

**TEKNOSA İÇ VE DIŞ TİCARET
ANONİM ŞİRKETİ**

CONDENSED INTERIM FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2024 AND FOR THE NINE-MONTH PERIOD
THEN ENDED AND INDEPENDENT AUDITOR'S REVIEW REPORT

(CONVENIENCE TRANSLATION OF THE REVIEW
REPORT AND THE CONDENSED FINANCIAL STATEMENTS
ORIGINALLY ISSUED IN TURKISH)

**(CONVENIENCE TRANSLATION INTO ENGLISH OF
INDEPENDENT AUDITOR'S REVIEW REPORT
ORIGINALLY ISSUED IN TURKISH)**

**REVIEW REPORT ON INTERIM
FINANCIAL STATEMENTS**

To the General Assembly of Teknosa İç ve Dış Ticaret A.Ş.

Introduction

We have reviewed the accompanying interim statement of financial position of Teknosa İç ve Dış Ticaret A. Ş. (the "Company") as of 30 September 2024 and the related condensed statement of profit or loss and other comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for the nine-month period then ended, and a summary of significant accounting policies and other explanatory notes. Company management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with Turkish Accounting Standard 34 Interim Financial Reporting ("TAS 34"). Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed interim financial information does not present fairly, in all material respects, in accordance with TAS 34 "Interim Financial Reporting".

Other Matter

The independent audit of the financial statements of the Company for the year ended 31 December 2023 and the review of the financial statements for the six-month period ended 30 September 2023 were performed by another independent audit firm. The previous independent audit firm issued an unqualified opinion in its independent audit report dated 20 March 2024 on the financial statements as of 31 December 2023 and stated in its review report dated 30 October 2023 on the condensed financial statements for the period ended 30 September 2023 that there were no matters not in accordance with TAS 34.

DRT BAĞIMSIZ DENETİM VE SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK A.Ş.

Member of **DELOITTE TOUCHE TOHMATSU LIMITED**

Koray Öztürk
Partner

İstanbul, 30 October 2024

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TEKNOSA İÇ VE DIŞ TİCARET ANONİM ŞİRKETİ
CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024
AND FOR THE NINE-MONTH PERIOD THEN ENDED

(Amounts are expressed in thousand Turkish Liras (“TL”) based on purchasing power as of 30 September 2024, unless otherwise stated.)

| ASSETS | Notes | Current Period Reviewed 30 September 2024 | Prior Period Audited 31 December 2023 |
|---|--------------|--|--|
| Current Assets | | 12,971,865 | 16,883,037 |
| Cash and Cash Equivalents | 5 | 2,147,833 | 3,720,993 |
| Trade Receivables | 7 | 976,790 | 1,265,501 |
| <i>Trade Receivables from Related Parties</i> | 4,7 | 25,233 | 21,630 |
| <i>Trade Receivables from Third Parties</i> | 7 | 951,557 | 1,243,871 |
| Inventories | 9 | 9,605,055 | 11,361,567 |
| Prepaid Expenses | 10 | 66,464 | 64,212 |
| Other Current Assets | 18 | 175,723 | 470,764 |
| Non-Current Assets | | 3,342,488 | 3,075,105 |
| Other Receivables | 8 | 1,392 | 1,655 |
| Property, Plant and Equipment | 13 | 1,291,084 | 1,021,870 |
| Intangible Assets | 14 | 351,257 | 334,220 |
| Investment Properties | 12 | 249,772 | 249,772 |
| Right-of-Use Assets | 11 | 1,255,982 | 1,421,912 |
| Prepaid Expenses | 10 | 15,755 | 45,676 |
| Deferred Tax Asset | | 177,246 | - |
| TOTAL ASSETS | | 16,314,353 | 19,958,142 |

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

TEKNOSA İÇ VE DIŞ TİCARET ANONİM ŞİRKETİ
CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024
AND FOR THE NINE-MONTH PERIOD THEN ENDED

(Amounts are expressed in thousand Turkish Liras (“TL”) based on purchasing power as of 30 September 2024, unless otherwise stated.)

| | Notes | Current Period <i>Reviewed</i> 30 September 2024 | Prior Period <i>Audited</i> 31 December 2023 |
|---|-------|---|---|
| LIABILITIES AND EQUITY | | | |
| Current Liabilities | | | |
| Short-term borrowings | 6 | 346,297 | 736,863 |
| -Short-term bank borrowings from related parties | 4 | - | 70,487 |
| -Short-term bank borrowings from third parties | | - | 666,376 |
| -Issued debt instruments | 6 | 346,297 | - |
| Short-term portion of long-term lease liabilities | | 371,758 | 396,729 |
| -Short-term portion of long-term lease liabilities to related parties | 4 | 2,638 | 3,054 |
| -Short-term portion of long-term lease liabilities to third parties | | 369,120 | 393,675 |
| Trade Payables | 7 | 11,760,246 | 13,468,676 |
| - Trade Payables to Related Parties | 4 | 55,342 | 77,095 |
| - Trade Payables to Third Parties | 7 | 11,704,904 | 13,391,581 |
| Payables Related to Employee Benefits | 15 | 198,524 | 213,346 |
| Other Liabilities | | 14,601 | 16,901 |
| - Other Payables to Third Parties | 8 | 14,601 | 16,901 |
| Derivative Instruments | | - | 603 |
| Deferred Income (Exclusions from Customer Contractual Obligations) | 10 | 425,607 | 461,075 |
| Current Tax Liability | | - | 42,221 |
| Short-Term Provisions | | 174,994 | 320,960 |
| - Short-Term Provisions for Employee Benefits | 15 | 60,513 | 182,555 |
| - Other Short-Term Provisions | 16 | 114,481 | 138,405 |
| Other Current Liabilities | 18 | 72,925 | 26,997 |
| Total current liabilities | | 13,364,952 | 15,684,371 |
| Non-Current Liabilities | | | |
| Long-term borrowings | 6 | 457,828 | 592,002 |
| -Long-term lease liabilities to related parties | 4 | 1,818 | 5,231 |
| -Long-term lease liabilities to third parties | | 456,010 | 586,771 |
| Long-Term Provisions | | 99,364 | 126,995 |
| Long-Term Provisions for Employee Benefits | 15 | 99,364 | 126,995 |
| Deferred Tax Liability | | - | 66,875 |
| Total non-current liabilities | | 557,192 | 785,872 |
| Total liabilities | | 13,922,144 | 16,470,243 |
| EQUITY | | | |
| Paid-in capital | | 201,000 | 201,000 |
| Capital adjustment differences | | 2,576,936 | 2,576,936 |
| Restricted reserves appropriated from profit | | 76,105 | 53,470 |
| Other reserves | | 13 | 13 |
| Accumulated other comprehensive income or expenses not to be reclassified to profit or loss | | (86,665) | (82,406) |
| -Loss on remeasurement of defined benefit plans | | (125,988) | (119,083) |
| -Increase in revaluation of property, plant and equipment | | 39,323 | 36,677 |
| Accumulated other comprehensive income or expenses to be reclassified to profit or loss | | (323) | (711) |
| -Gains/(losses) on hedging | | (323) | (711) |
| Share premiums | | 869,103 | 869,103 |
| Prior Years' Profit or Losses | | (152,141) | (1,145,072) |
| Net Profit/Loss for the Period | | (1,091,819) | 1,015,566 |
| TOTAL LIABILITIES AND EQUITY | | 16,314,353 | 19,958,142 |

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

TEKNOSA İÇ VE DIŞ TİCARET ANONİM ŞİRKETİ

CONDENSED INTERIM STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME AS OF 30 SEPTEMBER 2024 AND FOR THE NINE-MONTH PERIOD THEN ENDED

(Amounts are expressed in thousand Turkish Liras ("TL") based on purchasing power as of 30 September 2024, unless otherwise stated.)

| | | <i>Current Period Reviewed</i> | <i>Current Period Not reviewed</i> | <i>Prior Period Reviewed</i> | <i>Prior Period Not reviewed</i> |
|--|-------|------------------------------------|--|----------------------------------|--------------------------------------|
| | | 1 January- 30 September | 1 July - 30 September | 1 January- 30 September | 1 July - 30 September |
| | Notes | 2024 | 2024 | 2023 | 2023 |
| Revenue | 19 | 47,421,069 | 15,960,565 | 44,982,078 | 16,476,959 |
| Cost of Sales (-) | 19 | (41,681,673) | (13,915,335) | (40,369,653) | (15,327,636) |
| GROSS PROFIT | | 5,739,396 | 2,045,230 | 4,612,425 | 1,149,323 |
| General Administrative Expenses (-) | 20 | (630,948) | (183,395) | (515,496) | (185,119) |
| Marketing Expenses (-) | 20 | (4,601,731) | (1,525,367) | (4,129,663) | (1,495,238) |
| Other Income from Operating Activities | 21 | 831,392 | 233,046 | 1,075,493 | 552,631 |
| Other Expenses from Operating Activities (-) | 21 | (3,053,942) | (844,988) | (1,786,655) | (720,366) |
| OPERATING LOSS | | (1,715,833) | (275,474) | (743,896) | (698,769) |
| Income from Investing Activities | 22 | - | - | 370 | 63 |
| Expenses from Investing Activities (-) | 22 | (559) | (271) | - | - |
| OPERATING LOSS BEFORE FINANCE EXPENSE | | (1,716,392) | (275,745) | (743,526) | (698,706) |
| Finance Income | 23 | 200,277 | 30,025 | 174,461 | 36,856 |
| Finance Expenses (-) | 23 | (3,230,315) | (1,011,537) | (1,486,314) | (628,593) |
| Gains/(Losses) on Net Monetary Position | | 3,413,459 | 932,762 | 3,547,720 | 2,075,209 |
| LOSS/(PROFIT) FROM CONTINUING OPERATIONS | | (1,332,971) | (324,495) | 1,492,341 | 784,766 |
| Tax Expense/Income from Continuing Operations | | 241,152 | (44,810) | (560,973) | (366,687) |
| Current Period Tax Expense / (Income) | | - | - | (309,068) | (169,596) |
| Deferred Tax Income / (Expense) | | 241,152 | (44,810) | (251,905) | (197,091) |
| PROFIT/LOSS FOR THE PERIOD | | (1,091,819) | (369,305) | 931,368 | 418,079 |
| OTHER COMPREHENSIVE (EXPENSE) / INCOME | | | | | |
| Items not to be reclassified to profit or loss | | (4,259) | (2,628) | (28,866) | (8,959) |
| Loss on remeasurement of defined benefit plans | | (9,206) | (3,504) | (38,488) | (11,945) |
| Gains on revaluation and measurement | | - | - | - | - |
| Taxes related to other comprehensive expenses not to be reclassified to profit or loss | | 4,947 | 876 | 9,622 | 2,986 |
| Items to be reclassified to profit or loss | | 388 | - | 3,597 | (17,467) |
| Gains/(losses) on cash flow hedges | | 517 | - | 4,796 | (23,289) |
| Taxes on other comprehensive income to be reclassified to profit or loss | | (129) | - | (1,199) | 5,822 |
| TOTAL OTHER COMPREHENSIVE (EXPENSE)/INCOME | | (3,871) | (2,628) | (25,269) | (26,426) |
| TOTAL COMPREHENSIVE (EXPENSE)/INCOME | | (1,095,690) | (371,933) | 906,099 | 391,653 |
| Loss/(earnings) per share (for 1 lot of shares) | | (0.0543) | (0.0184) | 0.0463 | 0.0208 |
| Diluted loss/(earnings) per share [(for 1 lot of shares)] | | (0.0543) | (0.0184) | 0.0463 | 0.0208 |

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

TEKNOSA İÇ VE DIŞ TİCARET ANONİM ŞİRKETİ
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY AS OF 30 SEPTEMBER 2024
AND FOR THE NINE-MONTH PERIOD THEN ENDED

(Amounts are expressed in thousand Turkish Liras (“TL”) based on purchasing power as of 30 September 2024, unless otherwise stated.)

| | | | | | Accumulated Other Comprehensive Income and Expenses not to be Reclassified to Profit or Loss | | Accumulated Other Comprehensive Income and Expenses to be Reclassified to Profit or Loss | Retained Earnings | | | |
|---|-----------------|--------------------------------|--|----------------|--|---|--|-------------------|---------------------|----------------------------------|------------------|
| | Paid-in Capital | Capital Adjustment Differences | Restricted Reserves Appropriated from Profit | Other Reserves | Share Premiums | Accumulated Remeasurement Losses of Defined Benefit Plans | Revaluation and Remeasurement Gains | Hedging Gain/Loss | Prior Years' Losses | Net Profit / Loss for the Period | Equity |
| Balances as of 1 January 2023 (Beginning of the Period) | 201,000 | 2,576,936 | 32,008 | 13 | 869,103 | (88,376) | 38,922 | (3,694) | (1,833,967) | 710,366 | 2,502,311 |
| Transfers | - | - | 21,983 | - | - | - | - | - | 688,383 | (710,366) | - |
| Total Comprehensive Income / (Expense) | - | - | - | - | - | (28,866) | - | 3,597 | - | 931,368 | 906,099 |
| Balances as of 30 September 2023 (End of the Period) | 201,000 | 2,576,936 | 53,991 | 13 | 869,103 | (117,242) | 38,922 | (97) | (1,145,584) | 931,368 | 3,408,410 |
| Balances as of 1 January 2024 (Beginning of the Period) | 201,000 | 2,576,936 | 53,470 | 13 | 869,103 | (119,083) | 36,677 | (711) | (1,145,072) | 1,015,566 | 3,487,899 |
| Transfers | - | - | 22,635 | - | - | - | - | - | 992,931 | (1,015,566) | - |
| Total Comprehensive Income / (Expense) | - | - | - | - | - | (6,905) | 2,646 | 388 | - | (1,091,819) | (1,095,690) |
| Balances as of 30 September 2024 (End of the Period) | 201,000 | 2,576,936 | 76,105 | 13 | 869,103 | (125,988) | 39,323 | (323) | (152,141) | (1,091,819) | 2,392,209 |

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

TEKNOSA İÇ VE DIŞ TİCARET ANONİM ŞİRKETİ
CONDENSED STATEMENT OF CASH FLOWS
AS OF 30 SEPTEMBER 2024 AND FOR THE NINE-MONTH PERIOD THEN ENDED

(Amounts are expressed in thousand Turkish Liras (“TL”) based on purchasing power as of 30 September 2024, unless otherwise stated.)

| | <i>Current Period</i> | <i>Prior Period</i> |
|--|---|---|
| | <i>Reviewed</i> | <i>Reviewed</i> |
| | 1 January- 30 September 2024 | 1 January- 30 September 2023 |
| Notes | 2024 | 2023 |
| A. CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Net loss/(profit) for the period | (1,091,819) | 931,368 |
| Adjustments Related to Reconciliation of Net Loss of the Period: | | |
| Adjustments Related to Financial (Income) Expenses | 23 3,030,038 | 1,311,853 |
| Adjustments Related to Depreciation and Amortization Expenses | 20 960,024 | 785,240 |
| Adjustments Related to Provision (Reversal) for Employee Benefits | (32,149) | 65,755 |
| Adjustments Related to Impairment (Reversal) of Receivables | 7 (1,024) | (365) |
| Adjustments Related to Other Provisions (Reversals) | 8,699 | 34,348 |
| Adjustments Related to Losses (Gains) on Disposal of Non-Current Assets | 22 (559) | 370 |
| Impairment / (Reversal) of Property, Plant and Equipment and Intangible Assets | 13 (542) | 719 |
| Adjustments for Impairment (Reversal) of Inventories | 9 44,961 | 51,609 |
| Adjustments Related to Interest (Income) Expense | (241,152) | 560,973 |
| Adjustments Related to Monetary (Gain)/Loss | (3,787,235) | (3,439,893) |
| | (1,110,758) | 301,977 |
| Changes in working capital: | | |
| Decrease in Trade Receivables from Third Parties | (34,979) | 11,955 |
| Increase in Trade Receivables from Related Parties | (9,312) | (4,446) |
| Adjustments Related to Decrease in Inventories | 9 1,711,551 | 371,718 |
| Adjustments Related to Decrease / (Increase) in Other Assets Related with Operations | 279,688 | 99,350 |
| (Decrease) / Increase in Trade Payables to Third Parties | 1,847,982 | 1,482,757 |
| (Decrease) / Increase in Trade Payables to Related Parties | (1,404) | (3,046) |
| Increase / (Decrease) in Other Liabilities Related to Operations | 61,235 | 12,136 |
| Adjustments Related to Decreases (Increases) in Derivative Instruments | (603) | (1,731) |
| Payments Made within the Scope of Provisions for Employee Benefits | 15 (45,028) | (53,698) |
| Tax paid | (31,077) | (255,852) |
| Payments Related to Other Provisions | 16 3,909 | (46) |
| Cash flows (used in) / generated from operations | 2,671,204 | 1,961,074 |
| B. CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Cash Outflows from Purchase of Property, Plant and Equipment | 13 (461,473) | (410,875) |
| Cash Outflows from Purchase of Intangible Assets | 14 (134,823) | (107,632) |
| Cash Inflows from Sale of Property, Plant and Equipment and Intangible Assets | 7,664 | 2,492 |
| Cash used in investing activities | (588,632) | (516,015) |
| C. CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Other finance costs paid | (2,436,785) | (193,572) |
| Operating lease repayments | 6 (516,611) | (636,008) |
| Cash inflows from borrowings | 6 13,358,518 | 409,529 |
| Loan repayments | 6 (13,195,203) | (323,174) |
| Cash (generated from) / used in financing activities | (2,790,081) | (743,225) |
| NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS (A+B+C) | (707,509) | 701,834 |
| Inflation effect on cash and cash equivalents | (982,149) | (1,194,730) |
| Effect of changes in foreign exchange rates on cash and cash equivalents denominated in foreign currencies | 24 116,498 | 163,071 |
| D. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD | 5 3,720,993 | 3,591,133 |
| CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (A+B+C+D) | 5 2,147,833 | 3,261,308 |

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

TEKNOSA İÇ VE DIŞ TİCARET ANONİM ŞİRKETİ

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

AS OF 30 SEPTEMBER 2024 AND FOR THE NINE-MONTH PERIOD THEN ENDED

(Amounts are expressed in thousand Turkish Liras (“TL”) based on purchasing power as of 30 September 2024, unless otherwise stated.)

NOTE 1 – ORGANISATION AND NATURE OF OPERATIONS

Teknosa İç ve Dış Ticaret Anonim Şirketi, (“Teknosa” or “the Company”) was established on 3 March 2000 and is engaged in retail sales of consumer electronics through its stores and website www.teknosa.com and air conditioners and home appliances through its dealers. In addition, the website www.teknosa.com became “Marketplace” as of 4 February 2022 and started selling its own products to its customers as well as the products of its authorized dealers on its website. The Company’s main shareholder is Hacı Ömer Sabancı Holding A.Ş. As at 30 September 2024, number of personnel of the Company is 2,859 (31 December 2023: 2,868). The Company is registered in Türkiye and operates under the laws and regulations of Turkish Commercial Code.

The Company operates in Türkiye in 106,123 square meters with 176 stores retail space as of 30 September 2024 (31 December 2023: 105,125 square meters with 181 stores). The registered office address of the Company is as follows:

Carrefoursa Plaza Cevizli Mahallesi. Tugay Yolu Caddesi No:67 Blok: B Maltepe - İstanbul.

The Company’s shares have been traded on Borsa Istanbul since 2012.

NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS

2.1 Basis of presentation

(i) *Statement of compliance with Turkish Financial Reporting Standards (“TFRS”)*

The accompanying interim condensed financial statements have been prepared in accordance with the Turkish Financial Reporting Standards (“TFRS”), which was put into effect by the Public Oversight Accounting and Auditing Standards Authority (“POA”), in compliance with the communiqué numbered II-14.1 “Communiqué on the Principles of Financial Reporting In Capital Markets” (the Communiqué) announced by the Capital Market Boards (“CMB”) on 13 June 2013 which is published on Official Gazette numbered 28676. TFRS includes standards and interpretations published by POA under the names of Turkish Accounting Standards (“TAS”), Turkish Financial Reporting Standards, TAS Interpretations and TFRS Interpretations.

The condensed interim financial statements are presented in accordance with the formats specified in the "Announcement on TRFS Taxonomy" published by POA on 3 July 2024 and the Financial Statement Examples and User Guide published by CMB. In addition, the financial statements are presented in accordance with the "TFRS Taxonomy" published by POA on 4 October 2022 and the formats specified in the Financial Statement Examples and User Guide published by CMB, based on the CMB's financial statement and footnote formats. The financial statements are prepared on the historical cost basis except for the revaluation of buildings. The determination of historical cost is generally based on the fair value of the consideration paid for the assets.

In compliance with the TAS 34, entities have preference in presenting their interim financial statements whether full set or condensed. In this framework, the Company preferred to present its interim financial statements in condensed version. The Company’s condensed interim financial statements do not include all disclosures and notes that should be included at year-end financial statements. Therefore, the condensed interim financial statements should be considered together with the financial statements as of 31 December 2023.

Approval of interim condensed financial statements:

The interim financial statements are approved by the Company’s Board of Directors on 30 October 2024. The General Assembly of the Company has the right to amend, and relevant regulatory bodies have the right to request the amendment of these interim financial statements.

TEKNOSA İÇ VE DIŞ TİCARET ANONİM ŞİRKETİ

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

AS OF 30 SEPTEMBER 2024 AND FOR THE NINE-MONTH PERIOD THEN ENDED

(Amounts are expressed in thousand Turkish Liras ("TL") based on purchasing power as of 30 September 2024, unless otherwise stated.)

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

2.1 Basis of presentation (cont'd)

(ii) *Basis of measurement*

The financial statements have been prepared on historical cost basis except for revaluation of land, building, investment properties measured at fair value and derivatives. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The financial statements are prepared by reflecting the necessary corrections and classifications to the legal records prepared on the basis of historical cost, in order to make the right presentation in accordance with TFRS.

(iii) *Functional currency and reporting currency*

These financial statements are presented in Turkish Lira ("TL"), which is the valid currency of the Company. Unless otherwise stated, all financial information presented in TL has been rounded to the nearest thousand TL.

(iv) *Preparation of financial statements in hyperinflationary periods*

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

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

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

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

In accordance with the CMB's decision dated 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 TAS 29 to their annual financial statements for the accounting periods ending on 31 December 2023.

In this framework, while preparing the financial statements dated 30 September 2024, inflation adjustment has been made in accordance with TAS 29.

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NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont’d)

2.1 Basis of presentation (cont’d)

(iv) Preparation of financial statements in hyperinflationary periods (cont’d)

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

| <u>Date</u> | <u>Index</u> | <u>Adjustment coefficient</u> |
|-------------------|--------------|-------------------------------|
| 30 September 2024 | 2,526.16 | 1.00000 |
| 31 December 2023 | 1,859.38 | 1.35860 |
| 30 September 2023 | 1,691.04 | 1.49385 |

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

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

The impact of the application of TAS 29 “Inflation Accounting” is summarized below:

Restatement of the Statement of Financial Position

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

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NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont’d)

2.1 Basis of presentation (cont’d)

(iv) Preparation of financial statements in hyperinflationary periods (cont’d)

Restatement of the Statement of Financial Position (cont’d)

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

Restatement of the Statement of Profit or Loss

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

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

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

Restatement of Statement of Cash Flows

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

Comparative figures

Relevant figures for the previous reporting period are restated by applying the general price index so that the comparative financial statements are presented in the measuring unit applicable at the end of the reporting period. Information disclosed for prior periods is also expressed in terms of the measuring unit current at the end of the reporting period.

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NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont’d)

2.1 Basis of presentation (cont’d)

(v) *Comparative information and reclassifications of the prior periods’ financial statements*

The financial statements of the Company have been prepared comparatively with the prior period in order to evaluate financial position and performance trends. In order to comply with the submission of the financial statements of the current period, the comparative information is reclassified, and material differences are disclosed, when necessary.

The Company has not made reclassifications on prior period financial statements.

2.2 Changes in Significant Accounting Policies

The accounting policies applied in these interim condensed financial statements are the same as those applied in the Company’s financial statements as at and for the year ended 31 December 2023.

2.3 Changes in accounting estimates and errors

If changes in accounting estimates are related to only one period, they are applied in the current period in which the change is made, and if they are related to future periods, they are applied both prospectively and in the future periods. Significant accounting errors are applied retrospectively, and prior period financial statements are restated.

The assumptions and significant accounting estimates used in the preparation of the interim condensed financial statements as of 30 September 2024 have not changed compared to those used in the preparation of the financial statements as of the year ended 31 December 2023.

2.4 New and Amended Turkish Financial Reporting Standards

a) Amendments that are mandatorily effective from 2024

| | |
|--------------------------------|--|
| Amendments to TAS 1 | <i>Classification of Liabilities as Current or Non-Current</i> |
| Amendments to TFRS 16 | <i>Lease Liability in a Sale and Leaseback</i> |
| Amendments to TAS 1 | <i>Non-current Liabilities with Covenants</i> |
| Amendments to TAS 7 and TFRS 7 | <i>Supplier Finance Arrangements</i> |
| TSRS 1 | <i>General Requirements for Disclosure of Sustainability-related Financial Information</i> |
| TSRS 2 | <i>Climate-related Disclosures</i> |

TEKNOSA İÇ VE DIŞ TİCARET ANONİM ŞİRKETİ

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

2.4 New and Amended Turkish Financial Reporting Standards (cont'd)

a) Amendments that are mandatorily effective from 2024 (cont'd)

Amendments to TAS 1 *Classification of Liabilities as Current or Non-Current*

The amendments aim to promote consistency in applying the requirements by helping companies determine whether, in the statement of financial position, debt and other liabilities with an uncertain settlement date should be classified as current (due or potentially due to be settled within one year) or non-current.

Amendments to TAS 1 are effective for annual reporting periods beginning on or after 1 January 2024 and earlier application is permitted.

Amendments to TFRS 16 *Lease Liability in a Sale and Leaseback*

Amendments to TFRS 16 clarify how a seller-lessee subsequently measures sale and leaseback transactions that satisfy the requirements in TFRS 15 to be accounted for as a sale.

Amendments to TFRS 16 are effective for annual reporting periods beginning on or after 1 January 2024 and earlier application is permitted.

Amendments to TAS 1 *Non-current Liabilities with Covenants*

Amendments to TAS 1 clarify how conditions with which an entity must comply within twelve months after the reporting period affect the classification of a liability.

Amendments to TAS 1 are effective for annual reporting periods beginning on or after 1 January 2024 and earlier application is permitted.

The Company evaluates the effects of these standards, amendments and improvements on the financial statements.

Amendments to TAS 7 and TFRS 7 *Supplier Finance Arrangements*

The amendments add disclosure requirements, and 'signposts' within existing disclosure requirements, that ask entities to provide qualitative and quantitative information about supplier finance arrangements. Amendments are effective from annual reporting periods beginning on or after 1 January 2024.

TSRS 1 *General Requirements for Disclosure of Sustainability-related Financial Information*

TSRS 1 sets out overall requirements for sustainability-related financial disclosures with the objective to require an entity to disclose information about its sustainability-related risks and opportunities that is useful to primary users of general-purpose financial reports in making decisions relating to providing resources to the entity. The application of this standard is mandatory for annual reporting periods beginning on or after 1 January 2024 for the entities that meet the criteria specified in POA's announcement dated 5 January 2024 and numbered 2024-5 and for banks regardless of the criteria. Other entities may voluntarily report in accordance with TSRS.

TSRS 2 *Climate-related Disclosures*

TSRS 2 sets out the requirements for identifying, measuring and disclosing information about climate-related risks and opportunities that is useful to primary users of general-purpose financial reports in making decisions relating to providing resources to the entity. The application of this standard is mandatory for annual reporting periods beginning on or after 1 January 2024 for the entities that meet the criteria specified in POA's announcement dated 5 January 2024 and numbered 2024-5 and for banks regardless of the criteria. Other entities may voluntarily report in accordance with TSRS.

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NOTE 2 – BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont’d)

2.4 New and Amended Turkish Financial Reporting Standards (cont’d)

b) New and revised TFRSs in issue but not yet effective

The Company has not yet adopted the following standards and amendments and interpretations to the existing standards:

| | |
|-----------------------|---|
| TFRS 17 | <i>Insurance Contracts</i> |
| Amendments to TFRS 17 | <i>Initial Application of TFRS 17 and TFRS 9 — Comparative Information (Amendment to TFRS 17)</i> |
| Amendments to TAS 21 | <i>Lack of Exchangeability</i> |

TFRS 17 *Insurance Contracts*

TFRS 17 requires insurance liabilities to be measured at a current fulfillment value and provides a more uniform measurement and presentation approach for all insurance contracts. These requirements are designed to achieve the goal of a consistent, principle-based accounting for insurance contracts. TFRS 17 has been deferred for insurance, reinsurance and pension companies for a further year and will replace TFRS 4 *Insurance Contracts* on 1 January 2025.

Amendments to TFRS 17 *Insurance Contracts* and Initial Application of TFRS 17 and TFRS 9 — Comparative Information

Amendments have been made in TFRS 17 in order to reduce the implementation costs, to explain the results and to facilitate the initial application.

The amendment permits entities that first apply TFRS 17 and TFRS 9 at the same time to present comparative information about a financial asset as if the classification and measurement requirements of TFRS 9 had been applied to that financial asset before.

Amendments are effective with the first application of TFRS 17.

Amendments to TAS 21 *Lack of Exchangeability*

The amendments contain guidance to specify when a currency is exchangeable and how to determine the exchange rate when it is not. Amendments are effective from annual reporting periods beginning on or after 1 January 2025.

The Company evaluates the effects of these standards, amendments and improvements on the financial statements.

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

2.5 Use of accounting estimates and assumptions

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Changes to estimates are accounted for prospectively.

Information on estimates and assumptions that have a significant effect on the amounts recognized in the condensed interim financial statements is disclosed below:

Useful lives of property, plant and equipment and intangible assets

In accordance with the accounting policies, property, plant and equipment and intangible assets other than land and buildings are shown at their net value after deducting accumulated depreciation and impairment, if any, from their acquisition cost. Depreciation is allocated using the straight-line method based on the useful lives of tangible assets. Useful lives are based on management's best estimates and are reviewed at each balance sheet date and adjusted if necessary.

Impairment of property, plant and equipment and intangible assets

The Company assesses at each reporting date to determine whether there is any indication of impairment. If the stores which are operating more than 1 year generates operating profit/ (loss) before income tax lower than the planned performance result, this situation is assessed as objective evidence for impairment, except for outlet stores. If any such indication exists, then the asset's recoverable amount is compared with the carrying amount. The recoverable amount of an asset is the greater of its value in use and its fair value less costs to sell. If the carrying amount of an asset or any cash generating unit that the asset belongs to is higher than its net realizable value, the value of the asset has impaired. Additionally, the Company recognizes allowance for impairment for the property, plant and equipment and right-of-use assets of the stores for which the Company management has expected to close down. The mentioned provision amount is applied at the rate of 100% over the net book value of right-of-use assets, 100% for leasehold improvements and 50% over the net book value of tangible fixed assets. As of 30 September 2024, the Company has recorded a net impairment of TL 542 for property, plant and equipment and no impairment for intangible assets (30 September 2023: TL (484) for property, plant and equipment) (Note 13 and 14).

Inventory impairment

In accordance with the accounting policy, inventories are stated at the net realizable value ("NRV"). The Company measures the products with selling prices lower than its cost at lower of cost or NRV. NRV, is the value after deducting the estimated expenditures to be made to bring the stocks at sale at the estimated selling price.

The Company makes aging analysis for its inventories based on certain date ranges from the acquisition date. Impairment is calculated for the old stock over 180 days with different rates applied for each date range based on the aging analysis as at reporting date. In this context, the Company has recognized net impairment provision amounting to TL 131,977 as of 30 September 2024 (31 December 2023: TL 87,016) (Note 9).

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

2.5 Use of accounting estimates and assumptions (cont'd)

Deferred tax assets

The Company recognizes deferred tax assets and liabilities based upon the temporary differences between financial statements as reported in accordance with TFRS and its tax base of statutory financial statements. The Company has deferred tax assets arising from deductible temporary differences. The partially or fully recoverable amount of deferred tax assets has been estimated under current conditions. During the evaluation, future profit projections, losses incurred in current periods, expiration dates of unused losses and other tax assets, and tax planning strategies that can be used, when necessary, were taken into consideration.

Accounting of gift checks

The Company recognizes income from the gift checks by estimating the portion which will not be used by the customers based on the historic data. As at 30 September 2024, the amount offset from the deferred revenue from the gift checks recognized in the financial statement is amounting to TL 75,982 (31 December 2023: TL 100,622) (Note 10).

NOTE 3 – SEGMENT REPORTING

The Company applies TFRS 8 starting from 1 January 2009 and determined the reportable segments based on the internal management reports which are regularly reviewed by the decision maker.

In order to take the decisions about the allocation of resources to the operating segments and evaluate the performance of these segments, the decision maker reviews the results and the operations by sales channel. The Company's sales channels are as follows: Electronics retail sales, and sales of air conditioners and home appliances through dealers. These sales are also reviewed as stores and e-commerce (including Marketplace sales) and dealers (İklimsa). In addition, assets and liabilities are not included in the segment reporting since they are not regularly presented to the decision maker and are not reviewed in as a part of segment reporting.

Details of the segment reporting according to the internal management reports are as follows:

| | 1 January - 30 September 2024 | | |
|------------------------|-------------------------------|-----------------|------------------|
| | Retailing and E-commerce | Dealer Group | Total |
| Total segment income | 44,754,565 | 2,666,504 | 47,421,069 |
| Adjusted EBITDA | 1,401,558 | 107,900 | 1,509,458 |

| | 1 January - 30 September 2023 | | |
|------------------------|-------------------------------|-----------------|----------------|
| | Retailing and E-commerce | Dealer Group | Total |
| Total segment income | 42,563,545 | 2,418,533 | 44,982,078 |
| Adjusted EBITDA | 835,385 | (39,707) | 795,678 |

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NOTE 3 – SEGMENT REPORTING (cont'd)

| | 1 July - 30 September 2024 | | |
|------------------------|-------------------------------------|-------------------------|----------------|
| | Retailing and E-commerce | Dealer Group | Total |
| Total segment income | 14,850,607 | 1,109,958 | 15,960,565 |
| Adjusted EBITDA | 610,066 | 73,478 | 683,544 |

| | 1 July - 30 September 2023 | | |
|------------------------|-------------------------------------|-------------------------|------------------|
| | Retailing and E-commerce | Dealer Group | Total |
| Total segment income | 15,564,395 | 912,564 | 16,476,959 |
| Adjusted EBITDA | (43,923) | (204,628) | (248,551) |

| | 1 January- 30 September 2024 | 1 July- 30 September 2024 | 1 January- 30 September 2023 | 1 July- 30 September 2023 |
|---|---|--|---|--|
| EBITDA attributable to reportable segments | 1,509,458 | 683,544 | 795,678 | (248,551) |
| Depreciation and amortization | (960,024) | (333,275) | (785,240) | (278,921) |
| Finance income/(expense), net | (3,030,038) | (981,512) | (1,311,853) | (591,737) |
| Income/(expenses) from investing activities, net | (559) | (271) | 370 | 63 |
| Other operating income/(expense), net | (2,222,550) | (611,942) | (711,162) | (167,735) |
| Provision for employment termination benefits | (42,717) | (13,801) | (43,172) | (3,562) |
| Monetary Loss Gain | 3,413,459 | 932,762 | 3,547,720 | 2,075,209 |
| Profit before tax | (1,332,971) | (324,495) | 1,492,341 | 784,766 |

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NOTE 4 – RELATED PARTY DISCLOSURES (cont’d)

| | 30 September 2024 | 31 December 2023 |
|--|------------------------------|-----------------------------|
| Deposits at Akbank T.A.Ş. | | |
| Time Deposit | 459,290 | - |
| Demand deposits | 62,102 | 382,487 |
| | 521,392 | 382,487 |
| | | |
| Other cash and cash equivalents at Akbank T.A.Ş. | 30 September 2024 | 31 December 2023 |
| Other cash and cash equivalents | 1,416,834 | 1,038,786 |
| | 1,416,834 | 1,038,786 |
| | | |
| Credit card slip receivables at Akbank T.A.Ş. | 30 September 2024 | 31 December 2023 |
| Credit card slip receivables | 34,689 | 74,277 |
| | 34,689 | 74,277 |
| | | |
| Short-term bank borrowings at Akbank T.A.Ş. | 30 September 2024 | 31 December 2023 |
| Short-term bank borrowings | - | 70,487 |
| | - | 70,487 |

As of 30 September 2024 and 31 December 2023, the details of the short-term portion of long-term lease obligations with related parties are as follows.

| | 30 September 2024 | 31 December 2023 |
|---|------------------------------|-----------------------------|
| Short and long-term lease liabilities | | |
| <i>Short-term portion of long-term lease liabilities to related parties</i> | | |
| Carrefoursa Carrefour Sabancı Tic. Merkezi A.Ş. | 2,638 | 3,054 |
| <i>Long-term lease obligations to related parties</i> | | |
| Carrefoursa Carrefour Sabancı Tic. Merkezi A.Ş. | 1,818 | 5,231 |
| | 4,456 | 8,285 |

TEKNOSA İÇ VE DIŞ TİCARET ANONİM ŞİRKETİ**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS****AS OF 30 SEPTEMBER 2024 AND FOR THE NINE-MONTH PERIOD THEN ENDED**

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NOTE 4 – RELATED PARTY DISCLOSURES (cont’d)

| Transactions with related parties | 1 January - 30 September 2024 | | |
|--|--------------------------------------|----------------------|-----------------------|
| | Goods Sales | Rent Expenses | Other Expenses |
| Akbank T.A.Ş. | 75,351 | - | - |
| Carrefoursa Carrefour Sabancı Tic. Merkezi A.Ş. | 26,647 | (10,540) | (1,973) |
| Aksigorta A.Ş. | 10,706 | - | (26,604) |
| Agesa Hayat ve Emeklilik A.Ş. and Subsidiaries | 2,608 | - | - |
| Çimsa Çimento San. ve Tic.A.Ş. | 5,972 | - | - |
| Akçansa Çimento San. ve Tic. A.Ş. | 2,136 | - | - |
| Kordsa Teknik Tekstil A.Ş. | 1,070 | - | - |
| Brisa Bridgestone Sabancı Las. San. ve Tic. A.Ş. | 553 | - | - |
| Hacı Ömer Sabancı Holding A.Ş. | 542 | - | (1,449) |
| Enerjisa Enerji A.Ş. and Subsidiaries | 525 | - | (22,650) |
| Sabancı Dijital Teknoloji Hizmetleri A.Ş. (*) | 293 | - | (92,891) |
| Ak Finansal Kiralama A.Ş. | 44 | - | - |
| Aköde Elektronik Para ve Ödeme Hizmetleri A.Ş. | - | - | (5) |
| | 126,447 | (10,540) | (145,572) |

(*) Our Company receives internet security service, data security application, maintenance and repair service, server purchase, software development, hardware and license renewal, project and consultancy services from SabancıDX A.Ş.

| Transactions with related parties | 1 January - 30 September 2023 | | |
|--|--------------------------------------|----------------------|-----------------------|
| | Goods Sales | Rent Expenses | Other Expenses |
| Akbank T.A.Ş. | 149,853 | - | - |
| Carrefoursa Carrefour Sabancı Tic. Merkezi A.Ş. | 102,915 | (11,881) | (6,284) |
| Çimsa Çimento San.ve Tic.A.Ş. | 5,011 | - | - |
| Kordsa Teknik Tekstil A.Ş. | 3,251 | - | - |
| Akçansa Çimento San. ve Tic. A.Ş. | 2,265 | - | - |
| Agesa Hayat ve Emeklilik A.Ş. and Subsidiaries | 1,690 | - | - |
| Aksigorta A.Ş. | 1,675 | - | (50,780) |
| Sabancı Dijital Teknoloji Hizmetleri A.Ş. | 936 | - | (158,059) |
| Brisa Bridgestone Sabancı Las. San. ve Tic. A.Ş. | 720 | - | - |
| Enerjisa Enerji Üretim A.Ş. | 367 | - | - |
| Hacı Ömer Sabancı Holding A.Ş. | - | - | (812) |
| Enerjisa Enerji A.Ş. and Subsidiaries | - | - | (30,600) |
| Aköde Elektronik Para ve Ödeme Hizmetleri A.Ş. | - | - | (82) |
| | 268,683 | (11,881) | (246,617) |

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NOTE 4 – RELATED PARTY DISCLOSURES (cont’d)**Benefits for the key management personnel**

The Company’s key management has been identified as the general managers and assistant general managers. Remuneration to key management personnel consists of wages, premiums, pensions, health insurance and life insurance payments. Remunerations of key management personnel for the periods ended 30 September 2024 and 2023 are as follows:

| | 1 January- 30 September 2024 | 1 January- 30 September 2023 |
|--|---|---|
| Salaries and other short-term benefits | 53,525 | 48,103 |
| | 53,525 | 48,103 |

NOTE 5 – CASH AND CASH EQUIVALENTS

As at 30 September 2024 and 31 December 2023, the details of cash and cash equivalents are as follows:

| | 30 September 2024 | 31 December 2023 |
|-------------------------------------|------------------------------|-----------------------------|
| Cash | 6,497 | 17,658 |
| Cash at banks | 563,055 | 2,199,926 |
| Demand deposits | 103,765 | 1,566,674 |
| Time deposits | 459,290 | 633,252 |
| Credit card slip receivables | 161,447 | 464,623 |
| Other cash and cash equivalents (*) | 1,416,834 | 1,038,786 |
| | 2,147,833 | 3,720,993 |

(*) Other cash and cash equivalents consist of short-term free liquid fund used by the Company from Akbank T.A.Ş., which is exempt from corporate tax. As of 30 September 2024, there are liquid funds amounting to TL 1,416,834 (31 December 2023: TL 1,038,786).

The Company does not have any restricted deposits as at 30 September 2024 and 31 December 2023.

As at 30 September 2024, the details of time deposits, maturity dates and interest rates of the Company are as follows:

| Currency | Maturity | Interest rate | TL Deposit Provision |
|-----------------|-----------------|-------------------------|-----------------------------|
| USD | 20 October 2024 | 3.56% | 183,894 |
| USD | 30 October 2024 | 3.57% | 274,953 |
| | | Interest accrual | 443 |
| | | | 459,290 |

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NOTE 5 – CASH AND CASH EQUIVALENTS (cont'd)

As of 31 December 2023, the details of the Company's time deposit, maturity dates and interest rates are as follows:

| Currency | Maturity | Interest rate | TL Deposit Provision |
|-----------------|-----------------|-------------------------|-----------------------------|
| TL | 1 January 2024 | 36.00% | 10,939 |
| USD | 2 January 2024 | 6.00% | 199,974 |
| USD | 2 January 2024 | 3.75% | 19,997 |
| USD | 5 January 2024 | 5.00% | 199,974 |
| USD | 12 January 2024 | 4.50% | 199,974 |
| | | Interest accrual | 2,394 |
| | | | 633,252 |

The details of credit risk, foreign currency risk and impairment of the Company's cash and cash equivalents are disclosed in Note 24.

NOTE 6 – FINANCIAL BORROWINGS

As of 30 September 2024 and 31 December 2023, the details of the Company's short-term bank loans are as follows.

| | 30 September 2024 | 31 December 2023 |
|---|--------------------------|-------------------------|
| Short-term bank borrowings from related parties | - | 70,487 |
| Short-term bank borrowings from third parties | - | 666,376 |
| Bond issuance from third parties | 346,297 | - |
| | 346,297 | 736,863 |

As of 30 September 2024 and 31 December 2023, the maturities and terms of outstanding borrowings are as follows:

| Currency | Weighted average effective interest rate | 31 December 2023 | |
|------------------------------|---|-------------------------|-------------------|
| | | Maturity Date | Short-term |
| TL | 45.32% | 12/01/2024 | 70,151 |
| TL | 34.74% | 23/02/2024 | 70,488 |
| TL | 26.89% | 05/03/2024 | 111,495 |
| TL | 49.88% | 20/06/2024 | 484,729 |
| Short-Term Borrowings | | | 736,863 |

As of 30 September 2024, the Company has no short-term bank borrowings. On 18 September 2024, the Company has issued a financial bond amounting to TL 340,000 with a maturity of 174 days, fixed interest rate of 52.00%, redemption date of 11 March 2025 and ISIN code TRFTKNO32515. As of 30 September 2024, interest accrued amounting to TL 6,297.

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NOTE 6 – FINANCIAL BORROWINGS (cont’d)

The reconciliation of the Company's liabilities arising from bank borrowings for the nine-month interim periods ended 30 September 2024 and 2023 is as follows:

| Movement of net financial debt | 1 January - 30 September 2024 | 1 January - 30 September 2023 |
|--|--|--|
| Net financial debt as of 1 January | 736,863 | 452,781 |
| Cash inflows from borrowings and bonds issued | 13,358,518 | 409,529 |
| Cash outflows related to loan and bond repayments | (13,195,203) | (323,174) |
| Interest expense for the period (including accruals) (Note 23) | 733,975 | 122,062 |
| Inflation Effect | (1,287,856) | (207,023) |
| Net financial debt as of 30 September | 346,297 | 454,175 |

As of 30 September 2024 and 31 December 2023, the details of payables from lease transactions are as follows:

| | Present value of minimum lease payments | |
|---|--|-----------------------------|
| | 30 September 2024 | 31 December 2023 |
| Payables from lease transactions | | |
| Within one year | 448,062 | 466,474 |
| Less: deferred financial expenses | (76,304) | (69,745) |
| Current value of the lease liability | 371,758 | 396,729 |
| Two years and over | 551,797 | 696,081 |
| Less: deferred financial expenses | (93,969) | (104,079) |
| Current value of the lease liability | 457,828 | 592,002 |

The Company's lease liabilities represent the present value of the future payables of the buildings and machinery and equipment that are rented by the third parties through their useful lives.

The reconciliation of the Company's liabilities arising from leasing activities is as follows:

| Movement of lease liabilities | 1 January - 30 September 2024 | 1 January - 30 September 2023 |
|--|--|--|
| Lease liabilities as of 1 January | 988,731 | 935,065 |
| Increase in lease liability during the period | 494,145 | 707,432 |
| Interest and principal payments during the period | (516,611) | (636,008) |
| Interest expense for the period (including accruals) (Note 23) | 170,271 | 160,213 |
| Inflation Effect | (306,950) | (282,186) |
| Lease liabilities as of 30 September | 829,586 | 884,516 |

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NOTE 7 - TRADE RECEIVABLES AND PAYABLES

As at 30 September 2024 and 31 December 2023, details of trade receivables and payables are as follows.

| <u>Short-term trade receivables</u> | 30 September 2024 | 31 December 2023 |
|---|------------------------------|-----------------------------|
| Trade receivables | 676,686 | 959,327 |
| Notes receivable | 283,341 | 294,719 |
| Trade receivables from related parties (Note 4) | 25,233 | 21,630 |
| Provision for doubtful trade receivables (-) | (8,470) | (10,175) |
| | 976,790 | 1,265,501 |

The average maturity of the Company's trade receivables is 1-7 days for retail receivables and 53 days for dealer groups. (31 December 2023: For retail: 1-7 days, 55 days for dealer receivables). As of 30 September 2024, the Company does not apply overdue interest on trade receivables. (31 December 2023: None).

The movement table of the Company's provision for doubtful receivables is as follows:

| <u>Movement of expected loss provision</u> | 1 January- 30 September 2024 | 1 January- 30 September 2023 |
|---|---|---|
| Opening balance | 10,175 | 16,429 |
| Charge for the period | 1,173 | 413 |
| Provision released | (149) | (48) |
| Inflation effect | (2,729) | (5,683) |
| Closing balance | 8,470 | 11,111 |

As of 30 September 2024 and 31 December 2023, the Company obtained the collaterals listed below for the checks, notes and trade receivables:

| <u>Collaterals received for trade receivables that are not due:</u> | 30 September 2024 | 31 December 2023 |
|--|------------------------------|-----------------------------|
| Collaterals received | 927,055 | 827,702 |
| Mortgages | 3,912 | 8,073 |
| | 930,967 | 835,775 |

The fair value of collateral and mortgages that the Company has the right to sell or re-guarantee or pledge before the collateral owner defaults is TL 930,967 (31 December 2023: TL 835,775).

As of the reporting date, the Company does not have any collaterals or mortgages sold or pledged.

The details of credit risk, foreign currency risk and impairment of the Company's short-term trade receivables are disclosed in Note 24.

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NOTE 7 TRADE RECEIVABLES AND PAYABLES (cont’d)*Short-term trade payables:*

| | 30 September 2024 | 31 December 2023 |
|--|------------------------------|-----------------------------|
| Trade payables | 11,343,828 | 13,348,738 |
| Trade payables to related parties (Note 4) | 55,342 | 77,095 |
| Expense accruals | 361,076 | 42,843 |
| | 11,760,246 | 13,468,676 |

As of 30 September 2024, the Company offset income accruals from its suppliers amounting to TL 1,354,421 with trade payables (31 December 2023: TL 663,948). Average payment term of trade payables is 80 days (31 December 2023: 78 days).

As of 30 September 2024, the amount of letters of guarantee received from banks and given to suppliers is TL 5,038 (31 December 2023: TL 5,580).

The foreign exchange rate risk and liquidity risk for the Company’s trade payables are disclosed in Note 24.

NOTE 8 OTHER RECEIVABLES AND PAYABLES

The details of other receivables and other payables as of 30 September 2024 and 31 December 2023 are as follows:

| | 30 September 2024 | 31 December 2023 |
|---------------------------------|------------------------------|-----------------------------|
| <u>Other Receivables</u> | | |
| Deposits and guarantees given | 1,392 | 1,655 |
| | 1,392 | 1,655 |

| | 30 September 2024 | 31 December 2023 |
|----------------------------------|------------------------------|-----------------------------|
| <u>Other Payables</u> | | |
| Deposits and guarantees received | 14,601 | 16,901 |
| | 14,601 | 16,901 |

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NOTE 9 INVENTORIES

The details of the inventories as of 30 September 2024 and 31 December 2023 are as follows:

| | 30 September 2024 | 31 December 2023 |
|---|------------------------------|-----------------------------|
| Trade goods | 9,018,345 | 10,619,322 |
| Goods in transit | 718,687 | 829,261 |
| Provision for impairment on inventories (-) | (131,977) | (87,016) |
| | 9,605,055 | 11,361,567 |

As of 30 September 2024, total cost of trade goods recognized in the statement of profit or loss is TL 41,434,560 (30 September 2023: TL 40,206,049) (Note 19). As of 30 September 2024 and 2023, provision for impairment on inventories has been recognized in cost of goods sold (Note 19).

The movements of allowance for inventories for the periods ended at 30 September 2024 and 2023 are as below:

| | 1 January- 30 September 2024 | 1 January- 30 September 2023 |
|---|---|---|
| <u>Movement of provision for impairment on inventories</u> | | |
| Opening balance | (87,016) | (51,629) |
| Charge for the period | (44,961) | (51,609) |
| Closing balance | (131,977) | (103,238) |

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NOTE 10 – PREPAID EXPENSES AND DEFERRED INCOME

The details of prepaid expenses as of 30 September 2024 and 31 December 2023 are as follows:

| | 30 September | 31 December |
|---|----------------------|----------------------|
| <u>Short-Term Prepaid Expenses</u> | <u>2024</u> | <u>2023</u> |
| Prepaid expenses | 41,044 | 39,117 |
| Order advances for inventory purchases | 25,420 | 25,095 |
| | <u>66,464</u> | <u>64,212</u> |

| | 30 September | 31 December |
|--|----------------------|----------------------|
| <u>Long-Term Prepaid Expenses</u> | <u>2024</u> | <u>2023</u> |
| Prepaid expenses | 15,755 | 45,676 |
| | <u>15,755</u> | <u>45,676</u> |

The details of the deferred revenue as of 30 September 2024 and 31 December 2023 are as follows:

| | 30 September | 31 December |
|--|-----------------------|-----------------------|
| <u>Short-Term Deferred Income</u> | <u>2024</u> | <u>2023</u> |
| Order advances received | 348,343 | 358,239 |
| Income from gift card sales | 75,982 | 100,622 |
| Other | 1,282 | 2,214 |
| | <u>425,607</u> | <u>461,075</u> |

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NOTE 11 – RIGHT-OF-USE ASSETS

The Company, as a lessee, has acquired the lease rights representing the lease rights representing the right to use the underlying asset and the lease payments to the financial statements.

As of 30 September 2024 and 2023, the movement table of right-of-use assets is as follows:

| Right-of-use assets | Buildings | Vehicles | Total |
|---------------------------------|--------------------|------------------|--------------------|
| Cost | | | |
| 1 January 2024 | 4,369,365 | 205,440 | 4,574,805 |
| Additions | 489,106 | 5,039 | 494,145 |
| Disposals | (5,300) | (480) | (5,780) |
| 30 September 2024 | 4,853,171 | 209,999 | 5,063,170 |
| Accumulated Depreciation | | | |
| 1 January 2024 | (3,081,461) | (71,432) | (3,152,893) |
| Charge for the period | (614,722) | (41,820) | (656,542) |
| Disposals | 1,831 | 416 | 2,247 |
| 30 September 2024 | (3,694,352) | (112,836) | (3,807,188) |
| Net Book Value | 1,158,819 | 97,163 | 1,255,982 |
| Right-of-use assets | Buildings | Vehicles | Total |
| Cost | | | |
| 1 January 2023 | 3,592,839 | 65,120 | 3,657,959 |
| Additions | 693,909 | 13,523 | 707,432 |
| Disposals | (26,216) | - | (26,216) |
| 30 September 2023 | 4,260,532 | 78,643 | 4,339,175 |
| Accumulated Depreciation | | | |
| 1 January 2023 | (2,388,106) | (47,912) | (2,436,018) |
| Charge for the period | (537,018) | (16,668) | (553,686) |
| Disposals | 18,196 | - | 18,196 |
| 30 September 2023 | (2,906,928) | (64,580) | (2,971,508) |
| Net Book Value | 1,353,604 | 14,063 | 1,367,667 |

The depreciation expense for the nine-month interim accounting period ending on 30 September 2024 is TL 656,542 (30 September 2023: TL 553,686). TL 652,932 (30 September 2023: TL 546,808) of the depreciation expense is included in marketing expenses and TL 3,610 (30 September 2023: TL 6,878) is included in general administrative expenses.

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NOTE 12 – INVESTMENT PROPERTIES

The net book value of the investment properties of the company is TL 249,772 as of 30 September 2024 (31 December 2023: TL 249,772)

The Company generates rental income by TL 7,493 (2023: TL 6,394) from its investment property, which is leased by an operating lease agreement. Direct operating costs arising from the investment property is amounting to TL 2,267 (2023: TL 2,145). Operating expenses which are not related to the Teknosa store are distributed to lessees.

As of 31 December 2023, the fair value of the Company's investment properties and the building included in property, plant and equipment has been determined by Harmoni Gayrimenkul Değerleme ve Danışmanlık A.Ş., an independent valuation company, in its valuation report dated 18 March 2024.

The aforementioned firm is authorized by the CMB and provides real estate valuation services in accordance with the capital markets legislation and has sufficient experience and qualifications in the fair value measurement of the properties in the relevant regions. The fair value of the owned building was calculated using the "Income Approach" and "Direct Capitalization Method" and the final value was reached by harmonizing the results obtained.

Fair value of the related building is level 2.

As of 30 September 2024 and 31 December 2023, there is no mortgage on investment properties.

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NOTE 13 - PROPERTY, PLANT AND EQUIPMENT

The movement of property, plant and equipment and related accumulated depreciation for the period ended 30 September 2024 are as follows:

| <u>Cost Value</u> | <u>Buildings</u> | <u>Plant, machinery and equipment</u> | <u>Vehicles</u> | <u>Furniture and fixtures</u> | <u>Leasehold improvements</u> | <u>Construction in progress</u> | <u>Total</u> |
|--|------------------|---|-----------------|-----------------------------------|-----------------------------------|-------------------------------------|--------------------|
| Opening balance as of 1 January 2024 | 130,696 | 1,310 | 1,545 | 1,357,994 | 1,285,233 | 157,962 | 2,934,740 |
| Additions | - | 6 | - | 106,341 | 43,716 | 311,410 | 461,473 |
| Disposals | - | - | - | (129,595) | (62,729) | - | (192,324) |
| Transfers | - | - | - | 26,818 | 45,516 | (72,334) | - |
| Closing balance as of 30 September 2024 | 130,696 | 1,316 | 1,545 | 1,361,558 | 1,311,736 | 397,038 | 3,203,889 |
| <u>Accumulated Depreciation</u> | | | | | | | |
| Opening balance as of 1 January 2024 | (27,562) | (1,310) | (1,149) | (876,851) | (1,005,998) | - | (1,912,870) |
| Charge for the period | (2,130) | (1) | (102) | (113,470) | (70,078) | - | (185,781) |
| Disposals | - | - | - | 125,137 | 60,167 | - | 185,304 |
| Net impairment / reversal (*) | - | - | - | 464 | 78 | - | 542 |
| Closing balance as of 30 September 2024 | (29,692) | (1,311) | (1,251) | (864,720) | (1,015,831) | - | (1,912,805) |
| Closing balance as of 31 December 2023 | 103,134 | - | 396 | 481,143 | 279,235 | 157,962 | 1,021,870 |
| Net book value as of 30 September 2024 | 101,004 | 5 | 294 | 496,838 | 295,905 | 397,038 | 1,291,084 |

(*) As of 30 September 2024, net impairment loss for property, plant and equipment is TL 542 (30 September 2023: TL 484). TL 129,157 (30 September 2023: TL 97,194) of depreciation expense is included in marketing expenses and TL 56,624 (30 September 2023: TL 37,020) is included in general administrative expenses.

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NOTE 13 - PROPERTY, PLANT AND EQUIPMENT (cont’d)

The movement of property, plant and equipment and related accumulated depreciation for the period ended 30 September 2023 are as follows:

| | Buildings | Plant, machinery and equipment | Vehicles | Furniture and fixtures | Leasehold improvements | Construction in progress | Total |
|--|------------------|---|-----------------|-----------------------------------|-----------------------------------|-------------------------------------|--------------------|
| <u>Cost Value</u> | | | | | | | |
| Opening balance as of 1 January 2023 | 136,497 | 1,363 | 1,545 | 1,101,091 | 1,151,239 | 66,524 | 2,458,259 |
| Additions | - | - | - | 184,323 | 100,929 | 125,623 | 410,875 |
| Disposals | - | (53) | - | (54,445) | (17,416) | - | (71,914) |
| Transfers(*) | - | - | - | 26,031 | 10,396 | (36,778) | (351) |
| Closing balance as of 30 September 2023 | 136,497 | 1,310 | 1,545 | 1,257,000 | 1,245,148 | 155,369 | 2,796,869 |
| <u>Accumulated Depreciation</u> | | | | | | | |
| Opening balance as of 1 January 2023 | (24,334) | (1,363) | (1,013) | (851,816) | (972,062) | - | (1,850,588) |
| Charge for the period | (12,854) | 53 | (102) | (70,786) | (50,525) | - | (134,214) |
| Disposals | - | - | - | 51,897 | 17,155 | - | 69,052 |
| Net impairment / reversal | - | - | - | (338) | (146) | - | (484) |
| Closing balance as of 30 September 2023 | (37,188) | (1,310) | (1,115) | (871,043) | (1,005,578) | - | (1,916,234) |
| Closing balance as of 31 December 2022 | 112,163 | - | 532 | 249,275 | 179,177 | 66,524 | 607,671 |
| Net book value as of 30 September 2023 | 99,309 | - | 430 | 385,957 | 239,570 | 155,369 | 880,635 |

(*) As of 30 September 2023, TL 351 was transferred from intangible assets to property, plant and equipment.

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NOTE 14 – INTANGIBLE ASSETS

The movement of intangible assets and related accumulated depreciation for the period ended 30 September 2024 and 2023 are as follows:

| Cost Value | Licences - Rights and Computer Software | Total |
|--|--|------------------|
| Opening balance as of 1 January 2024 | 1,801,974 | 1,801,974 |
| Additions | 134,823 | 134,823 |
| Disposals | (3,656) | (3,656) |
| Closing balance as of 30 September 2024 | 1,933,141 | 1,933,141 |

Accumulated Amortization

| | | |
|--|--------------------|--------------------|
| Opening balance as of 1 January 2024 | (1,467,754) | (1,467,754) |
| Charge for the period | (117,701) | (117,701) |
| Disposals | 3,571 | 3,571 |
| Closing balance as of 30 September 2024 | (1,581,884) | (1,581,884) |
| Closing balance as of 31 December 2023 | 334,220 | 334,220 |
| Net book value as of 30 September 2024 | 351,257 | 351,257 |

| Cost Value | Licences - Rights and Computer Software | Total |
|--|--|------------------|
| Opening balance as of 1 January 2023 | 1,627,359 | 1,627,359 |
| Additions | 107,632 | 107,632 |
| Transfers | 351 | 351 |
| Closing balance as of 30 September 2023 | 1,735,342 | 1,735,342 |

Accumulated Amortization

| | | |
|--|--------------------|--------------------|
| Opening balance as of 1 January 2023 | (1,337,229) | (1,337,229) |
| Charge for the period | (97,340) | (97,340) |
| Provision for impairment (*) | (235) | (235) |
| Closing balance as of 30 September 2023 | (1,434,804) | (1,434,804) |
| Closing balance as of 31 December 2022 | 290,130 | 290,130 |
| Net book value as of 30 September 2023 | 300,538 | 300,538 |

(*) As of 30 September 2023, the impairment loss during the period calculated for intangible assets is net TL 235.

TL 73,424 (30 September 2023: TL 60,723) of amortization expense is included in marketing expenses and TL 44,277 (30 September 2023: TL 36,617) is included in general administrative expenses.

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NOTE 15– PAYABLES RELATED TO EMPLOYEE BENEFITS AND PROVISIONS FOR EMPLOYEE BENEFITS

Details of payables related to employee benefits as of 30 September 2024 and 31 December 2023 are as follows:

| Payables related to employee benefits | 30 September 2024 | 31 December 2023 |
|--|------------------------------|-----------------------------|
| Salaries payable to personnel | 104,452 | 88,115 |
| Social security premiums payable | 61,641 | 100,975 |
| Income tax payable | 32,431 | 24,256 |
| | 198,524 | 213,346 |

The details of the provisions for employee benefits as of 30 September 2024 and 31 December 2023 are as follows:

| Short-term provisions | 30 September 2024 | 31 December 2023 |
|--------------------------------------|------------------------------|-----------------------------|
| General management premium provision | 460 | 84,995 |
| Sales personnel premium provision | 54,393 | 66,276 |
| Provision for unused leave | 5,660 | 31,284 |
| | 60,513 | 182,555 |

| Long-term provisions | 30 September 2024 | 31 December 2023 |
|---|------------------------------|-----------------------------|
| Provision for employment termination benefits | 93,855 | 119,512 |
| General management premium provision | 5,509 | 7,483 |
| | 99,364 | 126,995 |

Provisions for employment termination benefits

Under Turkish Labor Law, the Company is required to pay termination benefits to each employee who has completed certain years of service and whose employment is terminated without due cause, who is called up for military service, dies or retires after completing 25 years of service and reaches the retirement age (58 for women and 60 for men).

Retirement pay liability is not subject to any kind of funding legally. Provision for retirement pay liability is calculated by estimating the present value of probable liability amount arising due to retirement of employees. TAS 19 Employee Benefits stipulates the development of the Company’s liabilities by using actuarial valuation methods under defined benefit plans. In this direction, actuarial assumptions used in calculation of total liabilities are described as follows:

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NOTE 15– PAYABLES RELATED TO EMPLOYEE BENEFITS AND PROVISIONS FOR EMPLOYEE BENEFITS (cont'd)

Provisions for employment termination benefits (cont'd)

The principal assumption is that the maximum liability for each year of service will increase parallel with inflation. Thus, the discount rate applied represents the expected real rate after adjusting for the anticipated effects of future inflation. Consequently, in the accompanying special purpose financial statements as of 30 September 2024, the provision has been calculated by estimating the present value of the future probable obligation of the Company arising from the retirement of the employees. The provisions at the respective balance sheet dates have been calculated with the assumption of 2.71% real discount rate calculated by using 22.83% annual inflation rate and 26.16% interest rate (31 December 2023: 1.73%) Voluntary turnover rates for sales and administrative personnel are considered as 25.9% and 10.8% for employees with 0-15 years of service (31 December 2023: 28.36% and 8.67% respectively) and 0% for employees with 16 or more years of service.

Probability has been determined as 100% for employees whose insurance register began before December 1999 (127 personnel) and the provision has been calculated accordingly.

The movement of employment termination benefit provision for the year ended 30 September 2024 and 2023 are as follows:

| Movement of provision for employment termination benefits: | 2024 | 2023 |
|---|---------------|----------------|
| Provision as of 1 January | 119,512 | 146,309 |
| Service cost | 23,979 | 29,273 |
| Interest cost | 18,738 | 13,899 |
| Payments during the period | (45,028) | (53,698) |
| Actuarial loss/(gain) | 9,206 | 38,488 |
| Inflation Adjustment | (32,552) | (58,268) |
| Provision as of 30 September | 93,855 | 116,003 |

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NOTE 16 – PROVISIONS

The details of the other short-term provisions as of 30 September 2024 and 31 December 2023 are as follow.

| Short-term provisions | 30 September 2024 | 31 December 2023 |
|---|------------------------------|-----------------------------|
| Ministry of Commerce Penalty Provision (*) | 31,467 | - |
| Provision for litigations (**) | 38,997 | 34,374 |
| Provision for consultancy and centre expenses (***) | 10,387 | 32,150 |
| Store provisions | 3,338 | 17,682 |
| İklimsa warranty provision | 18,557 | 6,122 |
| Provision for Competition Board penalty | - | 38,930 |
| Other | 11,735 | 9,147 |
| | 114,481 | 138,405 |

(*) As a result of the audit conducted within the framework of the provisions of the Law No. 6502 on the Protection of Consumers, the Turkish Ministry of Commerce, Istanbul Provincial Directorate of Commerce decided to impose a fine of TL 83,893 in accordance with Articles 77 and 78 of the same Law for not including the delivery time in the preliminary information form. On 27 May 2024, the penalty notice was notified to the Company. Following the notification, the Company management is considering using all legal rights, including reconciliation, in relation to the penalty notice. As a result of the Company's reconciliation application, the administrative fine was reduced to TL 41,946 by the Reconciliation Commission. The first installment of the Company's administrative fine of TL 41,946 was paid within the legal payment period. The first installment payment was made on 10.07.2024 in the amount of TL 10,479. It has been decided that the remaining TL 31,467 will be paid in 3 installments within one year. If the installments are not paid on time and in full, the remaining amount of the administrative fine will be collected in full.

(**) Provision for ongoing litigation is comprised of lawsuits filed by consumers and former employees against the Company.

(***) It consists of the provisions for the services and consultancy received by the Company during the fiscal year.

The movement of provisions for ongoing litigation and cancellation of rent agreements for the year ended 30 September 2024 and 31 December 2023 are as follows:

| | 1 January - 30 September 2024 | | 1 January - 30 September 2024 | | Inflation Effect | 30 September 2024 |
|------------------------------|----------------------------------|-----------------------|----------------------------------|-----------------|---------------------|----------------------|
| | 1 January 2024 | Additional Provisions | Paid/Reversed | Provisions | | |
| Litigation provisions | 34,374 | 9,788 | (3,909) | (1,256) | | 38,997 |
| Claim for damages | 1,321 | - | - | (349) | | 972 |
| Reemployment lawsuit | 27,337 | 7,204 | (3,909) | 601 | | 31,233 |
| Consumer lawsuits | 3,568 | 578 | - | (942) | | 3,204 |
| Rental litigation provisions | 2,148 | 2,006 | - | (566) | | 3,588 |
| | 34,374 | 9,788 | (3,909) | (1,256) | | 38,997 |
| | 1 January - 31 December 2023 | | 1 January - 31 December 2023 | | Inflation Effect | 31 December 2023 |
| | 1 January 2023 | Additional Provisions | Paid/Reversed | Provisions | | |
| Litigation provisions | 27,798 | 17,652 | (148) | (10,928) | | 34,374 |
| Claim for damages | 2,375 | - | (121) | (933) | | 1,321 |
| Reemployment lawsuit | 22,257 | 13,829 | - | (8,749) | | 27,337 |
| Consumer lawsuits | 2,977 | 1,761 | - | (1,170) | | 3,568 |
| Rental litigation provisions | 189 | 2,062 | (27) | (76) | | 2,148 |
| | 27,798 | 17,652 | (148) | (10,928) | | 34,374 |

As of 30 September 2024, the amount of letters of guarantee given from banks to the related court administrations is TL 14,852. (31 December 2023: TL 14,657)

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NOTE 17 - COMMITMENTS

Collateral, pledge, mortgage, warrant position

Collaterals, pledges, mortgages and warrant (“CPMW”) given by the Company as of 30 September 2024 and 31 December 2023 are as follows:

| 30 September 2024 | TL equivalent | US Dollar | Euro | Other |
|--|--------------------------|------------------|--------------|------------------|
| A. Total Amount of CPMW Given on Behalf of the Legal Entity | 5,912,206 | 18,433 | 3,450 | 5,156,575 |
| -Guarantees | 5,262,946 | 1,560 | 1,502 | 5,152,663 |
| -Pledge | - | - | - | - |
| -Mortgage | - | - | - | 3,912 |
| -Letter of Credit | 649,260 | 16,873 | 1,948 | - |
| B. Total Amount of CPMW Given Against the Subsidiaries Included in Full Consolidation | - | - | - | - |
| C. Total Amount of CPMW Given to Maintain Operations and Collect Payables from Third Parties | - | - | - | - |
| D. Total amount of other CPMW's given | - | - | - | - |
| Total | 5,912,206 | 18,433 | 3,450 | 5,156,575 |

CPMW's Given by the Company

| 31 December 2023 | TL equivalent | US Dollar | Euro | Other |
|--|--------------------------|------------------|--------------|------------------|
| A. Total Amount of CPMW Given on Behalf of the Legal Entity | 6,184,552 | 15,730 | 3,667 | 5,602,030 |
| -Guarantees | 5,793,550 | 2,723 | 3,667 | 5,593,957 |
| -Pledge | - | - | - | - |
| -Mortgage | 8,073 | - | - | 8,073 |
| -Letter of Credit | 382,929 | 13,007 | - | - |
| B. Total Amount of CPMW Given Against the Subsidiaries Included in Full Consolidation | - | - | - | - |
| C. Total Amount of CPMW Given to Maintain Operations and Collect Payables from Third Parties | - | - | - | - |
| D. Total amount of other CPMW's given | - | - | - | - |
| Total | 6,184,552 | 15,730 | 3,667 | 5,602,030 |

The ratio of other CPMW given on behalf of third parties except for the CPMW given on behalf of the Company’s own legal personality to total equity is 0% as at 30 September 2024 (31 December 2023: 0%).

As of 30 September 2024 and 31 December 2023, the Company is contingently liable in respect of bank letter of guarantees obtained from banks mainly given to lessors in accordance with the lease agreements, enforcement office related to ongoing lawsuits and custom related to import transactions.

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NOTE 18 – OTHER ASSETS AND LIABILITIES

The details of other assets and liabilities as of 30 September 2024 and 31 December 2023 are as follows:

| <u>Other Current Assets</u> | 30 September 2024 | 31 December 2023 |
|------------------------------------|------------------------------|-----------------------------|
| Deferred VAT | - | 419,259 |
| Business advances | 106,985 | 6,760 |
| Personnel advances | 814 | 427 |
| Other miscellaneous current assets | 67,924 | 44,318 |
| | 175,723 | 470,764 |

| <u>Other Current Liabilities</u> | 30 September 2024 | 31 December 2023 |
|--|------------------------------|-----------------------------|
| VAT Calculated / Payable | 26,453 | - |
| Other expense accruals | 38,905 | 22,148 |
| Other miscellaneous payables and liabilities | 7,567 | 4,849 |
| | 72,925 | 26,997 |

NOTE 19 – REVENUE AND COST OF SALES

The details of sales revenues and cost of sales for the nine-month interim accounting periods ended 30 September 2024 and 2023 are presented below.

| | 1 January- 30 September 2024 | 1 July- 30 September 2024 | 1 January- 30 Eylül 2023 | 1 July- 30 September 2023 |
|------------------------------------|---|--|---|--|
| a) Sales income (net) | | | | |
| Retail sales | 40,602,360 | 13,408,012 | 38,091,293 | 13,935,499 |
| E-commerce sales | 4,152,205 | 1,442,595 | 4,472,252 | 1,628,896 |
| Dealer group sales | 2,666,504 | 1,109,958 | 2,418,533 | 912,564 |
| | 47,421,069 | 15,960,565 | 44,982,078 | 16,476,959 |
| b) Cost of sales | | | | |
| Cost of trade goods sold | (41,434,560) | (13,809,969) | (40,206,049) | (15,262,509) |
| Installation and warranty expenses | (247,113) | (105,366) | (163,604) | (65,127) |
| | (41,681,673) | (13,915,335) | (40,369,653) | (15,327,636) |

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NOTE 20 – GENERAL ADMINISTRATIVE EXPENSES AND MARKETING EXPENSES

| | 1 January- 30 September 2024 | 1 July- 30 September 2024 | 1 January- 30 September 2023 | 1 July- 30 September 2023 |
|-------------------------------------|---|--|---|--|
| General administrative expenses (-) | (630,948) | (183,395) | (515,496) | (185,119) |
| Marketing expenses (-) | (4,601,731) | (1,525,367) | (4,129,663) | (1,495,238) |
| | <u>(5,232,679)</u> | <u>(1,708,762)</u> | <u>(4,645,159)</u> | <u>(1,680,357)</u> |

The details of administrative expenses for nine-month periods ended 30 September 2024 and 2023 are as follows:

| | 1 January- 30 September 2024 | 1 July- 30 September 2024 | 1 January- 30 September 2023 | 1 July- 30 September 2023 |
|---|---|--|---|--|
| a) General Administrative Expenses | | | | |
| Personnel expenses | (254,796) | (81,709) | (239,257) | (88,014) |
| IT expenses | (117,581) | (38,298) | (99,577) | (31,555) |
| Consultancy service expenses | (115,275) | (11,735) | (61,242) | (24,595) |
| Depreciation and amortization expenses | (104,511) | (37,477) | (80,515) | (28,465) |
| Lease expenses | (13,537) | (6,283) | (5,611) | (3,118) |
| Travel expenses | (4,027) | (1,356) | (4,091) | (1,806) |
| Maintenance, repair and cleaning expenses | (3,404) | (1,112) | (4,418) | (1,052) |
| Energy, fuel and water expenses | (334) | (143) | (362) | (122) |
| Other expenses | (17,483) | (5,282) | (20,423) | (6,392) |
| | <u>(630,948)</u> | <u>(183,395)</u> | <u>(515,496)</u> | <u>(185,119)</u> |

The details of marketing, sales and distribution expenses for nine-month periods ended 30 September 2024 and 2023 are as follows:

| | 1 January- 30 September 2024 | 1 July- 30 September 2024 | 1 January- 30 September 2023 | 1 July- 30 September 2023 |
|--|---|--|---|--|
| b) Marketing Expenses | | | | |
| Personnel expenses | (1,586,685) | (517,502) | (1,409,367) | (502,911) |
| Depreciation and amortization expenses | (855,513) | (295,798) | (704,725) | (250,456) |
| Lease expenses | (854,725) | (277,098) | (764,621) | (276,165) |
| Advertising and promotion expenses | (447,919) | (150,521) | (489,108) | (185,794) |
| Freight and logistics expenses | (446,698) | (144,871) | (308,687) | (134,526) |
| Energy, fuel and water expenses | (90,470) | (36,290) | (142,121) | (47,041) |
| Maintenance, repair and cleaning expenses | (54,807) | (16,076) | (55,481) | (17,628) |
| Consultancy service expenses | (49,511) | (15,692) | (44,100) | (12,446) |
| Travel, transport and accommodation expenses | (14,031) | (4,936) | (12,030) | (5,412) |
| Communication expenses | (4,276) | (1,406) | (3,001) | (783) |
| Other expenses | (197,096) | (65,177) | (196,422) | (62,076) |
| | <u>(4,601,731)</u> | <u>(1,525,367)</u> | <u>(4,129,663)</u> | <u>(1,495,238)</u> |

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NOTE 21 – OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES

The details of other income from operating activities for nine-month periods ended 30 September 2024 and 2023 are as follows:

| <u>Other Income from Operating Activities</u> | <u>1 January- 30 September 2024</u> | <u>1 July- 30 September 2024</u> | <u>1 January- 30 September 2023</u> | <u>1 July- 30 September 2023</u> |
|--|--|---|--|---|
| Foreign exchange income | 390,864 | 73,039 | 685,378 | 396,214 |
| Bank interest income | 225,610 | 97,797 | 249,444 | 132,289 |
| Maturity difference income | 179,392 | 49,703 | 114,915 | 16,059 |
| Deductions from personnel | 6,020 | 2,325 | 4,359 | 1,454 |
| Lease termination income | 848 | 445 | 550 | - |
| Other income | 28,658 | 9,737 | 20,847 | 6,615 |
| | <u>831,392</u> | <u>233,046</u> | <u>1,075,493</u> | <u>552,631</u> |

The details of other expense from operating activities for nine-month periods ended 30 September 2024 and 2023 are as follows:

| <u>Other Expenses from Operating Activities</u> | <u>1 January- 30 September 2024</u> | <u>1 July- 30 September 2024</u> | <u>1 January- 30 September 2023</u> | <u>1 July- 30 September 2023</u> |
|--|--|---|--|---|
| Maturity difference expenses | (2,439,881) | (729,486) | (759,709) | (253,416) |
| Foreign exchange expenses | (494,328) | (95,558) | (891,825) | (432,022) |
| Court and execution expenses | (22,766) | (437) | (23,528) | (9,667) |
| Other expenses | (96,967) | (19,507) | (111,593) | (25,261) |
| | <u>(3,053,942)</u> | <u>(844,988)</u> | <u>(1,786,655)</u> | <u>(720,366)</u> |

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NOTE 22 – INCOME AND EXPENSES FROM INVESTING ACTIVITIES

The details of income from investing activities for nine-month periods ended 30 September 2024 and 2023 are as follows:

Income from investing activities

| | 1 January- 30 September 2024 | 1 July- 30 September 2024 | 1 January- 30 September 2023 | 1 July- 30 September 2023 |
|--|------------------------------------|---------------------------------|------------------------------------|---------------------------------|
| Income from investing activities | | | | |
| Property, plant and equipment sales income | - | - | 370 | 63 |
| | <u>-</u> | <u>-</u> | <u>370</u> | <u>63</u> |

The details of expense from investing activities for nine-month periods ended 30 September 2024 and 2023 are as follows.

Expenses from investing activities

| | 1 January- 30 September 2024 | 1 July- 30 September 2024 | 1 January- 30 September 2023 | 1 July- 30 September 2023 |
|---|------------------------------------|---------------------------------|------------------------------------|---------------------------------|
| Expenses from investing activities | | | | |
| Property, plant and equipment sales loss | (559) | (271) | - | - |
| | <u>(559)</u> | <u>(271)</u> | <u>-</u> | <u>-</u> |

NOTE 23 – FINANCE EXPENSE AND INCOME

The details of finance expenses for nine-month periods ended 30 September 2024 and 2023 are as follows:

| | 1 January- 30 September 2024 | 1 July- 30 September 2024 | 1 January- 30 September 2023 | 1 July- 30 September 2023 |
|--|------------------------------------|---------------------------------|------------------------------------|---------------------------------|
| <u>Finance Expenses</u> | | | | |
| Credit card commission and discount expenses | (2,211,078) | (743,047) | (1,168,797) | (518,545) |
| Interest and commission expenses | (733,975) | (201,743) | (122,062) | (43,302) |
| Interest expense on lease liabilities (Note 6) | (170,271) | (50,562) | (160,213) | (50,089) |
| Foreign exchange expense | (83,779) | (6,733) | (11,390) | (7,429) |
| Letter of guarantee commissions | (27,876) | (8,348) | (21,922) | (8,476) |
| Other financial expenses | (3,336) | (1,104) | (1,930) | (752) |
| | <u>(3,230,315)</u> | <u>(1,011,537)</u> | <u>(1,486,314)</u> | <u>(628,593)</u> |

The details of finance income for nine-month periods ended 30 September 2024 and 2023 are as follows:

| | 1 January- 30 September 2024 | 1 July- 30 September 2024 | 1 January- 30 September 2023 | 1 July- 30 September 2023 |
|------------------------------|------------------------------------|---------------------------------|------------------------------------|---------------------------------|
| <u>Finance Income</u> | | | | |
| Foreign exchange income | 200,277 | 30,025 | 174,461 | 36,856 |
| | <u>200,277</u> | <u>30,025</u> | <u>174,461</u> | <u>36,856</u> |

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NOTE 24 – NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS

Foreign currency risk

As the Company primarily purchases from domestic vendors in TL, the Company is exposed to limited foreign exchange risk.

The risk is monitored by the Board of Directors in regular meetings. The idle cash is invested in foreign currency in order to minimize the foreign exchange risk resulted from balance sheet items. The Company also manages the foreign currency risk by limited use of forward contracts, which is one of derivative instruments, if necessary.

| | 30 September 2024 | | | |
|--|--------------------|-----------------|--------------|----------|
| | TL Equivalent | USD | EUR | Other |
| 1. Trade Receivables | 47,068 | 1,374 | 6 | - |
| 2a. Monetary financial assets (including cash and bank accounts) | 525,755 | 14,217 | 1,081 | - |
| 2b. Non-Monetary Financial Assets | - | - | - | - |
| 3. Other | 49,005 | 1,438 | - | - |
| 4. Current assets (1+2+3) | 621,828 | 17,029 | 1,087 | - |
| 5. Trade Receivables | - | - | - | - |
| 6a. Monetary Financial Assets | - | - | - | - |
| 6b. Non-Monetary Financial Assets | - | - | - | - |
| 7. Other | 1,261 | 37 | - | - |
| 8. Non-current assets (5+6+7) | 1,261 | 37 | - | - |
| 9. Total assets (4+8) | 623,089 | 17,066 | 1,087 | - |
| 10. Trade Payables | (1,715,162) | (51,283) | 870 | - |
| 11. Financial Liabilities | - | - | - | - |
| 12a. Other Monetary Liabilities | - | - | - | - |
| 12b. Other Non-Monetary Liabilities | (9,052) | (423) | 141 | - |
| 13. Short-term liabilities (10+11+12) | (1,724,214) | (51,706) | 1,011 | - |
| 14. Trade Payables | - | - | - | - |
| 15. Financial Liabilities | - | - | - | - |
| 16a. Other Monetary Liabilities | - | - | - | - |
| 16b. Other Non-Monetary Liabilities | - | - | - | - |
| 17. Long-term liabilities (14+15+16) | - | - | - | - |
| 18. Total liabilities (13+17) | (1,724,214) | (51,706) | 1,011 | - |
| 19. Net asset/(liability) liability position of off-balance sheet derivative instruments (19a-19b) | - | - | - | - |
| 19.a Total amount of hedged assets | - | - | - | - |
| 19.b. Total amount of hedged liabilities | - | - | - | - |
| 20. Net foreign currency asset/(liability) position (9+18+19) | (1,101,125) | (34,640) | 2,098 | - |
| 21. Net foreign currency asset / liability position of monetary items (1+2a+5+6a-10-11-12a-14-15-16a) | (1,142,339) | (35,692) | 1,957 | - |
| 22. Total fair value of financial instruments used for foreign currency hedging | - | - | - | - |

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NOTE 24 – NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont’d)

Foreign currency risk (cont’d)

| | 31 December 2023 | | | |
|--|-------------------------|-----------------|--------------|--------------|
| | TL Equivalent | USD | EUR | Other |
| 1. Trade Receivables | 13,744 | 458 | 8 | - |
| 2a. Monetary financial assets (including cash and bank accounts) | 1,314,415 | 40,731 | 3,542 | - |
| 2b. Non-Monetary Financial Assets | - | - | - | - |
| 3. Other | 1,685 | 38 | 17 | - |
| 4. Current assets (1+2+3) | 1,329,844 | 41,227 | 3,567 | - |
| 5. Trade Receivables | - | - | - | - |
| 6a. Monetary Financial Assets | - | - | - | - |
| 6b. Non-Monetary Financial Assets | - | - | - | - |
| 7. Other | 1,480 | 50 | - | - |
| 8. Non-current assets (5+6+7) | 1,480 | 50 | - | - |
| 9. Total assets (4+8) | 1,331,324 | 41,277 | 3,567 | - |
| 10. Trade Payables | (1,961,755) | (66,240) | (361) | - |
| 11. Financial Liabilities | - | - | - | - |
| 12a. Other Monetary Liabilities | - | - | - | - |
| 12b. Other Non-Monetary Liabilities | (16,726) | (565) | (3) | - |
| 13. Short-term liabilities (10+11+12) | (1,978,481) | (66,805) | (364) | - |
| 14. Trade Payables | - | - | - | - |
| 15. Financial Liabilities | - | - | - | - |
| 16a. Other Monetary Liabilities | - | - | - | - |
| 16b. Other Non-Monetary Liabilities | - | - | - | - |
| 17. Long-term liabilities (14+15+16) | - | - | - | - |
| 18. Total liabilities (13+17) | (1,978,481) | (66,805) | (364) | - |
| 19. Net asset/(liability) liability position of off-balance sheet derivative instruments (19a-19b) | (159,979) | (5,434) | - | - |
| 19.a Total amount of hedged assets | - | - | - | - |
| 19b. Total amount of hedged liabilities | 159,979 | 5,434 | - | - |
| 20. Net foreign currency asset/(liability) position (9+18+19) | (807,136) | (30,962) | 3,203 | - |
| 21. Net foreign currency asset / liability position of monetary items (1+2a+5+6a-10-11-12a-14-15-16a) | (633,596) | (25,051) | 3,189 | - |
| 22. Total fair value of financial instruments used for foreign currency hedging | (603) | (20) | - | - |

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NOTE 24- NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont’d)**Foreign currency risk (cont’d)**

The table below presents the Company’s sensitivity to a 10% deviation in foreign exchange rates of USD, EUR and other foreign currencies. These amounts have indicated the effect of the USD, EUR and other foreign currencies against TL strengthened / weakened by 10%. During this analysis all other variables held constant.

Foreign Currency Sensitivity Analysis Table

| | 30 September 2024 | | | |
|--|-------------------------------------|-------------------------------------|--|--|
| | Profit / Loss | | Equity | |
| | Appreciation of foreign currency | Depreciation of foreign currency | Appreciation of foreign currency | Depreciation of foreign currency |
| In case USD appreciates 10% against TL | | | | |
| 1 - Net asset/liability of USD | (118,088) | 118,088 | (118,088) | 118,088 |
| 2- Portion hedged from USD risk (-) | | | | |
| 3- USD net effect (1 +2) | (118,088) | 118,088 | (118,088) | 118,088 |
| In case EUR appreciates 10% against TL | | | | |
| 4 - Net asset/liability of EUR | 7,976 | (7,976) | 7,976 | (7,976) |
| 5 - Portion hedged from EUR risk (-) | | | - | |
| 6- EUR net effect (4+5) | 7,976 | (7,976) | 7,976 | (7,976) |
| In case of other foreign currency appreciates 10% against TL | | | | |
| 7- Other foreign currency net assets / liabilities | - | - | - | - |
| 8- Portion hedged from other foreign currency risk (-) | - | - | - | - |
| 9- Other Foreign Currency Assets net effect (7+8) | - | - | - | - |
| TOTAL (3 + 6 +9) | (110,112) | 110,112 | (110,112) | 110,112 |

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NOTE 24- NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont’d)

Foreign currency risk (cont’d)

Foreign Currency Sensitivity Analysis Table

| | 31 December 2023 | | | |
|--|--|--|--|--|
| | Profit / Loss | | Equity | |
| | Appreciation of foreign currency | Depreciation of foreign currency | Appreciation of foreign currency | Depreciation of foreign currency |
| In case USD appreciates 10% against TL | | | | |
| 1 - Net asset/liability of USD | (75,150) | 75,150 | (75,150) | 75,150 |
| 2- Portion hedged from USD risk (-) | | | (15,998) | 15,998 |
| 3- USD net effect (1 +2) | (75,150) | 75,150 | (91,148) | 91,148 |
| In case EUR appreciates 10% against TL | | | | |
| 4 - Net asset/liability of EUR | 10,433 | (10,433) | 10,433 | (10,433) |
| 5 - Portion hedged from EUR risk (-) | | | - | - |
| 6- EUR net effect (4+5) | 10,433 | (10,433) | 10,433 | (10,433) |
| In case of other foreign currency appreciates 10% against TL | | | | |
| 7- Other foreign currency net assets / liabilities | - | - | - | - |
| 8- Portion hedged from other foreign currency risk (-) | - | - | - | - |
| 9- Other Foreign Currency Assets net effect (7+8) | - | - | - | - |
| TOTAL (3 + 6 +9) | (64,717) | 64,717 | (80,715) | 80,715 |

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(Amounts are expressed in thousand Turkish Liras (“TL”) based on purchasing power as of 31 March 2024, unless otherwise stated.)

NOTE 25- FINANCIAL INSTRUMENTS (FAIR VALUE DISCLOSURES AND EXPLANATIONS ON HEDGE ACCOUNTING)

As of 30 September 2024 and 31 December 2023, fair value and carrying amounts of assets and liabilities are shown in the table below:

| <u>30 September 2024</u> | Financial assets measured at amortised cost | Financial assets and liabilities measured at fair value through other comprehensive income | Financial liabilities measured at amortised cost | Book value | Note |
|---|--|---|---|-------------------|-------------|
| Financial Assets | | | | | |
| Cash and cash equivalents | 2,147,833 | - | - | 2,147,833 | 5 |
| Trade receivables (including related party balances) | 976,790 | - | - | 976,790 | 7 |
| Other receivables (including related party balances) | 1,392 | - | - | 1,392 | 8 |
| Financial Liabilities | | | | | |
| Financial payables (including related party balances) | - | - | 346,297 | 346,297 | 6 |
| Lease liabilities (including related party balances) | - | - | 829,586 | 829,586 | 6 |
| Trade payables (including related party balances) | - | - | 11,760,246 | 11,760,246 | 7 |
| Other payables | - | - | 14,601 | 14,601 | 8 |
| <u>31 December 2023</u> | Financial assets measured at amortised cost | Financial assets and liabilities measured at fair value through other comprehensive income | Financial liabilities measured at amortised cost | Book value | Note |
| Financial Assets | | | | | |
| Cash and cash equivalents | 3,720,993 | - | - | 3,720,993 | 5 |
| Trade receivables (including related party balances) | 1,265,501 | - | - | 1,265,501 | 7 |
| Other receivables (including related party balances) | 1,655 | - | - | 1,655 | 8 |
| Financial Liabilities | | | | | |
| Financial payables (including related party balances) | - | - | 736,863 | 736,863 | 6 |
| Lease liabilities (including related party balances) | - | - | 988,731 | 988,731 | 6 |
| Trade payables (including related party balances) | - | - | 13,468,676 | 13,468,676 | 7 |
| Other payables | - | - | 16,901 | 16,901 | 8 |
| Derivative instruments | - | 603 | - | 603 | |

The Company management assumes that the carrying values of the financial assets and liabilities are close to their fair value because of their short-term nature.

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(Amounts are expressed in thousand Turkish Liras (“TL”) based on purchasing power as of 31 September 2024, unless otherwise stated.)

NOTE 26 – EVENTS AFTER THE REPORTING PERIOD

None.