supplier on or after the day payment is made. These amendments require disclosures that provide quantitative information about such agreements' terms and conditions, liabilities arising from them at the beginning and end of the reporting period, and the nature and effects of non-cash changes in their carrying amounts. Additionally, they mandate explanations about the qualitative aspects and impacts of these arrangements, which may include factors necessary for disclosures related to liquidity risk as envisaged in TFRS 7.

b) Standards that have been published as of January 1, 2024 but have not entered into force and have not been put into early application, as well as amendments and interpretations to existing previous standards.

Changes to TFRS 10 and TMS 28: Asset Sales or Contributions by an Investor to an Investee or Joint Venture; The Public Oversight, Accounting and Auditing Standards Authority (KGK) indefinitely deferred the effective date of amendments made to TFRS 10 and TMS 28 in December 2017, pending ongoing research project outcomes related to the equity method. However, early adoption is still permitted.

TFRS 17 – New Insurance Contracts Standard; In February 2019, POA (KGK) published TFRS 17, a comprehensive new accounting standard covering recognition and measurement, presentation and disclosure for insurance contracts. TFRS 17 introduces a model that enables both the measurement of liabilities arising from insurance contracts with their current balance sheet values and the recognition of profit throughout the period during which the services are provided. Some changes in future cash flow estimates and risk adjustment are also recognized during the Period in which services are provided. Entities may choose to recognize the effects of changes in discount rates in profit or loss or other comprehensive income. The standard contains specific guidance for the measurement and presentation of insurance contracts with participation features. In addition, according to the changes published by the POA(KGK) in December 2021, businesses have the transition option for "overlapping classification" in order to eliminate possible accounting mismatches between financial assets and insurance contract liabilities included in the comparative information presented when TFRS 17 was first applied. With the announcement made by the POA(KGK), the mandatory effective date of the Standard for the following businesses has been postponed to accounting periods starting on or after January 1, 2025:

- Insurance, reinsurance companies and pension companies.

- Banks that have partnerships/investments in insurance, reinsurance companies and pension companies.

- Banks that have partnerships/investments in insurance, reinsurance companies and pension companies.

NOTE 2- PRINCIPLES OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Cont.)

2.2 New and Revised Standards and Interpretations (Cont.)

c) Changes valid from the moment of publication:

- TAS 12 Amendments - International Tax Reform - Second Pillar Model Rules

d) Changes published by the International Accounting Standards Board (IASB) but not by the POA:

The changes to IAS 21 mentioned below and the IFRS 18 Standard have been published by the IASB, but have not yet been adapted / published by the POA to TFRS. For this reason, they do not form part of TFRS. The Group will make the necessary changes in the Consolidated financial statements and Notes after this Standard and the amendments come into force in TFRS.

- IAS 21 Amendments - Non-convertibility

- IFRS 18 - New Financial Statements Presentation and Disclosures Standard

2.3 Changes in Accounting Policies

Accounting policy changes resulting from the first application of a new TFRS are in accordance with the transition provisions of the said TFRS, if any; If there is no transition provision or if a significant optional change is made in the accounting policy, it is applied retroactively and Prior Period Consolidated financial statements are rearranged**.**

2.4 Changes in Accounting Estimates and Errors

The effect of a change in an accounting estimate is recognized in the financial statements in the current period in which the change is made if it relates to one period only and prospectively in both the current and future periods if it relates to future periods.

Corrected amounts are recognized retrospectively. An error is corrected by restating the comparative amounts for the prior periods in which it occurred or, if it occurred before the next reporting period, by restating the retained earnings account for that period. If the restatement of the information would result in an excessive expense, the comparative information for prior periods is not restated, but the retained earnings account for the subsequent period is restated for the cumulative effect of the error as at the beginning of that period.

2.5 Comparative Information and Restatement of Prior Period Consolidated Financial Statements

The attached Consolidated financial statements are prepared comparatively with the Prior Period in order to determine the trends in the Group's consolidated financial position, performance and cash flow. In order to ensure comparability when the representation or classification of the items of the Consolidated financial statements changes, the Prior Period Consolidated financial statements are reclassified accordingly and an explanation is made regarding these matters**.**

NOTE 2- PRINCIPLES OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Cont.)

2.6 Summary of Significant Accounting Policies

Revenue

Revenue is recorded on an accrual basis based on the fair value of the consideration received or receivable upon delivery, the amount of revenue can be determined reliably, the performance obligation is completed and it is probable that the economic benefits related to the transaction will flow to the Group. Net sales are shown by deducting returns, discounts, commissions and sales-related taxes from the sales amount of the goods. The Group records revenue subject to the following main conditions:

(a) Determination of customer contracts,
(b) Determination of performance obligations,
(c) Determining the transaction price in the contract,
(d) Separating the prices of performance obligations,
(e) Recognizing revenue when performance obligations are satisfied.

The Group only recognizes revenue from customers when the following conditions are met:

(a) If the parties to the contract have approved the contract (in writing, verbally or by other customary business methods) and have undertaken to fulfill their personal obligations stated in the contract,
(b) The group can define the rights and obligations of both parties in relation to the product or service provided
(c) The Group is able to determine the terms of payment for products and services provided.
(d) If the contract is a commercial transaction,
(e) The Group is likely to collect fees for the goods and services it provides to its customers.
(f) When assessing the collectability of the said fee, the Group should only take into account the customer's ability and willingness to pay on the maturity date.

Investment Properties

Land or a building or a part of a building or both that is held (by the owner or the lessee according to the financial leasing agreement) for the purpose of obtaining rental income or capital appreciation or both, rather than being used in the production or supply of goods and services or for administrative purposes or sold in the ordinary course of business, is classified as investment property.

An investment property is recognized as an asset if it is probable that future economic benefits associated with the property will flow to the entity and the cost of the investment property can be measured reliably. Investment properties are reflected in the consolidated financial statements at the revalued amount. Value gains or losses based on valuation reports are reflected in the profit or loss statement in the period in which they occur.

Investment properties are examined to determine any impairment in value, and if, at the end of this examination, the registered value of the investment properties is more than their recoverable value, their registered value is reduced to their recoverable value by setting a provision.

NOTE 2- PRINCIPLES OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Cont.)

2.6 Summary of Significant Accounting Policies (Cont.)

Tangible Fixed Assets

The tangible fixed assets held by the Group are carried at their initial cost, with a deduction for accumulated depreciation and impairment losses, which includes any expenses related to preparing the assets for their intended purpose. Land, land improvements, buildings, machinery and equipment, and vehicles are recognized in the consolidated financial statements based on the revaluation model, and the value difference arising from the revaluation of tangible fixed assets is reported under the revaluation reserve in equity and in the statement of comprehensive income of the related period. When disposing of tangible fixed assets, their cost and accumulated depreciation will be deducted from the related accounts, and the resulting gain or loss will be recorded in the income statement. Assets, excluding lands, are subject to depreciation based on the determined rates according to the useful life of the asset.

Costs for replacing or repairing tangible fixed assets may be capitalized if they enhance the asset's future economic benefits. Maintenance expenses fall under this category as well. All other expenses are expensed in the income statement as incurred. If events or changes in circumstances suggest that an impairment loss on an item of tangible assets may have occurred, the carrying amount of the asset is reviewed for possible impairment and, if the carrying amount of the asset exceeds its recoverable amount, the carrying amount is written down to its recoverable amount.

If an item of tangible fixed asset undergoes revaluation and its carrying amount increases, the increase will be directly recognized in equity as a "revaluation reserve" in the consolidated financial statements. Any revaluation increase that reverses a previously expensed revaluation decrease of the same asset is recognized as income to that extent. If an asset's carrying amount decreases due to revaluation, the decrease appears as an expense in the consolidated financial statements. Nonetheless, if a revaluation fund were set up beforehand for said asset, such a decrease would primarily be deducted from the account. Any excess beyond the revaluation fund is shown in the income statement.

The estimated useful lives of tangible fixed assets are as follows:

Type of Tangible Fixed Asset	Estimated Number of Useful Lives
Land Improvements	25-50 Years
Buildings	25-50 Years
Plant, Machinery and Equipment	4-50 Years
Vehicles	2-15 Years
Fixtures	3-50 Years

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted if necessary.

NOTE 2 – BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Cont.)

2.6 Summary of Significant Accounting Policies (Cont.)

Intangible Assets Excluding Goodwill

Computer software and rights

Computer software and rights are recognized at their acquisition cost and amortized on a straight-line basis over their estimated useful lives. They are then carried at cost less accumulated amortization. The estimated useful lives of these assets range between 3 and 15 years.

Brands

Separately purchased brands are recorded at their original cost, while brands obtained as part of a business combination are recorded at fair value as of the acquisition date.

As there is no foreseeable limit to the period during which the brands are expected to generate net cash inflows to the Group, the Group has assessed the brands as having an indefinite useful life. Trademarks undergo annual impairment testing or more frequent testing if events or changes in circumstances indicate that the carrying amount may not be recoverable. If impairment exists, the carrying amount of the trademarks is adjusted to its recoverable amount.

Customer Relations

Customer relationships obtained through a business combination are acknowledged in the consolidated financial statements at the fair value on the date of acquisition. Customer relationships have limited useful lives and are carried at a cost less the amortization charges. Amortization of customer relationships is computed straight-line over their 15-year estimated useful lives.

Impairment of assets

Financial assets not recognized in profit or loss are assessed at each reporting date to determine whether there is objective evidence of impairment.

Objective evidence of impairment of financial assets includes the following:

- Default or failure of the debtor to fulfill its obligation;
- Restructuring of an amount subject to conditions that the Group would not consider otherwise;
- The possibility that the borrower or issuer may become bankrupt;
- Negative situations arise in the payment status of these people;
- The disappearance of an active market for a security or
- Observable information that indicates a measurable decrease in the expected cash flows from the financial asset.

A significant or long-term drop in the fair value of an investment in equity securities below cost is also concrete proof of impairment.

NOTE 2 – BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Cont.)

2.6 Summary of Significant Accounting Policies (Cont.)

Borrowing Costs

In the case of qualifying assets that require a substantial period of time to get ready for their intended use or sale, borrowing costs that are directly attributable to the acquisition, construction, or production of the asset are capitalized as an element of cost until the asset is ready for its intended use or sale. Borrowing costs that are not in this context are expensed in the period in which they are incurred. The Group records all financial expenses in the statement of profit or loss in the period in which they are incurred.

Inventories

Inventories are valued at the lower of their cost or net realizable value, including all costs of purchase and other expenses incurred in bringing the inventories to their current location and condition. Net realizable value refers to the estimated selling price in the ordinary course of business, less the anticipated costs of completion and estimated expenses necessary to facilitate a sale. The weighted average cost method is utilized to determine the inventory value.

Financial Assets

Cash and Cash Equivalents
Cash and cash equivalents include cash on hand, demand deposits, time deposits (deposits maturing in less than three months), and other highly liquid short-term investments that are convertible to a known amount of cash, subject to an insignificant risk of value changes and have a maturity of three months or less from the acquisition date. The Group uses the expected credit loss model to evaluate cash and cash equivalents for impairment.

Trade Receivables

Trade receivable from the sale of goods to customers are recorded at the original invoice amount and then evaluated at amortized cost using the effective interest rate method. Short-term receivables without a stated interest rate are recorded at the original invoice amount, except when imputing interest has a substantial effect. When there is an indication that the amounts owed will not be collected, the consolidated profit and loss account recognizes an allowance for estimated uncollectible amounts of trade receivable. The Group applies the expected credit loss model to assess its trade receivables for impairment.

If any or all of the impaired receivable amount is collected following the provision for impairment, the collected amount shall be deducted from the provision and recorded in "Other Operating Income" in the profit and loss statement. Credit finance income or expenses and foreign exchange gains or losses on trade transactions are also recognized in "Other Operating Income and Expenses."

The company engages in factoring to collect some of its receivables. The factoring company assumes the collection risk for certain receivables, for which the related amounts are deducted from the receivable accounts.

NOTE 2 – BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Cont.)

2.6 Summary of Significant Accounting Policies (Cont.)

Financial Assets (Cont.)

Derivative Instruments

Derivative instruments are initially recognized at acquisition cost, which reflects the fair value at the contract date and are subsequently remeasured at fair value. Although these derivative instruments provide effective economic hedges of the Group's risks if they do not meet the conditions required for risk accounting, they are recognized as derivatives held for trading in the financial statements, and changes in fair value are recognized in the income statement.

Financial Investments

The Group categorizes its financial investments into two classifications: financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income. The determination of the classification is based on the business model and expected cash flows, which are evaluated based on the intended use of the financial assets. At the acquisition date, Management establishes the classification of its financial assets.

Assets with a business model of collecting contractual cash flows and/or making sales are categorized as fair-value assets through profit or loss. These assets are considered

fixed if management doesn't intend to dispose of them within 12 months from the balance sheet date.

Group evaluates any financial asset or liability, excluding trade receivables, at its fair value during the initial recognition stage. Any transaction costs directly associated with obtaining or issuing financial assets and liabilities, other than those at fair value through profit or loss, are either added to or subtracted from the fair value during the initial measurement.

If the fair value of a financial investment at the initial recognition differs from the transaction price, the Group recognizes the difference between the fair value at the initial recognition and the transaction price as a gain or loss if the fair value is based on a valuation technique that uses inputs from observable markets or if the fair value is based on quoted prices for identical assets or liabilities in an active market.

-Fair value gains or losses recognized on financial assets

Consists of financial assets other than financial assets at fair value through other comprehensive income. Financial assets are measured at fair value through profit or loss unless they are held within a business model whose objective is to collect contractual cash flows or within a business model whose objective is to collect contractual cash flows and sell financial assets. Gains and losses arising from the valuation of such assets are recognized in the consolidated income statement.

NOTE 2 – BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Cont.)

2.6 Summary of Significant Accounting Policies (Cont.)

Financial Assets (Cont.)

Financial Investments (Cont.)

-Financial assets at fair value through other comprehensive income

Financial assets at fair value through other comprehensive income comprise "financial investments" in the statement of financial position. The Group assesses the fair value of these assets. Any gains or losses on financial assets, excluding impairment losses and foreign exchange gains or losses, are acknowledged in other comprehensive income. When assets that are held at fair value through other comprehensive income are sold, the valuation difference that was reclassified to other comprehensive income is then moved to retained earnings.

Financial Liabilities

Financial Borrowings

Interest-bearing financial liabilities are initially recognized at fair value and subsequently measured at fair value using the effective interest rate method.

Trade and Other Payables

Trade and other payables are initially recognized at fair value and subsequently measured at amortized cost using the effective interest rate method.

Effects of currency fluctuation

In the statutory records of the Group, transactions in foreign currencies (currencies other than TL) are converted into Turkish Lira at the exchange rates prevailing at the dates of the transactions. Assets and liabilities denominated in foreign currencies in the consolidated statement of financial position are converted into Turkish Lira at the exchange rates prevailing at the reporting date. Foreign exchange gains and losses arising on settlement and translation of foreign currency items are recognized in the consolidated statement of profit or loss.

Earnings / (Loss) per Share

Earnings / (loss) per share is calculated by dividing net profit or loss for the period by the weighted average number of ordinary shares outstanding during the period attributable to ordinary shareholders.

In Turkey, companies can increase their share capital by making a pro rata distribution of shares (bonus shares) to existing shareholders from retained earnings and by adjusting equity for inflation. For the purpose of calculating earnings per share, such bonus shares are considered as issued shares. Accordingly, the weighted average number of shares used in the calculation of earnings/(loss) per share is derived by giving retrospective effect to the bonus shares.

NOTE 2 – BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Cont.)

2.6 Summary of Significant Accounting Policies (Cont.)

Events after balance sheet date

Events that occur between the end of the reporting period and the date when the consolidated statement of financial position was authorized for issue. Events after the reporting period are divided into two categories:

- There is new evidence that relevant events existed as of the end of the reporting period (events requiring adjustment after the reporting period); and
- There is evidence that the related events occurred after the reporting period (events that do not require adjustment after the reporting period).

The Group adjusts its consolidated financial statements if there is new evidence that such events existed at the end of the reporting period or if they occurred after the reporting period and require restatement of the financial statements. If such events do not necessitate restatement of the consolidated financial statements, the Group discloses the related matters in the related notes.

Related parties

For financial statement purposes, the term "related parties" refers to shareholders of the Group, companies they own, their directors, and other entities known to be associated with them. A related party is any entity that has control over the Group, holds significant influence over the Group due to their interest in it, or is an executive, board member, associate, or general manager of the Group, either directly or indirectly.

Taxation

Income tax expense comprises current and deferred tax.

(i) Current tax

Current tax is the expected tax payable or receivable on the taxable profit or loss for the current year and includes any adjustment to tax payable in respect of previous years.

It is calculated using tax rates enacted or substantively enacted at the end of the reporting period. Current tax assets and liabilities can only be offset if certain conditions are met.

NOTE 2 – BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Cont.)

2.6 Summary of Significant Accounting Policies (Cont.)

Taxation (Cont.)

(ii) Deferred Tax

Deferred income tax is recognized, using the liability method, for temporary differences that occur between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements.

Deferred tax liabilities are recognized for all taxable temporary differences, while deferred tax assets resulting from deductible temporary differences are recognized only if it is more likely than not that future taxable profit will be available against which the deductible temporary difference can be utilized.

Employee Benefit Provisions

(i)Short-term employee benefits

Short-term employee benefit obligations are expensed as the related service is rendered. A liability is recognized for amounts that the Group has a legal or constructive obligation to pay as a result of past service of employees and that are expected to be paid if the obligation can be estimated reliably.

(ii) Long-term employee benefits

The severance provision reflects the estimated present value of the probable future obligation of the Group, resulting from employee retirement on a monthly basis. The provision for severance pay accrues as if all employees were to receive payment and is presented in the consolidated financial statements. Provisions for severance indemnity are calculated based on the ceiling announced by the government.

As of March 31, 2024, the maximum amount of employment severance pay is TL 35.058,58 (December 31, 2023: TL 35.058,58). The Group management has used certain assumptions in the calculation of provision for employment severance indemnity.

All actuarial gains and losses related to the provision for employment termination benefits are recognized in other comprehensive income.

Contingent Assets and Liabilities

TAS 37 "Provisions, Contingent Liabilities, and Contingent Assets" mandates that the Group must have a current legal or constructive obligation arising from past events, with a likelihood that an outflow of resources that embody economic benefits will be necessary to fulfill the obligation, and a trustworthy estimate of the amount of the obligation must be made. If these criteria are not satisfied, the Group must divulge the relevant information in the accompanying notes.

If it is likely that economic benefits will be received in the future, the contingent asset must be disclosed in the consolidated financial statements' notes. Conversely, if it is certain that economic benefits will be received, the asset and its related income are recognized in the consolidated financial statements on the date of the change.

NOTE 2 – BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Cont.)

2.6 Summary of Significant Accounting Policies (Cont.)

Business Combinations

Business acquisitions are recorded utilizing the purchase method of accounting. The consideration exchanged in a business combination is evaluated at fair value. Fair value is then determined by adding together the acquisition-date fair values of the assets transferred by the acquirer, liabilities taken on by the acquirer from the former owners of the acquirer, and equity interests provided by the acquirer. Generally, acquisition costs are recognized as an expense as they are incurred.

Identifiable assets acquired and liabilities assumed are recognized at fair value on the date of acquisition. However, the following items are not recognized in this manner:

- Deferred tax assets or liabilities, as well as assets or liabilities relating to employee benefits, are accounted for in accordance with the TAS 12 Income Taxes and TAS 19 Employee Benefits standards, respectively.
- Liabilities or equity instruments related to share-based payment arrangements of the acquiree or the Group's share-based payment arrangements replacing those of the acquiree are accounted for following TFRS 2 Share-based Payment during the acquisition date.
- Assets (or disposal groups) that are classified as held for sale in accordance with TFRS 5 Fixed Assets Held for Sale and Discontinued Operations are accounted for in accordance with the rules in TFRS 5.

Goodwill is calculated as the excess of the total consideration transferred for the acquisition plus the fair value of any non-controlling interests, if applicable, in the acquiree, and, if the business combination is accomplished in stages, the fair value of any equity interest in the acquiree previously held by the acquirer, minus the net amount of the acquiree's identifiable assets acquired and liabilities assumed as of the acquisition date. If the total amount of the acquiree's identifiable assets and assumed liabilities at the acquisition date is higher than the sum of the fair value of the consideration transferred, non-controlling interests in the acquiree, and the fair value of the acquiree's interest before the acquisition, the excess is recorded as a bargain purchase gain in profit or loss after reassessment.

Non-controlling interests, which entitle shareholders to a proportionate share of the entity's net assets in the event of liquidation, are initially measured at either fair value or at the amount of the acquiree's recognizable net assets that correspond to the non-controlling interests. The determination of the measurement basis is done on a transaction-by-transaction basis. Other non-controlling interests are valued fairly, or, when appropriate, measured using specified methods in a different TFRS.

NOTE 2 – BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Cont.)

2.6 Summary of Significant Accounting Policies (Cont.)

Business Combinations (Cont.)

When the Group includes contingent consideration in the consideration transferred in a business combination, it measures the contingent consideration at fair value on the acquisition date and includes it in the said consideration transferred. If the fair value of the contingent consideration requires amendment as a result of more information becoming available during the measurement period, it is adjusted retrospectively against goodwill. The measurement period is the period following the acquisition date in which the acquirer can modify the provisional amounts identified in a business combination. The duration of this period cannot exceed one year from the acquisition date.

The way in which subsequent accounting treats changes in the fair value of contingent consideration that do not qualify as measurement period adjustments depends on the classification of the contingent consideration. If the contingent consideration is classified as equity, it is not remeasured, and any further payments are recognized in equity.

Where purchase accounting for a business combination is incomplete by the end of the reporting period in which the combining took place, the Group reports provisional amounts for items with incomplete accounting. These estimated amounts may be modified during the measurement period or when new information is acquired about facts and circumstances that existed at the time of acquisition, which could impact the recognized amounts at that time.

Certain assets and liabilities of the acquired company that were not previously recognized in its own financial statements are now acknowledged. At the acquisition date, we recognize the identifiable assets, identifiable liabilities, and minority interests of the acquired company at their fair value. The relevant calculations are based on specific assessments and assumptions.

Goodwill

Goodwill resulting from acquisition is measured at its cost on the date of acquisition, after deduction of any impairment losses, if applicable. For the sake of impairment testing, goodwill is divided among the cash-generating units (or groups of cash- generating units) of the Group that are expected to gain from the combination's synergies.

The cash-generating unit that receives the goodwill is assessed for impairment annually. If there are any signs that the unit may be damaged, a more frequent impairment test is carried out. If the amount recoverable from the cash-generating unit is lower than its carrying amount, an impairment loss is initially identified for the goodwill assigned to the unit, and then the carrying amount of the assets within the unit is lowered. Any impairment loss for goodwill is directly recognized in the consolidated statement of profit or loss and other comprehensive income. Goodwill impairment cannot be reversed in future periods. When disposing of the appropriate cash-generating unit, the determined goodwill amount is factored into the computation of the gain or loss on disposal.

Sometimes, the acquirer may obtain a bargain purchase, which is a business combination where the net amounts of the assets and liabilities acquired on the acquisition date, measured per TFRSs, exceed the amount paid, typically valued at fair market value, per TFRS regulations. If any surplus amount remains after the application of TFRS 3 - Paragraph 36, the acquirer will acknowledge the resulting gain in profit or loss on the acquisition date, which will be attributed to the acquirer.

NOTE 2 – BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Cont.)

2.6 Summary of Significant Accounting Policies (Cont.)

Goodwill (Cont.)

A bargain purchase might occur during a business combination as a compelled sale where the seller acts under pressure. Nevertheless, acceptance and measurement exclusions for particular items in IFRS 3 - Paragraphs 22-31 may also cause the acceptance of a gain (or a modification in the amount of the recognized profit) in a bargain purchase.

Before recognizing a gain on a bargain purchase, the acquirer reviews whether it has accurately identified the assets acquired and liabilities assumed. Any additional assets or liabilities identified in that assessment are recognized. The acquirer then examines the processes used to measure the amounts of all the following that this TFRS requires to be recognized on the acquisition date:

(a) Identifiable assets acquired and liabilities assumed;
(b) Non-controlling interests (minority interests) in the acquiree, if any;
(c) In a business combination achieved in stages, the acquirer's previously held equity interest in the acquiree and
(d) Transferred consideration.

The goal of this review is to guarantee that the measurements accurately represent all the information that was available on the acquisition date.

Leasing operations

Determining whether a contract contains a lease element.

Upon contract commencement, the Group assesses if it constitutes a lease or a contract incorporating a lease component. At inception or upon reassessment of the agreement, the Group categorizes the payments due under the contract into payments for lease and payments for other items based on their respective fair values.

If the Group cannot reliably allocate payments under a finance lease, it recognizes an asset and liability equal to the fair value of the related asset. The liability is decreased as subsequent payments are made, and finance expenses added to the liability are recognized using the Group's incremental borrowing rate.

Leased assets

Assets held under leases that transfer substantially all the risks and rewards of ownership of the asset to the Group are classified as finance leases. Fixed assets held under finance leases are initially measured at the lower of the asset's fair value and the present value of the minimum lease payments. After initial recognition, they are accounted for according to the accounting policies applicable to the asset.

Lease payments

Minimum lease payments made under finance leases are allocated between finance costs and the reduction of the remaining liability. Finance costs are assigned to each lease term period at a predetermined interest rate on the outstanding obligation.

NOTE 3 – BUSINESS COMBINATIONS

Söke Değirmencilik, by the decision of the Board of Directors dated March 29, 2023; Shares with a nominal value of 1,628,400 TL, corresponding to 60% of the fully registered shares of Gen Toys Industry and Trade Inc. with a total nominal value of 2,714,000 TL, were purchased with the Share Transfer Agreement signed between the parties on 29 March 2023.

In the acquisition-related merger transactions, Gen Toy's financial statements dated March 31, 2023 were used within the scope of TFRS 3 "Business Combinations" standard, since there was no significant change after March 29, 2023.

The identifiable assets and liabilities arising from the acquisition and the calculation of goodwill are as follows:

Identifiable Assets and Liabilities	**Fair Value**
Cash and cash equivalents	993.165
Trade receivables	612.366
Other receivables	373.508
Inventories	1.634.200
Tangible fixed assets	3.036.486
Intangible assets	822.056
Right of use assets	4.034
Short-term borrowings	299.284
Trade payables	(141.981)
Employee benefit obligations	(455.966)
Other short-term liabilities	(574.984)
Long-term borrowings	(198.105)
Long-term provisions	(1.536.409)
Deferred tax liabilities	(168.669)
Cash and cash equivalents	(31.973)
Total Identifiable Net Assets	**4.667.012**
Purchased Share Ratio	**%60**
Fair value of the consideration paid for the acquisition of shares	**3.293.795**
Minus: Total Identifiable Net Assets (60%)	**2.800.207**
Goodwill	**493.588**

NOTE 4 – SEGMENT REPORTING

As of March 31, 2024 and March 31, 2023, information grouped by reportable segments is as follows:

March 31 2024	**Wheat and Flour Trade**	**Licensed Warehousing**	**Elimination**	**Total**
Sales	12.893.180.146	12.297.403	(4.204.868)	12.901.272.681
Cost of Sales	(12.202.119.223)	(14.003.623)	4.204.868	(12.211.917.978)
Gross Operating Profit	**691.060.923**	**(1.706.220)**	**-**	**689.354.703**
Research and Development Expenses	(969.612)	-	-	(969.612)
General Administrative Expenses (-)	(101.572.228)	(3.507.339)	-	(105.079.567)
Marketing, Sales and Distribution Expenses (-)	(301.933.313)	-	-	(301.933.313)
Other Operating Income	556.162.922	2.919.221	-	559.082.143
Other Operating Expenses (-)	(213.926.614)	(3.162.229)	-	(217.088.843)
Operating Profit/(Loss)	**628.822.078**	**(5.456.567)**	**-**	**623.365.511**
Income from Investing Activities	136.177.363	-	-	136.177.363
Expenses from Investing Activities	(1.778.098)	-	-	(1.778.098)
Impairment Gains (Losses) and Reversals of Impairment Losses Determined as per TFRS 9	(2.368.328)	-	-	(2.368.328)
Share of Profit / (Loss) of Investments Valued by Equity Method	(671.305)	-	-	(671.305)
Operating Profit / (Loss) Before Finance Expenses	**760.181.710**	**(5.456.567)**	**-**	**754.725.143**
Finance Profit	282.436.655	14.360	(579.788)	281.871.227
Finance Loss (-)	(998.210.091)	(1.427.262)	579.788	(999.057.565)
Net Monetary Position Gains (Losses)	(45.165.846)	(2.290.212)	-	(47.456.058)
Profit Before Tax	**(757.572)**	**(9.159.681)**	**-**	**(9.917.253)**
Tax Expenses	65.283.817	14.508.748	-	79.792.565
Net Period Profit/(Loss)	**64.526.245**	**5.349.067**	**-**	**69.875.312**

March 31 2023	**Wheat and Flour Trade**	**Licensed Warehousing**	**Elimination**	**Total**
Sales	9.685.836.430	11.602.444	(1.660.166)	9.695.778.708
Cost of Sales	(9.050.645.827)	(17.716.757)	1.660.166	(9.066.702.418)
Gross Operating Profit	**635.190.603**	**(6.114.313)**	**-**	**629.076.290**
Research and Development Expenses	(322.748)	-	-	(322.748)
General Administrative Expenses (-)	(83.699.008)	(4.803.281)	-	(88.502.289)
Marketing, Sales and Distribution Expenses (-)	(274.836.456)	-	-	(274.836.456)
Other Operating Income	190.016.677	1.027.131	-	191.043.808
Other Operating Expenses (-)	(214.577.220)	(1.663.832)	-	(216.241.052)
Operating Profit/(Loss)	**251.771.848**	**(11.554.295)**	**-**	**240.217.553**
Income from Investing Activities	28.354.822	-	-	28.354.822
Expenses from Investing Activities	(2.086.012)	-	-	(2.086.012)
Impairment Gains (Losses) and Reversals of Impairment Losses Determined as per TFRS 9	(665.403)	-	-	(665.403)
Share of Profit / (Loss) of Investments Valued by Equity Method	(688.917)	-	-	(688.917)
Operating Profit / (Loss) Before Finance Expenses	**276.686.338**	**(11.554.295)**	**-**	**265.132.043**
Finance Profit	458.567.401	260	(8.010.086)	450.557.575
Finance Loss (-)	(615.223.863)	(8.686.168)	8.010.086	(615.899.945)
Net Monetary Position Gains (Losses)	(272.807.796)	8.900.015	-	(263.907.781)
Profit Before Tax	**(152.777.920)**	**(11.340.188)**	**-**	**(164.118.108)**
Tax Expenses	(127.030.448)	(6.138.509)	-	(133.168.957)
Net Period Profit/(Loss)	**(279.808.368)**	**(17.478.697)**	**-**	**(297.287.065)**

NOTE 4 – SEGMENT REPORTING (Cont.)

March 31 2024	**Wheat and Flour Trade**	**Licensed Warehousing**	**Total**
Total Assets	25.935.420.798	636.731.137	26.572.151.935
Total Liabilities	18.040.943.449	79.353.829	18.120.297.278
Equity Attributable to Parent Company	7.294.225.642	557.377.308	7.851.602.950
Non-controlling Shares	600.251.707	-	600.251.707

March 31 2023	**Wheat and Flour Trade**	**Licensed Warehousing**	**Total**
Total Assets	19.787.877.139	589.219.641	20.377.096.780
Total Liabilities	12.544.197.089	229.615.570	12.773.812.659
Equity Attributable to Parent Company	6.772.453.298	359.604.071	7.132.057.369
Non-controlling Shares	471.226.752	-	471.226.752

March 31 2024	**Wheat and Flour Trade**	**Licensed Warehousing**	**Total**
Depreciation Expense for the Period	107.043.752	5.564.476	112.608.228

March 31 2023	**Wheat and Flour Trade**	**Licensed Warehousing**	**Total**
Depreciation Expense for the Period	87.685.022	17.306.669	104.981.691

NOTE 5 – CASH AND CASH EQUIVALENTS

The details of cash and cash equivalents as of March 31 2024 and December 31 2023 are as follows:

Cash and Cash Equivalents	March 31 2024	December 31 2023
Safe deposit box	249.955	116.205
Demand Deposits	673.012.025	1.383.303.707
Time Deposits (*)	396.611.746	672.313.569
POS Accounts	3.379.867	1.748.088
Expected Credit Loss	(2.802.730)	(2.732.358)
	1.070.450.863	**2.054.749.211**

(*) As of March 31, 2024, TL Time Deposit Interest Rate Range is 41%-50%. USD Term Deposit Interest Rate is 3%. (December 31 2023: TL Time Deposit: 37%-43% and USD Time Deposit: 4%)

The details of deposits in banks as of March 31 2024 and December 31 2023 are as follows:

	March 31 2024	December 31 2023
Demand deposit	673.012.025	1.383.303.707
- TRY Bank	*22.789.637*	*80.614.765*
- EURO Bank	*8.040.251*	*6.156.066*
- USD Bank	*641.786.486*	*1.293.003.773*
- GBP Bank	*4.254*	*61.217*
- CHF Bank	*388.756*	*3.467.886*
-JPY Bank	*2.641*	-
Time Deposits	396.611.746	672.313.569
- TRY Time Deposit	*332.035.124*	*660.456.189*
- USD Time Deposit	*64.576.622*	*11.857.380*
Expected Credit Loss	(2.802.730)	(2.732.358)
	1.066.821.041	**2.052.884.918**

NOTE 6 – FINANCIAL INVESTMENTS

The details of short-term financial investments as of March 31 2024 and December 31 2023 are as follows:

Short-Term Financial Investments	March 31 2024	December 31 2023
Bonds	10.952.928	12.723.548
Stocks	54.043.693	54.966.012
Money Market Funds	148.641.829	23.468.970
Venture Capital Funds	13.987.907	4.486.931
Blocked Bank Accounts (*)	2.821.213.299	1.885.352.078
	3.048.839.656	**1.980.997.539**

(*) Blocked deposits in banks as collateral for the loans used. As of March 31, 2024, all blocked bank accounts consist of exchange rate protected deposits. (December 31 2023: 1.885.352.078 TL)

NOTE 6 – FINANCIAL INVESTMENTS (Cont.)

The details of long-term financial investments as of March 31 2024 ve December 31 are as follows:

Long-term Financial Investments	Share rate	March 31 2024	December 31 2023
Rudi's Organic and Gluten Free Brands Inc.	%12,65	224.837.320	224.837.320
		224.837.320	**224.837.320**

Within the scope of Söke Değirmencilik's strategy to expand globally and invest in high-value areas of the food industry that target end consumers, and under the decision made by Söke Değirmencilik's Board of Directors on September 22, 2023, Söke Değirmencilik has decided to acquire 12. 65% of Rudi's Organic and Gluten Free Brands Inc. ("Rudi's"), established in 1976 in the US state of Colorado, produces and distributes delicious, organic, gluten- free bread and bakery products with leading food certifications. Rudi's, a producer and distributor of organic, gluten-free bread and bakery products, has agreed with the existing shareholders. After the capital increase, Söke Değirmencilik will pay TL 87,774,600 for 12.65% of Rudi's shares. As of December 31, 2023, the payment of the purchase consideration of TL 92.120.100 was completed on 20 November 2023. Regarding the acquisition of Rudi's shares, Note Office Uluslararası Bağımsız Denetim Danışmanlık ve Yeminli Mali Müşavirlik A.Ş. prepared a price determination report on September 14, 2023, which calculated the current market value of Rudi's at USD 51,831,499.

NOTE 7 – FINANCIAL BORROWINGS

The details of short-term borrowings as of March 31 2024 and December 31 2023 are as follows:

Short-term Financial Borrowings	March 31 2024	December 31 2023
Short-term Financial Borrowings	5.059.417.814	3.395.059.154
	5.059.417.814	**3.395.059.154**

The details of short-term borrowings as of March 31 2024 are as follows:

Currency	Interest Rate Range	Foreign Currency Amount	TL Amount
US Dollar	6,48%-8,25%	17.567.485	568.195.717
TL	13,50%-50,00%	4.491.222.097	4.491.222.097
			5.059.417.814

The details of short-term borrowings as of December 31 2023 are as follows:

Currency	Interest Rate Range	Foreign Currency Amount	TL Amount
US Dollar	8,25%-8,75%	22.423.255	759.535.275
TL	13,50%-49,00%	2.635.523.879	2.635.523.879
			3.395.059.154

As of March 31, 2024 and December 31 2023 the details of short-term portion of long-term borrowings are as follows:

Short-Term Portions of Long-Term Borrowings	March 31 2024	December 31 2023
Principal Installments of Long-Term Financial Borrowings	962.035.265	1.124.216.873
Borrowings from Lease Transactions	20.866.414	2.583.016
	982.901.679	**1.126.799.889**

NOTE 7 – FINANCIAL BORROWINGS (Cont.)

The details of short-term portion of long-term borrowings as of March 31, 2024, are as follows:

Currency	Interest Rate Range	Foreign Currency Amount	TL Amount
US Dollar	9,58%-11%	15.990.908	517.203.528
TL	8,50%-50,50%	444.831.737	444.831.737
			962.035.265

The details of short-term portion of long-term borrowings as of December 31, 2023 are as follows:

Currency	Interest Rate Range	Foreign Currency Amount	TL Amount
US Dollar	3,84%-10,94%	16.096.259	545.223.089
TL	8,50%-46,55%	578.993.784	578.993.784
			1.124.216.873

The details of short-term lease payables as of March 31, 2024, are as follows:

Currency	Foreign Currency Amount	TL Amount
US Dollar	-	-
TL		20.866.414
		20.866.414

The details of short-term lease payables as of December 31, 2023, are as follows:

Currency	Foreign Currency Amount	TL Amount
US Dollar	-	-
TL		2.583.016
		2.583.016

The details of long-term borrowings as of March 31, 2024, and December 31 2023 are as follows:

Long-term Borrowings	March 31 2024	December 31 2023
Long-term Bank Loans	1.399.539.163	1.540.061.342
Borrowings from Leasing Transactions	7.838.945	2.198.741
	1.407.378.108	**1.542.260.083**

The details of long-term borrowings as of March 31 2024 are as follows:

Currency	Interest Rate Range	Foreign Currency Amount	TL Amount
US Dollar	9,58%-11%	32.072.547	1.037.341.646
TL	8,50%-50,50%		362.197.517
			1.399.539.163

NOTE 7 – FINANCIAL BORROWINGS(Cont.)

As of December 31, 2023, the details of long-term borrowings are as follows:

Currency	Interest Rate Range	Foreign Currency Amount	TL Amount
US Dollar	3,84%-10,94%	21.758.427	737.015.797
TL	8,50%-46,55%		803.045.545
			1.540.061.342

As of March 31, 2024, the details of long-term lease payables are as follows:

Currency	Foreign Currency Amount	TL Amount
TL	-	7.838.945
		7.838.945

As of December 31, 2023, the details of long-term lease payables are as follows:

Currency	Foreign Currency Amount	TL Amount
TL	-	2.198.741
		2.198.741

As of March 31, 2024, the details of the loans are as follows:

Currency	Foreign Currency Amount	TL Amount	Loan Type
US Dollar	11.008.541	356.055.862	Spot Loan
US Dollar	58.468.066	1.891.067.752	Installment Loan
US Dollar	6.558.944	212.139.855	Participation Banks
TL		15.810.822	Revolving Credit
TL		630.880.534	Installment Loan
TL		3.576.007.473	Spot Loan
TL		340.585.174	Participation Banks
TL		225.391.781	Lease Certificate
TL		173.052.989	Financial Bonds
	76.035.551	**7.420.992.242**	

As of December 31 2023 the details of the loans are as follows:

Currency	Foreign Currency Amount	TL Amount	Loan Type
US Dollar	20.041.630	678.863.309	Spot Loan
US Dollar	37.854.686	1.282.238.887	USD Installment loan
US Dollar	2.381.625	80.671.966	Revolving Credit
TL		110.013.825	Revolving Credit
TL		739.041.725	Installment Loan
TL		2.614.498.558	Spot Loan
TL		253.392.932	Participation Banks
TL		121.444.137	Lease Certificate
TL		179.172.030	Financial Bonds
	60.277.941	**6.059.337.369**	

NOTE 8 – TRADE RECEIVABLES AND PAYABLES

As of March 31, 2024 and December 31 2023, short-term trade receivables are as follows:

Short-Term Trade Receivables	March 31 2024	December 31 2023
Trade Receivables from Related Parties	38.133.419	3.384.694
Trade Receivables from Third Parties (*)	9.924.455.683	7.438.482.347
Notes Receivable from Third Parties	296.706.731	296.475.992
Deferred Interest Income (-)	(37.876.406)	(36.732.195)
Doubtful Trade Receivables	28.128.178	24.530.100
Provision for Doubtful Trade Receivables (-)	(28.128.178)	(24.530.100)
	10.221.419.427	**7.701.610.838**

As of March 31, 2024 and December 31, 2023, the movements of doubtful trade receivables during the period are as follows:

Doubtful Trade Receivables	March 31 2024	December 31 2023
Doubtful Trade Receivables at the Beginning of the Period	24.530.100	25.782.512
Provision for the Period	7.261.676	11.192.925
Canceled Provision (-)	(449.977)	(117.801)
Monetary Position Difference	(3.213.621)	(12.327.536)
	28.128.178	**24.530.100**

As of March 31 2024 and December 31 2023, long-term trade receivables are as follows:

Long Term Trade Receivables	March 31 2024	December 31 2023
Trade Receivables from Related Parties	-	-
Trade Receivables from Non-Related Parties (*)	10.197.097	11.733.149
	10.197.097	**11.733.149**

(*) See Note 19.

As of March 31, 2024 and December 31 2023, short-term trade payables are as follows:

Short Term Trade Payables	March 31 2024	December 31 2023
Trade Payables to Related Parties	102.889.249	7.798.218
Trade Payables to Non-Related Parties (*)	8.756.314.872	7.561.000.811
Notes Payable to Non-Related Parties	12.600.000	21.387.973
Deferred Maturity Difference Expense (-)	(14.966.196)	(13.379.510)
	8.856.837.925	**7.576.807.492**

As of March 31, 2024, and December 31 2023, long-term trade payables are as follows:

Long Term Trade Payables	March 31 2024	December 31 2023
Trade Payables to Non-Related Parties (*)	-	196.138.512
	-	**196.138.512**

(*) As of March 31, 2024, 4.850.003415 TL of commercial payables to non-related parties consists of letter of credit debts. (December 31 2023: 4.890.402.930 TL)

NOTE 9 – OTHER RECEIVABLES AND PAYABLES

As of March 31 2024 and December 31 2023, other short-term receivables are as follows:

Other Short-Term Receivables	March 31 2024	December 31 2023
Deposits and Guarantees Given	481.279	539.969
Other Receivables from Non-Related Parties	6.721.500	-
Receivables from Public Institutions	66.709.424	76.635.809
Receivables from Personnel	95.658	-
	74.007.861	**77.175.778**

As of March 31, 2024, and December 31, 2023, other long-term receivables from non-related parties are as follows:

Other Long-Term Receivables	March 31 2024	December 31 2023
Deposits and Guarantees Given	887.903	949.665
	887.903	**949.665**

As of March 31, 2024, and December 31, 2023, other short-term payables are as follows:

Other Short-Term Debts	March 31 2024	December 31 2023
Other Payables to Non-Related Parties	3.169.275	4.409.858
Other Payables to Related Parties	435.618.260	174.368.446
	438.787.535	**178.778.304**

NOTE 10 – DERIVATIVE INSTRUMENTS

As of March 31, 2024, and December 31, 2023, derivative financial assets are as follows:

Derivative Financial Assets	March 31 2024	December 31 2023
Futures Market Collaterals	113.114.133	-
Derivative Financial Instruments	312.059.724	326.708.487
	425.173.857	**326.708.487**

(*) Collaterals given for trading in the futures market are classified as futures market collaterals, and the fair values of forward contracts and option contracts are classified as derivative financial instruments. Gains or losses arising from the transactions made during the period are reported as derivative financial instrument income and expenses in financial income and expenses in the statement of profit or loss, and the fair value differences of the open positions as of the reporting date are reported in financial income and expenses.

Fair Values of Financial Instruments

The Group categorizes its financial instruments carried at fair value in the consolidated financial statements based on the source of the valuation inputs for each type of financial instrument, utilizing a three-tiered hierarchy.

Level 1: Valuation techniques that use quoted prices in active markets for identical assets or liabilities accessible to the Group on the measurement date.

Level 2: Other valuation techniques that utilize inputs other than quoted prices from Level 1, which are observable for either directly or indirectly linked assets or liabilities.

Level 3: Valuation techniques utilize unobservable inputs for assets or liabilities.

March 31 2024	Level 1	Level 2	Level 3
Forward Foreign Currency Transaction Contracts (For Trading Purposes)	-	425.173.857	-
	-	**425.173.857**	-

December 31 2023	Level 1	Level 2	Level 3
Forward Foreign Currency Transaction Contracts (For Trading Purposes)	-	326.708.487	-
	-	**326.708.487**	-

Foreign currency forward transactions (Level 2) are valued by discounting the fair value of the foreign currency forward contract to the present value using the foreign exchange rate at the balance sheet date.

NOTE 11 – INVENTORIES

The details of inventories as of March 31 2024 ve December 31 2023 are as follows:

Inventories	March 31 2024	December 31 2023
Raw Materials and Supplies	1.055.072.256	986.879.356
Finished Products	335.197.190	212.130.497
Trade Goods	944.002.637	871.047.151
Other Inventories	41.303.764	32.111.831
Provision for Impairment of Inventory (-)	(337.676)	(337.676)
Semi-finished Products	252.582.900	257.397.793
	2.627.821.071	**2.359.228.952**

There are no mortgages, guarantees or pledges on the stocks, and the stocks are insured.

NOTE 12 – PREPAID EXPENSES AND DEFERRED INCOME

As of March 31 2024 ve December 31 2023 the details of short-term prepaid expenses are as follows:

Short-term Prepaid Expenses	March 31 2024	December 31 2023
Order Advances Given to Related Parties	3.134.048	4.517.005
Order Advances Given to Third Parties (*)	347.407.131	443.657.244
Insurance and Other Prepaid Expenses	41.831.445	32.391.203
	392.372.624	**480.565.452**

(*)Advances given consist of advances given by the Group to suppliers for the purchase of raw materials used in production. There is no impairment in the related prepaid expenses as of the end of the period..

The details of long-term prepaid expenses as of March 31 2024 ve December 31 2023 are as follows:

Long-term Prepaid Expenses	March 31 2024	December 31 2023
Insurance Expenses	41.626.480	43.632.553
Order Advances Given to Third Parties	24.145.969	24.145.969
	65.772.449	**67.778.522**

The details of short-term deferred income as of March 31 2024 ve December 31 2023 are as follows:

Short-term Deferred Income	March 31 2024	December 31 2023
Advances Received from Third Parties	150.274.540	217.255.594
	150.274.540	**217.255.594**

NOTE 13 – INVESTMENTS ACCOUNTED BY USING THE EQUITY METHOD

As of March 31 2024 ve December 31 2023 the details of investments accounted using the equity method are as follows:

Name of Affiliate	%	March 31 2024	%	December 31 2023
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş.	17	11.880.770	17	14.293.165

Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş.	1 January-March 31 2024	1 January-December 31 2023
As of 1 January	14.293.165	14.522.435
Share of Profit/Loss	(671.305)	3.613.555
Share of Other Comprehensive Income / Expense	11.871	(180.895)
Dividend Income Accrued	(1.752.961)	(3.661.930)
As of End Of Period	**11.880.770**	**14.293.165**

The condensed financial statements of the investment accounted by using the equity method are as follows:

Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş.	March 31 2024	December 31 2023
Current Assets	24.619.549	24.946.804
Fixed Assets	49.081.389	57.364.958
Total Assets	**73.700.938**	**82.311.762**
Short-term Liabilities	10.135.362	6.541.497
Long-term Liabilities	5.290.113	3.597.649
Equity	58.275.463	72.172.616
Total Liabilities and Equities	**73.700.938**	**82.311.762**

	1 January-March 31 2024	1 January-March 31 2023
Sales Revenues	21.376.348	12.087.326
Net Profit/(Loss) for the Period	(3.948.855)	(2.405.081)

As of March 31 2024 and 31 March 2023 the details of share of profit/loss of investments accounted by using the equity method are as follows::

	1 January-March 31 2024	1 January-March 31 2023
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş.	(671.305)	(688.917)
	(671.305)	**(688.917)**

NOTE 14 – INVESTMENT PROPERTIES

The details of investment properties as of March 31 2024 ve December 31 2023 are as follows:

Description	1 January 2024	Inflows	Outflows	Revaluation	March 31 2024
Land Plots	-	-	-	-	-
Buildings	1.835.267	-	-	-	1.835.267
Total Cost	**1.835.267**	**-**	**-**	**-**	**1.835.267**

Description	1 January 2023	Inflows	Outflows	Revaluation	December 31 2023
Land Plots	-	-	-	-	-
Buildings	1.835.267	-	-	-	1.835.267
Total Cost	**1.835.267**	**-**	**-**	**-**	**1.835.267**

Investment properties are reported at fair value. Fair value differences of investment properties are reported in the income/expense from investing activities account.

NOTE 15 – CURRENT PERIOD TAX ASSETS

As of March 31 2024 ve December 31 2023 the details of assets related to current period tax are as follows

Current Period Tax Assets	March 31 2024	December 31 2023
Prepaid Taxes and Funds	9.248.435	9.017.070
	9.248.435	**9.017.070**

NOTE 16 – RIGHT OF USE ASSETS

As of March 31 2024 ve December 31 2023 the details of right of use assets are as follows:

Description	1 January 2024	Inflows	Outflows	Transfer	March 31 2024
Buildings	9.767.823	-	-	-	9.767.823
Vehicles	35.843.971	19.214.723	(11.967.222)	-	43.091.472
Machinery	593.327	9.233.462	-	-	9.826.789
Total	**46.205.121**	**28.448.185**	**(11.967.222)**	**-**	**62.686.084**
Buildings	(7.440.217)	(2.652.789)	-	-	(10.093.006)
Vehicles	(28.966.473)	(2.382.523)	11.353.558	-	(19.995.438)
Machinery	(133.997)	(1.825.284)	-	-	(1.959.281)
Accumulated Depreciation	**(36.540.687)**	**(6.860.596)**	**11.353.558**	**-**	**(32.047.725)**
Net Book Value	**9.664.434**				**30.638.359**

Description	1 January2023	Inflows	Outflows	Transfer	Subsidiary acquisition	December 31 2023
Buildings	9.113.224	654.599	-	-	-	9.767.823
Vehicles	38.292.072	6.995.455	(9.443.556)	-	-	35.843.971
Machinery	-	-	-	-	593.327	593.327
Total	**47.405.296**	**7.650.054**	**(9.443.556)**	**-**	**593.327**	**46.205.121**
Buildings	(5.506.001)	(1.934.216)	-	-	-	(7.440.217)
Vehicles	(21.949.362)	(16.198.844)	9.181.733	-	-	(28.966.473)
Machinery	-	-	-	-	(133.997)	(133.997)
Accumulated Depreciation	**(27.455.363)**	**(18.133.060)**	**9.181.733**	**-**	**(133.997)**	**(36.540.687)**
Net Book Value	**19.949.933**					**9.664.434**

NOTE 17 – TANGIBLE FIXED ASSETS

The details of tangible fixed assets as of March 31 2024 are as follows:

Description	1 January 2024	Inflows	Outflows	Transfer	Revaluation	March 31 2024
Land and Plots	1.368.732.824	86.001.625	-	-	-	1.454.734.449
Land Improvements	73.462.833	1.597.515	-	-	-	75.060.348
Buildings	1.435.136.014	8.249.197	-	2.825.070	-	1.446.210.281
Plant, Machinery and Equipment	2.503.216.875	36.173.962	(2.049.484)	6.488.718	-	2.543.830.071
Vehicles	624.884.771	28.876.754	(18.098.709)	-	-	635.662.816
Fixtures	106.349.786	7.272.935	(120.262)	448.118	-	113.950.577
Investments in Progress	295.431.463	8.131.274	(1.919.695)	(10.172.375)	-	291.470.667
Special Costs	32.724.441	3.384.359	-	-	-	36.108.800
Advances Given (*)	259.083.977	16.998.935		-	-	276.082.912
Total Cost	**6.699.022.984**	**196.686.556**	**(22.188.150)**	**(410.469)**	**-**	**6.873.110.921**

Accumulated Depreciation	1 January 2024	Inflows	Outflows	Transfer	Revaluation	March 31 2024
Land and Plots	-	-	-	-	-	-
Land Improvements	(7.274.274)	(1.763.904)	-	-	-	(9.038.178)
Buildings	(37.324.979)	(10.337.567)	-	-	-	(47.662.546)
Plant, Machinery and Equipment	(94.634.798)	(50.045.716)	1.048.606	-	-	(143.631.908)
Vehicles	(77.936.761)	(24.218.075)	1.801.473	-	-	(100.353.363)
Fixtures	(45.520.442)	(3.567.169)	14.610	-	-	(49.073.001)
Special Costs	(5.620.854)	(1.342.402)	-	-	-	(6.963.256)
Total	**(268.312.108)**	**(91.274.833)**	**2.864.689**	**-**	**-**	**(356.722.252)**
Tangible Fixed Assets (Net)	**6.430.710.876**					**6.516.388.669**

(*) As of March 31, 2024; 219,378,316 TL consists of advances given within the scope of the Solar Power Plant project, 7,677,332 TL for Samsun Cookie Facility, 43,908,144 TL for Ankara Factory revision and 5,119,120 TL for other.

As of March 31, 2024, there is a total bank mortgage on fixed assets amounting to 50,000,000 USD and 91,005,707 TL. (December 31 2023 50,000,000 USD and 91,005,707 TL)

The Group has shown its tangible assets, which adopted a revaluation model, with revalued amounts calculated based on fair values. The difference between the fair value and net book value of the assets in question; It was added to tangible fixed assets in assets and "Tangible Asset Revaluation Increases (Decreases)" in liabilities.

NOTE 17 – TANGIBLE FIXED ASSETS (Cont.)

The details of tangible fixed assets as of December 31, 2023 are as follows:

Description	January 1 2023	Inflows	Outflows	Transfer	Revaluation	Subsidiary acquisition	December 31 2023
Land and Plots	1.054.812.864	56.247.719	-	-	257.672.241	-	1.368.732.824
Land Improvements	66.539.548	6.923.285	-	-	-	-	73.462.833
Buildings	953.088.813	95.519.817	-	1.351.873	385.175.511	-	1.435.136.014
Plant, Machinery and Equipment	1.939.772.863	451.974.331	(121.938.222)	6.840.706	226.444.158	123.039	2.503.216.875
Vehicles	330.020.052	420.476.224	(125.611.505)	-	-	-	624.884.771
Fixtures	70.467.155	36.131.642	(832.615)	178.640	-	404.964	106.349.786
Investments in Progress	197.190.248	102.511.647	(39.127.972)	34.857.540	-	-	295.431.463
Special Costs	21.052.000	11.392.851	-	-	-	279.590	32.724.441
Advances Given	59.410.248	258.073.325	-	(58.399.596)	-	-	259.083.977
Total Cost	**4.692.353.791**	**1.439.250.841**	**(287.510.314)**	**(15.170.837)**	**869.291.910**	**807.593**	**6.699.022.984**

Accumulated Depreciation	January 1 2023	Inflows	Outflows	Transfer	Revaluation	Subsidiary acquisition	December 31 2023
Land and Plots	-	-	-	-	-	-	-
Land Improvements	(1.587.206)	(5.687.068)	-	-	-	-	(7.274.274)
Buildings	-	(30.352.046)	-	-	(6.972.933)	-	(37.324.979)
Plant, Machinery and Equipment	-	(161.714.781)	246.182	-	66.849.030	(15.229)	(94.634.798)
Vehicles	-	(97.095.640)	19.158.879	-	-	-	(77.936.761)
Fixtures	(33.293.809)	(12.448.496)	380.958	-	-	(159.095)	(45.520.442)
Special Costs	(2.880.671)	(2.624.787)	-	-	-	(115.396)	(5.620.854)
Total	**(37.761.686)**	**(309.922.818)**	**19.786.019**	**-**	**59.876.097**	**(289.720)**	**(268.312.108)**
Tangible Fixed Assets (Net)	**4.654.592.105**						**6.430.710.876**

NOTE 18 – INTANGIBLE ASSETS EXCLUDING GOODWILL

The details of other intangible assets as of March 31 2024 are as follows:

Description	1 January 2024	Inflows	Outflows	Transfer	March 31 2024
Customer Relations	815.724.972	-	-	-	815.724.972
Brand	675.566.042	-	-	-	675.566.042
Rights (Computer Programmes)	25.256.120	1.382.049	-	410.469	27.048.638
Other	10.141.379	262.176	-	-	10.403.555
Investments in Progress	8.115.755	-	-	-	8.115.755
Total Cost	**1.534.804.268**	**1.644.225**	**-**	**410.469**	**1.536.858.962**

Accumulated Amortisation	1 January 2024	Period Expense	Outflows	Transfer	March 31 2024
Customer Relations	(108.763.330)	(13.558.168)	-	-	(122.321.498)
Rights (Computer Programmes)	(15.054.875)	(465.907)	-	-	(15.520.782)
Other	(4.305.552)	(448.724)	-	-	(4.754.276)
Total	**(128.123.757)**	**(14.472.799)**	**-**	**-**	**(142.596.556)**
Intangible Assets (Net)	**1.406.680.511**				**1.394.262.406**

NOTE 18 – INTANGIBLE ASSETS EXCLUDING GOODWILL (Cont)

The details of other intangible assets as of December 31, 2023 are as follows:

Description	January 1 2023	Inflows	Outflows	Transfer	Subsidiary acquisition	December 31 2023
Customer Relations	815.724.972	-	-	-	-	815.724.972
Brand	675.566.042	-	-	-	-	675.566.042
Rights (Computer Programmes)	20.350.736	4.849.180	-	46.082	10.122	25.256.120
Other	8.298.686	2.019.269	(176.576)	-	-	10.141.379
Investments in Progress	8.115.755	-	-	-	-	8.115.755
Total Cost	**1.528.056.191**	**6.868.449**	**(176.576)**	**46.082**	**10.122**	**1.534.804.268**

Accumulated Amortisation	January 1 2023	Period Expense	Outflows	Transfer	Subsidiary acquisition	December 31 2023
Customer Relations	(43.549.325)	(65.214.005)	-	-	-	(108.763.330)
Rights (Computer Programmes)	(13.551.297)	(1.499.523)	-	-	(4.055)	(15.054.875)
Other	(2.926.259)	(1.379.712)	419	-	-	(4.305.552)
Total	**(60.026.881)**	**(68.093.240)**	**419**	**-**	**(4.055)**	**(128.123.757)**
Intangible Assets (Net)	**1.468.029.310**					**1.406.680.511**

NOTE 19 – PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

As of March 31 2024 and December 31 2023 details of other short term provisions are as follows:

Other Short-term Provisions	March 31 2024	December 31 2023
Litigation Provisions	1.427.280	2.121.800
	1.427.280	**2.121.800**

The details of the Group's receivables from Samsun Yem Sanayi ve Ticaret A.Ş. ("Samsun Yem"), Yemsel Tavukçuluk Hayvancılık Yem Hammaddeleri Sanayi ve Ticaret A.Ş. ("Yemsel") and Çakıroğlu Gıda Tarım Ürünleri Hayvancılık ve Yem Tavukçuluk Nakliyat Ticaret ve Sanayi A.Ş. ("Çakıroğlu") as of March 31 2024 and December 31 2023 are as follows:

Company Title (*)	Trade Receivables	Order Advances Given	Total	Mortgage Received
Samsun Yem	1.232.128	-	1.232.128	1.894.703
Yemsel	1.793.727	24.145.969	25.439.696	16.240.309
Çakıroğlu	7.671.242	-	7.671.242	27.067.181
	10.197.097	**24.145.969**	**34.343.066**	**45.202.193**

(*) Together will be referred to as Çakıroğlu Group.

Samsun Yem, Yemsel, and Çakıroğlu have filed for bankruptcy postponement with the Samsun Commercial Court of First Instance. The Group has established mortgages on the properties of Samsun Yem, Yemsel, and Çakıroğlu for the receivables mentioned above. The mortgages established by the Group allow the collecting of all receivables through the mortgaged properties owned by the Çakıroğlu Group. Samsun Yem and Çakıroğlu are ranked 1st in mortgages. It ranks 2nd in the mortgage on Yemsel's real estate. Akbank T.A.Ş. is ranked 1st in the real estate mortgage of Yemsel. The total mortgage amount of Akbank T.A.Ş. is 6.000.000 TL.

Çakıroğlu Group was notified to pay its debts. On January 8, 2016, an appraisal of the properties was requested. On December 29, 2016, a discovery was made with the Court Committee for Valuation. On January 18, 2017, the experts submitted their reports to the court. The total value of the mortgaged properties belonging to Çakıroğlu was determined to be TL 10,858,440.75. For the mortgaged properties belonging to Yemsel, the total value of TL 11,527,728.25 was appraised. The total value of the mortgaged properties belonging to Samsun Yem was estimated to be 263,249.19 TL. The bankruptcy postponement decision of Samsun Yem Sanayi ve Ticaret A.Ş. was rejected by the Samsun Commercial Court of First Instance on September 30, 2020. The Group requested a revaluation of the real estate. Çakıroğlu and Yemsel were declared bankrupt by the Samsun Commercial Court of First Instance on September 30, 2020.
No provision has been recognised since the fair values of the mortgages and real estates in the valuation reports are sufficient to fully recover the receivables.

NOTE 19 – PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (Cont.)

As of March 31, 2024 and December 31, 2023, collaterals, pledges and mortgages of the Group are as follows:

March 31 2024	**TL Equivalent**	**US Dollar**	**Euro**	**TL**
Total amount of GPMs given by its own legal entity and other companies within the scope of consolidation				
- Collateral	*1.106.951.040*	*18.313.000*	*7.629.582*	*250.181.508*
- Mortgages	*1.696.968.964*	*49.742.709*	*-*	*91.005.707*
- Pledges	*-*	*-*	*-*	*-*
Total	**2.803.920.004**	**68.055.709**	**7.629.582**	**341.187.215**

December 31 2023	**TL Equivalent**	**US Dollar**	**Euro**	**TL**
Total amount of GPMs given by its own legal entity and other companies within the scope of consolidation				
- Collateral	*416.083.957*	*4.834.000*	*-*	*263.809.946*
- Mortgages	*1.789.632.312*	*49.742.709*	*-*	*104.714.464*
- Pledges				
Total	**2.205.716.269**	**54.576.709**	**-**	**368.524.410**

NOTE 20 – EMPLOYEE BENEFIT PROVISIONS

Under Turkish law, the Group is required to make severance payments to any employee who has completed one year of service and whose employment is terminated without just cause, who is called up for military service, who dies or who retires after completing 25 years of service (20 years for women and 25 years for men) and reaching retirement age (58 years for women and 60 years for men). Due to a change in the law effective September 8, 1999, there are certain transitional obligations regarding the length of service required for retirement.

Such payments are calculated based on 30 days' salary as of March 31, 2024, based on a maximum of full TL 35.058,58 (December 31 2023: 35.058,58 TL) per year of service at the rate of pay applicable at the date of retirement or termination. Provision for employment termination benefits is calculated on a current basis and recognized in the financial statements. Provision is calculated by estimating the present value of the future probable obligation of the Group arising from the retirement of the employees. The calculation is based on the retirement pay ceiling announced by the Government.

The provision for severance pay is calculated by estimating the present value of the future probable obligation of the Group arising from the retirement of the employees. TFRS requires actuarial valuation methods to be used to estimate the Group's obligation under defined benefit plans. Accordingly, the actuarial assumptions used in the calculation of the total liability are set out below.

The basic assumption is that the maximum liability for each year of service will increase in line with inflation. Accordingly, the discount rate applied represents the expected real interest rate after adjusting for the effects of future inflation. Consequently, in the accompanying consolidated financial statements as at March 31, 2024, the liabilities are calculated by estimating the present value of the future probable obligation arising from the retirement of the employees. The provision at December 31, 2023 has been calculated assuming an annual inflation rate of 19.00 percent and an interest rate of 23.00 percent, resulting in a discount rate of approximately 3.36 percent. (The provision at December 31, 2023 has been calculated assuming an annual inflation rate of 19.00 percent and an interest rate of 23.00 percent, resulting in a discount rate of approximately 3.36 percent).

As of March 31, 2024, and December 31, 2023, the movement of the Group's provision for severance payment is as follows:

	March 31 2024	**December 31 2023**
January 1 Balance	41.506.793	46.461.331
Current Service Cost	11.462.499	12.150.809
Interest Cost	11.109.169	12.472.461
Subsidiary acquisition	-	31.973
In-Period Payments	(3.836.965)	(30.766.834)
Actuarial Difference	(7.828.901)	20.781.799
Monetary Position Difference	(5.819.547)	(19.624.746)
End of Period Balance	**46.593.048**	**41.506.793**

NOTE 20 – EMPLOYEE BENEFIT PROVISIONS (Cont.)

As of March 31 2024 and December 31 2023 short-term provisions for employee benefits are as follows:

Short-term Provisions for Employee Benefits	March 31 2024	December 31 2023
Provision for Unused Vacation	12.264.933	5.025.973
	12.264.933	**5.025.973**

As of March 31 2024 and December 31 2023 , employee benefit obligations are as follows:

Employee Benefit Obligations	March 31 2024	December 31 2023
Social Security Premiums to be Paid	19.795.894	11.316.160
Payables to Employee	32.083.975	23.806.628
	51.879.869	**35.122.788**

NOTE 21 – OTHER ASSETS AND LIABILITIES

As of March, 31 2024 and December 31, 2023, details of other current assets are as follows:

Other Current Assets	March 31 2024	December 31 2023
Carried forward VAT	88.734.262	103.662.386
Work Advances	12.259	13.520
Other VAT	133.085	153.132
	88.879.606	**103.829.038**

As of March 31, 2024 and December 31 2023 details of other current liabilities are as follows:

Other Short-term Liabilities	March 31 2024	December 31 2023
Taxes and Funds Payable	48.633.382	30.623.937
Expense Accruals	9.706.392	10.213.262
Other Liabilities Payable	85.037	33.533
Overdue, Deferred or Postponed Taxes and Other Liabilities	103.391	194.168
	58.528.202	**41.064.900**

NOTE 22 – EQUITY

Capital and Reserves

As of March 31, 2024, the issued capital of the Company is TL 190.970.000. (One hundred ninety million nine hundred and seventy thousand Turkish Liras) This capital is divided into a total of 190,970,000 shares, as follows: 22,035,000 Group A shares, 14,690,000 Group B shares and 154,245,000 Group C shares, each with a nominal value of TL 1.

As of March 31, 2024, the capital structure of the Company is as follows:

Shareholders	No. of Shares	Group	Ratio (%)	Value
Nevin Ulusoy	9.548.501	A	5,00	9.548.501
	2.938.000	B	1,54	2.938.000
	19.089.237	C	10,00	19.089.237
	31.575.738		**16,54**	**31.575.738**
Onur Erhan Ulusoy	1.469.000	A	0,77	1.469.000
	3.407.000	B	1,78	3.407.000
	8.524.000	C	4,46	8.524.000
	13.400.000		**7,01**	**13.400.000**
Eren Günhan Ulusoy	11.017.499	A	5,77	11.017.499
	8.345.000	B	4,37	8.345.000
	52.380.358	C	27,43	52.380.358
	71.742.857		**37,57**	**71.742.857**
Mithat Denizcigil	215.518	C	0,11	215.518
	215.518		**0,11**	**215.518**
Kâmil Âdem	60.887	C	0,03	60.887
	60.887		**0,03**	**60.887**
Publicly Traded	**73.975.000**	C	**38,74**	**73.975.000**
Total	**190.970.000**		**100,00**	**190.970.000**

The legal reserves consist of the first and second legal reserves, established per the Turkish Commercial Code. The first legal reserve is appropriated from the statutory profit at the rate of 5% per year until the total reserve reaches 20% of the company's paid-up share capital.

Publicly traded companies distribute dividends in accordance with the CMB's Communiqué on Dividends No. II-19.1.

Companies distribute profits based on distribution policies determined by the general assembly and in compliance with relevant legislation. The communiqué does not establish a minimum distribution rate. Dividends are distributed according to a company's articles of association or dividend distribution policies. Dividends may be disbursed in equal or varying portions, and dividend payments can be distributed in cash over the earnings noted in the financial statements.

Unless the reserves required by the Turkish Commercial Code and the dividends determined for the shareholders in the Articles of Association or the Dividend Distribution Policy have been set aside, no decision can be taken to set aside other reserves, to carry forward profits to the following year and to distribute dividends to the holders of usufruct shares, members of the Board of Directors, employees of the Company and persons other than shareholders, and no dividend can be distributed to these persons unless the dividends determined for the shareholders are paid in cash.

NOTE 22 – EQUITY (Cont.)

The details of equity items as of March 31 2024 and December 31 2023 are as follows

Equity	1 January-March 31 2024	1 January-December 31 2023
Paid-in Capital	190.970.000	190.970.000
Capital Adjustment Differences	1.122.976.329	1.122.976.329
Repurchased Shares	(297.355.832)	(297.355.832)
Share Premiums (Discounts)	814.246.896	834.684.225
Other Comprehensive Income (Expense) Not to be Reclassified to Profit or Loss	2.075.509.935	2.085.971.750
Other Comprehensive Income (Expense) to be Reclassified to Profit or Loss	632.898.002	592.612.569
Restricted Reserves	462.768.909	453.210.161
Retained Earnings	2.790.481.336	3.409.437.116
Net Period Profit/Loss	59.107.375	(746.960.906)
Non-controlling Shares	600.251.707	490.992.965
	8.451.854.657	**8.136.538.377**

Repurchased Shares

Based on the decision taken by the Company's Board of Directors on 20 February 2023, a share buy-back program was initiated. Within the scope of the current program, shares equivalent to 1.31% of the Company's share capital were repurchased between 24 February 2023 and 14 June 2023. Based on the decision taken by the Company's Board of Directors on 1 February 2022, a share buy-back programme was initiated. Within the scope of the current program, between 2 February 2022 and 30 June 2022, a total of TL 5,000,000 nominal value of shares corresponding to 2.62% of the Company's share capital was repurchased. (December 31, 2021: Based on the decision taken by the Company's Board of Directors on 30 June 2021, a share repurchase program was initiated. Within the scope of the program, shares with a nominal value of TL 5,000,000, equivalent to 2.62% of the Company's share capital, were repurchased between 1 July - December 31, 2021).

The share repurchases were financed by the Company's cash and cash equivalents. As of March 31, 2024, there has been no sale of the repurchased shares. Pursuant to Article 520 of the Law No. 6102, a reserve is set aside for the repurchased shares in an amount that meets their acquisition value.

Additional Information on Capital, Reserves and Other Equity Items

Due to the use of different indices in the application of inflation accounting in accordance with the Tax Procedural Law and IAS 29, differences have arisen between the amounts recognized in the balance sheet prepared in accordance with the Tax Procedural Law and the amounts recognized in the consolidated financial statements prepared in accordance with TAS/TFRS for the items "adjustment to share capital", "share premium" and "restricted reserves". These differences are recognized under "Retained Earnings or Losses" in the TAS/TFRS financial statements.

March 31 2024	Inflation-adjusted amounts in the solo financial statements prepared as per the Tax Procedure Law
Capital Adjustment Differences	1.485.142.927
Restricted Reserves Separated from Profit	367.456.128

NOTE 23 – GOODWILL

Söke Değirmencilik merged with its parent company, MKU Un, on 29 December 2016. Before this merger, MKU Un acquired all of the shares of the Company on 16 April 2015, and since the acquisition cost includes control power, goodwill was calculated as a result of this transaction.

Söke Değirmencilik management has performed impairment test on goodwill using discounted cash flow method in accordance with TAS 36. No impairment was identified in the goodwill impairment tests performed by the Company management.

Söke Değirmencilik acquired 60% of Gen Oyuncak Sanayi ve Ticaret A.Ş. shares with a total nominal value of TL 2.714.000 for TL 2.862.586 on 29 March 2023. As a result of this transaction, goodwill amounting to TL 428.969 has been calculated.

The details of goodwill as of March 31 2024 and December 31, 2023 are as follows:

	March 31 2024	**December 31 2023**
As of January 1	357.238.295	356.744.707
Changes during the Period	-	493.588
As of End of Period	**357.238.295**	**357.238.295**

	March 31 2024	**December 31 2023**
MKU Un San. ve Tic. A.Ş.	356.744.707	356.744.707
Gen Oyuncak San. ve Tic. A.Ş.	493.588	493.588
	357.238.295	**357.238.295**

NOTE 24 – REVENUE AND COST OF SALES

Revenue and cost of sales for the periods ended March 31 2024 and March 31 2023 are as follows:

Revenue and Cost of Sales	**1 January-March 31 2024**	**1 January-March 31 2023**
Domestic Sales Revenues	4.687.281.157	3.106.727.094
International Sales Revenues	8.350.704.170	6.731.953.774
Other Revenues	12.025.082	32.724.799
Gross Sales	**13.050.010.409**	**9.871.405.667**
Returns from Sales (-)	(24.731.071)	(80.993.355)
Sales Discounts (-)	(122.870.044)	(93.786.199)
Other Discounts	(1.136.613)	(847.405)
Net Sales	**12.901.272.681**	**9.695.778.708**
Cost of Sales	**(12.211.917.978)**	**(9.066.702.418)**
Cost of Trade Goods Sold	(9.900.395.257)	(5.949.215.995)
Cost of Products Sold	(2.271.932.307)	(3.088.646.387)
Cost of Service Sold	(39.390.446)	(27.008.901)
Other Cost of Sales	(199.968)	(1.831.135)
Gross Profit	**689.354.703**	**629.076.290**

Cost of sales for the periods ended March 31 2024 and March 31 2023 are as follows:

Cost of Sales	**1 January-March 31 2024**	**1 January-March 31 2023**
Cost of Trade Goods Sold	**(2.271.932.307)**	**(3.088.646.387)**
Cost of Products Sold	**(9.900.395.257)**	**(5.949.215.995)**
Other Cost of Sales	**(199.968)**	**(1.831.135)**
Cost of Service Sold	**(39.390.446)**	**(27.008.901)**
Vehicle Expenses	(1.140.006)	(1.138.351)
Benefits and Services Provided Externally	(3.106.386)	(1.908.750)
Personnel expenses	(11.151.881)	(2.099.618)
Depreciation Expenses	(17.750.780)	(17.044.190)
Insurance Expenses	(1.948.187)	(976.730)
Transportation Expenses	(97.992)	(39.073)
Other expenses	(461.816)	(409.380)
Taxes, Duties and Fees	(186.128)	(117.683)
Maintenance and Repair Expenses	(253.031)	(3.077.208)
Fuel Expenses	(3.294.239)	(197.918)
	(12.211.917.978)	**(9.066.702.418)**

NOTE 25 – GENERAL ADMINISTRATIVE AND MARKETING EXPENSES

Total operating expenses for the periods ended March 31 2024 and March 31 2023 are as follows:

Operating Expenses	**1 January-March 31 2024**	**1 January-March 31 2023**
General Administrative Expenses	(105.079.567)	(88.502.289)
Marketing Expenses	(301.933.313)	(274.836.456)
Research and Development Expenses	(969.612)	(322.748)
	(407.982.492)	**(363.661.493)**

General administrative expenses for the periods ended as of March 31 2024 and March 31 2023 are as follows:

General and administrative expenses	**1 January-March 31 2024**	**1 January-March 31 2023**
Personnel expenses	(45.255.549)	(34.759.599)
Consultancy Expenses	(5.832.606)	(3.446.083)
Depreciation Expenses	(18.824.182)	(10.625.699)
Benefits and Services Provided Externally	(5.746.262)	(4.519.816)
Insurance Expenses	(1.160.215)	(1.132.511)
Other expenses	(6.864.014)	(3.410.905)
Taxes, Duties and Fees	(4.495.978)	(9.578.700)
Education and Publication Expenses	(310.705)	(303.627)
Rent Expenses	(452.654)	(511.334)
Donations and Aids	(2.877.591)	(2.976.729)
Vehicle Expenses	(1.065.458)	(673.206)
Transportation Expenses	(2.008.140)	(1.393.167)
Representation and Entertainment Expenses	(797.305)	(1.514.376)
Food expenses	(2.480.306)	(1.929.965)
Depreciation Expense for Lease Transactions	(189.104)	(188.042)
Electricity, Heating and Water Expenses	(719.992)	(892.603)
Accommodation Expenses	(1.423.788)	(56.106)
Advertising Expenses	-	(470.764)
Maintenance and Repair Expenses	(380.741)	(644.669)
Court Expenses	(128.961)	(16.453)
Trademark, Patent Application and Renewal Expenses	(94.882)	(254.753)
Notary Expenses	(73.924)	(500.007)
Fair Expenses	(2.989.514)	(7.794.684)
Public Offering Costs	-	(181.523)
IT Expenses	(907.696)	(726.968)
	(105.079.567)	**(88.502.289)**

NOTE 25 – GENERAL ADMINISTRATIVE AND MARKETING EXPENSES (Cont.)

Marketing expenses for the periods ended as of March 31 2024 and March 31 2023 are as follows:

Marketing Expenses	**1 January-March 31 2024**	**1 January-March 31 2023**
Shipping Expenses	(68.598.257)	(69.628.955)
Export Expenses	(122.796.972)	(100.494.042)
Personnel expenses	(45.172.109)	(46.844.772)
Customer Relationship Depreciation	(13.558.169)	(24.241.518)
Commission Expenses	(2.810.211)	(419.400)
Tax, Duty and Fee Expenses	(1.753.753)	(1.631.587)
Benefits and Services Provided Externally	(2.768.074)	(855.530)
Insurance Expenses	(1.203.395)	(211.708)
Depreciation Expenses	(14.017.189)	(8.482.760)
Fair Expenses	(2.165.716)	(1.436.267)
Vehicle Expenses	(5.524.852)	(4.067.840)
Other expenses	(3.648.056)	(2.375.185)
Food expenses	(2.043.360)	(1.605.597)
Transportation Expenses	(998.862)	(590.067)
Consultancy Expenses	(118.970)	(11.669)
Rent Expenses	(2.243.593)	(527.224)
Accommodation Expenses	(772.366)	(1.482.981)
Depreciation Expense for Lease Transactions	(1.780.028)	(4.623.426)
Advertising and Promotion Expenses	(5.921.412)	(2.366.974)
Stock Exchange Expenses	(1.324.379)	(2.562.580)
Promotion Expenses	(548.160)	(213.918)
Representation and Entertainment Expenses	(2.165.430)	(162.456)
	(301.933.313)	**(274.836.456)**

NOTE 26 – OTHER OPERATING INCOME AND EXPENSES

Other operating incomes for the periods ended March 31, 2024, and March 31, 2023, are as follows:

Other Income from Main Activities	**1 January-March 31 2024**	**1 January-March 31 2023**
Exchange Difference Income Regarding Trade Receivables and Payables	456.910.267	98.895.796
Maturity Difference Income	311.994	-
Income from Reimbursable Expenses	11.018.391	8.147.032
Compensation Income	421.839	409.781
Service Mirroring Revenues	29.362.677	2.736.412
Provisions that are no longer relevant	5.755.822	21.919.514
Other Income	1.325.785	1.823.000
Revenues Obtained from Law No. 5510 and 6661	3.473.442	2.630.959
Balance Allocation Revenues	96.966	5.039
Price Difference Revenues	992.353	18.676.638
Income from Incentives and Supports	1.095.569	1.317.817
Rediscount Interest Income	48.317.038	34.481.820
	559.082.143	**191.043.808**

Other operating expenses for the periods ended March 31, 2024, and March 31, 2023, are as follows:

Other Expenses from Main Activities	**1 January-March 31 2024**	**1 January-March 31 2023**
Exchange Difference Expenses Regarding Trade Receivables and Payables	(147.382.886)	(40.952.666)
Provision Expenses	(5.599.836)	(5.361.019)
Reimbursed Expenses	(4.933.289)	(591.314)
Balance Allocation Expenses	(8.022)	(54.218)
Price Difference Expenses	(6.065.411)	(130.850.127)
Other expenses	(1.994.325)	(2.574.312)
Rediscount Interest Expenses	(51.105.074)	(35.857.396)
	(217.088.843)	**(216.241.052)**

NOTE 27 – INCOME AND EXPENSES FROM INVESTING ACTIVITIES

Income from investing activities for the periods ended March 31, 2024, and March 31 2023 are as follows:

Income from Investment Activities	**1 January-March 31 2024**	**1 January-March 31 2023**
Investment Fund Fair Value Increase	6.308.861	-
Fixed Asset Sales Revenues	4.205.987	6.405.781
Exchange Rate Protected Deposits Fair Value Increase	125.662.515	21.949.041
	136.177.363	**28.354.822**

Expenses from investing activities for the periods ended March 31, 2024, and March 31 2023 are as follows:

Expenses from Investing Activities	**1 January-March 31 2024**	**1 January-March 31 2023**
Loss on Sale of Fixed Assets	(1.778.098)	(2.086.012)
	(1.778.098)	**(2.086.012)**

Details of Impairment Gains (Losses) and Cancellations of Impairment Losses Determined in accordance with TFRS 9 are as follows:

	1 January-March 31 2024	**1 January-March 31 2023**
Expected Credit Loss	(2.368.328)	(665.403)
	(2.368.328)	**(665.403)**

NOTE 28 – FINANCIAL INCOME AND EXPENSES

Financial Income for the periods ended March 31, 2024, and March 31 2023 are as follows:

Financing Income	**1 January-March 31 2024**	**1 January-March 31 2023**
Foreign Exchange Profits	123.190.714	82.522.292
Securities Sale Profits	33.520.530	87.378.085
Derivative Financial Instrument Income	20.601.729	144.697.243
Interest income	104.558.254	135.959.955
	281.871.227	**450.557.575**

Financial Expense for the periods ended March 31, 2024, and March 31, 2023, are as follows:

Financial Expenses	**1 January-March 31 2024**	**1 January-March 31 2023**
Foreign Exchange Losses	(366.841.090)	(172.179.102)
Derivative Financial Instrument Fair Value Differences	(17.994.317)	(105.162.460)
Financing Expenses	(565.258.871)	(284.135.399)
Securities Sale Losses	(45.893.844)	(53.861.966)
Financing Expense Arising from Lease Obligations	(3.069.443)	(561.018)
	(999.057.565)	**(615.899.945)**

NOTE 29 – INCOME TAXES

Corporate Tax

In Turkey, corporate tax rate is 25% as of March 31 2024 (December 31, 2023: 25%). Corporate tax is payable at a rate of 25% on the total income of the Group after adjusting for certain disallowable expenses and deducting certain exemptions and deductions.
Under Turkish tax legislation, tax losses can be carried forward to offset against future taxable income for up to five years. However, tax losses cannot be offset against retained earnings.
In Turkey, there is no such practice as reconciliation with the tax administration regarding the taxes payable. Corporate tax returns are filed within four months following the close of the accounting period. The tax authorities may examine the tax returns and the underlying accounting records for a period of five years following the accounting period and may make a re-assessment based on their findings.
Rolweg, a subsidiary of the Company, operates in Switzerland. Swiss income tax rate is 14,00%.

Income tax withholding

According to the Presidential Decree dated 21.12.2021 and numbered 4936, the income tax deduction rate for dividend payments made by joint stock companies' resident in Turkey to real persons resident in Turkey, non-residents of income and corporate taxes or those who are exempt from these taxes, and real persons and legal entities who are not residents of Turkey has been reduced from 15% to 10%. Dividend payments made from joint stock companies' resident in Turkey to joint stock companies also resident in Turkey are not subject to tax deduction. In addition, there is no tax deduction if the profit is not distributed or added to capital.
As of March 31, 2024 and March 31 2023, total tax income/expense is as follows:

	1 January-March 31 2024	1 January-March 31 2023
Period Tax Income / Expense	(24.560.477)	(21.376.302)
Deferred Tax Income / Expense	104.353.042	(111.792.655)
	79.792.565	**(133.168.957)**

NOTE 29 – INCOME TAXES (Cont.)

Deferred tax assets and liabilities

The Group recognizes deferred tax assets and liabilities based upon temporary differences arising between their financial statements as reported for TFRS purposes and their statutory financial statements. These temporary differences usually result in recognizing revenue and expenses in different reporting periods for TFRS and tax purposes.

The components of the Group's deferred tax assets and liabilities as of, March 31 2024 are as follows:

March 31 2024	**Temporary Differences**	**Deferred Tax Assets**	**Deferred Tax Liability**
Recognized in Profit/Loss			
Tangible and Intangible Assets	3.572.995.159	-	(781.592.691)
Customer Relations and Brand	1.368.969.515	-	(342.242.379)
Derivative Instruments	(2.932.372)	733.093	-
Severance Pay Provision	(4.162.434)	1.040.608	-
Inventories	(111.571.452)	27.892.863	-
Provisions for Unused Leave Days	(5.630.622)	1.407.655	-
Income and Expense Accruals	(215.355.623)	53.797.049	-
Credits	(18.734.213)	4.683.553	-
Provisions for Lawsuits	(1.372.006)	343.002	-
Receivables with no action	(12.937.492)	3.234.373	-
Buyers and Notes Receivable Rediscount	(23.568.606)	5.892.152	-
Debts and Notes Payable Rediscount	5.576.301	-	(1.394.075)
Exchange Rate Differences	10.621.568	-	(2.655.392)
Rental Obligation	4.418.424	-	(1.121.470)
Prepaid Expenses and Deferred Revenues	19.247.087	-	(4.811.773)
Other	(16.701.701)	4.175.425	-
Financial Investments	93.553.352	-	(23.388.338)
Total	**4.662.414.885**	**103.199.773**	**(1.157.206.118)**
a. Net Deferred Tax Asset/Liability (Profit/Loss)			**(1.054.006.345)**

NOTE 29 – INCOME TAXES (Cont.)

December 31 2023	Temporary Differences	Deferred Tax Assets	Deferred Tax Liability
Recognized in Profit/Loss			
Tangible and Intangible Fixed Assets	3.283.969.278	-	(762.686.715)
Customer Relations and Brand	1.382.527.682	-	(345.631.920)
Derivative Instruments	(14.537.433)	3.634.358	-
Severance Pay Provision	(2.839.977)	709.994	-
Inventories	(49.753.801)	12.438.450	-
Provision for Unused Leave Days	425.436	-	(106.359)
Income and Expense Accruals	16.964.474	-	(4.241.119)
Loans	(20.501.834)	5.125.458	-
Litigation Provisions	(2.058.207)	514.552	-
Non-moving Receivables	(7.534.210)	1.883.552	-
Rediscount of Receivables and Notes Receivable	(19.860.773)	4.965.193	-
Accounts Payable and Accounts Payable Rediscount	4.276.326	-	(1.069.081)
Currency Exchange Gains and Losses	17.921.841	-	(4.480.460)
Lease Liability	7.052.981	-	(1.763.245)
Prepaid Expenses and Deferred Income	56.267.239	-	(14.066.809)
Other	(19.244.340)	4.811.085	-
Financial Investments	100.643.376	-	(25.160.844)
Total	**4.733.718.058**	**34.082.642**	**(1.159.206.552)**
a. Net Deferred Tax Asset/Liability (Profit/Loss)			**(1.125.123.910)**

NOTE 30 – EARNINGS/LOSS PER SHARE

Earnings/loss per share for the periods ended as of March 31 2024 and March 31 2023 are as follows:

	1 January-March 31 2024	1 January-March 31 2023
Net Profit/(Loss) for the Period	59.107.375	(308.774.645)
Weighted Average Number of Total Ordinary Shares in Circulation	178.490.000	180.858.259
Earnings/Loss per Share	**0,331**	**(1,707)**

NOTE 31 – RELATED PARTY DISCLOSURES

For the periods ended March 31 2024 and December 31 2023, details of related party disclosures are as follows:

Trade Receivables from Related Parties	March 31 2024	December 31 2023
Unay Un San. ve Tic. A.Ş.	38.133.419	3.384.694
	38.133.419	**3.384.694**

NOTE 31 – RELATED PARTY DISCLOSURES (Cont.)

Trade Payables to Related Parties	March 31 2024	December 31 2023
Unay Un San. ve Tic. A.Ş.	101.893.861	6.649.453
Ulusoy Petrol Ürünleri Tic. A.Ş.	731.557	635.874
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşletmecisi A.Ş.	49.462	183.249
Ulusoy Çay Gıda San. ve Tic. A.Ş.	154.687	180.290
GFC Denizcilik ve Ticaret A.Ş.	59.682	149.352
	102.889.249	**7.798.218**

Other Payables to Related Parties	March 31 2024	December 31 2023
Unay Un San. ve Tic. A.Ş.	435.618.260	174.368.446
	435.618.260	**174.368.446**

Order Advances Given to Related Parties	March 31 2024	December 31 2023
Unay Un San. ve Tic. A.Ş.	3.134.048	4.517.005
	3.134.048	**4.517.005**

Details of related party disclosures for the periods ending March 31, 2024 and March 31, 2023 are as follows:

Sales Revenues from Related Parties	1 January-March 31 2024	1 January-March 31 2023
Unay Un San. ve Tic. A.Ş.	89.898.077	59.010.092
Ulusoy Çay Gıda San. ve Tic. A.Ş.	-	4.886
	89.898.077	**59.014.978**

Purchases from Related Parties	1 January-March 31 2024	1 January-March 31 2023
Ulusoy Çay Gıda San. ve Tic. A.Ş.	-	53.384
Unay Un San. ve Tic. A.Ş.	122.267.170	218.502.441
Ulusoy Petrol Ürünleri Tic. A.Ş.	148.269	-
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşletmecisi A.Ş.	-	1.984.864
	122.415.439	**220.540.689**

Financing Expenses from Related Parties	1 January-March 31 2024	1 January-March 31 2023
Unay Un San. ve Tic. A.Ş.	(22.505.604)	(3.062.189)
	(22.505.604)	**(3.062.189)**

Financial Income from Related Parties	1 January-March 31 2024	1 January-March 31 2023
Unay Un San. ve Tic. A.Ş.	443.910	9.583.838
	443.910	**9.583.838**

The Group's senior management consists of board members, general manager and department managers. The benefits and fees provided by the Group to the senior management are 18,863,057 TL as of March 31, 2024 (December 31, 2023: 61,534,149 TL).

NOTE 32 – NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS

Credit Risk

March 31 2024	Receivables				Bank Deposits	Derivative	Other
	Trade Receivables		Deposits				
	Related party	Third Party	Related Party	Third Party			
Maximum credit risk exposure as of the reporting date (A+B+C+D+D+E+F)	**38.133.419**	**10.193.483.105**	**-**	**74.895.764**	**1.069.623.771**	**425.173.857**	**827.092**
- The part of maximum risk under guarantee with collaterals etc.							
A. Net book value of financial assets that are neither past due nor impaired	38.133.419	10.195.851.433	-	74.895.764	1.069.623.771	425.173.857	827.092
B. Carrying amount of financial assets with renegotiated terms that would otherwise be regarded as past due or impaired	-	-	-	-	-	-	-
C. Net book value of overdue but not impaired assets	-	-	-	-	-	-	-
- Portion secured with collateral etc.	-	-	-	-	-	-	-
D. Net book value of impaired assets	-	-	-	-	-	-	-
- Past due (gross carrying amount)	-	-	-	-	-	-	-
- Impairment (-)	-	-	-	-	-	-	-
- Not overdue (gross carrying amount)	-	28.128.178	-	-	-	-	-
- Impairment (-)	-	(28.128.178)	-	-	-	-	-
E. Off-balance sheet items comprising loans	-		-	-	-	-	-
F. Expected Credit Loss	-	(2.368.328)	-	-	-	-	-

NOTE 32 – NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (Cont)

Credit Risk (Cont)

December 31 2023	Receivables				Bank Deposits	Derivative Instruments	Other
	Trade Receivables		Other Receivables				
	Related party	Third party	Related party	Third party			
Maximum credit risk exposure as of the reporting date (A+B+C+D+D+E+F)	**3.384.694**	**7.709.959.293**	**-**	**78.125.443**	**2.055.617.276**	**326.708.487**	**(984.270)**
- The part of maximum risk under guarantee with collaterals etc.							
A. Net book value of financial assets that are neither past due nor impaired	3.384.694	7.715.962.169	-	78.125.443	2.055.617.276	326.708.487	(984.270)
B. Carrying amount of financial assets with renegotiated terms that would otherwise be regarded as past due or impaired	-	-	-	-	-	-	-
C. Net book value of overdue but not impaired assets	-	-	-	-	-	-	-
- Portion secured with collateral etc.	-	-	-	-	-	-	-
D. Net book value of impaired assets	-	-	-	-	-	-	-
- Past due (gross carrying amount)	-	-	-	-	-	-	-
- Impairment (-)	-	-	-	-	-	-	-
- Not overdue (gross carrying amount)	-	24.530.100	-	-	-	-	-
- Impairment (-)	-	(24.530.100)	-	-	-	-	-
E. Off-balance sheet items comprising loans	-		-	-	-	-	-
F. Expected Credit Loss	-	(6.002.876)	-	-	-	-	-

NOTE 32 – NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (Cont)

Liquidity risk

March 31 2024						
Non-derivative Financial Liabilities	**Book Value**	**Total cash outflows per contract (I+II+III+IV)**	**Less than 3 Months (I)**	**3-12 Months (II)**	**1-5 Years(III)**	**More than 5 Years (IV)**
Bank Loans	7.449.697.601	7.449.697.601	1.329.066.467	4.713.253.026	1.367.250.265	40.127.843
Trade Payables	8.856.837.925	8.856.837.925	1.754.057.052	7.102.780.873	-	-
Other Payables	438.787.535	438.787.535	438.787.535	-	-	-
Total Liabilities	**16.745.323.061**	**16.745.323.061**	**3.521.911.054**	**11.816.033.899**	**1.367.250.265**	**40.127.843**

December 31 2023						
Non-derivative Financial Liabilities	**Book Value**	**Total cash outflows per contract (I+II+III+IV)**	**Less than 3 Months (I)**	**3-12 Months (II)**	**1-5 Years(III)**	**More than 5 Years (IV)**
Bank Loans	6.064.119.126	6.064.119.126	1.687.994.791	2.833.864.253	1.539.858.446	2.401.637
Trade Payables	7.772.946.004	7.772.946.004	2.631.255.138	4.945.552.354	196.138.512	-
Other Payables	178.778.304	178.778.304	178.778.304	-	-	-
Total Liabilities	**14.015.843.434**	**14.015.843.434**	**4.498.028.233**	**7.779.416.607**	**1.735.996.958**	**2.401.637**

NOTE 32 – NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (Cont)

Foreign Currency Exchange Rate Risk

		March 31 2024			
		TRY	**US Dollar**	**Euro**	**Other**
1.	Trade receivables	7.446.943.524	221.814.606	5.550.287	10.570.157
2a.	Monetary financial assets (including cash and bank accounts)	798.741.050	24.478.716	231.027	23.399
2b.	Non-monetary financial assets	-	-	-	-
3.	Other	336.401.859	10.419.628	-	-
4.	**Current assets (1+2+3)**	**8.582.086.433**	**256.712.950**	**5.781.314**	**10.593.556**
5.	Trade receivables	-	-	-	-
6a.	Monetary financial assets	-	-	-	-
6b.	Non-monetary financial assets	-	-	-	-
7.	Other	272.309.145	8.284.970	138.657	-
8.	**Fixed assets (5+6+7)**	**272.309.145**	**8.284.970**	**138.657**	**-**
9.	**Total assets (4+8)**	**8.854.395.578**	**264.997.920**	**5.919.971**	**10.593.556**
10.	Trade payables	8.196.836.331	252.776.891	604.443	1.328
11.	Financial liabilities	1.132.672.084	35.019.976	-	-
12a.	Other monetary liabilities	-	-	-	-
12b.	Other non-monetary liabilities	-	-	-	-
13.	**Short-term liabilities (10+11+12)**	**9.329.508.415**	**287.796.867**	**604.443**	**1.328**
14.	Trade payables	-	-	-	-
15.	Financial liabilities	1.326.591.385	41.015.576	-	-
16 a.	Other monetary liabilities	-	-	-	-
16 b.	Other non-monetary liabilities	-	-	-	-
17.	**Long-term liabilities (14+15+16)**	**1.326.591.385**	**41.015.576**	**-**	**-**
18.	**Total liabilities (13+17)**	**10.656.099.800**	**328.812.443**	**604.443**	**1.328**
19.	Net asset/(liability) position of off-balance sheet derivative instruments (19a-19b)	645.708.000	20.000.000	-	-
19a.	Total amount of hedged assets	645.708.000	20.000.000	-	-
19b.	Total amount of hedged liabilities	-	-	-	-
20.	**Net foreign currency asset/(liability) position (9-18+19)**	**(1.155.996.222)**	**(43.814.523)**	**5.315.528**	**10.592.228**
21.	Total fair value of financial instruments used for foreign currency hedges (1 +2a+3+5+6a+7-10-11 -12a-14-15-16a)	**(1.801.704.222)**	**(63.814.523)**	**5.315.527**	**10.592.228**
21.	Export (Average Exchange Rate)	**1.010.119.977**	**25.029.046**	**7.080.623**	**-**
21.	Imports (Average Exchange Rate)	**1.176.188.734**	**36.122.958**	**1.819.036**	**-**

NOTE 32 – NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (Cont.)

Foreign Currency Exchange Rate Risk (Cont.)

		December 31 2023			
		TRY	**US Dollar**	**Euro**	**Other**
1.	Trade receivables	5.745.754.899	163.524.501	5.516.041	-
2a.	Monetary financial assets (including cash and bank accounts)	1.314.546.322	38.522.548	164.246	87.614
2b.	Non-monetary financial assets	-	**-**	**-**	**-**
3.	Other	336.816.432	9.943.607	-	-
4.	**Current assets (1+2+3)**	**7.397.117.653**	**211.990.656**	**5.680.288**	**87.614**
5.	Trade receivables	-	**-**	**-**	**-**
6a.	Monetary financial assets	-	-	-	-
6b.	Non-monetary financial assets	-	-	-	-
7.	Other	218.414.676	6.334.970	102.250	-
8.	**Fixed assets (5+6+7)**	**218.414.676**	**6.334.970**	**102.250**	**-**
9.	**Total assets (4+8)**	**7.615.532.329**	**218.325.626**	**5.782.538**	**87.614**
10.	Trade payables	6.953.508.359	200.270.038	874.089	13.401.026
11.	Financial liabilities	1.304.758.364	38.450.158	-	-
12a.	Other monetary liabilities	-	-	-	-
12b.	Other non-monetary liabilities	-	-	-	-
13.	**Short-term liabilities (10+11+12)**	**8.258.266.723**	**238.720.196**	**874.089**	**13.401.026**
14.	Trade payables	-	-	-	-
15.	Financial liabilities	737.015.797	21.719.250	-	-
16 a.	Other monetary liabilities	-	-	-	-
16 b.	Other non-monetary liabilities	-	-	-	-
17.	**Long-term liabilities (14+15+16)**	**737.015.797**	**21.719.250**	**-**	**-**
18.	**Total liabilities (13+17)**	**8.995.282.520**	**260.439.446**	**874.089**	**13.401.026**
19.	Net asset/(liability) position of off-balance sheet derivative instruments (19a-19b)	1.578.114.471	46.589.624	-	-
19a.	Total amount of hedged assets	1.578.114.471	46.589.624	-	-
19b.	Total amount of hedged liabilities				
20.	**Net foreign currency asset/(liability) position (9-18+19)**	**198.364.280**	**4.475.804**	**4.908.449**	**(13.313.412)**
21.	Total fair value of financial instruments used for foreign currency hedges (1 +2a+3+5+6a+7-10-11 -12a-14-15-16a)	**(1.379.750.191)**	**(42.113.820)**	**4.908.449**	**(13.313.412)**
21.	Export (Average Exchange Rate)	**4.048.855.251**	**142.438.301**	**2.017.187**	**12.571.500**
21.	Imports (Average Exchange Rate)	**5.096.114.912**	**76.875.861**	**5.523.039**	**107.733.846**

NOTE 32 – NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (Cont.)

Foreign Currency Exchange Rate Risk (Cont.)

The following table details the Group's sensitivity to a 10 percent increase and decrease in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency-denominated monetary items at the end of the period and shows the effects of a 10 percent change in foreign exchange rates at the end of the period. A positive value indicates an increase in profit/loss and other equity items.

Foreign currency sensitivity analysis table				
March 31 2024				
	Profit/loss		**Equity**	
	APPRECIATION OF FOREIGN CURRENCY	DEPRECIATION OF FOREIGN CURRENCY	APPRECIATION OF FOREIGN CURRENCY	DEPRECIATION OF FOREIGN CURRENCY
If the US Dollar appreciates/depreciates by 10% against TL				
1- USD net asset/liability	(143.370.629)	143.370.629	(143.370.629)	143.370.629
2- US Dollar hedged portion (-)				-
3- USD net effect (1+2)	**(143.370.629)**	**143.370.629**	**(143.370.629)**	**143.370.629**
If Euro appreciates/depreciates by 10% against TL				
4- Euro net asset/liability	18.495.468	(18.495.468)	18.495.468	(18.495.468)
5- Portion hedged against Euro risk (-)				-
6- TL net effect (4+5)	**18.495.468**	**(18.495.468)**	**18.495.468**	**(18.495.468)**
If Other appreciates/depreciates by 10% against TL				
7- Other net assets/liabilities	9.275.539	(9.275.539)	9.275.539	(9.275.539)
8- Portion hedged from other risk (-)				-
9- TL net effect (7+8)	**9.275.539**	**(9.275.539)**	**9.275.539**	**(9.275.539)**
Total (3+6+9)	**(115.599.622)**	**115.599.622**	**(115.599.622)**	**115.599.622**

Foreign currency sensitivity analysis table				
December 31 2023				
	Profit/loss		**Equity**	
	APPRECIATION OF FOREIGN CURRENCY	DEPRECIATION OF FOREIGN CURRENCY	APPRECIATION OF FOREIGN CURRENCY	DEPRECIATION OF FOREIGN CURRENCY
If the US Dollar appreciates/depreciates by 10% against TL				
1- USD net asset/liability	13.569.484	(13.569.484)	13.569.484	(13.569.484)
2- US Dollar hedged portion (-)				-
3- USD net effect (1+2)	**13.569.484**	**(13.569.484)**	**13.569.484**	**(13.569.484)**
If Euro appreciates/depreciates by 10% against TL				
4- Euro net asset/liability	18.391.310	(18.391.310)	18.391.310	(18.391.310)
5- Portion hedged against Euro risk (-)				-
6- TL net effect (4+5)	**18.391.310**	**(18.391.310)**	**18.391.310**	**(18.391.310)**
If Other appreciates/depreciates by 10% against TL				
7- Other net assets/liabilities	(12.124.367)	12.124.367	(12.124.367)	12.124.367
8- Portion hedged from other risk (-)				-
9- TL net effect (7+8)	**(12.124.367)**	**12.124.367**	**(12.124.367)**	**12.124.367**
Total (3+6+9)	**19.836.428**	**(19.836.428)**	**19.836.428**	**(19.836.428)**

NOTE 33 – FINANCIAL INSTRUMENTS (FAIR VALUE AND HEDGE ACCOUNTING DISCLOSURES)

Fair Value of Financial Instruments

The Group classifies its financial instruments carried at fair value in the consolidated financial statements according to the source of the valuation inputs for each class of financial instruments, using a three-level hierarchy.

Level 1: Valuation techniques using quoted prices in active markets for identical assets or liabilities that the Group has access to at the measurement date,

Level 2: Other valuation techniques involving inputs other than quoted prices within Level 1 that are observable for the asset or liability, either directly or indirectly,

Level 3: Valuation techniques that use unobservable inputs for the asset or liability

Financial Assets (March 31 2024)	**Level 1**	**Level 2**	**Level 3**
Derivative Assets	-	425.173.857	-
Financial Investments	3.048.839.656	224.837.320	-

Financial Liabilities (March 31 2024)	**Level 1**	**Level 2**	**Level 3**
Derivative liabilities	-	-	-
Financial Investments	-	-	-

Financial Assets (December 31 2023)	**Level 1**	**Level 2**	**Level 3**
Derivative Assets	-	326.708.486	-
Financial Investments	1.980.997.538	224.837.320	-

Financial Liabilities (December 31 2023)	**Level 1**	**Level 2**	**Level 3**
Derivative liabilities	-	-	-
Financial Investments	-	-	-

NOTE 34 – EVENTS AFTER THE REPORTING DATE

A cookie production facility with a total area of 6,995 m^2, including 4,100 m^2 of enclosed space, has started operations in Samsun/Tekkeköy with the aim of expanding product variety in the market for bakery products.

An application was made to the Capital Markets Board on June 4, 2024, to increase the company's issued capital from TRY 190,970,000 to TRY 750,000,000 through a free-of-charge increase within the registered capital ceiling of TRY 2,500,000,000, to be financed entirely from internal sources, and to amend Article 6 titled "Capital, Share Types and Distribution of Shares" and Article 3 titled "Purpose and Subject" concerning Res (Wind Power Plant) and Ges (Solar Power Plant) activities in its articles of association.

Due to capacity expansions at the Group's 50th Year and Hatay production facilities, as well as at the Söke Un Ankara production facilities, resulting in an increase in total flour production capacity to 4,415 tons/day, it was decided by the Board of Directors' decision dated June 4, 2024, to completely cease production at the aforementioned factory in Samsun/Tekkeköy and to commence dismantling operations of the facility. The property where the facility is located will be evaluated as real estate suitable for both commercial and residential purposes