

**MENDERES TEKSTİL SANAYİ VE TİCARET A.Ş.
CONSOLIDATED FINANCIAL STATEMENTS
TOGETHER WITH
INDEPENDENT AUDITORS' REPORT
FOR THE PERIOD ENDED AT 31 DECEMBER 2025**

*(CONVENIENCE TRANSLATION OF THE REPORT, THE
FINANCIAL STATEMENTS AND THE EXPLANATORY
NOTES ORIGINALLY ISSUED IN TURKISH.)*

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Menderes Tekstil Sanayi ve Ticaret Anonim Şirketi

A) Independent Auditors' Report On The Consolidated Financial Statements

1- Opinion

We have audited the accompanying consolidated financial statements of Menderes Tekstil Sanayi ve Ticaret Anonim Şirketi (the "Company") and its subsidiaries (collectively referred to as the "Group") which comprise the consolidated statement of financial position as at 31 December 2025, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended and notes to the consolidated financial statements comprising a summary of significant accounting policies.

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Group as at 31 December 2025, and its financial performance and its cash flows for the year then ended in accordance with Turkish Financial Reporting Standards ("TFRS").

2- Basis for Opinion

Our audit was conducted in accordance with the Standards on Independent Auditing (the "SIA") that are part of Turkish Standards on Auditing adopted within the framework of the regulations of the Capital Markets Board and issued by the Public Oversight Accounting and Auditing Standards Authority (the "POA"). Our responsibilities under these standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Statements" section of our report. We hereby declare that we are independent of the Group in accordance with the Ethical Rules for Independent Auditors (including Independence Standards) (the "Ethical Rules") the ethical requirements regarding independent audit in regulations issued by the POA; the regulations of the Capital Markets Board; and other relevant legislation are relevant to our audit of the financial statements. We have also fulfilled our other ethical responsibilities in accordance with the Ethical Rules and regulations. We believe that the audit evidence we have obtained during the independent audit provides a sufficient and appropriate basis for our opinion.

3- Key Audit Matters

Key audit matters are those that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. Key audit matters were addressed in the context of our independent audit of the consolidated financial statements as a whole and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Application of TAS 29, “Financial Reporting in Hyperinflationary Economies

Key Audit Matter	How to Perform of Matter in Audit
<p><i>Application of TAS 29, “Financial Reporting in Hyperinflationary Economies”</i></p> <p>The Group applied TAS 29 “Financial reporting in hyperinflationary economies” (“TAS 29”) in its consolidated financial statements as of and for the year ending 31 December 2025.</p> <p>According to TAS 29, the consolidated financial statements as of 31 December 2024 should be restated in accordance with 31 December 2025 purchasing power.</p> <p>Applying TAS 29 results in significant changes to financial statement items included in the Group's consolidated financial statements as of and for the year ending 31 December 2025, which have been restated for comparative purposes. The application of TAS 29 has a pervasive and material impact on the consolidated financial statements. In addition, considering the additional effort required to perform the audit of the application of TAS 29, we identified the application of TAS 29 as a key audit matter.</p> <p>The Group’s accounting policies and related explanations regarding the application of TAS 29 are disclosed in Note 2</p>	<p>We performed the following audit procedures in relation to the application of TAS 29:</p> <ul style="list-style-type: none"> - Understanding and evaluating the process and controls related to application of TAS 29 designed and implemented by management, - Verifying whether management’s determination of monetary and non-monetary items is in compliance with TAS 29, - Obtaining detailed lists of non-monetary items and testing original entry dates and amounts on a sample basis, - Verifying the general price index rates used in calculations correspond with the coefficients in the “Consumer Price Index in Turkey” published by the Turkish Statistical Institute, <p>Testing the mathematical accuracy of non-monetary items, income statement, and cash flow statement adjusted for inflation effects,</p> <ul style="list-style-type: none"> - Evaluating the adequacy of disclosures related to the application of TAS 29 in the notes to the consolidated financial statements in accordance with TFRS.

For the accounting policies related to recognition of revenue and the details of significant accounting estimates and assumptions used, see Note 2.f Revenue.

Key Audit Matter	How to Perform of Matter in Audit
<p>The main revenue gained by the Group consists of home textiles and farm products sales.</p> <p>Revenue is recognized in the financial statements on an accrual basis over the fair value of the consideration received or receivable as a result of the delivery, the amount of revenue can be reliably measured and it is probable that the economic benefits related to the transaction will flow to the Group. Net sales are presented by subtracted returns, discounts and commissions from sales of goods from sales of goods.</p> <p>Recognition of revenue and profit for the accounting period in which the product is sold depends on an appropriate assessment of whether it relates to the product sales contract. Due to the nature of the operations of the Group, the production is completed and the customer is invoiced but the obligation related to the commercial delivery scheme has not been provided yet, there may be cases where the risk and return are not due to the customer. It is also necessary to make evaluations on the correct turn of the revenue of the products in this situation in accordance with the principle of sales revolutions. Because of the complexity of the commercial contracts, accounting for each case is selected and the recognition of revenue as the key consideration is defined as the recognition of revenue to the financial statements in the right period requires significant considerations.</p>	<p>Our audit procedures for this item include the following:</p> <p>Evaluation of the effectiveness of key internal controls of revenue in the consolidated financial statements.</p> <p>Examination of the risk and return transfers through the sampling method and sales documents obtained for the selected sales transactions to evaluate the appropriateness of the revenue to the accounting policies and the receipt of the financial statements in the appropriate financial reporting period.</p> <p>By examining the provisions of the contracts with the customers regarding the terms of trade and delivery; evaluation of timing of receipt of financial statements for different shipment arrangements.</p> <p>Sending confirmation for selected trade receivables via sampling method and checking compliance with financial statements.</p> <p>Performing analytical observations to determine the existence of unusual operations.</p>

Recoverability of Trade Receivables

Accounting policies related to trade receivables and details of important accounting estimates and assumptions used are included in Note 2.f and Note 7 Trade Receivables.

Key Audit Matter	How to Perform of Matter in Audit
<p>Recoverability of Trade Receivables</p> <p>As of 31 December 2025, trade receivables constitute a significant portion of the consolidated assets of the Group. Furthermore, the assessment of the recoverability of these assets involves significant level of management estimates. Such estimation includes considering the following for each customer-the amount of guarantees/collelateral held, past collection performance, creditworthiness and aging of receivables. The outcome of such esitmates is very sensitive to changes in market conditions. Therefore recoverability of trade receivables is a key matter for our audit.</p> <p>Please refer to Notes 2.f, and Notes 7 to the consolidated financial statements for the Group’s disclosures on trade receivables, including the related accounting policy and risk management policy.</p>	<p>We performed the following procedures in relation to the recoverability of trade receivables:</p> <p>Understanding the process of collection of trade receivables of the Group from non-related parties, evaluating the operational efficiency of internal controls within the process,</p> <p>Evaluating, understanding internal controls related to financial reporting towards credit risk, and testing the efficiency of internal controls,</p> <p>Understanding and evaluating the customer- debt follow-up process managed by the Finance Department,</p> <p>Comparison of collection turnover rate with previous year,</p> <p>Inquiries with management in relation to any disputes with customers or distributors and written inquiries with the Group’s legal counsels on outstanding litigation in relation to trade receivables,</p> <p>Testing of trade receivable balances from non-related parties by sending confirmation letters via sample,</p> <p>Testing of collections made in the following period via sample,</p> <p>As a result of these studies regarding the reusability of non-trade receivables from related parties, there are not any significant findings.</p>

4- Responsibilities of management and those charged with governance for the consolidated financial statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with TAS, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

5- Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

The responsibilities of us independent auditors in an independent audit are as follows:

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with IAS (of Turkey) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with IAS (of Turkey), we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control,
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit, We remain solely responsible for our audit opinion

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless laws or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

B) Report on Other Legal and Regulatory Requirements

- 1- Auditors report on Risk Management System and Committee prepared in accordance with paragraph 4 of Article 398 of Turkish Commercial Code ("TCC") 6102 is submitted to the Board of Directors of the Company on 05 March 2026.
- 2- In accordance with paragraph 4 of Article 402 of the TCC, no significant matter has come to our attention that causes us to believe that the Company's bookkeeping activities for the period 1 January - 31 December 2025 and financial statements are not in compliance with laws and provisions of the Company's articles of association in relation to financial reporting.
- 3- In accordance with paragraph 4 of Article 402 of the TCC, the Board of Directors submitted to us the necessary explanations and provided required documents within the context of audit.

Abdülkadir Şahin is the person who carries out this independent audit.

İstanbul, 5 March 2026

PKF Aday Bağımsız Denetim A.Ş.
(A Member Firm of PKF International)



Abdülkadir Şahin
Partner

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MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
CONSOLIDATED BALANCE SHEETS AS OF 31 DECEMBER 2025

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

	Footnote References	<i>Audited</i>	<i>Restated (*)</i>
		Current Period 31.12.2025	Prior Period 31.12.2024
ASSETS			
Current Assets		6.931.621.328	6.811.366.813
Cash and Cash Equivalents	4	1.576.063.250	758.781.825
Trade Receivables		1.701.357.949	1.981.503.319
<i>Trade Receivables from Related Parties</i>	6-7	909.891.759	1.246.317.957
<i>Trade Receivables from Unrelated Parties</i>	7	791.466.190	735.185.362
Other Receivables		42.003.538	61.431.466
<i>Other Receivables from Related Parties</i>	6-9	25.384.048	6.314.186
<i>Other Receivables from Unrelated Parties</i>	9	16.619.490	55.117.280
Derivative Instruments	10	20.828.575	-
Inventories	11	3.379.378.551	3.709.790.086
Biological Assets	12	92.024.013	143.874.694
Prepaid Expenses	13	82.535.334	115.021.343
Current Tax Assets	14	78.535	176.320
Other Current Assets	23	37.351.583	40.787.760
Non-Current Assets		14.841.989.289	15.874.501.235
Financial Investments	5	7.676.323	31.745.206
Other Receivables	9	711.770	732.032
Investments Valued by Equity Pick-up Method	15	837.591.599	872.319.599
Investment Properties	16	1.879.883.365	1.826.886.477
Tangible Assets	17	11.632.055.812	12.690.600.252
Right of Use Assets	18	49.979.145	57.776.738
Intangible Assets	19	232.567.072	247.362.861
Prepaid Expenses	13	38.932.397	40.548.904
Deferred Tax Assets	30	162.591.806	106.529.166
TOTAL ASSETS		21.773.610.617	22.685.868.048

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

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
CONSOLIDATED BALANCE SHEETS AS OF 31 DECEMBER 2025

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

	Footnote References	<i>Audited</i> Current Period 31.12.2025	<i>Restated (*)</i> <i>Audited</i> Prior Period 31.12.2024
LIABILITIES			
Current Liabilities		3.180.964.225	4.074.710.448
Short Term Borrowings	8	1.266.254.786	2.154.228.801
Short-term portion of long-term borrowings	8	519.370.983	509.703.902
Trade Payables		1.138.218.238	1.093.390.601
<i>Trade Payables to Related Parties</i>	6-7	9.731.895	-
<i>Trade Payables to Unrelated Parties</i>	7	1.128.486.343	1.093.390.601
Employee Benefit Liabilities	22	117.916.943	134.610.435
Other Payables	9	24.932.293	29.808.064
Deferred Income	13	45.508.282	90.865.604
Current Provisions		68.762.700	62.103.041
<i>Provision For Employee Benefits</i>	21	61.780.753	52.480.071
<i>Other Current Provisions</i>	21	6.981.947	9.622.970
Non-Current Liabilities		3.528.374.300	3.571.911.583
Long Term Borrowings	8	1.519.119.665	1.685.845.595
Long Term Provisions		252.838.513	256.131.289
<i>Long Term Provisions for Employee Benefits</i>	30	1.756.416.122	1.629.934.699
Equity		15.064.272.092	15.039.246.017
Parent Company’s Equity		14.949.443.910	14.912.876.248
Issued Capital	24.1	277.292.576	277.292.576
Inflation Adjustments of Capital	24.2	6.248.317.130	6.248.317.130
Share Premium (Discount)	24.3	484.767.446	484.767.446
The effect of mergers involving jointly controlled entities or operations		(15.261.126)	(15.261.126)
Accumulated Other Comprehensive Income or Expenses not to be Reclassified on Profit or Loss			
<i>Gains / Losses on Revaluation and Remeasurement</i>			
<i>-Increase / Decrease on Revaluation of Tangible Assets</i>	24.4	3.150.764.159	3.415.472.700
<i>-Defined Benefit Plans Re-Measurement Gains / (Losses)</i>	24.4	1.873.084	7.916.067
Accumulated Other Comprehensive Income or Expenses to be Reclassified on Profit or Loss			
- <i>Gains/(Losses) on Financial Assets Measured at Fair Value through Other Comprehensive Income</i>	24.5	(556.376)	(495.849)
Restricted Reserves		231.626.006	231.626.006
<i>Legal Reserves</i>	24.6	231.626.006	231.626.006
Retained Earnings / Losses	24.7	4.263.241.298	4.294.027.238
Net Profit / (Loss) for the Period	31	307.379.713	(30.785.940)
Non-controlling interests	24.8	114.828.182	126.369.769
TOTAL LIABILITIES		21.773.610.617	22.685.868.048

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

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF INCOME AND OTHER COMPREHENSIVE INCOME
STATEMENT FOR THE PERIOD OF 31 DECEMBER 2025

(Amounts expressed in Turkish Lira ("TRY") in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

		<i>Audited</i>	<i>Restated(*)</i>
		<i>Audited</i>	<i>Audited</i>
		Current Period	Prior Period
		01.01- 31.12.2025	01.01- 31.12.2024
	Footnote		
Revenue	25.1	8.829.512.660	10.282.750.474
Cost of Sales (-)	25.2	(8.152.232.054)	(10.011.030.331)
Gross Profit / (Loss)		677.280.606	271.720.143
General Administrative Expenses (-)	26.3	(360.788.355)	(414.683.543)
Marketing Expenses (-)	26.2	(338.419.357)	(287.930.171)
Research and Development Expenses (-)	26.1	(50.528.676)	(60.962.501)
Other Operating Income	27.1	628.735.603	737.621.382
Other Operating Expenses (-)	27.2	(181.023.744)	(178.936.088)
Operating Profit / (Loss)		375.256.077	66.829.222
Income from Investment Activities	28.1	135.204.974	1.085.256.941
Expenses from Investment Activities (-)	28.2	(10.241.374)	(2.170.925)
Shares of Profit/(Loss) from Investments Valued by Equity Pick-up Method	28.3	(34.728.000)	(23.979.048)
Operating Activity Profit/(Loss) Before Financial Expense		465.491.677	1.125.936.190
Financial Income	29.1	651.922.559	293.274.271
Financial Expenses (-)	29.2	(1.230.073.574)	(1.238.346.196)
Net Monetary Position Gains/(Losses)		512.194.889	361.655.819
Operating Activity Profit/(Loss) Before Taxation		399.535.551	542.520.084
Operating Activity Tax Income/Expense)			
Deferred Tax Income/Expense)	30	(109.511.655)	(592.553.538)
Current Period Operating Activity Profit / (Loss)		290.023.896	(50.033.454)
Profit/(Loss) for the Period		290.023.896	(50.033.454)
Distribution of the Period Income/(Loss)			
Minority Interests	24.8	(17.355.817)	(19.247.514)
Parent Company's Shares	31	307.379.713	(30.785.940)
Earnings Per Share	31	1,1085	(0,1110)

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

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF INCOME AND OTHER COMPREHENSIVE INCOME
STATEMENT FOR THE PERIOD OF 31 DECEMBER 2025

(Amounts expressed in Turkish Lira ("TRY") in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

		<i>Audited</i>	<i>Restated(*)</i>
		Current Period	Prior Period
	Footnote	01.01- 31.12.2025	01.01- 31.12.2024
		<i>Audited</i>	<i>Audited</i>
Profit/(Loss) for the Period		290.023.896	(50.033.454)
Other Comprehensive Income:			
Income (Expenses) not to be Reclassified on Profit or (Loss)			
- Revaluation Increase on Tangible Fixed Assets	24.4	(295.859.140)	-
- Defined Benefit Plans Re-Measurement Gains (Losses)	21	(8.150.851)	(1.585.141)
Income Taxes not to be Reclassified to Profit or (Loss)			
- Deferred Tax Income / (Expense)	30	39.072.697	392.742
Income or Expenses that will be Reclassified on Profit or (Loss)			
- Gains/(Losses) on Financial Assets Measured at Fair Value through Other Comprehensive Income		(80.702)	(262.986)
Taxes on Other Comprehensive Income to be Reclassified to Profit or Loss			
- Deferred Tax (Expense)/Income		20.175	65.747
Other Comprehensive Income		(264.997.821)	(1.389.638)
Total Comprehensive Income/(Expense)		25.026.075	(51.423.092)
Distribution of Total Comprehensive Income			
Minority Interests	24.8	(11.541.587)	(19.259.322)
Parent Company's Shares		36.567.662	(32.163.770)

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

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
STATEMENT OF CONSOLIDATED CHANGES IN SHAREHOLDER'S EQUITY FOR THE PERIODS OF
31 DECEMBER 2025

(Amounts expressed in Turkish Lira ("TRY") in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

	Note	Paid in Capital	Adjustments of Shareholders' Equity	Bonuses/ Discounts on Shares	The effect of mergers involving jointly controlled entities or operations	Accumulated Other Comprehensive Income and Expenses that will not be Reclassified to Profit or Loss		Accumulated Other Comprehensive Income and Expenses that will be Reclassified to Profit or Loss	Accumulated profit					
						Increase / (Decrease) on Revaluation of Tangible Assets	Defined Benefit Plans Re-Measurement Gains / (Losses)	Gains/(Losses) on Financial Assets Measured at Fair Value through Other Comprehensive Income	Restricted Reserves	Accumulated Profit/Loss	Net Profit/Loss For The Period	Parent Company's Equity	Minority Interests	Total Equity
Balances at 01.01.2024		277.292.576	6.248.317.130	484.767.446	(15.261.126)	3.415.472.700	9.096.658	(298.610)	231.626.006	2.180.045.174	2.113.982.064	14.945.040.018	145.629.091	15.090.669.109
Transfers	24	-	-	-	-	-	-	-	-	2.113.982.064	(2.113.982.064)	-	-	-
Total Comprehensive Income/(Loss)		-	-	-	-	-	(1.180.591)	(197.239)	-	-	(30.785.940)	(32.163.770)	(19.259.322)	(51.423.092)
- Profit/(Loss) for the Period	24	-	-	-	-	-	-	-	-	-	(30.785.940)	(30.785.940)	(19.247.514)	(50.033.454)
- Other Comprehensive Income/(Expense)	24	-	-	-	-	-	(1.180.591)	(197.239)	-	-	-	(1.377.830)	(11.808)	(1.389.638)
Balances at 31.12.2024	24	277.292.576	6.248.317.130	484.767.446	(15.261.126)	3.415.472.700	7.916.067	(495.849)	231.626.006	4.294.027.238	(30.785.940)	14.912.876.248	126.369.769	15.039.246.017
Balances at 01.01.2025	24	277.292.576	6.248.317.130	484.767.446	(15.261.126)	3.415.472.700	7.916.067	(495.849)	231.626.006	4.294.027.238	(30.785.940)	14.912.876.248	126.369.769	15.039.246.017
Transfers	24	-	-	-	-	-	-	-	-	(30.785.940)	30.785.940	-	-	-
Total Comprehensive Income/(Loss)		-	-	-	-	(264.708.541)	(6.042.983)	(60.527)	-	-	307.379.713	36.567.662	(11.541.587)	25.026.075
- Profit/(Loss) for the Period	24	-	-	-	-	-	-	-	-	-	307.379.713	307.379.713	(17.355.817)	290.023.896
- Other Comprehensive Income/(Expense)	24	-	-	-	-	(264.708.541)	(6.042.983)	(60.527)	-	-	-	(270.812.051)	5.814.230	(264.997.821)
Balances at 31.12.2025	24	277.292.576	6.248.317.130	484.767.446	(15.261.126)	3.150.764.159	1.873.084	(556.376)	231.626.006	4.263.241.298	307.379.713	14.949.443.910	114.828.182	15.064.272.092

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

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
CONSOLIDATED CASH FLOW STATEMENT

FOR THE PERIODS OF 01 JANUARY-31 DECEMBER 2025

(Amounts expressed in Turkish Lira ("TRY") in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

	Footnote References	<i>Audited</i> Current Period 01.01- 31.12.2025	<i>Restated (*)</i> <i>Audited</i> Prior Period 01.01- 31.12.2024
CASH FLOWS FROM THE OPERATING ACTIVITIES		1.734.973.424	(76.362.346)
Profit/(Loss) for the Period			
Current Period Operating Activity Profit / (Loss)		290.023.896	(50.033.454)
Adjustments Related with Net Profit/Loss for The Period		951.853.529	(273.044.903)
Adjustments for Depreciation, Amortisation Expenses	17-18-19	1.022.074.672	998.182.202
Adjustments Related to the Provisions			
- Adjustments for Employee Termination Benefits	21-30	(11.443.627)	(46.287.872)
- Adjustment for Provision for Expenses and Lawsuits	21	(2.641.023)	(3.382.584)
- Adjustment for Other Provisions or Reversals	21	9.300.682	4.515.744
Adjustments for Interest (Income) and Expenses			
- Deferred Financial Expense Arise from Forward Purchasing	27.2	92.118.366	65.833.719
- Unearned Income from Futures Sale	27.1	(73.233.393)	(93.111.458)
Adjustments for Fair Value Profit or Loss			
- Adjustments for Investment Properties Fair Value Losses /(Profits)	16	(51.127.576)	(1.058.358.521)
- - Adjustments for Financial Instruments Fair Value Losses /(profits)	10	(20.828.575)	-
- Adjustments for Fair Value Profit or Loss		(60.527)	(197.240)
Adjustments for unrealised foreign exchange losses (gains)	8	501.660.256	243.741.911
Adjustments for Retained Earnings of Investments Subject to Equity Pick-up Method			
- Adjustment for Retained Earnings of Subsidiaries	28.3	34.728.000	23.979.048
Tax Payments/Returns	30	109.491.480	592.487.793
Monetary profit/loss		(658.185.206)	(1.000.447.645)
Changes In The Company Capital		493.095.999	248.322.833
Increase/Decrease in Financial Investments	5	60.527	247.412
Adjustments for Increase/Decrease in Trade Receivables			
- Adjustments for Increase/Decrease in Trade Receivables from Related Parties	6-7	42.278.603	(368.654.509)
- Adjustments for Increase/Decrease in Trade Receivables from Unrelated Parties	7	(321.912.706)	(241.658.111)
Adjustments for Increase/Decrease in Other Receivables Related to the Operations			
- Adjustments for Increase/Decrease in Other Receivables from Related Parties Related to the Operations	6-9	(20.560.094)	(4.818.193)
- Adjustments for Increase/Decrease in Other Receivables from Unrelated Parties Related to the Operations	9	28.870.835	(55.924.922)
Adjustments for Increase/Decrease in Inventories	11	330.411.535	662.413.764
Adjustments Related to the Increase/Decrease in Biological Assets	12	51.850.681	(58.637.719)
Adjustments for Increase/Decrease in Prepaid Expenses	13	34.102.516	72.298.309
Adjustments for Increase/Decrease in Trade Payables			
- Adjustments for Increase/Decrease in Trade Payables to Related Parties	6-7	9.731.895	(52.256)
- Adjustments for Increase/Decrease in Trade Payables to Unrelated Parties	7	366.383.842	264.993.503
Increase/Decrease in Employee Benefits Liabilities	22	15.076.359	10.250.569
Adjustments for Increase/Decrease in Other Payables Related to the Operations			
- Adjustments for Increase/Decrease in Other Payables from Related Parties Related to the Operations	6-9	-	(6.936)
- Adjustments for Increase/Decrease in Other Payables from Unrelated Parties Related to the Operations	9	2.159.328	10.108.118
Increase/Decrease in Deferred Tax	13	(45.357.322)	(42.236.196)
Cash Flow from Operating Activities		1.734.973.424	(74.755.524)
Tax Payments/Returns	30	-	(1.606.822)

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

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
CONSOLIDATED CASH FLOW STATEMENT

FOR THE PERIODS OF 01 JANUARY-31 DECEMBER 2025

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

		<i>Audited</i> Current Period 01.01- 31.12.2025	<i>Restated (*)</i> Audited Prior Period 01.01- 31.12.2024
	Footnote References		
NET CASH FLOW PROVIDED BY INVESTMENT ACTIVITIES		(202.241.968)	(324.872.183)
Cash outflows for the acquisition of shares or debt instruments of other entities or funds		24.008.356	(2.682.991)
Proceeds from Sale of Property, Plant, Equipment and Intangible Assets			
- Proceeds from Sale of Tangible Assets	17	14.129.183	758.531
Proceeds from Purchase of Property, Plant, Equipment and Intangible Assets			
- Proceeds from Purchase of Tangible Assets	17	(200.184.658)	(322.879.493)
- Proceeds from Purchase of Intangible Assets	19	(38.325.537)	(68.230)
Cash outflows from the purchase of other long-term assets	16	(1.869.312)	-
CASH FLOW PROVIDED BY FINANCIAL ACTIVITIES		(536.367.440)	531.946.617
Cash Inflows from Financial Liabilities			
Cash Inflows from Bank Loans	8	501.660.256	243.741.911
Cash Outflows from Financial Liabilities			
Cash Outflows for Bank Loans	8	(1.017.569.297)	308.174.398
Cash outflows from other financial liabilities	8	(15.188.758)	(13.832.557)
Cash Outflows from Finance Leases	8	(5.269.641)	(6.137.135)
EQUIVALENTS BEFORE THE EFFECT OF FOREIGN EXCHANGE CURRENCY DIFFERENCES (A+B+C)		996.364.016	130.712.088
EFFECTS OF INFLATION ON CASH AND CAH EQUIVALENTS		(179.082.591)	(220.429.476)
D. THE EFFECT OF FOREIGN CURRENCY DIFFERENCES ON CASH AND CASH EQUIVALENTS		-	-
CASH AND CASH EQUIVALENTS NET INCREASE/DECREASE		817.281.425	(89.717.388)
CASH AND CASH EQUIVALENTS AT THE BEGINING OF THE PERIOD	4	758.781.825	848.499.215
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	4	1.576.063.250	758.781.827

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

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AT 31 DECEMBER 2025

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

NOTE 1- ORGANIZATION AND NATURE OF ACTIVITIES

Menderes Tekstil Sanayi ve Ticaret Anonim Şirketi (“The Company” or “Menderes Tekstil”), its Subsidiaries and Equity participations are referred as “Group” in the accompanying consolidated financial statements.

The entities mentioned below are applied “Full Consolidation Method”:

- Menderes Tekstil Sanayi ve Ticaret A.Ş.
- Smyrna Seracılık Ticaret A.Ş.
- Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti.

The entities mentioned below are applied by “Equity Pick up Method”:

- Aktur İzmir Gayrimenkul A.Ş.

Menderes Tekstil Sanayi ve Ticaret A.Ş.

The Company produces cotton press, electric energy, yarn, fabric, valances, dust ruffles, ruffled and tailored shams, comforter shells, printed towels and linens in integrated cotton and synthetic textile establishment.

The Company address registered on the Trade Registry Gazette is Adalet Mahallesi, Manas Bulvarı, No:47/A 42. floor Bayraklı, İzmir.

As of 31 December 2025 2.031 personnel are employed by the Company and the average number of personnel is 2.024 for the period of 01.01-31.12.2025.

Company shares are traded in the Borsa Istanbul since 2000.

Production Capacity (Textile)

According to the capacity report from Denizli Industrial Chamber dated 02 May 2024 numbered 193 and valid until 03 May 2026, the Company annual production capacity is as follows: (Companies production capacity has been calculated with daily 8 hours, yearly 300 days. Company works for 3 shifts in a day):

Products	Unit	Quantity
Cotton yarn (is used in its production)	Kg	5.438.718
Raw fabric woven (is used in its production)	M ²	59.151.060
Knitted fabric (is used in its production)	Kg	1.004.400
Linens	Kg	19.477.500
Pillowcase	Kg	5.670.000
Sheet	Kg	7.218.750
Quilt	Quantity	180.000
Fabric painting (is used in its production)	Kg	1.670.400
Fabric bleaching (is used in its production)	Kg	9.000.720
Fabric printing (is used in its production)	Kg	14.121.000
Digital fabric printing (is used in its production)	Kg	1.573.719

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AT 31 DECEMBER 2025

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

Production Capacity (Energy)

According to the capacity report from Denizli Industrial Chamber dated 17 November 2023, numbered 611, the Company annual production capacity is as follows:

	Unit	Quantity
Electricity energy	Kilowatt hour	161.827.000
Steam (is used in its production)	Joule	617.569.920.000
Hot water (is used in its production)	Joule	238.360.320.000

Information about the Group's power plants in operation, together with its current installed powers, is presented in the table below:

Power plants	Company	Location	Type	Electricity Production Capacity (kWh)
<i>Geothermal</i>				
Baklacı	Menderes	Manisa	Geothermal	155.200.000
Tosunlar	Menderes	Denizli	Geothermal	30.456.000
<i>Wind</i>				
Aliğa	Menderes	İzmir	Wind	57.254.400
Bergama	Menderes	İzmir	Wind	124.338.240
<i>Solar</i>				
Sarayköy	Menderes	Denizli	Solar	9.287.600

Smyrna Seracılık Ticaret A.Ş.

Smyrna Seracılık Ticaret A.Ş. was established in 2007 in İzmir. It is engaged in agricultural production. In the Trade Registry Gazette numbered 7296 and dated 21 April 2009, the Company name has been changed from Smyrna Organik Tarım Sanayi ve Ticaret A.Ş. to Smyrna Seracılık Ticaret A.Ş. The Company has been included to the complete consolidation in 2009.

Smyrna Seracılık Ticaret A.Ş. has operated on the existing area which is 258.700 m2.

Capacity Report (Sarayköy1)

According to the capacity report from Denizli Industrial Chamber dated 14 May 2025, numbered 172393 and valid until 8 May 2027, The Company production capacity is as follows:

Product	Unit	Quantity
Tomato	Kg	1.250.400

Capacity Report (Sarayköy2)

According to the capacity report from Denizli Industrial Chamber dated 11 June 2025, numbered 181033 and valid until 11 June 2027, The Company production capacity is as follows:

Product	Unit	Quantity
Tomato	Kg	4.500.000

The Company recorded address to the trade registry is Köyiçi Mevkii, Tosunlar Kasabası Sarayköy, Denizli.

As of 31 December 2025, 383 personnel are employed by the Company and the average number of personnel is 385 for the period of 01.01.-31.12.2025.

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti.

Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti. was established in 1990 in İzmir. The principal activity of the Company is the wholesale and retail sale of textile products. As of 30 June 2025, the Company has been included in the full consolidation scope.

Menderes, On 18 June 2025 acquired 100% of the shares of Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti. (“Akça Saraylı”), a company within the Akça Group, from Dilek Göksan, Rıza Akça, Ahmet Bilge Göksan, and Akça Holding A.Ş. for a total consideration of TRY 10.920. The transaction was registered on 25 June 2025 and was published in the Turkish Trade Registry Gazette.

A brand licensing agreement was signed between Menderes Tekstil Sanayi ve Ticaret A.Ş. and Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti. In accordance with the terms of the agreement, Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti. will pay Menderes Tekstil Sanayi ve Ticaret A.Ş. a royalty fee amounting to 2% of its annual net sales. As a result of this agreement, Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti. has obtained the right to use the trademarks “Mendereshome Store- Menderesstore-Menderestore.”

The Company address registered on the Trade Registry Gazette is Adalet Mahallesi, Manas Bulvarı, No:47/A 42. floor Bayraklı, İzmir.

As of 31 December 2025, 31 personnel are employed by the Company and the average number of personnel is 33 for the period of 01.01.-31.12.2025.

Aktur İzmir Gayrimenkul A.Ş.

Aktur İzmir Gayrimenkul A.Ş. was established by spin-off of Aktur Araç Muayene İşletmeciliği A.Ş. with the resolution of the general assembly published in the Trade Registry Newspaper dated 23 November 2020 and numbered 10208. The company generates rental income from the properties it owns. Head office of the company is in İzmir.

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AT 31 DECEMBER 2025

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS

2.a. Basis of Presentation

Financial reporting standards applied

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

The consolidated financial statements are presented in accordance with the formats specified in the “Announcement on TFRS Taxonomy” published by POA on 3 July 2024 and the Financial Statement Examples and User Guide published by CMB.

The Preparation of Financial Statements

The accompanying consolidated financial statements are prepared in accordance with the Communiqué Serial II, No: 14.1, “Principles of Financial Reporting in Capital Markets” (“the Communiqué”) published in the Official Gazette numbered 28676 on 13 June 2013. According to the article 5 of the Communiqué, consolidated financial statements are prepared in accordance with Turkish Financial Reporting Standards (“IFRS”) and its addendum and interpretations (“IFRIC”) issued by Public Oversight Accounting and Auditing Standards Authority (“POA”) Turkish Accounting Standards Boards. The consolidated financial statements of the Group are prepared as per the CMB announcement of 4 October 2022 relating to financial statements presentations.

Financial reporting in hyperinflationary economy

With the announcement made by the Public Oversight Accounting and Auditing Standards Authority (POA) on 23 November 2023, entities that apply TFRS have started to apply inflation accounting in accordance with TAS 29 Financial Reporting in Hyperinflationary Economies for the financial statements for the annual reporting period ending on or after 31 December 2023

TAS 29 is applied to the financial statements, including the consolidated financial statements, of entities whose functional currency is the currency of a hyperinflationary economy.

According to the standard, financial statements prepared in the currency of a hyperinflationary economy are presented in terms of the purchasing power of that currency at the balance sheet date. Prior period financial statements are also presented in the current measurement unit at the end of the reporting period for comparative purposes. The Group has therefore presented its consolidated financial statements as of 31 December 2024, on the purchasing power basis as of 31 December 2025.

Pursuant to the decision of the Capital Markets Board (“CMB”) dated 28 December 2023 and numbered 81/1820, it has been decided that issuers and capital market institutions subject to financial reporting regulations that apply Turkish Accounting/Financial Reporting Standards will apply inflation accounting by applying the provisions of TAS 29 starting from their annual financial reports for the periods ending on 31 December 2023.

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AT 31 DECEMBER 2025

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

The adjustments made in accordance with TAS 29 were made using the adjustment coefficient obtained from the Consumer Price Index (“CPI”) of Turkey published by the Turkish Statistical Institute (“TURKSTAT”). As of 31 December 2025, the indices and adjustment coefficients used in the adjustment of the consolidated financial statements are as follow:

Date	Index	Adjustment coefficient	Three-Year Compound Inflation Rate
31 December 2025	3.513,87	1,0000	211%
31 December 2024	2.684,55	1,3089	291%
31 December 2023	1.859,38	1,8898	268%

The main elements of the Group's adjustment process for financial reporting in hyperinflationary economies are as follows:

- Current period consolidated financial statements prepared in TRY are expressed in terms of the purchasing power at the balance sheet date, and amounts from previous reporting periods are also adjusted and expressed in terms of the purchasing power at the end of the reporting period.
- Monetary assets and liabilities are not adjusted as they are already expressed in terms of the current purchasing power at the balance sheet date. In cases where the inflation-adjusted values of non-monetary items exceed their recoverable amount or net realizable value, the provisions of TAS 36 “Impairment of Assets” and TAS 2 “Inventories” are applied, respectively.
- Non-monetary assets and liabilities and equity items that are not expressed in terms of the current purchasing power at the balance sheet date have been adjusted using the relevant adjustment coefficients.
- All items in the statement of comprehensive income, except for the non-monetary items in the statement of financial position that have an impact on the statement of comprehensive income, have been restated by applying the multiples calculated over the periods in which the income and expense accounts were initially recognized in the financial statements.
- The effect of inflation on the Group's net monetary asset position in the current period is recorded in the monetary gain/loss account in the consolidated income statement.

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AT 31 DECEMBER 2025

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

Approval of Financial Statements

Consolidated financial statements are approved by the Board of Directors and granted authority to publish on 5 March 2026 Boards of Directors have authority to change financial statements.

Currency Measurement and Reporting Currency

As of 31 December 2025 and 31 December 2024 the Group’s functional and reporting currency unit is represented in TRY compared to previous periods.

Rounding of amounts presented in financial statements

The financial information given in TRY has been rounded to the nearest full TRY value.

Offsetting

Financial assets and liabilities are offset, and the net amount reported in the balance sheet when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

Going Concern

The accompanying consolidated financial statements have been prepared assuming that the group will continue to generate benefit from its assets and fill its liabilities in the following year under the natural course of its activities based on the assumption of continuity of business.

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AT 31 DECEMBER 2025

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

Basis of Consolidation

The capital structure of subsidiaries and participations are as follows:

Subsidiaries	Consolidation Method	31 December 2025	31 December 2024
Smyrna Seracılık Ticaret A.Ş.	Full Consolidation	79,17%	79,17%
Akça Saraylı Tekstil Ticaret Sanayi Ltd. Şti.	Full Consolidation	100,00%	100,00%

Participations	Consolidation Method	31 December 2025	31 December 2024
Aktur İzmir Gayrimenkul A.Ş.	Equity Pick up	48,00%	48,00%

Menderes, On 18 June 2025, acquired 100% of the shares of Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti. (“Akça Saraylı”), a company within the Akça Group, from Dilek Göksan, Rıza Akça, Ahmet Bilge Göksan, and Akça Holding A.Ş. for a total consideration of TRY 10.920. The transaction was registered on 25 June 2025 and was published in the Turkish Trade Registry Gazette.

Investments in associates are accounted via using equity pick up method. These are entities in which the Group generally holds between 20% and 50% of the voting rights, or where the Group has significant influence, as well as not having control over the operations of the Group.

Subsidiaries are included in consolidation as of the date of transition to the controlling the Group and they are excluded from the scope of consolidation as of the date of completion of the control.

The share of minority shareholders in the net assets and operating results of the Subsidiaries are presented as minority interest in the consolidated balance sheet and income statement.

In the accompanying consolidated financial statements, results of operations and assets and liabilities of associates are accounted for using equity pick up method of accounting. According to the equity pick up method, associates in the consolidated financial statements are shown on the basis of the amount obtained by subtracting the cost value from the net assets of the subsidiary after deducting any impairment in the associate. Losses that exceed the share of the Group in the associate are not recognized in the records. Additional loss is due to the fact that the Group has been exposed to legal or implied liability or has made payments on behalf of an affiliate or business partnership.

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AT 31 DECEMBER 2025

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

As of 31 December 2025 and 31 December 2024, the capital structure of subsidiaries and participations are as follows:

Menderes Tekstil Sanayi ve Ticaret A.Ş. (Parent Company)

	31.12.2025	31.12.2024
	<u>Ratio %</u>	<u>Ratio %</u>
Public Offered Shares	49,62%	49,79
Akça Holding A.Ş.	48,22%	48,06
Other	2,16%	2,16
	100%	100%

Akça Holding A.Ş. (Controlling Shareholder of Menderes Tekstil Sanayi ve Ticaret A.Ş.)

	31.12.2025	31.12.2024
	<u>Ratio %</u>	<u>Ratio %</u>
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	67,11	63,19
Rıza Akça	16,45	18,41
Dilek Göksan	8,22	9,20
Ahmet Bilge Göksan	8,22	9,20
	100%	100%

Smyrna Seracılık Ticaret A.Ş. (Subsidiary)

	31.12.2025	31.12.2024
	<u>Ratio %</u>	<u>Ratio %</u>
Menderes Tekstil Sanayi ve Ticaret A.Ş.	79,17	79,17
Rıza Akça	10,31	10,31
Ahmet Bilge Göksan	5,16	5,16
Dilek Göksan	5,16	5,16
Other	0,20	0,20
	100%	100%

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AT 31 DECEMBER 2025

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

Akça Saraylı Tekstil Ltd. Şti. (Subsidiary)

	31.12.2025	31.12.2024
	Ratio %	Ratio %
Menderes Tekstil Sanayi ve Ticaret A.Ş.	100,00	-
Rıza Akça	-	58,79
Akça Holding A.Ş.	-	34,80
Ahmet Bilge Göksan	-	3,21
Dilek Göksan	-	3,21
	100%	100%

Aktur İzmir Gayrimenkul A.Ş. (Participation)

	31.12.2025	31.12.2024
	Ratio %	Ratio %
Zeybekçi Holding A.Ş.	50,00	50,00
Menderes Tekstil Sanayi ve Ticaret A.Ş.	48,00	48,00
Akça Holding A.Ş.	2,00	2,00
	100%	100%

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AT 31 DECEMBER 2025

(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

2.b. Comparative Information and Previous Periods Adjustments

For the purpose of conducting a comparison of financial position and performance trend, the Group’s current financial statements are prepared comparative with previous periods. Comparative information is reclassified to be compatible with the presentation of current financial statements, when necessary.

In accordance with the Principle Decision on 'Accounting for Business Combinations Under Common Control' published in the Official Gazette dated 17 October 2018, by the Public Oversight, Accounting and Auditing Standards Authority (POA), business combinations under common control have been accounted for using the 'Pooling of Interests' method, and the prior period financial statements have been restated accordingly.

In accordance of business combinations under common control using the pooling of interests method, no goodwill has been recognized in the financial statements. In order to eliminate any potential asset-liability imbalance arising from the business combination under common control, a balancing account titled 'Effect of Mergers Involving Entities Under Common Control' has been used under equity.

The differences arising from the restatement of prior period financial statements to account for the effect of business combinations involving entities under common control are as follows:

	Restated	Previously
	31 December	Reported
	2024	31 December
		2024
Current assets	6.811.366.813	6.825.868.413
Non-current assets	15.874.501.235	15.772.721.231
TOTAL ASSETS	22.685.868.048	22.598.589.644
Current liabilities	4.074.710.448	4.050.025.965
Non-current liabilities	3.571.911.583	3.536.374.266
Share capital	15.039.246.017	15.012.189.413
Equity Attributable to Owners of the Parent	14.912.876.248	14.885.819.641
Issued capital	277.292.576	277.292.576
Inflation Adjustments of Shareholders’ Equity	6.248.317.130	6.248.317.130
Share premiums/discounts	484.767.446	484.767.446
The effect of mergers involving jointly controlled entities or operations	(15.261.126)	-
Accumulated other comprehensive income/(expenses) not to be reclassified on profit or loss	3.423.388.767	3.423.367.836
Accumulated other comprehensive income/(expenses) to be reclassified on profit or loss	(495.849)	(495.849)
Restricted reserves	231.626.006	231.626.007
Retained Earnings / Losses	4.294.027.238	4.205.023.179
Profit/(Loss) of the Period	(30.785.940)	15.921.316
Non-controlling Interests	126.369.769	126.369.772
TOTAL LIABILITIES	22.685.868.048	22.598.589.644

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2.c. Changes in Accounting Estimates and Errors

The accompanying financial statements necessitate that some predictions about income and expenses regarding possible assets and liabilities in the financial statements prepared by group management to be compatible with statements required by Capital Market Board. Realized amounts can differ from the predictions. These predictions are observed regularly and reported periodically in income statements.

2.d. Changes in Accounting Policies

A group only could change its accounting policy under following circumstances;

- If a standard or interpretation makes it necessary or
- If the change makes effect of operations or incidents on financial position and performance or cash flows more appropriate and reliable.

Financial statements have to be comparable to see trends in the financial position of companies, performance and cash flows for users of financial statements. Accordingly, why, if the change is not granting one of above conditions, each interim and fiscal periods has to be applied same accounting policy.

The accounting policies implemented in the financial statements are the same as those implemented in the financial statements as of 31 December 2025 and 31 December 2024 and for the year ended on the same date, except as stated above.

2.e. New and amended standards and interpretations

The accounting policies adopted in preparation of the consolidated financial statements as of 31 December 2025 are consistent with those of the previous financial year, except for the adoption of new and amended TFRS and TFRS interpretations effective as of 01 January 2025 and thereafter.

a) The new standards, amendments and interpretations which are effective as of 1 January 2025 are as follows

- Amendments to TAS 21 - Lack of exchangeability

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

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

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

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

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

- TFRS 17 - The new Standard for insurance contracts

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

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

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The Group expects no significant impact on its balance sheet and equity

- Annual Improvements to TFRS – Volume 11

- TFRS 1 First-time Adoption of International Financial Reporting Standards – Hedge Accounting by a First-time Adopter
- TFRS 7 Financial Instruments: Disclosures – Gain or Loss on Derecognition
- TFRS 9 Financial Instruments – Lessee Derecognition of Lease Liabilities and Transaction Price
- TFRS 10 Consolidated Financial Statements – Determination of a 'De Facto Agent
- TAS 7 Statement of Cash Flows – Cost Method

Improvements are effective for annual reporting periods beginning on or after 1 January 2026. Earlier application is permitted for all.

The Group expects no significant impact on its balance sheet and equity.

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

The Group expects no significant impact on its balance sheet and equity.

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

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

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

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

The Group expects no significant impact on its balance sheet and equity.

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c) The new amendments that are issued by the International Accounting Standards Board (IASB) but not issued By Public Oversight Authority (POA)

The following amendments to IAS 21 are issued by IASB but not yet adapted/issued by POA. Therefore, they do not constitute part of TFRS. The Group will make the necessary changes to its consolidated financial statements after the amendments are issued and become effective under TFRS.

- Amendments to IAS 21 - Translation to a Hyperinflationary Presentation

The amendments issued by the Board in November 2025 require translation from a non-hyperinflationary functional currency into a hyperinflationary presentation currency at the closing rate. Accordingly, if an entity’s functional currency is the currency of a non-hyperinflationary economy, but its presentation currency is the currency of a hyperinflationary economy, its results and financial position are translated into the presentation currency by translating all amounts (i.e., assets, liabilities, equity items, income and expenses) and all comparatives at the closing rate at the end of the current reporting period. Furthermore, an entity whose functional currency and presentation currency are the currency of a hyperinflationary economy, restates the comparative amounts of a foreign operation, whose functional currency is that of a non- hyperinflationary economy, by applying the general price index, in accordance with IAS 29, to the foreign operation’s comparative figures. The amendments also introduce certain additional disclosure requirements.

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2.f. Summary of Significant Accounting Policy

Revenue Recognition

Group recognizes revenue based on the following five principles in accordance with the IFRS 15 - “Revenue from Contracts with Customers” standard effective from 1 January 2018.

- Identification of customer contracts
- Identification of performance obligations
- Determination of the transaction price in the contracts
- Allocation of transaction price to the performance obligations
- Recognition of revenue when the performance obligations are satisfied

Group evaluates each contracted obligation separately and respective obligations, which are committed to deliver the goods or perform services, are determined as separate performance obligations. Group determines at contract inception whether the performance obligation is satisfied over time or at a point in time. When the Group transfers control of a good or service over time, and therefore satisfies a performance obligation over time, then the revenue is recognized over time by measuring the progress towards complete satisfaction of that performance obligation.

The goods or services are transferred when the control of the goods or services is delivered to the customers. Following indicators are considered while evaluating the transfer of control of the goods and services,

- a) presence of Group’s collection right of the consideration for the goods or services,
- b) customer’s ownership of the legal title on goods or services,
- c) physical transfer of the goods or services,
- d) customer’s ownership of significant risks and rewards related to the goods or services,
- e) customer’s acceptance of goods or services.

If Group expects, at contract inception, that the period between when the Group transfers a promised good or service to a customer and when the customer pays for that good or service will be one year or less, the promised amount of consideration for the effects of a significant financing component is not adjusted. On the other hand, when the contract effectively constitutes a financing component, the fair value of the consideration is determined by discounting all future receipts using an imputed rate of interest. The difference between the fair value and the nominal amount of the consideration is recognized on an accrual basis as other operating income.

Interest Income

Interest income is accrued using the effective interest method which brings the remaining principal amount and expected future cash flows to the net book value of the related deposit during the expected life of the deposit.

Interest and foreign exchange gains and losses arising from trading transactions are recognized in other operating income and expense.

Dividend income is recorded as income of the collection right transfer date. Dividends payable are recognized as an appropriation of profit in the period in which they are declared.

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Inventories

Inventories are valued at the lower of cost or net realizable value. Inventory costs include purchasing costs. The unit cost of inventories is determined average cost method. Net realizable value is the estimated selling price in the ordinary course of business, less the costs of completion and selling expenses.

Biological Assets

Group’s biological assets consist of planted tomatoes. Uncultivated tomatoes are reflected in the consolidated financial statements after the provision for impairment is booked, if there is a decrease in cost due to the absence of an active market.

Tangible Assets

Lands, buildings, land improvements, machineries and equipment are reflected to the consolidated financial statements at fair values that are determined by an independent real estate appraisal company, which is accredited by CMB.

The valuation company used the Market Value Method in determining the fair values of land, land and buildings. The "Market Value and Cost Method" was used to determine the fair values of land improvements and machinery, plant and equipment.

The revaluation frequency depends on the differences at the fair values of tangible fixed assets.

If net book value of an asset increases as a result of the revaluation, this increase is recognized at statement of other comprehensive income and presented under the revaluation fund account in the equity. However a revaluation value increase can only be recognized in the profit or loss statement to the extent of impairment recorded in the previous periods for the same asset.

If net book value of an asset decreases during the revaluation, this decrease is recognized as expense. However this decrease can only be recognized as much as all kinds of credit balance about this asset in the revaluation surplus.

The subjected decrease recognized in other comprehensive income, decreases the amount accumulated in equity under revaluation surplus. In the case of sales of revalued buildings or land, revaluation surplus part of revalued asset is classified to accumulated profit/(loss).

Property, plant and equipment are carried at indexed cost less indexed accumulated depreciation. Historical costs include the costs directly related to the acquisition of property plant and equipment. Costs incurred after the acquisition can be added to the net book value of the assets or can be booked as another asset if and only if it is probable that the future economic benefits will flow to the Group and the cost of the asset can be measured reliably. All other repair and maintenance costs are expensed in the consolidated statement of comprehensive income for the period. Depreciation is provided using the straight-line method based on the estimated useful lives of gross book value of assets.

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Economic useful lives of assets approximately are as follows:

	Year
Land improvements	10-40
Buildings	30-50
Machinery, plant and equipment	5-15
Energy facilities	20-25
Motor vehicles	5-10
Fixtures and fittings	3-20

Intangible Assets

Intangible assets are carried at restated acquisition cost less accumulated amortization.

Intangible assets comprise acquired usage rights, information systems, research and development expenses and other identified rights. They are recorded at acquisition cost and amortized on a straight-line based on pro-rata over their estimated useful lives for a period not exceeding between 10% and 20% for a year.

Investment Properties

Investment properties are the real estates which are held to earn rental income and/or for capital appreciation. Investment properties are presented in the financial statements at their fair value determined in the revaluation work. Revaluation work was performed by an independent appraisal company accredited by the Capital Market Board. Appreciation or devaluation in the mentioned properties is accounted in the consolidated profit or loss table.

If an owner-occupied property becomes an investment property that will be carried at fair value, an entity shall apply TAS 16 up to the date of change in use. The entity shall treat any difference at that date between the carrying amount of the property in accordance with TAS 16 and its fair value in the same way as a revaluation in accordance with TAS 16.

Investment properties are derecognized when either they have been disposed off or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal. Any gains or losses on the retirement or disposal of an investment property are recognized in the consolidated statement of profit or loss in the year of retirement or disposal. A gain or loss arising from a change in the fair value of investment property shall be recognized in profit or loss for the period in which it arises.

Impairment of Assets

The carrying amounts of the Group’s assets other than goodwill are reviewed at each balance sheet date to determine whether there is any indication of impairment. When an indication of impairment exists, the Group compares the carrying amount of the asset with its net realizable value which is the higher of value in use or fair value less costs to sell. Impairment exists if the carrying value of an asset or a cash generating unit is greater than its recoverable amount which is the higher of value in use or fair value less costs to sell. An impairment loss is recognized immediately in the comprehensive statement of income. The increase in carrying value of the assets (or a cash generated unit) due to the reversal of recognized impairment loss shall not exceed the carrying amount of the asset (net of amortization amount) in case where the impairment loss was reflected in the consolidated financial statements in prior periods. Such a reversal is accounted for in the comprehensive statement of income.

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Right-of-Use Assets

The Group recognizes right-of-use assets at the commencement of the lease (i.e., the date of underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses and adjusted for any remeasurement of lease liabilities.

The cost of right-of-use assets include:

- (a) the amount of lease liabilities recognized,
- (b) lease payments made at or before the commencement date less any lease incentives received.
- (c) initial direct costs incurred.

Unless the Group is reasonably certain to obtain ownership of the leased asset at the end of the lease term, the recognized right-of-use assets are depreciated on a straight-line basis over the shorter of its estimated useful life and the lease term. Right-of-use assets are subject to impairment.

Lease Liabilities

At the commencement date of the lease, the Group recognizes lease liabilities measured at the present value of lease payments to be made over the lease term.

At the commencement date of the lease, the measurement of the lease liabilities include.

- (a) Fixed payments,
- (b) The variable lease payments that do not depend on an index or a rate are recognized as expense in the period on which the event or condition that triggers the payment occurs,
- (c) The amounts expected to be paid by the Group under residual value guarantees.
- (d) The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and
- (e) The payments of penalties for terminating a lease, if the lease term reflects the Group exercising the option to terminate.

The variable lease payments that do not depend on an index or a rate are recognized as expense in the period on which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Group uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable.

After the commencement date, the Group measures the amount of lease liabilities as follows:

- (a) The amount of lease liabilities is increased to reflect the accretion of interest and
- (b) Reduces for the lease payments made.

In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the in-substance fixed lease payments or a change in the assessment to purchase the underlying asset.

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Short – term leases and leases of low-value assets

The Group applies the short-term lease recognition exemption to its short-term leases of machinery and equipment (ie, those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option).It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered of low value. Lease payments on short-term lease and leases of low-value assets are recognized as expense on a straight-line basis over the lease term.

Borrowing costs

Borrowings are recognized initially at the proceeds received, net of transaction costs incurred. Borrowings are subsequently stated at amortized cost using the effective yield method; any difference between proceeds, net of transaction costs, and the redemption value is recognized in the statement of income over the period of the borrowings.

In case of foreign exchange income in the financing activities, the related income is deducted from the total of capitalized financial expenses.

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization. All of the other borrowing costs are recorded in the income statement in the period in which they are incurred.

Foreign exchange differences relating to borrowings, to the extent that they are regarded as an adjustment to interest costs, are also capitalized. The gains and losses that are an adjustment to interest costs include the interest rate differential between borrowing costs that would be incurred if the entity borrowed funds in its functional currency, and borrowing costs actually incurred on foreign currency borrowings.

Financial Assets

Classification

Group classifies its financial assets in three categories of financial assets measured at amortized cost, financial assets measured at fair value through other comprehensive income and financial assets measured at fair value through profit of loss. The classification of financial assets is determined considering the entity’s business model for managing the financial assets and the contractual cash flow characteristics of the financial assets. The appropriate classification of financial assets is determined at the time of the purchase.

Financial assets are not reclassified after initial recognition except when the Group's business model for managing financial assets changes; in the case of a business model change, subsequent to the amendment, the financial assets are reclassified on the first day of the following reporting period.

Recognition and Measurement

“Financial assets measured at amortized cost”, are non-derivative assets that are held within a business model whose objective is to hold assets in order to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Group’s financial assets measured at amortized cost comprise “cash and cash equivalents”, “trade receivables” and “financial investments”. Financial assets carried at amortized cost are measured at their fair value at initial recognition and by effective interest rate method at subsequent measurements. Gains and losses on valuation of non-derivative financial assets measured at amortized cost are accounted for under the consolidated.

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“Financial assets measured at fair value through other comprehensive income”, are non-derivative assets that are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Gains or losses on a financial asset measured at fair value through other comprehensive income is recognized in other comprehensive income, except for impairment gains or losses and foreign exchange gains and losses until the financial asset is derecognized or reclassified. When the financial asset is derecognized the cumulative gain or loss previously recognized in other comprehensive income is reclassified to retained earnings.

Group may make an irrevocable election at initial recognition for particular investments in equity instruments that would otherwise be measured at fair value through profit or loss, to present subsequent changes in fair value in other comprehensive income. In such cases, dividends from those investments are accounted for under consolidated statement of income.

“Financial assets measured at fair value through profit or loss”, are assets that are not measured at amortized cost or at fair value through other comprehensive income. Gains and losses on valuation of these financial assets are accounted for under the consolidated statement of income.

Derecognition

The Group derecognized a financial asset when the contractual rights to the cash flows from the asset expired, or it transferred the rights to receive the contractual cash flows in a transaction in which substantially all the risks and rewards of ownership of the financial asset were transferred. Any interest in such transferred financial assets that was created or retained by the Group was recognized as a separate asset or liability.

Impairment

Impairment of the financial and contractual assets measured by using “Expected credit loss model” (ECL). The impairment model applies for amortized financial and contractual assets.

Provision for loss measured as below;

- 12 Month ECL: results from default events that are possible within 12 months after reporting date.
- Lifetime ECL: results from all possible default events over the expected life of financial instrument.

Lifetime ECL measurement applies if the credit risk of a financial asset at the reporting date has increased significantly since 12 month ECL measurement if it has not.

The group may determine that the credit risk of a financial asset has not increased significantly if the asset has low credit risk at the reporting date. However lifetime ECL measurement (simplified approach) always apply for trade receivables and contract assets without a significant financing.

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Trade Receivables

Trade receivables that are created by way of providing goods or services directly to a debtor are measured at amortized cost, using the effective interest rate method. Short duration receivables with no stated interest rate are measured at the original invoice amount unless the effect of imputing interest is significant.

Group has preferred to apply “simplified approach” for the recognition of impairment losses on trade receivables, carried at amortized cost and that do not comprise of any significant finance component (those with maturity less than 1 year). In accordance with the simplified approach, Group measures the loss allowances regarding its trade receivables at an amount equal to “lifetime expected credit losses” except incurred credit losses in which trade receivables are already impaired for a specific reason.

If the amount of impairment subsequently decreases due to an event occurring after the write-down, the release of the provision is credited to other operating income.

Unearned finance income/expense due to commercial transactions are accounted for under “Other Operating Income/Expenses” in the consolidated statement of income or loss.

The Group collects some of its receivables through factoring. The receivables that are subject to the factoring transaction are deducted from their respective receivables accounts, if the collection risk is undertaken by the Factoring Group. The amounts at Group's collection risk continue to be transferred to the Consolidated Financial Statements and advances received from the factoring companies are presented as debts from factoring transactions under the "Borrowings" account in the Consolidated Financial Statements.

Cash and Cash Equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank deposits with original maturities of more than three months and shorter than 1 year are classified under short-term financial investments.

Financial Liabilities

Financial liabilities are measured initially at fair value. Transaction costs which are directly related to the financial liability are added to the fair value.

The effective interest method calculates the amortized cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate discounts the estimated future cash payments through the expected life of the financial liability, or, where appropriate, a shorter period.

Financial liabilities are classified as equity instruments and other financial liabilities.

Equity instruments

Financial liabilities related to non-controlling share put options are reflected in the financial statements in conformity with their discounted value of them own redemption plan. The discounted value of the financial liability which is the subject of the put option is estimated to be the fair value of the financial asset.

Other financial liabilities

Other financial liabilities are subsequently measured at amortized cost using the effective interest method plus the interest expense recognized on an effective yield basis.

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Trade Payables

Trade payables are payments to be made arising from the purchase of goods and services from suppliers within the ordinary course of business. Trade payables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method.

The Effects of Exchange Rates

Foreign currency transactions are entered in the accounts with current rates in transaction date. Foreign currency assets and liabilities in the balance sheet are converted to the TRY as the rates in the balance sheet date. Foreign exchange and losses are reflected to the financial statements.

Effects of Change in Currency Rate

Assets and liabilities in foreign currency and purchase and sale commitments create exchange risk. Foreign exchange risk stemming from depreciation or appreciation of Turkish Lira managed by top management by following the currency position of the Group and taking position according to approved limits.

Earnings per Share / (Loss)

The amount of gain / loss per share is calculated by dividing the period gain/ loss of the Group with weighted average share unit in the period.

In Turkey, companies can increase their share capital by making distribution of “bonus shares” to existing shareholders from Inflation adjustment difference in shareholder’s equity. For the purpose of the earnings per share computations, the weighted average number of shares outstanding during the year has been adjusted in respect of “bonus shares” issued without corresponding change in resources by giving them retroactive effect for the period in which they were issued and each earlier period.

Investments Subject to Equity Pick-up Method

Equities valued with equity pick-up method are carried at their initial acquisition cost. This amount is accounted by equity pick-up method by restating subject to Group accounting policies calculating the share of Group from the net assets.

Employee Benefits / Severance Pay

Provision for Severance Pay

Under Turkish Labor Law, the Group is required to pay termination benefits to each employee who has completed one year of service and whose employment is terminated without due cause, or who retires in accordance with social insurance regulations or is called up for military service or dies. As of 31 December 2025, such payments are calculated on the basis of 30 days’ pay limited to a maximum of TRY 53.920 (31 December 2024: TRY 41.828) per year of employment at the rate of pay applicable at the date of retirement.

Group used “Projection Method” to calculate the termination benefits and the duration to be completed based on the past experience and discounted with rate of Treasury bond at balance sheet date. The calculated profits and losses are reflected in income statements.

The ratios of the basic assumptions used on the balance sheet date are as follows:

	31.12.2025	31.12.2024
Discount rate	3,52%	3,25%

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Social Insurance Premium

Group, pays social security contribution to social security organization compulsorily. So long as the Group pays these premiums, it has no liability. These premiums are reflected as personnel expenses in the period in which they are paid.

An obligation is recorded regarding to vacation payments earned by the employees as a result of their past services. In case of termination of employment, the Group is obliged to pay an amount equal to the amount found by multiplying the daily gross wage on the date of termination of the employment contract and the sum of other contractual benefits with the number of earned but unused vacation days. In this context, the Group records the provision for unused vacation as a long-term benefit obligation provided to employees.

Vacation provision is a short-term employee benefit obligation, measured without discount and expensed in profit or loss as the related service is performed.

Taxes

Taxes on income for the period comprise current tax and the change in the deferred taxes. The charge for current tax is based on the results for the period as adjusted for items which are non-assessable or disallowed. It is calculated using tax rates enacted by the balance sheet date. Deferred tax is accounted for using the “liability” method in respect of temporary differences arising from differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax basis used in the computation of taxable (statutory) profit. Deferred tax is accounted by temporary differences between the values of assets and liabilities in financial statements using “liability method” and the values of financial statements for the legal purpose. Deferred tax assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction which affects neither the tax profit nor the accounting profit. Net deferred tax assets created from term differences deducted in proportion as tax allowances in conditions of there is no certain information for the coming periods.

Provisions, Conditional Liabilities and Conditional Assets

Provisions

Provisions are recognized when there is a present obligation (legal or constructive) as a result of a past event. It is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

Conditional liabilities and conditional assets

Transactions that may give rise to contingencies and commitments are those where the outcome and the performance of which will be ultimately confirmed only on the occurrence or non occurrence of certain future events, unless the expected performance is not very likely. Accordingly, contingent losses are recognized in the financial statements of Group if a reasonable estimate of the amount of the resulting loss can be made. Contingent gains are reflected only if it is probable that the gain will be realized.

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Derivative Financial Instruments and Instruments to Protect from Risk

The Group’s derivative financial instruments include foreign currency forward contracts and interest rate swap transactions.

At the end of valuation, the derived financial instruments which are appreciated with the reasonable value and associated with income statement will be reflected as a result of valuation to the income sheet.

It has been calculated with comparison of the revalued gains and losses in the forward purchase and sale agreements of foreign currency with the foreign exchange spot rate as of balance sheet date and the revalued original amount calculated with linear method with valid foreign exchange spot rate as of starting date of agreements. Amounts related with income statement have been classified as income/ expense accruals under other receivables and other payables in the balance sheet.

Statement of Cash Flow

The Group prepares statements of cash flows as an integral part of its of financial statements to enable financial statement analysis about the change in its net assets, financial structure and the ability to direct cash flow amounts and timing according to evolving conditions. Cash flows include those from operating activities, working capital, investing activities and financing activities.

Cash flows from operating activities represent the cash flows generated from the Group’s activities. The Group has preferred to present the cash inflows and outflows from operating activities in the financial statements in indirect way.

Cash flows related to investing activities represent the cash flows that are used in or provided from the investing activities of the Group (fixed investments and financial investments).

Cash flows arising from financing activities represent the cash proceeds from the financing activities of the Group and the repayments of these funds.

Subsequent Events

Although subsequent events arise after the explanation of the financial information to the public or any announcement related to profitability, it encloses all the events with balance sheet date and authorization date for the diffusion of the balance sheet. Group adjusts the amounts in the financial statements if there exists any events necessitates adjustment.

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Related Parties

In the presence of one of the following criteria, parties are considered as related to the Group:

- (a) Directly, or indirectly through one or more intermediaries, the party:
 - (i) Controls, is controlled by, or is under common control with, the Group (this includes parents, subsidiaries and fellow subsidiaries);
 - (ii) Has an interest in Group that gives it significant influence over the Group; or
 - (iii) Has joint control over the Group;
- (b) The party is an associate of the Group,
- (c) The party is a joint venture, in which the Group is a venture,
- (d) The party is member of the key management personnel of the Group or its parent,
- (e) The party is a close member of the family of any individual referred to in (a) or (d);
- (f) The party is an entity that is controlled, jointly controlled or significantly influenced by, or for which significant voting power in such entity resides with, directly or indirectly, any individual referred to
- (g) The party has a defined benefit plan for the employees of the Group or a related party of the Group.

Transactions with related parties are transfer of resources or obligations between related parties, regardless of whether a price is charged. Group interacts with its related parties within the frame of ordinary business activities (Note 6).

Details of related parties are as follows:

Akça Holding A.Ş. “Akça Holding”

Akça Holding A.Ş. was established in 1994 in İzmir. The Company's field of activity is to provide financial support to group companies.

Osman Akça Tarım Ürünleri İthalat İhracat Sanayi ve Ticaret A.Ş. “Osman Akça Tarım Ürünleri”

Osman Akça Tarım Ürünleri İthalat ve İhracat San. ve Tic. A.Ş. was established on 25 July 1985. Head quarter of The Company is in İzmir. The Company's field of activity is agricultural products and dried fruit processing

Ak-San Sigorta ve Aracılık Hizmetleri Ltd. Şti. “Aksan Sigorta”

Ak-San Sigorta Aracılık Hizmetleri Ltd. Şti. was established on 13 March 1997. Head quarter of the Company is in İzmir. The Company's field of activity is insurance brokerage services.

Related parties that do not have any significant activity with the Group are as follows:

Aktur Araç Muayene İstasyonları İşletmeciliği A.Ş.

Aktur İzmir Gayrimenkul A.Ş.

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Government Grants and Incentives

Government incentives, including non-monetary grants at fair value are included in the consolidated financial statements only if there is reasonable assurance that the Group will fulfill all required conditions and acquire the incentive. A forgivable loan from the government is treated as a government grant when it is probable that the entity will meet the terms for forgiveness of the loan.

The Group has an income from insurance premium employer share incentive based on the Labor Law numbered 4857 and Social Insurance and General Health Insurance Law numbered 5510 This incentive granted by government is not collected in cash but deducted from the accrued insurance premiums by treasury. The mentioned incentive income was off set against cost of goods sold in the financial statements.

2.g. Significant Accounting Estimates and Assumptions

The preparation of consolidated financial statements requires estimates and assumptions to be made regarding the amounts for the assets and liabilities at the balance sheet date, and explanations for the contingent assets and liabilities as well as the amounts of income and expenses realized in the reporting period. The Group makes estimates and assumptions concerning the future. The accounting estimates and assumptions, by definition, may not be equal to the related actual results. The estimates and assumptions that may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial period are addressed below:

Deferred tax

The Group recognizes deferred tax assets and liabilities for temporary timing differences arising from the differences between the tax bases and statutory tax financial statements. Such differences usually arise from the fact that certain income and expense items are included in the tax base amounts and financial statements prepared in accordance with TAS at different periods. The Group has unused tax losses that can be deducted from future profits and deferred tax assets consisting of other deductible temporary differences. The recoverable amount of deferred tax assets partially or fully is estimated under current conditions. During the assessment, future profit projections, losses incurred in the current period, unused losses and other taxable assets are taken into consideration and tax planning strategies that can be used when necessary are taken into account.

Provision for severance pay

The present value of the retirement pay liability is determined on an actuarial basis using certain assumptions. These assumptions are used in determining the net expense of the termination compensation liabilities and include the rate of reduction. Any change in the underlying assumptions affect the recorded value of the termination indemnity obligation. Actuarial losses and gains are recognized in the statement of comprehensive income in the period in which they are incurred.

The group determines the appropriate reduction rate at the end of each year. This rate is used to calculate the present value of estimated future cash outflows necessary to meet the retirement benefit obligations.

Deferred financing income / expense:

The calculation of the amortized cost of trade receivables and payables by using the effective interest method is based on the expected collection and payment dates of the receivables and payables.

Useful lives:

Tangible and intangible assets are amortized and depreciated on useful lives.

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Provisions for litigation:

When setting aside the provision for legal claims the probability of losing the related case and the results to expect to be suffered in the event that the legal counsel of the Group and management of the Group make their best estimates to calculate the provision.

Investment property impairment:

The Group makes a comparison with the valuation report issued by the licensed real estate valuation company at Capital Market Board when evaluating as to whether any indication that there is a decrease in the value of the investment properties.

Distinction of tangible assets and Investment properties:

The Group has classified the properties which it owns and rented as investment properties.

Fair value measurements of land and buildings

While the fair values of land and buildings have been determined within the scope of TAS 16, real estate valuation reports prepared by Tskb Gayrimenkul Değerleme Anonim Şirketi accredited by the Capital Markets Board were used (Note 17).

Fair value measurements of property, plant and equipment

While the fair values of machinery, plant and equipments have been determined within the scope of TAS 16, real estate valuation reports prepared by Tskb Gayrimenkul Değerleme Anonim Şirketi accredited by the Capital Markets Board were used (Note 17).

The estimates used are shown in the relevant accounting policies or footnotes.

2.h. Segment Reporting

The Group comprises five operating segments, which are used by management to evaluate performance and to allocate resources. These segments are: Textile Operations (Menderes Tekstil), Agricultural Operations (Menderes Tekstil and Smyrna), Energy Sector Operations (Menderes Tekstil), Real Estate Sector Operations (Menderes Tekstil), and Retail Sector Operations (Akça Saraylı). These segments are managed separately as they are affected by different economic conditions and have different risk and return profiles. Group Management has determined that the review of the financial results prepared in accordance with IFRS is the method used to assess the performance of the segments (Note 3).

Operating segments are reported in a manner consistent with the reporting provided to the Group’s chief operating decision-maker. The Group’s chief operating decision-maker is responsible for allocating resources and assessing performance of the operating segments.

For an operating segment to be identified as a reportable segment, its reported revenue, including both sales to external customers and intersegment sales or transfers, is 10% or more of the combined revenue, internal and external, of all operating segments; the absolute amount of its profit or loss is 10% or more of the combined profit or loss or its assets are 10% or more of the combined assets of all operating segments.

Operating segments that do not meet any of the quantitative thresholds may be considered reportable, and separately disclosed, if the management believes that information about the segment would be useful to users of the financial statements.

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2.i. Accounting for Business Combinations Under Common Control

In accordance with the Guideline issued by the Public Oversight, Accounting and Auditing Standards Authority (POA) and published in the Official Gazette dated 17 October 2018, regarding “Accounting for Business Combinations Under Common Control,” the following accounting principles have been mandated to be applied in line with the hierarchy set out in the relevant paragraphs, in order to eliminate differences observed in accounting policies in practice.

Goodwill should not be recognized in the financial statements, as business combinations under common control are accounted for using the pooling of interests method.

- When applying the pooling of interests method, the financial statements should be restated as if the merger had occurred at the beginning of the reporting period in which common control was established, and presented on a comparative basis starting from the beginning of that reporting period.
- Since it is appropriate to view business combinations under common control from the perspective of the parent company, the financial statements should be restated in accordance with the provisions of IFRS (including merger accounting) as if the group-controlling entity has prepared its financial statements in accordance with IFRS as of the date it obtained control over the entities under common control and thereafter.
- In order to eliminate any potential mismatch between assets and liabilities arising from the business combination under common control, a balancing account under equity titled “Effect of Business Combinations Involving Entities Under Common Control” should be used.

This Guideline shall enter into force on its publication date and shall be effective for annual reporting periods beginning on or after 1 January 2018. Entities that have applied accounting treatments different from the specified principles are required to consider the adoption of these accounting principles as a change in accounting policy, make the necessary adjustments starting from their first annual financial statements, and, if subject to interim reporting, disclose relevant information in the notes to the interim financial statements.

Menderes, On 18 June 2025, acquired 100% of the shares of Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti. (“Akça Saraylı”), a company within the Akça Group, from Dilek Göksan, Rıza Akça, Ahmet Bilge Göksan, and Akça Holding A.Ş. for a total consideration of TRY 10.920. The transaction was registered on 25 June 2025 and was published in the Turkish Trade Registry Gazette.

The Company accounted for the acquisition in accordance with the Guideline (2018-1) titled “Accounting for Business Combinations Under Common Control,” issued by the Public Oversight, Accounting and Auditing Standards Authority (POA), using the pooling of interests method. The consolidated financial statements were restated as if the acquisition had occurred at the beginning of the reporting period in which common control was established, and were presented on a comparative basis from the beginning of that period. As a result of this transaction, no goodwill or negative goodwill was recognized. The difference arising from the offsetting of the investment amount with the corresponding share in the equity of the acquired entity was directly recognized under equity as “Effect of Business Combinations Involving Entities Under Common Control.”

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	30 June 2025 Net Book Value
Net Assets Acquired	
Total Current Assets	111.565.288
Total Non-Current Assets	74.366.029
Current Liabilities	166.905.136
Non-Current Liabilities	34.275.056
Paid in Capital	27.300.000
Inflation Adjustments of Shareholders’ Equity	125.450.719
Restricted Reserves	887.826
The movement schedule for gains/(losses)	(65.702)
Retained Earnings/ Losses	(126.590.614)
Net Profit/(Loss) of the Period	(42.231.104)
Total Net Assets	(15.248.875)
Percentage of Ownership Acquired (Direct and Indirect Total)	100,00%
Net Assets Obtained	(15.248.875)
Acquisition Cost (*)	(12.251)
Acquisition Cost (*)	(12.251)
Effect of Business Combinations Involving Entities Under Common Control	(15.261.126)

Menderes, On 18 June 2025, acquired 100% of the shares of Akça Saraylı Tekstil Sanayi ve Ticaret Ltd. Şti. (“Akça Saraylı”), a company within the Akça Group, from Dilek Göksan, Rıza Akça, Ahmet Bilge Göksan, and Akça Holding A.Ş. for a total consideration of TRY 10.920. The transaction was registered on 25 June 2025 and was published in the Turkish Trade Registry Gazette.

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NOTE 3 – SEGMENT REPORTING

31 December 2025	Textile Sector	Agricultural Sector	Energy Sector	Real Estate Sector	Retail Sector	Elimination	Total
Revenue	4.087.015.691	3.646.933.515	993.769.644	-	246.455.113	(144.661.303)	8.829.512.660
Cost of Sales (-)	(3.868.201.263)	(3.562.702.185)	(711.679.190)	-	(172.342.125)	162.692.709	(8.152.232.054)
GROSS PROFIT/LOSS	218.814.428	84.231.330	282.090.454	-	74.112.988	18.031.406	677.280.606
General Administrative Expenses (-)	(259.653.078)	(32.177.898)	(25.358.290)	-	(44.285.251)	686.162	(360.788.355)
Marketing Expenses (-)	(218.827.352)	(68.564.270)	-	-	(54.975.918)	3.948.183	(338.419.357)
Research and Development Expenses (-)	(50.528.676)	-	-	-	-	-	(50.528.676)
Other Operating Income	335.789.581	334.525.700	7.999.244	-	2.179.392	(51.758.314)	628.735.603
Other Operating Expenses (-)	(150.463.196)	(25.657.872)	(312.076)	-	(4.611.633)	21.033	(181.023.744)
OPERATING PROFIT/LOSS	(124.868.293)	292.356.990	264.419.332	-	(27.580.422)	(29.071.530)	375.256.077
Income from Investing Activities	65.043.741	1.883.377	-	68.277.856	-	-	135.204.974
Expense from Investing Activities (-)	(14.233.041)	(57.550)	-	7.050.399	(3.001.182)	-	(10.241.374)
Shares of Profit/(Loss) from Investments Valued by Equity Pick-up Method	(34.728.000)	-	-	-	-	-	(34.728.000)
OPERATING PROFIT/LOSS BEFORE FINANCING EXPENSES	(108.785.593)	294.182.817	264.419.332	75.328.255	(30.581.604)	(29.071.530)	465.491.677
Financial Income (+)	659.298.129	29.695.716	-	-	5.863.947	(42.935.233)	651.922.559
Financial Expenses (-)	(658.881.037)	(56.239.547)	(554.002.656)	-	(32.957.097)	72.006.763	(1.230.073.574)
Gains /(Losses) on Net Monetary Position	(1.949.080.305)	553.254.438	1.492.320.000	404.362.042	11.338.714	-	512.194.889
OPERATING ACTIVITY PROFIT/(LOSS) BEFORE TAXATION	(2.057.448.806)	820.893.424	1.202.736.676	479.690.297	(46.336.040)	-	399.535.551
Operating Activity Tax Income / (Expense)							
- Deferred Tax Income/Expense	(158.770.453)	49.186.453	-	-	72.345	-	(109.511.655)
PROFIT/LOSS) FOR THE PERIOD	(2.216.219.259)	870.079.877	1.202.736.676	479.690.297	(46.263.695)	-	290.023.896

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31 December 2025	Textile Sector	Agricultural Sector	Energy Sector	Real Estate Sector	Retail Sector	Elimination	Total
Total Assets	11.315.171.081	3.852.212.225	4.899.796.118	1.726.187.784	251.841.666	(271.598.257)	21.773.610.617
Total Liabilities	4.343.814.970	682.328.281	1.477.093.920	611.876	147.665.950	57.823.528	6.709.338.525
Assets by Segments							
Investment Properties	153.758.365	-	-	1.726.125.000	-	-	1.879.883.365
Tangible Fixed Assets (Net Book Value) Total	5.994.186.053	723.278.459	4.899.761.987	-	14.829.313	-	11.632.055.812
Total Right-of-Use Assets (Net Book Value)	-	-	-	-	49.979.145	-	49.979.145
Intangible Fixed Assets (Net Book Value) Total	228.557.816	22.857	34.131	-	3.952.268	-	232.567.072
Purchases of Tangible and Intangible Assets	173.274.439	14.576.830	42.236.461	-	8.422.465	-	238.510.195
Depreciation expenses	498.397.851	87.556.891	407.701.046	-	28.418.884	-	1.022.074.672
Detail of the Group's foreign currency assets and liabilities by segments							
Total Assets	1.444.951.256	60.188.719	-	-	-	-	1.505.139.975
Total Liabilities	1.475.855.056	192.858.866	1.477.093.920	-	-	-	3.145.807.842
Net Asset / (Liability) Position of Derivative Instruments							
Denominated in Foreign Currency Outside the Balance Sheet	117.825.675	-	-	-	-	-	117.825.675
Net Foreign Currency Asset/ Liabilities	86.921.875	(132.670.147)	(1.477.093.920)	-	-	-	(1.522.842.192)
Detail of the Group's financial liabilities by division in currency							
Financial Payables	1.505.269.271	291.767.894	1.477.093.920	-	30.614.349	-	3.304.745.434
- USD	216.551.362	-	165.339.826	-	-	-	381.891.188
- EUR	901.439.955	190.908.051	1.311.754.094	-	-	-	2.404.102.100
- GBP	-	-	-	-	-	-	-
- TRY	387.277.954	100.859.843	-	-	30.614.349	-	518.752.146
Export	2.973.215.034	443.990.406	-	-	-	-	3.417.205.440
Import	977.342.805	2.995.835	-	-	-	-	980.338.640
Total Debt	4.343.814.970	682.328.281	1.477.093.920	611.876	147.665.950	57.823.528	6.709.338.525
Cash and Cash Equivalents	(1.545.399.290)	(648.411)	-	-	(30.015.549)	-	(1.576.063.250)
Net Debt	2.798.415.680	681.679.870	1.477.093.920	611.876	117.650.401	57.823.528	5.133.275.275
Total Equity	14.738.342.874	551.175.287	--	--	104.175.716	(329.421.785)	15.064.272.092
Total Capital	17.536.758.554	1.232.855.157	1.477.093.920	611.876	221.826.117	(271.598.257)	20.197.547.367
Net Debt/Total Capital Ratio	15,96%	55,29%			53,04%		25,42%

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31 December 2024	Textile Sector	Agricultural Sector	Energy Sector	Real Estate Sector	Retail Sector	Elimination	Total
Revenue	4.461.926.450	4.494.710.490	1.254.854.310	-	180.966.778	(109.707.554)	10.282.750.474
Cost of Sales (-)	(4.588.009.987)	(4.651.011.084)	(749.097.416)	-	(152.533.340)	129.621.496	(10.011.030.331)
GROSS PROFIT/LOSS	(126.083.537)	(156.300.594)	505.756.894	-	28.433.438	19.913.942	271.720.143
General Administrative Expenses (-)	(317.244.633)	(44.384.031)	(23.356.411)	-	(29.756.256)	57.788	(414.683.543)
Marketing Expenses (-)	(239.503.933)	(10.209.548)	-	-	(42.004.764)	3.788.074	(287.930.171)
Research and Development Expenses (-)	(60.962.501)	-	-	-	-	-	(60.962.501)
Other Operating Income	376.167.286	401.643.386	9.474.590	-	1.044.828	(50.708.708)	737.621.382
Other Operating Expenses (-)	(136.125.058)	(30.358.447)	(10.669.004)	-	(1.783.579)	-	(178.936.088)
OPERATING PROFIT/LOSS	(503.752.376)	160.390.766	481.206.069	-	(44.066.333)	(26.948.904)	66.829.222
Income from Investing Activities	7.350.390	-	-	1.077.906.551	-	-	1.085.256.941
Expense from Investing Activities (-)	(734.591)	-	-	(1.436.334)	-	-	(2.170.925)
Shares of Profit/(Loss) from Investments Valued by Equity Pick-up Method	(23.979.048)	-	-	-	-	-	(23.979.048)
OPERATING PROFIT/LOSS BEFORE FINANCING EXPENSES	(521.115.625)	160.390.766	481.206.069	1.076.470.217	(44.066.333)	(26.948.904)	1.125.936.190
Financial Income (+)	298.577.778	15.796.338	-	-	339	(21.100.184)	293.274.271
Financial Expenses (-)	(837.121.798)	(42.820.819)	(375.825.150)	-	(30.627.517)	48.049.088	(1.238.346.196)
Gains /(Losses) on Net Monetary Position	(1.164.599.830)	345.871.441	807.009.278	344.092.071	29.282.859	-	361.655.819
OPERATING ACTIVITY PROFIT/(LOSS) BEFORE TAXATION	(2.224.259.475)	479.237.726	912.390.197	1.420.562.288	(45.410.652)	-	542.520.084
Operating Activity Tax Income / (Expense)							
- Deferred Tax Income/Expense	(566.938.685)	(24.318.248)	-	-	(1.296.605)	-	(592.553.538)
PROFIT/LOSS FOR THE PERIOD	(2.791.198.160)	454.919.478	912.390.197	1.420.562.288	(46.707.257)	-	(50.033.454)

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31 December 2024	Textile Sector	Agricultural Sector	Energy Sector	Real Estate Sector	Retail Sector	Elimination	Total
Total Assets	12.054.733.415	4.201.574.239	4.971.730.873	1.713.555.973	236.744.450	(492.470.902)	22.685.868.048
Total Liabilities	5.046.094.870	887.161.655	1.789.409.969	734.142	209.675.591	(286.454.196)	7.646.622.031
Assets by Segments							
Investment Properties	113.584.436	-	-	1.713.302.041	-	-	1.826.886.477
Tangible Fixed Assets (Net Book Value) Total	6.930.775.305	769.958.119	4.971.396.382	-	18.470.446	-	12.690.600.252
Total Right-of-Use Assets (Net Book Value)	-	-	-	-	-	57.776.738	57.776.738
Intangible Fixed Assets (Net Book Value) Total	246.881.234	52.153	334.491	-	94.983	-	247.362.861
Purchases of Tangible and Intangible Assets	128.658.267	105.779.911	74.920.931	-	13.588.614	-	322.947.723
Depreciation expenses	-	-	-	-	-	-	-
Investment Properties	495.014.253	79.199.710	402.242.434	-	5.982.270	-	982.438.667
Detail of the Group's foreign currency assets and liabilities by segments							
Total Assets	1.812.074.788	54.329.451	-	-	-	-	1.866.404.239
Total Liabilities	983.692.078	989.601	1.789.409.969	-	-	-	2.774.091.648
Net Asset / (Liability) Position of Off-Balance Sheet Foreign Currency Derivative Instruments							
Net Foreign Currency Asset/ Liabilities	828.382.709	53.339.850	(1.789.409.969)	-	-	-	(907.687.410)
Detail of the Group's financial liabilities by division in currency							
Financial Payables	2.363.948.328	158.414.685	1.789.409.969	-	38.005.316	-	4.349.778.298
- USD	331.102.364	-	249.233.783	-	-	-	580.336.147
- EUR	554.621.877	-	1.540.176.186	-	-	-	2.094.798.063
- GBP	-	-	-	-	-	-	-
- TRY	1.478.224.087	158.414.685	-	-	38.005.316	-	1.674.644.088
Export	3.181.070.057	452.987.812	-	-	-	-	3.634.057.869
Import	898.457.025	11.871.772	-	-	-	-	910.328.797
Total Debt	5.046.094.869	887.161.655	1.789.409.969	734.142	209.675.591	(286.454.195)	7.646.622.031
Cash and Cash Equivalents	(733.253.666)	(2.120.545)	-	-	(23.407.614)	-	(758.781.825)
Net Debt	4.312.841.203	885.041.110	1.789.409.969	734.142	186.267.977	(286.454.195)	6.887.840.206
Total Equity	14.611.618.969	606.574.893	-	-	27.068.859	(206.016.704)	15.039.246.017
Total Capital	18.924.460.172	1.491.616.003	1.789.409.969	734.142	213.336.836	(492.470.899)	21.927.086.223
Net Debt/Total Capital Ratio	22,79%	59,33%			87,31%		31,41%

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Information On the Geographical Region

On a country basis distribution of revenue obtained from the Group’s textile sector export activities are as follows:

Region	01.01.- 31.12.2025	01.01.- 31.12.2024
Germany	43%	45%
U.S.A.	21%	22%
Italy	18%	17%
France	5%	4%
Netherland	4%	4%
Poland	1%	1%
Switzerland	1%	1%
Austria	1%	1%
Spain	1%	0%
Other	5%	5%
	100%	100%

Information About Major Clients

The sales activities of the Group are determined according to fluctuations in the domestic and overseas markets and competition conditions. It is taken care of to not to concentrate on a specific sector, country, person and Group in terms of dissolving risks. Even so, as of 31 December 2025 the share of the largest buyer in the revenue from textile sector operations is 41,66% (31 December 2024: 38,53%). The customer mentioned is a major international supplier and the commercial relation between the customer and the Group has been maintained for many years.

The share of the largest buyers in the revenue from agriculture sector operations is 86,04%. (31 December 2024: 83,02%). The sales of dried fruits (raisin, fig and apricot) from Group to Osman Akça Tarım Ürünleri İthalat İhracat Sanayi ve Ticaret A.Ş. are made in accordance with the "Sales Agreement" signed between the Group and Osman Akça Tarım Ürünleri İthalat İhracat Sanayi ve Ticaret A.Ş. is the exporter and sub contractor of Group for dried fruits.

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NOTE 4 – CASH AND CASH EQUIVALENTS

As of 31 December 2025 and 31 December 2024 the details of cash and cash equivalents are as follows:

	31.12.2025	31.12.2024
Cash	547.609	312.639
Banks	271.672.426	46.072.080
<i>Demand deposits</i>	271.661.526	45.548.511
<i>Time deposits</i>	10.900	523.569
Other liquid assets	1.303.843.215	712.397.106
	1.576.063.250	758.781.825

As of 31 December 2025 and 31 December 2024 maturity schedule of time deposits in the cash and cash equivalents are as follows:

	31.12.2025	31.12.2024
Within 1 month	10.900	523.569
	10.900	523.569

As of 31 December 2025 there is no deposit pledge on the Group's bank deposits (31 December 2024: None).

NOTE 5 - FINANCIAL INVESTMENTS

Long Term Financial Investments

	31.12.2025	31.12.2024
Maxis Girişim Sermayesi Portföy Yönetimi A.Ş.		
Maxis Ventures Girişim Sermayesi Yatırım Fonu	2.395.815	2.511.101
Osman Akça Tarım Ürünleri İth. İhr. San. Ve Tic. A.Ş.	-	23.988.182
Ünlü Portföy Yönetimi Anonim Şirketi		
AR-GE Girişim Sermayesi Yatırım Fonu	5.280.508	5.245.923
	7.676.323	31.745.206

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NOTE 6 – RELATED PARTY TRANSACTIONS

i) Due from / to related parties:

a) Trade receivables from related parties (Note 7):

	31.12.2025	31.12.2024
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	916.707.095	1.255.768.096
Rediscount	(6.815.336)	(9.450.139)
	909.891.759	1.246.317.957

b) Trade payables to related parties (Note 7):

	31.12.2025	31.12.2024
Ak-San Sigorta Aracılık Hizmetleri Ltd. Şti.	10.149.052	-
Rediscount	(417.157)	-
	9.731.895	-

c) Non-trade receivables from related parties (Note 9)

	31.12.2025	31.12.2024
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	25.384.048	6.314.186
	25.384.048	6.314.186

ii) Major sales to related parties and major purchases from related parties:

a) Sales to related parties:

	01.01.- 31.12.2025	01.01.- 31.12.2024
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	3.158.545.838	3.717.196.097
Aktur Araç Muayene İstasyonları İşletmeciliği A.Ş.	6.986	-
	3.158.552.824	3.717.196.097

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b) Purchases from related parties:

	01.01.- 31.12.2025	01.01.- 31.12.2024
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	722.497.385	633.221.250
Akça Holding A.Ş.	4.324	-
Aktur Araç Muayene İstasyonları İşletmeciliği A.Ş.	53.140	-
	722.554.849	633.221.250

c) Disposals of Investments to Related Parties:

	01.01.- 31.12.2025	01.01.- 31.12.2024
Akça Holding A.Ş.	20.996.242	-
	20.996.242	-

iii) Other income and expenses resulting from transactions with related parties:

a) Benefits provided to senior management (Member of the board of directors, general manager and deputy general manager), gross:

	01.01.- 31.12.2025	01.01.- 31.12.2024
Benefits provided to senior management	22.997.203	20.697.690
	22.997.203	20.697.690

b) Service expenses paid to related parties:

	01.01.- 31.12.2025	01.01.- 31.12.2024
Akça Holding A.Ş.	4.746.012	5.007.977
Ak-San Sigorta Aracılık Hizmetleri Ltd. Şti.	29.297.996	36.753.905
	34.044.008	41.761.882

c) Rent income from related parties:

	01.01.- 31.12.2025	01.01.- 31.12.2024
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	1.378.866	802.785
Akça Holding A.Ş.	908.905	776.233
	2.287.771	1.579.018

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d) Service income from related parties:

	01.01.- 31.12.2025	01.01.- 31.12.2024
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	21.477.111	186.207
Aktur Araç Muayene İstasyonları İşletmeciliği A.Ş.	94.316	-
Ak-San Sigorta Aracılık Hizmetleri Ltd. Şti.	-	2.692
Akça Holding A.Ş.	2.207.095	87.279
	23.778.522	276.178

e) Foreign exchange income from related parties:

	01.01.- 31.12.2025	01.01.- 31.12.2024
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	235.963.149	251.351.791
	235.963.149	251.351.791

f) Maturity difference received from related parties:

	01.01.- 31.12.2025	01.01.- 31.12.2024
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	40.118.438	71.373.394
	40.118.438	71.373.394

g) Interest income from related parties:

	01.01.- 31.12.2025	01.01.- 31.12.2024
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	15.338.168	11.461.161
	15.338.168	11.461.161

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h) Rent expenses paid to related parties:

	01.01.- 31.12.2025	01.01.- 31.12.2024
Osman Akça Tarım Ürünleri İthalat İhracat San. ve Tic. A.Ş.	2.419.078	2.587.973
	2.419.078	2.587.973

i) Interest expense due from related parties:

	01.01.- 31.12.2025	01.01.- 31.12.2024
Osman Akça Tarım Ürünleri İthalat İhracat San. ve Tic. A.Ş.	4.292.061	7.250.328
	4.292.061	7.250.328

j) Interest expense due from related parties:

	01.01.- 31.12.2025	01.01.- 31.12.2024
Osman Akça Tar. Ürün. İth. İhr. San. ve Tic. A.Ş.	-	296.537
	-	296.537

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NOTE 7 – TRADE RECEIVABLES AND TRADE PAYABLES

Short Term Trade Receivables

	31.12.2025	31.12.2024
Trade receivables	707.937.074	645.004.598
Cheques and notes	28.541.030	13.646.235
Unearned interest on trade receivables	(19.575.368)	(25.393.718)
Doubtful trade receivables	14.961.501	9.274.109
Provision for doubtful receivables (-)	(14.961.501)	(9.274.108)
Revenue accruals	74.563.454	101.928.246
Trade Receivables from Unrelated Parties	791.466.190	735.185.362
Trade receivables from related parties	916.707.095	1.255.768.096
Unearned interests on related party receivables	(6.815.336)	(9.450.139)
Trade Receivables from Related Parties	909.891.759	1.246.317.957
Total Short-Term Trade Receivables	1.701.357.949	1.981.503.319

As of 31 December 2025 the average maturity of trade receivables are 75 days (31 December 2024: 67 days).

Maturity schedule of notes receivables as of 31 December 2025 and 31 December 2024 are as follows:

	31.12.2025	31.12.2024
1-30 days	6.585.000	3.599.539
31-60 days	7.684.604	877.163
61-90 days	5.148.426	1.459.449
91-120 days	2.900.000	1.963.385
121-150 days	3.500.000	3.573.361
151-180 days	2.723.000	2.173.338
	28.541.030	13.646.235

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As of 31 December 2025 and 31 December 2024 provision for doubtful receivables movement schedule is as follows:

	31.12.2025	31.12.2024
Opening balance	9.274.108	918.465
Collections made during the period	-	(471.678)
Provisions made during the period	7.876.206	9.109.636
Monetary gain / (loss)	(2.188.813)	(282.315)
Closing Balance	14.961.501	9.274.108

Short Term Trade Payables

	31.12.2025	31.12.2024
Trade payables	1.010.838.612	989.317.744
Notes payables	56.403.456	55.254.889
Unearned interests on payables	(37.972.380)	(65.727.663)
Expense accruals	99.216.655	114.545.631
Trade Payables from Unrelated Parties	1.128.486.343	1.093.390.601
Trade payables to related parties	10.149.052	-
Unearned interests on payables to related parties	(417.157)	-
Trade Payables to Related Parties	9.731.895	-
Total Short Term Trade Payables	1.138.218.238	1.093.390.601

As of 31 December 2025, the average maturity of trade payables are 49 days (31 December 2024: 42 days).

As of 31 December 2025, The Group has letter of credits amounting to USD 8.572.571 (TRY 367.959.620) in trade payables (Note 20).

As of 31 December 2025 and 31 December 2024 maturity breakdown of notes payables are as follows:

	31.12.2025	31.12.2024
1 – 30 days	26.775.051	28.112.243
31 – 60 days	15.979.232	14.317.831
61 – 90 days	10.847.150	9.180.652
91 – 120 days	2.379.623	2.951.638
121 – 150 days	-	692.525
151 – 180 days	422.400	-
	56.403.456	55.254.889

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NOTE 8 – FINANCIAL BORROWINGS

	31.12.2025	31.12.2024
Short Term Borrowings:		
TRY borrowings	476.852.979	1.584.844.709
USD borrowings	216.551.361	306.915.074
EUR borrowings	571.805.132	261.580.225
Direct debit system and credit card liabilities (TRY)	1.045.314	888.793
Short Term Financial Borrowings	1.266.254.786	2.154.228.801
Lease Payables:		
TRY lease payables, net	-	6.897.556
Liabilities from Operating Lease Transactions:		
Liabilities from Operating Leases, Net	11.977.829	10.132.277
Bank Borrowings:		
TRY borrowings	10.739.896	30.049.768
USD borrowings	82.786.690	107.234.497
EUR borrowings	413.866.568	355.389.804
Current Installments of Long-Term Borrowings	519.370.983	509.703.902
Liabilities from Operating Lease Transactions:		
Liabilities from Operating Leases, Net	18.136.128	27.856.514
Long Term Bank Borrowings:		
TRY borrowings	-	13.974.471
USD borrowings	82.553.137	166.186.576
EUR borrowings	1.418.430.400	1.477.828.034
Long Term Financial Borrowings	1.519.119.665	1.685.845.595
Total Financial Liabilities	3.304.745.434	4.349.778.298

As of 31 December 2025 and 31 December 2024 maturity analysis of borrowings and other financial borrowings are as follows:

	31.12.2025	31.12.2024
Within 3 months	118.954.701	394.125.026
Between 3 - 12 months	1.654.693.239	2.252.777.844
Between 1 - 5 years	1.225.649.443	1.280.786.935
More than 5 years	275.334.094	377.202.146
	3.274.631.477	4.304.891.951

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As of 31 December 2025 and 31 December 2024 maturity schedule of long term bank borrowings are as follows:

	31.12.2025	31.12.2024
Between 1-2 years	25.372.146	520.657.777
Between 2-3 years	497.162.502	437.225.095
Between 3-4 years	215.688.483	201.334.316
Between 4-5 years	129.193.960	121.569.755
Between 5-6 years	358.232.375	117.759.766
Between 6-7 years	275.334.071	88.936.379
Between 7-8 years	-	86.437.316
Between 8-9 years	-	64.232.948
Between 9-10 years	-	19.835.729
	1.500.983.537	1.657.989.081

As of 31 December 2025 effective interest rates for TRY, USD and EUR bank loans are 17,75%,7,41% and 4,41% (31 December 2024: TRY 25,05% USD 7,01% and EUR 3,78%).

The Group has guaranteed by its shareholders and related companies in lending.

Total amount of mortgage on lands and buildings for fixed assets of the Group given to financial institutions is USD 64.750.000 (TRY 2.779.257.775), EUR 25.000.000 (TRY 1.259.412.500) and TRY 3.140.000.000.

As of 31 December 2025 and 31 December 2024 the details of financial leasing borrowings of Group are as follows:

	31.12.2025	31.12.2024
Short term lease payables	-	7.353.747
Cost of deferred lease payables (-)	-	(456.191)
	-	6.897.556

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As of 31 December 2025, the repayment schedule of lease payables are as follows:

	Lease payables	Cost of deferred lease payables	Total liabilities
Between 0 – 1 years	-	-	-
	-	-	-

As of 31 December 2024, the repayment schedule of lease payables are as follows:

	Lease payables	Cost of deferred lease payables	Total liabilities
Between 0 – 1 years	7.353.747	(456.191)	6.897.556
	7.353.747	(456.191)	6.897.556

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NOTE 9 – OTHER RECEIVABLES AND PAYABLES

Other Current Receivables

	31.12.2025	31.12.2024
Deposit and guarantees given	256.305	853.579
VAT and corporate tax refund receivables	16.279.677	14.568.605
Other receivables	83.508	39.695.096
Other Receivables from Unrelated Parties	16.619.490	55.117.280
Receivables from shareholders	25.384.048	6.314.186
Other Receivables from Related Parties	25.384.048	6.314.186
Total Other Current Receivables	42.003.538	61.431.466

Other Non-Current Receivables

	31.12.2025	31.12.2024
Deposits and guarantees given	711.770	732.032
	711.770	732.032

Other Current Payables

	31.12.2025	31.12.2024
Deposit and guarantees received	10.033.435	11.933.582
Taxes and funds payable	14.898.858	17.862.230
Other Payables and Liabilities	-	12.252
Other Short-Term Payables	24.932.293	29.808.064

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NOTE 10 – DERIVATIVE INSTRUMENTS

The valuation of derivative transactions conducted by the Group to manage its currency risks is based on market prices for transactions that have not yet matured as of the valuation date, and their fair values are presented as assets or liabilities in the statement of financial position.

	31 December 2025		31 December 2024	
	Contract Amount	Fair Value Asset / (Liability)	Contract Amount	Fair Value Asset / (Liability)
Short-Term Derivative Instruments				
Accounted for trading purposes:				
Forward foreign currency transactions	138.654.250	20.828.575	-	-
Short-term Derivative Instruments, Net		20.828.575		-

NOTE 11 – INVENTORIES

	31.12.2025	31.12.2024
Raw materials	351.851.601	549.319.250
Semi-finished products	274.524.639	297.682.637
Finished goods	807.425.383	940.640.624
Merchandise Inventory	53.482.278	58.389.120
Other Inventories	6.525.318	1.360.525
Dried agricultural products (Figs, Apricot and Raisin)	1.885.569.332	1.862.397.930
	3.379.378.551	3.709.790.086

All inventories of the Group are covered by insurance coverage.

NOTE 12 – BIOLOGICAL ASSETS

Current Biological Assets

	31.12.2025	31.12.2024
Biological assets (Tomato)	92.024.013	143.874.694
	92.024.013	143.874.694

The Group’s biological assets consist of tomatoes. Tomatoes in growing process have been shown in the consolidated financial statements with their cost and after impairment provisions (if any) since they do not have any active markets.

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NOTE 13 – PREPAID EXPENSES AND DEFERRED INCOME

Short Term Prepaid Expenses

	31.12.2025	31.12.2024
Order advances given	19.834.220	50.313.006
Prepaid expenses	60.509.632	64.184.806
Advances given for business purposes	28.047	84.139
Personnel advances	2.163.435	439.392
	82.535.334	115.021.343

Long Term Prepaid Expenses

	31.12.2025	31.12.2024
Prepaid expenses	38.932.397	40.548.904
	38.932.397	40.548.904

Short Term Deferred Income

	31.12.2025	31.12.2024
Advances received	45.508.282	60.842.434
Deferred income	-	30.023.170
	45.508.282	90.865.604

NOTE 14 – ASSETS RELATED TO CURRENT PERIOD TAX

	31.12.2025	31.12.2024
Prepaid taxes and funds	78.535	176.320
	78.535	176.320

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NOTE 15 – INVESTMENTS VALUED BY EQUITY PICK-UP METHOD

As of 31 December 2025 and 31 December 2024 the companies accounted by equity pick up method are as follows:

	31.12.2025	Share (%)	31.12.2024	Share (%)
Aktur İzmir Gayrimenkul A.Ş.	837.591.599	48,00%	872.319.599	48,00%
	837.591.599		872.319.599	

The total assets, liabilities and owner’s equity of the investments which are evaluated by equity pick up method with their summary of income statement related to the periods ended 31 December 2025 and 31 December 2024 are as follows:

	31.12.2025	31.12.2024
Current assets	90.952.400	76.146.651
Non-current assets	1.977.011.549	2.054.592.697
Total Assets	2.067.963.949	2.130.739.348
Current liabilities	10.553.770	3.540.897
Non-current liabilities	312.427.682	309.865.953
Parent company’s equity	1.744.982.497	1.817.332.498
Total Liabilities	2.067.963.949	2.130.739.348
Sales, net	20.002.426	17.731.337
Net profit / (loss)	(72.350.001)	(49.956.343)

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NOTE 16 – INVESTMENT PROPERTIES

Cost Value	Lands	Buildings	Total
01 January 2024 opening balance	768.527.956	-	768.527.956
Fair value	4.599.246	1.053.759.275	1.058.358.521
Transfer	(659.542.767)	659.542.767	-
31 December 2024 closing balance	113.584.435	1.713.302.042	1.826.886.477
Additions	-	1.869.312	1.869.312
Fair value	40.173.930	10.953.646	51.127.576
31 December 2025 closing balance	153.758.365	1.726.125.000	1.879.883.365

The Group’s investment properties consist of lands with zoning permits. The details of the properties are as follows;

	Manisa	İzmir
As of 01 January 2024	20.409.918	748.118.038
Value Decrease/increase	860.084	1.057.498.437
As of 31 December 2024	21.270.002	1.805.616.475
Opening	-	1.869.312
Value Decrease/increase	17.849.998	33.277.578
As of 31 December 2025	39.120.000	1.840.763.365

The Group's lands that are shown as investment property are revaluated by Tskb Gayrimenkul Değerleme ve Danışmanlık A.Ş. The fair values determined in the valuation studies carried out on 31 December 2025 are reflected in the accompanying consolidated financial statements.

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NOTE 17 – TANGİBLE ASSETS

Cost Values	Land	Land Improvements	Buildings	Property, plant and equipment	Vehicles	Fixtures and fittings	Construction in progress	Special costs	Total
01 January 2024 opening balance	1.234.346.290	1.232.425.361	3.019.647.771	9.145.127.928	121.287.367	295.962.219	48.876.224	10.661.276	15.108.334.436
Additions	18.504.632	-	1.200.116	93.183.731	9.265.330	29.784.348	158.678.527	12.262.809	322.879.493
Disposals	-	-	-	(894.174)	(1.793.874)	(285.858)	-	-	(2.973.906)
Transfers	-	-	-	101.689.659	-	-	(155.220.667)	-	(53.531.008)
31 December 2024 closing balance	1.252.850.922	1.232.425.361	3.020.847.887	9.339.107.144	128.758.823	325.460.709	52.334.084	22.924.085	15.374.709.015
Additions	-	-	13.951.926	22.656.617	25.930.860	3.124.167	131.547.745	2.973.343	200.184.658
Disposals	-	-	(7.589.776)	(15.207.858)	(11.818.029)	(204.554)	-	-	(34.820.217)
Transfers	-	-	-	123.687.085	-	-	(123.687.085)	-	-
Gain on revaluation	(98.545.922)	(486.485.361)	(783.716.229)	(2.152.642.988)	-	-	-	-	(3.521.390.500)
31 December 2025 closing balance	1.154.305.000	745.940.000	2.243.493.808	7.317.600.000	142.871.654	328.380.322	60.194.744	25.897.428	12.018.682.956
Accumulated Depreciation									
01 January 2024 opening balance	-	176.492.498	164.159.546	1.080.068.248	59.684.945	266.869.568	-	4.534.283	1.751.809.088
Additions	-	117.164.490	101.356.485	682.538.256	15.897.307	13.030.783	-	4.527.729	934.515.050
Disposals	-	-	-	(157.512)	(1.793.874)	(263.989)	-	-	(2.215.375)
31 December 2024 closing balance	-	293.656.988	265.516.031	1.762.448.992	73.788.378	279.636.362	-	9.062.012	2.684.108.763
Additions	-	117.164.487	101.596.384	695.321.739	15.789.864	12.291.860	-	6.576.441	948.740.775
Disposals	-	-	(63.248)	(10.110.013)	(10.331.962)	(185.811)	-	-	(20.691.034)
Gain on revaluation	-	(410.821.475)	(367.049.167)	(2.447.660.718)	-	-	-	-	(3.225.531.360)
31 December 2025 closing balance	-	-	-	-	79.246.280	291.742.411	-	15.638.453	386.627.144
31.12.2024, Net Book Value	1.252.850.922	938.768.373	2.755.331.856	7.576.658.152	54.970.445	45.824.347	52.334.084	13.862.073	12.690.600.252
31.12.2025, Net Book Value	1.154.305.000	745.940.000	2.243.493.808	7.317.600.000	63.625.374	36.637.911	60.194.744	10.258.975	11.632.055.812

As of 31 December 2025 the depreciation expense of tangible assets for the period is TRY 948.740.775 (31 December 2024: TRY 934.515.050).

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The valuation company used the Market Value Method in determining the fair values of land, land and buildings. The "Market Values and Cost Method" was used to determine the fair values of land improvements and machinery, plant and equipment.

As of 31 December 2025, fixed assets are insured by, TRY 494.714.210, EUR 61.757.732 (TRY 3.105.543.139), USD 150.145.155 (TRY 6.433.074.278) (31 December 2024: TRY 351.110.350, EUR 54.438.040 (TRY 1.912.321.233), USD 166.190.800 (TRY 5.455.412.448).

Total amount of mortgage on land and buildings for fixed assets of the Group given to financial institutions are USD 64.750.000 (TRY 2.779.257.775), EUR 25.000.000 (TRY 1.259.412.500) and TRY 3.140.000.000

As of 31 December 2025, there are no machines subject to financial leasing. (31 December 2024: 153.321.827 TRY).

As of 31 December 2025, and 31 December 2024, the Group has no borrowing costs.

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NOTE 18- RIGHT OF USE ASSETS

Cost Value	Buildings	Vehicles	Total
01 January 2024 opening balance	59.594.199	-	59.594.199
Additions	23.660.766	-	23.660.766
31 December 2024 closing balance	83.254.965	-	83.254.965
Additions	11.627.446	787.532	12.414.978
31 December 2025 closing balance	94.882.411	787.532	95.669.943
Accumulated Depreciation			
01 January 2024 opening balance	9.734.698	-	9.734.698
Additions	15.743.529	-	15.743.529
31 December 2024 closing balance	25.478.227	-	25.478.227
Additions	19.993.808	218.763	20.212.571
31 December 2025 closing balance	45.472.035	218.763	45.690.798
31.12.2024, Net Book Value	57.776.738	-	57.776.738
31.12.2025, Net Book Value	49.410.376	568.769	49.979.145

As of 31 December 2025, the amortization expense of intangible assets for the period is TRY 20.212.571 (31 December 2024: TRY 15.743.529)

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NOTE 19 – INTANGIBLE ASSETS

Cost Value	Rights	Research and Development Expenses	Other Intangible Assets	Total
01 January 2024 opening balance	65.275.588	290.980.640	13.239.509	369.495.737
Additions	68.230	-	-	68.230
Transfer	86.808	53.444.200	-	53.531.008
31 December 2024 closing balance	65.430.626	344.424.840	13.239.509	423.094.975
Additions	13.130.309	25.195.228	-	38.325.537
31 December 2025 closing balance	78.560.935	369.620.068	13.239.509	461.420.512
Accumulated Depreciation				
01 January 2024 opening balance	35.187.842	80.103.422	12.517.227	127.808.491
Additions	17.862.845	29.988.799	71.979	47.923.623
31 December 2024 closing balance	53.050.687	110.092.221	12.589.206	175.732.114
Additions	12.211.701	40.839.112	70.513	53.121.326
31 December 2025 closing balance	65.262.388	150.931.333	12.659.719	228.853.440
31.12.2024, Net Book Value	12.379.939	234.332.619	650.303	247.362.861
31.12.2025, Net Book Value	13.298.547	218.688.735	579.790	232.567.072

As of 31 December 2025, the amortization expense of intangible assets for the period is TRY 53.121.326(31 December 2024: TRY 47.923.623).

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NOTE 20 – PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

As of 31 December 2025 and 31 December 2024, the Group's collateral / pledge / mortgage (“CPM”) position are as follows:

Collaterals, Pledges and Mortgages “(CPM)” given by the Group	31.12.2025	31.12.2024
A. Total Amount of CPM given on behalf of its own legal entity	8.500.037.809	9.324.321.880
B. Total Amount of CPM given for partnerships which included in full consolidation	None	None
C. Total Amount of CPM given for the purpose of guaranteeing unrelated party loans to carry the regular trade activities	None	None
D. Total Amount of other CPM given	None	None
i. Total Amount of CPM given for the Parent Group	None	None
ii. Total Amount of CPM Given for Other Group Companies not Included in B and C Clauses	None	None
iii. Total Amount of CPM Given for Unrelated Parties not Included in C Clause	None	None
Total	8.500.037.809	9.324.321.880

As of 31 December 2025, details of mortgage on lands and buildings given to financial institutions are as follows:

	FX Currency	FX Amount	FX Rate	TRY Equivalent
Türkiye Vakıflar Bankası T.A.O	TRY	1.575.000.000	1,0000	1.575.000.000
Türkiye Vakıflar Bankası T.A.O	USD	64.750.000	42,9229	2.779.257.775
Türkiye Vakıflar Bankası T.A.O	EUR	25.000.000	50,3765	1.259.412.500
Türkiye Cumhuriyeti Ziraat Bankası A.Ş.	TRY	1.565.000.000	1,0000	1.565.000.000
				7.178.670.275

As of 31 December 2025, details of the guarantee letters given are as follows:

Details of Guarantee Letters Given	FX Currency	FX Amount	FX Rate	TRY Equivalent
Electricity and Natural Gas Distribution Companies	TRY	36.420.662	1,0000	36.420.662
Energy Market Regulatory Authority	TRY	31.447.151	1,0000	31.447.151
Customs Administration	TRY	35.222.796	1,0000	35.222.796
Credit Guarantee	EUR	13.164.217	50,3765	663.167.183
Credit Guarantee	TRY	78.850.000	1,0000	78.850.000
Other	TRY	2.944.840	1,0000	2.944.840
Public Institutions	TRY	13.314.901	1,0000	13.314.901
				861.367.534

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As of 31 December 2025, bank details of the guarantee letters given are as follows:

Details of Guarantee Letters Given	FX Currency	FX Amount	FX Rate	TRY Equivalent
Türkiye Vakıflar Bankası T.A.O.	TRY	187.464.728	1,0000	187.464.728
Türkiye Vakıflar Bankası T.A.O.	EUR	5.744.217	50,3765	289.373.553
Halk Bank A.Ş.	TRY	9.993.932	1,0000	9.993.932
Halk Bank A.Ş.	EUR	6.870.000	50,3765	346.086.555
İşbankası A.Ş.	EUR	550.000	50,3765	27.707.075
Ziraat Bankası A.Ş.	TRY	741.691	1,0000	741.691
				861.367.534

As of 31 December 2025, avals and letter of credits which are given to trade receivables by the Group are as follows:

	FX Currency	FX Amount	FX Rate	TRY Equivalent
Türkiye Vakıflar Bankası T.A.O	USD	2.242.791	42,9229	96.267.094
İşbankası A.Ş	USD	1.255.693	42,9229	53.897.985
Ziraat Bankası A.Ş.	USD	4.998.628	42,9229	214.555.610
Halk Bank A.Ş.	USD	75.460	42,9229	3.238.962
				367.959.651

As of 31 December 2025, bank details of the general borrowing contracts are as follows:

General Borrowing Contracts:	FX Currency	FX Amount	FX Rate	TRY Equivalent
Denizbank A.Ş	USD	9.000.000	42,9229	386.306.100
Eximbank A.Ş	USD	45.000.000	42,9229	1.931.530.500
Halk Bankası A.Ş.	TRY	500.000.000	1,0000	500.000.000
Halk Bankası A.Ş.	USD	40.000.000	42,9229	1.716.916.000
İşbankası A.Ş	USD	9.500.000	42,9229	407.767.550
Türkiye Cumhuriyeti Ziraat Bankası A.Ş.	TRY	800.000.000	1,0000	800.000.000
Vakıfbank A.Ş	USD	65.000.000	42,9229	2.789.988.500
Vakıfbank A.Ş	USD	25.000.000	42,9229	1.073.072.500
Garanti Bankası A.Ş	USD	6.500.000	42,9229	278.998.850
				9.884.580.000

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As at 31 December 2025 details of bonds are as follows:

Bond	FX Currency	FX Amount	FX Rate	TRY Equivalent
Türk Eximbank	TRY	65.000.000	1,0000	65.000.000
Türkiye Cumhuriyeti Merkez Bankası	TRY	395.000.000	1,0000	395.000.000
				460.000.000

There is no guarantee given by the Group for the loans in favor of related parties. For credit contracts of the Group USD 200.000.000 (TRY 8.584.580.000) and TRY 698.000.000 guarantee are provided by related parties (Akça Holding and Osman Akça).

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NOTE 21 – PROVISIONS

Short Term Provisions

	31.12.2025	31.12.2024
Provision for the lawsuits	6.981.947	9.622.970
Provision for unused vacation	61.780.753	52.480.071
	68.762.700	62.103.041
	31.12.2025	31.12.2024
Lawsuits provision at the beginning of the period	9.622.970	13.005.554
Provisions during the period/reversal	(369.874)	615.029
Monetary gain / (loss)	(2.271.149)	(3.997.613)
Closing balance	6.981.947	9.622.970

Long Term Provisions for Employee Benefits

	31.12.2025	31.12.2024
Provisions for severance pay	252.838.513	256.131.289
	252.838.513	256.131.289

For the period of 01 January – 31 December 2025, the average personnel number including subcontractors employed by the Group is 2.442 (01.01-31.12.2024: 2.583). The rate of retirement probability used is 96% (01.01-31.12.2024: 96%).

For the period ended at 31 December 2025 and 31 December 2024 the movement schedule of severance pay provision is as follows:

	31.12.2025	31.12.2024
Balance of 01 January	256.131.289	300.834.020
Increase in the period	69.633.201	65.326.632
Interest cost	6.360.480	6.708.461
Payments during the period	(26.986.921)	(25.853.388)
Actuarial profit/(loss)	8.150.851	1.585.143
Monetary gain / (loss)	(60.450.387)	(92.469.579)
Balance at the end of the period	252.838.513	256.131.289

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NOTE 22 – EMPLOYEE BENEFIT LIABILITIES

	31.12.2025	31.12.2024
Due to personnel	90.578.154	108.097.047
Social security deductions payable	27.338.789	26.513.388
	117.916.943	134.610.435

NOTE 23 – OTHER CURRENT ASSETS AND LIABILITIES

Other Current Assets

	31.12.2025	31.12.2024
VAT carried forward	37.351.583	40.787.760
	37.351.583	40.787.760

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NOTE 24 – SHARE CAPITAL

24.1 Issued Capital

As of 31 December 2025, and 31 December 2024, the issued capital of the Company is TRY 277.292.576, divided into 27.729.257.642 shares each with a nominal value of TRY 0.01.

As of 31 December 2025, and 31 December 2024, Group’s paid in capital is as follows:

	31.12.2025		31.12.2024	
	Share (%)	TRY	Share (%)	TRY
Shareholders:				
Public Offered Shares	49,62%	137.591.510	49,79%	138.056.176
Akça Holding A.Ş.	48,22%	133.720.511	48,06%	133.255.845
Other	2,16%	5.980.555	2,16%	5.980.555
Total	100,00%	277.292.576	100,00%	277.292.576

According to Group’s main article of association, more than half of the Members of Board required to be elected from the candidates which are pointed out from A Group shareholders (TRY 100.000).

TRY 27.292.576 nominal valued shares, issued by increasing the Company's issued capital from TRY 250.000.000 to TRY 277.292.576 were sold through private placement to Akça Holding A.Ş. at TRY 9,16 price per share on Borsa İstanbul A.Ş. equity market within the scope of wholesale transactions on 14.08.2023. Capital increase was registered in accordance with the Turkish Commercial Code on date 22.09.2023 and published in the Turkish Trade Registry Gazette dated 22.09.2023 and numbered 10920.

24.2 Inflation Adjustments of Shareholders’ Equity

	31.12.2025	31.12.2024
Inflation adjustment of shareholders’ equity (*)	6.248.317.130	6.248.317.130
	6.248.317.130	6.248.317.130

(*)Capital adjustment differences represent the difference between the inflation-adjusted total amounts of cash and cash-like additions to paid-in capital and the amounts before inflation adjustment.

24.3 Share Premium / (Discount)

	31.12.2025	31.12.2024
Share Premiums/Discounts	484.767.446	484.767.446
	484.767.446	484.767.446

TRY 27.292.576 nominal valued shares, issued by increasing the Company's issued capital from TRY 250.000.000 to TRY 277.292.576 were sold through private placement to Akça Holding A.Ş. at TRY 9,16 price per share with total sales proceeds amounting TRY 250.000.000. The Company's shares consist of share premium amounting to TRY 256.516.859 resulting from the private placement.

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24.4 Accumulated Other Comprehensive Income/(Expenses) not to be reclassified on Profit or Loss

24.4.1 Gain on revaluation of properties

	31.12.2025	31.12.2024
Gain on revaluation of properties	3.150.764.159	3.415.472.700
	3.150.764.159	3.415.472.700

The movement schedule for gains/ (losses) on revaluation and remeasurement is as follows.

	01.01.- 31.12.2025	01.01.- 31.12.2024
01 January (Beginning of period)	3.415.472.700	3.415.472.700
Decrease in the value of fixed assets	(295.859.140)	-
Transfer to minority shares	(5.884.381)	-
Deferred tax effect	37.034.980	-
	3.150.764.159	3.415.472.700

The valuation company used the Market Value Method in determining the fair values of land, land and buildings. The "Market Values and Cost Method" was used to determine the fair values of land improvements and machinery, plant and equipments.

The fair value increases TRY 3.150.764.159 (31 December 2024: TRY 3.415.472.700) from revaluation of tangible assets are recognized in gain on revaluation of properties account which is under equity, after the netting of the deferred tax effect.

Valuation studies of the land and buildings of Aktur İzmir Gayrimenkul A.Ş. which is consolidated by equity pick up method, were carried out by Tskb Gayrimenkul Değerleme Anonim Şirketi an organization accredited to the CMB. The group's valuation of property, plant and equipment was carried out by Tskb Gayrimenkul Değerleme Anonim Şirketi an organization accredited by the CMB.

24.4.2 Defined Benefit Plans Re-Measurement Gains (Losses)

	31.12.2025	31.12.2024
Defined Benefit Plans Re-Measurement Gains (Losses)	1.873.084	7.916.067
	1.873.084	7.916.067

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24.5 Other Accumulated Comprehensive Income or Expenses to be Reclassified to Profit or Loss

24.5.1 Gains/(Losses) on Financial Assets Measured at Fair Value through Other Comprehensive Income

	31.12.2025	31.12.2024
Gains/(Losses) on Financial Assets Measured at Fair Value through Other Comprehensive Income	(556.376)	(495.849)
	(556.376)	(495.849)

24.6 Restricted Reserves

	31.12.2025	31.12.2024
Legal reserves	231.626.006	231.626.006
	231.626.006	231.626.006

According to the Turkish Commercial Code, statutory reserve capital is allocated at a rate of 5% of annual profits until it reaches 20% of the company's paid-in capital. Other statutory reserve capital is allocated at a rate of 10% of the total amount to be distributed to persons entitled to a share of profits after a 5% dividend has been paid to shareholders. According to the Turkish Commercial Code, provided that the legal reserve does not exceed half of the capital or issued capital, it may only be used to cover losses, to keep the business going when business is not going well, or to take measures to prevent unemployment and mitigate its consequences.

Dividend Distribution

Public companies distribute dividends in accordance with the CMB's Dividend Distribution Circular No. II-19.1, which came into effect on 1 February 2014.

Partnerships distribute their profits by resolution of the general assembly, in accordance with the dividend distribution policies determined by the general assembly and in compliance with the relevant legislation. No minimum distribution ratio has been specified under the aforementioned regulation. Companies pay dividends as specified in their articles of association or dividend distribution policies. Furthermore, dividends may be paid in equal or different installments, and cash dividend advances may be distributed based on the profit shown in the interim financial statements.

Unless the reserves required to be set aside under the Turkish Commercial Code and the dividends determined for shareholders in the articles of association or dividend distribution policy are set aside, no decision may be made to allocate other reserves, carry forward profits to the following year, or distribute profits to beneficial certificate holders, board members, company employees, or persons other than shareholders. Furthermore, profits may not be distributed to these persons unless the dividends determined for shareholders are paid in cash.

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24.7 Retained Earnings/ Losses

The accumulated profits other than net period profit are shown in this item. Extraordinary reserves which are essentially accumulated profits and therefore unrestricted are also considered to be accumulated profits and are shown in this item.

	31.12.2025	31.12.2024
Previous Years Profits/(Losses)	4.263.241.298	4.294.027.238
	4.263.241.298	4.294.027.238

24.8 Minority Interest

The details of the minority interests as of 31 December 2025 are as follows:

31 December 2025	Total Shareholders' Equity	Profit/(Loss) of the Period	Parent Group Share	Minority Interest	Minority part of Shareholders' Equity	Minority part of Profit/(Loss)	Minority Total comprehensive income / (loss)
Smryna	551.175.287	(83.307.922)	79,17%	20,83%	114.828.182	(17.355.817)	(11.541.587)
					114.828.182	(17.355.817)	(11.541.587)

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The details of the minority interests as of 31 December 2024 are as follows:

31 December 2024	Total Shareholders' Equity	Profit/(Loss) of the Period	Parent Group Share	Minority Interest	Minority part of Shareholders' Equity	Minority part of Profit/(Loss)	Minority Total comprehensive income / (loss)
Smryna	606.574.893	(92.388.067)	79,17%	20,83%	126.369.769	(19.247.514)	(19.259.322)
					126.369.769	(19.247.514)	(19.259.322)

As of 31 December 2025, and 31 December 2024, the details of non-controlling interests are as follows:

	31.12.2025	31.12.2024
Shares in capital	54.211.698	54.211.698
Revaluation fund	46.381.677	40.497.294
Actuarial loss / (gain)	(50.145)	20.008
Shares in accumulated profits / (losses)	31.640.769	50.888.283
Share in profit / (loss) for the period	(17.355.817)	(19.247.514)
	114.828.182	126.369.769

24.9 Additional Information for Capital, Legal Reserves and Other Equity Items

A comparison of the Group's equity items restated for inflation in the consolidated financial statements as of 31 December 2025 and the restated amounts in the financial statements prepared in accordance with statutory accounting are as follows:

31.12.2025	Inflation adjusted amounts in the financial statements prepared in accordance with statutory accounting	Inflation adjusted amounts in the financial statements prepared in accordance with TAS/IFRS	Differences recognized in retained earnings
Share Capital Adjustment Differences	7.005.339.519	6.248.317.130	757.022.389
Share Premiums/Discounts	313.724.698	484.767.446	(171.042.748)
Restricted Reserves Appropriated from Profit	246.678.497	231.626.006	15.052.491

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NOTE 25 – SALES AND COST OF SALES

25.1 Sales

	01.01.- 31.12.2025	01.01.- 31.12.2024
Domestic sales	5.449.618.256	6.678.544.179
Export sales	3.417.205.440	3.635.249.117
Other sales	62.077.832	80.195.543
	8.928.901.528	10.393.988.839
Sales returns	(24.968.495)	(11.071.660)
Sales Discounts	-	(170)
Other discounts	(74.420.373)	(100.166.535)
Sales Income, (net)	8.829.512.660	10.282.750.474

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25.2 Cost of Sales

	01.01.- 31.12.2025	01.01.- 31.12.2024
Direct material expenses	1.541.935.919	1.722.598.722
Direct labor expenses	657.046.260	674.488.931
General production expenses	1.044.351.864	1.019.592.436
Depreciation expenses	468.493.981	465.313.402
Change in semi-finished goods		
1. Beginning semi-finished goods (+)	297.682.637	191.256.870
2. Ending semi-finished goods (-)	(274.524.639)	(297.682.637)
Cost of finished goods produced	3.734.986.022	3.775.567.724
Changes in finished goods inventory		
1. Beginning inventory (+)	940.640.624	1.752.118.775
2. Ending inventory (-)	(807.425.383)	(940.640.624)
Cost of finished goods sold	3.868.201.263	4.587.045.875
Cost of merchandises		
1. Beginning merchandise inventory (+)	58.389.120	59.745.078
2. Purchases during the period (+)	22.808.439	42.433.939
3. End of the period merchandise inventory (-)	(53.482.278)	(58.389.120)
Cost of merchandises sold	27.715.281	43.789.897
Cost of other sales	2.985.173.271	4.123.389.142
Cost of biological assets	472.466.778	429.257.524
Depreciation of biological assets	86.996.271	78.450.477
Energy costs	304.278.504	347.156.780
Energy depreciation	407.400.686	401.940.636
Cost of sales, net	8.152.232.054	10.011.030.331

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As of 01 January – 31 December 2025 and 2024, for each main production group, quantities of goods and services:

	Unit	01.01.- 31.12.2025	01.01.- 31.12.2024
Yarn	Kg	6.152.886	6.142.869
Raw Clothing	Mt2	47.286.205	60.547.230
Finishing Cloth	Mt2	74.185.995	73.825.458
Lining	Mt2	12.197.223	13.846.786
Linens, Sheets, Curtains, Pillows.	Quantity	10.550.162	9.869.736
Electricity	Kwh	285.411.107	291.303.174
Cotton Waste	Kg	560.297	522.508
Piece of Cloth	Kg	1.077.624	671.823
Yarn Waste	Kg	224.579	251.315
Textile Trash Powder	Kg	74.011	76.667
Pepper	Kg	43.812	7.104
Cucumber	Kg	108.602	38.336
Tomato	Kg	3.249.470	3.230.925
Dried Figs	Kg	5.418.974	6.017.318
Dried Apricot	Kg	213.834	413.616
Raisin	Kg	10.239.032	15.382.452
Dry Food By-Product	Kg	961.430	2.878.351

As of 01 January – 31 December 2025 and 2024, for each main sales group, quantities of goods and services:

	Unit	01.01.- 31.12.2025	01.01.- 31.12.2024
Yarn	Kg	12.159	12.082
Raw Clothing	Mt2	100	23
Finishing Cloth	Mt2	8.554.734	6.544.794
Lining	Mt2	10.937.641	12.774.690
Linens, Sheets, Curtains, Pillows.	Quantity	10.402.037	9.815.637
Electricity	Kwh	250.355.811	265.982.224
Cotton Waste	Kg	603.320	417.860
Piece of Cloth	Kg	1.319.560	491.144
Yarn Waste	Kg	240.360	225.100
Textile Trash Powder	Kg	86.640	73.300
Other textile products	Kg	147.120	-
Pepper	Kg	43.812	7.104
Cucumber	Kg	108.602	38.336
Tomato	Kg	4.105.695	4.782.420
Dried Figs	Kg	5.418.974	6.017.318
Dried Apricot	Kg	213.834	413.616
Raisin	Kg	10.239.032	15.382.452
Dry Food By-Product	Kg	961.430	2.878.351

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NOTE 26 – RESEARCH AND DEVELOPMENT GENERAL ADMINISTRATIVE EXPENSES AND MARKETING EXPENSES

	01.01.- 31.12.2025	01.01.- 31.12.2024
Research and development expenses	50.528.676	60.962.501
Marketing, sales and distribution expenses	338.419.357	287.930.171
General administrative expenses	360.788.355	414.683.543
	749.736.388	763.576.215

26.1 Research and Development Expenses

	01.01.- 31.12.2025	01.01.- 31.12.2024
Personnel expenses	41.179.481	49.529.301
Direct material expenses	4.560.557	5.938.513
Other expenses	4.788.638	5.494.687
	50.528.676	60.962.501

26.2 Marketing Expenses

	01.01.- 31.12.2025	01.01.- 31.12.2024
Personnel expenses	78.273.550	93.063.930
Export expenses	143.582.238	98.304.209
Domestic sales transportation expense	13.351.076	12.967.206
Depreciation expenses	32.527.519	26.676.250
Other expenses	41.429.717	33.013.047
Fair expenses	12.102.795	12.444.423
Tax and duty expenses	17.152.462	11.461.106
	338.419.357	287.930.171

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26.3 General administrative expenses

	01.01.- 31.12.2025	01.01.- 31.12.2024
Personnel expenses	237.031.112	294.069.924
Insurance expenses	1.295.312	4.882.322
Consultancy expenses	39.441.666	34.158.899
Repair and maintenance expenses	4.026.407	4.871.256
Travelling expenses	5.274.184	5.929.339
Membership expenses	10.538.570	9.479.648
Tax and duty expenses	7.231.443	7.746.077
Provision for litigation expenses	2.433.898	1.395.998
Depreciation expenses	26.656.215	25.801.437
Other expenses	18.983.342	17.239.006
Provision for doubtful receivables	7.876.206	9.109.637
	360.788.355	414.683.543

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NOTE 27 – OTHER OPERATING INCOME/ (EXPENSES)

27.1 Other Income From Operating Activities

	01.01.- 31.12.2025	01.01.- 31.12.2024
Foreign exchange gains related to commercial activities	371.573.951	420.670.176
Discount income/expenses on payables, net	73.233.393	93.111.458
Maturity difference income	39.641.385	102.561.472
Rental income	7.198.455	6.455.327
Incentive and promotion income	108.778.740	52.452.273
Other income and profit	28.309.679	62.370.676
	628.735.603	737.621.382

27.2 Other Expenses From Operating Activities (-)

	01.01.- 31.12.2025	01.01.- 31.12.2024
Foreign exchange expenses related to commercial activities	77.060.440	91.903.167
Discount income/expenses on receivables, net	92.118.366	65.833.719
Donation expenses	545.123	1.433.419
Other expenses and losses	11.299.815	19.765.783
	181.023.744	178.936.088

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NOTE 28 – INVESTMENT ACTIVITIES INCOME / EXPENSE

28.1 Income from Investment Activities

	01.01.- 31.12.2025	01.01.- 31.12.2024
Increase in Fair Value of Investment Property	51.127.576	1.058.358.521
Investment property rental income	68.277.856	24.147.276
Currency protected deposit fair value income (*)	-	548.430
Profit on sale of fixed assets	15.799.542	2.202.714
	135.204.974	1.085.256.941

(*) Pursuant to the "Announcement on the Accounting of Currency/Gold Conversion Currency/Price Protected TRY Deposit Accounts" announced by POA on 01 March 2022, the company has classified its currency protected deposits under financial investments and, as a result of the fair value calculation, interest income and future foreign exchange gains are accounted for under income from investment activities.

28.2 Expense from Investment Activities

	01.01.- 31.12.2025	01.01.- 31.12.2024
Investment property other expense	3.903.247	1.436.334
Loss on disposal of associate	3.001.181	-
Loss on sale of fixed assets	3.336.946	734.591
	10.241.374	2.170.925

28.3 Profit / Loss From Investments Evaluated by Equity Pick-up Method

	01.01.- 31.12.2025	01.01.- 31.12.2024
Shares related with investment valued by equity pick-up method	(34.728.000)	(23.979.048)
	(34.728.000)	(23.979.048)

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NOTE 29 – FINANCIAL INCOME / EXPENSES

29.1 Financial Income

	01.01.- 31.12.2025	01.01.- 31.12.2024
Interest income	486.294.258	150.181.842
Foreign exchange income regarding financial activities	55.056.245	90.760.980
Other financial income	89.743.481	52.331.449
Foreign exchange income arising from forward contracts	20.828.575	-
	651.922.559	293.274.271

29.2 Financial Expenses (-)

	01.01.- 31.12.2025	01.01.- 31.12.2024
Interest expenses	422.399.566	849.262.506
Foreign exchange losses regarding financial activities	767.793.036	329.021.923
Commission expenses of credit	39.880.972	60.061.767
	1.230.073.574	1.238.346.196

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NOTE 30 – TAX ASSETS AND LIABILITIES

With the "Law on Amendments to the Decree Law No. 375" published in the official gazette of the Republic of Türkiye dated 15 July 2023, the corporate tax rate has been increased from 20% to 25%, and the corporate tax rate is applied with a 5-point discount on the earnings of exporting institutions derived exclusively from exports. This rate has come into force to be applied to corporate earnings for accounting periods starting from 01 January 2023 and declarations that must be submitted as of 01 October 2023. The corporation tax rate is applied to net income of the companies after adjusting for certain disallowable expenses, exempt income and allowances. The corporation tax rate is applied to net income of the companies after adjusting for certain disallowable expenses, exempt income and allowances.

Group is liable to corporation tax valid in Turkey. The necessary provisions are made on the attached financial statements for expected tax liabilities related to the group’s current period activity results Turkish tax legislation does not permit a parent company and its subsidiaries to file a consolidated tax return. Therefore, tax liabilities, as reflected in these consolidated financial statements, have been calculated on a separate-entity basis.

Corporation tax rate that will be accrued over corporation tax base is calculated over the tax base that remains after adding expenses recorded as expense in determination of commercial earnings that are non-deductible from tax base and subtracting tax-exempt profit, tax- free income and other deductions (if there are losses from previous years and used investment allowances if preferred).

There is no absolute and certain confirmation procedure related to tax evaluation in Turkey. Losses may be carried forward for a maximum of 5 years to be deducted from taxable profits in future years. However, losses cannot be deducted retroactively from profits made in previous years. Companies prepare their tax returns between 01-25 April of the year following the accounting closing period of the relevant year. These declarations and the accounting records underlying them may be reviewed and changed by the Tax Office within 5 years.

There are some exceptions on Corporation Tax Law. These exceptions that Group will possibly utilize are explained as below;

Taxable losses

According to the Turkish tax legislation, financial losses on the declaration can be deducted from the corporate income for the period, provided that they do not exceed 5 years. However, financial losses can not be offsetted from last year's profits.

The Real Estate and Subsidiary Share Sales Gain Exemption

75% of the gains arising from the sale of participation shares, founders' shares, redeemed shares and preemptive rights held by corporations for at least two full years are exempt from corporate tax. However, according to the CTL (Corporate Tax Law) numbered 5520; 25% of the gains arising from the sale of properties (in assets before 15.07.2023) that have been in assets for at least two full years are exempt from corporate tax.

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Deferred Tax:

The potential deferred tax assets/(liabilities) of the Group represents the tax effects of temporary differences, arising between the financial statements reported for Communiqué purposes and the statutory tax financial statements. Such differences arise due to the different treatment of certain items of income and expense included in the Communiqué financial statements compared to the local tax return, in accordance with applicable tax laws.

As of balance sheet date, accumulated temporary differences and deferred tax assets and liabilities prepared by using current applicable tax rate is as follows:

	31.12.2025		31.12.2024	
	Cumulative temporary differences	Deferred tax / (liability)	Cumulative temporary differences	Deferred tax / (liability)
<u>Deferred tax assets:</u>				
Unearned interests on receivables	26.390.704	6.597.676	34.843.856	8.710.964
Financial loss carried forward	291.088.847	72.772.212	-	-
Severance pay provision	252.838.513	63.209.629	256.131.289	64.032.821
Unused vacation provisions	61.780.753	15.445.189	52.480.072	13.120.019
Adjustments to inventories	-	-	2.066.049	516.513
Expense accruals	500.000	125.000	458.123	114.531
Adjustments to financial liabilities	1.106.083	276.522	516.174	129.044
Adjustments to provisions of lawsuits	6.981.947	1.745.487	9.138.833	2.284.708
Deferred income	-	-	30.023.170	7.505.792
Effect of other corrections	9.680.369	2.420.091	40.459.102	10.114.774
Deferred tax assets	162.591.806		106.529.166	
<u>Deferred tax liabilities:</u>				
Non-Current Financial Assets	-	-	4.490.825	842.030
Differences on tangible and intangible assets	1.632.807.396	408.201.847	1.135.249.955	283.812.483
Difference in revaluation of land and buildings	1.894.609.798	355.239.338	2.485.486.666	466.028.751
Difference in revaluation of machinery, plant and equipment	2.210.367.167	552.591.791	1.915.349.439	478.837.360
Adjustments to inventories	312.654.501	78.163.626	163.582.724	40.895.683
Unearned interests on payables	38.389.537	9.597.385	65.727.662	16.431.917
Adjustments related to financial debts	2.787.782	696.946	48.627.166	12.156.790
Investment property increase in value	1.832.571.075	343.607.077	1.764.958.319	330.929.685
Effect of other corrections	11.721.377	3.110.968	-	-
Foreign exchange adjustments	20.828.575	5.207.144	-	-
Deferred tax liabilities	1.756.416.122		1.629.934.699	
Deferred tax assets / (liabilities), net	(1.593.824.316)		(1.523.405.533)	

The Group calculates deferred tax assets and liabilities considering the effect of temporary differences arising from the different evaluations between the statutory financial statements prepared in accordance with TAS / TFRS issued by the Group and its financial statements. These temporary differences usually result from the recognition of income and expenses in different reporting periods according to TAS / TFRS and Tax Code.

As of 2025, the inflation adjustment to be applied under the Tax Procedure Law has been postponed for the 2025, 2026, and 2027 accounting periods by Law No. 7571. In this context, the Company has revalued assets subject to depreciation in accordance with VUK Repeated 298/C during the relevant period; the increase in value has been recorded in the fund account in the legal records. This application is for tax purposes only and has no effect on the book values of TFRS financial statements.

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For the period ended at 31 December 2025 and 31 December 2024 movements of deferred tax assets and liabilities are as follows:

	01.01.- 31.12.2025	01.01.- 31.12.2024
Deferred tax assets/(liabilities), net	(109.511.655)	(592.553.538)
	(109.511.655)	(592.553.538)

Deferred Tax (Asset) / Liability Movements

	01.01.- 31.12.2025	01.01.- 31.12.2024
Opening balance	1.523.405.533	931.310.484
Gain on revaluation of properties	(37.034.980)	-
Actuarial (gain) / loss effect prior periods	(2.037.717)	(392.742)
Tax effect on Financial Assets Measured at Fair Value through Other Comprehensive Income	(20.175)	(65.747)
Deferred tax assets / (liabilities), net	(1.593.824.316)	(1.523.405.533)
Closing balance	(109.511.655)	(592.553.538)

NOTE 31 – EARNINGS PER SHARE

	01.01.- 31.12.2025	01.01.- 31.12.2024
Net profit / (loss) for the period	307.379.713	(30.785.940)
Weighted-average number of shares outstanding (per share with TRY 1 value)	277.292.576	277.292.576
Simple earnings and divided earnings per share (TRY)	1,1085	(0,1110)

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NOTE 32 – FINANCIAL INSTRUMENTS

	31.12.2025	31.12.2024
Financial assets		
Liquid assets	1.576.063.250	758.781.825
Trade receivables	1.701.357.949	1.981.503.319
Other receivables	42.715.308	62.163.498
Financial assets	7.676.323	31.745.206
Financial liabilities		
Financial borrowings	3.304.745.434	4.342.880.742
Lease payables	-	6.897.556
Other payables	24.932.293	29.808.064
Trade payables	1.138.218.238	1.093.390.601
	31.12.2025	31.12.2024
Total debts	6.709.338.525	7.646.622.031
Liquid assets	(1.576.063.250)	(758.781.825)
Net debt	5.133.275.275	6.887.840.206
Total equity	15.064.272.092	15.039.246.017
Total capital	20.197.547.367	21.927.086.223
Net Debt/Total Capital	25%	31%

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NOTE 33 – NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS

Financial Instruments

Credit Risk

Group is subject to credit risk arising from trade receivables related to credit sales and deposits at banks. These risks are managed by limiting the aggregate risk from any individual counterparty and obtaining sufficient collateral where necessary and making only cash based sales to customer considered as having a higher risk. Collect ability of trade receivables are evaluated by management depending on their past experiences and current economic condition, and presented in the financial statements net of adequate doubtful provision.

As of 31 December 2025, and 31 December 2024, maximum net credit risk is as follows:

	Trade Receivables		Other Receivables		Banks	Derivative
	Related	Related	Related	Other	Banks	Derivative
31.12.2025	Party	Party	Party	Party	Deposit	Instruments
Maximum net credit risk as of balance sheet date (A+B+C+D+E)	909.891.759	791.466.190	25.384.048	17.331.260	271.672.426	20.828.575
The part of maximum risk under guarantee with collateral	-	-	-	-	-	-
A. Net book value of financial assets that are neither past due nor impaired	909.891.759	791.466.190	25.384.048	17.331.260	271.672.426	20.828.575
B. Net book value of financial assets that are renegotiated, if not that will be accepted as past due or impaired	-	-	-	-	-	-
C. Carrying value of financial assets that are past due but not impaired	-	-	-	-	-	-
The part secured by collateral	-	-	-	-	-	-
D. Net book value of impaired assets	-	-	-	-	-	-
Past due (gross carrying amount)	-	14.961.501	-	-	-	-
Impairment (-)	-	(14.961.501)	-	-	-	-
The part of net value under guarantee with collateral etc.	-	-	-	-	-	-
Not past due (gross carrying amount)	-	-	-	-	-	-
Impairment (-)	-	-	-	-	-	-
The part of net value under guarantee with collateral etc.	-	-	-	-	-	-
E. The part of maximum risk under guarantee with collateral	-	-	-	-	-	-

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31.12.2024	Trade Receivables		Other Receivables		Banks
	Related Party	Other Party	Related Party	Other Party	Deposit
Maximum net credit risk as of balance sheet date (A+B+C+D+E)	1.246.317.957	735.185.362	6.314.186	55.849.312	46.072.080
The part of maximum risk under guarantee with collateral	-	-	-	-	-
A. Net book value of financial assets that are neither past due nor impaired	1.098.416.761	735.185.362	-	55.849.312	46.072.080
B. Net book value of financial assets that are renegotiated, if not that will be accepted as past due or impaired	-	-	-	-	-
C. Carrying value of financial assets that are past due but not impaired	147.901.196	-	6.314.186	-	-
The part secured by collateral	-	-	-	-	-
D. Net book value of impaired assets	-	-	-	-	-
Past due (gross carrying amount)	-	9.274.109	-	-	-
Impairment (-)	-	(9.274.108)	-	-	-
The part of net value under guarantee with collateral etc.	-	-	-	-	-
Not past due (gross carrying amount)	-	-	-	-	-
Impairment (-)	-	-	-	-	-
The part of net value under guarantee with collateral etc.	-	-	-	-	-
E. The part of maximum risk under guarantee with collateral	-	-	-	-	-

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Liquidity risk

Liquidity risk is the Group’s possibility of not fulfilling net funding liabilities. Occurrence of events like deteriorations in markets or decrease in credit score that causes decreases in fund resources, are reasons of liquidity risk.

As of 31 December 2025, Group’s liquidity risk table is as follows:

31 December 2025						
Maturities according to agreement	Book Value	Contractual total cash outflow (=I+II+III+IV)	Less than 3 months (I)	3 – 12 months (II)	1- 5 Years (III)	More than 5 Years (IV)
Financial Liabilities						
Non Derivatives	4.601.207.233	4.728.342.110	1.148.280.667	1.895.412.507	1.380.686.613	303.962.323
Financial borrowings	3.274.631.477	3.560.472.579	120.745.089	1.755.078.554	1.380.686.613	303.962.323
Trade payables	1.138.218.238	979.594.242	971.628.837	7.965.405	-	-
- Related parties	9.731.895	10.149.052	10.149.052	-	-	-
- Other Party	1.128.486.343	969.445.190	961.479.785	7.965.405	-	-
Other liabilities	188.357.518	188.275.289	55.906.741	132.368.548	-	-
- Related parties	-	(36)	(36)	-	-	-
- Other Party	188.357.518	188.275.325	55.906.777	132.368.548	-	-
	4.601.207.233	4.728.342.110	1.148.280.667	1.895.412.507	1.380.686.613	303.962.323

As of 31 December 2024, Group’s liquidity risk table is as follows:

31 December 2024						
Maturities according to agreement	Book Value	Contractual total cash outflow (=I+II+III+IV)	Less than 3 months (I)	3 – 12 months (II)	1- 5 Years (III)	More than 5 Years (IV)
Financial Liabilities						
Non Derivatives	5.660.464.211	6.284.548.321	1.547.941.526	2.891.692.552	1.425.173.099	419.741.144
Financial borrowings	4.304.891.951	4.694.486.131	400.418.088	2.460.999.864	1.413.327.034	419.741.144
Financial leasing	6.897.556	7.353.747	2.458.950	4.894.797	-	-
Trade payables	1.093.390.601	1.308.584.307	1.090.082.585	218.009.816	491.906	-
- Related parties	-	-	-	-	-	-
- Other Party	1.093.390.601	1.308.584.307	1.090.082.585	218.009.816	491.906	-
Other liabilities	255.284.103	274.124.136	54.981.902	207.788.075	11.354.158	-
- Other Party	255.284.103	274.124.136	54.981.902	207.788.075	11.354.158	-
	5.660.464.211	6.284.548.321	1.547.941.526	2.891.692.552	1.425.173.099	419.741.144

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Foreign currency risk

The effects occurring from exchange rate fluctuation, in case of having foreign currency assets, liabilities, off-balance sheet liabilities, are foreign currency risk. Transactions in foreign currencies during the year have been translated at the exchange rate prevailing at dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rates prevailing at the balance sheet dates. Foreign exchange gains or losses arising from the settlement of such transactions and from the translation of monetary assets and liabilities are recognized in the statement of profit/loss. Monetary liabilities of the Group exceed monetary assets of the Group; in case of exchange rate rise, the Group is exposed to foreign currency risk.

As of 31 December 2025, if TRY evaluates / devaluates against foreign currency by 10% and all other variables remains the same, profit before tax which occurs as a result of the foreign exchange loss / gain arising from net foreign exchange exposure would have been TRY 152.284.209 more/less.

Foreign currency risk sensitivity

	Profit/ (Loss)		Shareholders' Equity	
	Appreciation of foreign currency against TRY	Depreciation of foreign currency against TRY	Appreciation of foreign currency against TRY	Depreciation of foreign currency against TRY
In the case of increasing / losing value of TRY by 10% against USD				
1- USD net asset / liability	61.518.472	(61.518.472)	61.518.472	(61.518.472)
2- Part of hedged from USD risk (-)	-	-	-	-
3- USD net effect (1+2)	61.518.472	(61.518.472)	61.518.472	(61.518.472)
In the case of increasing / losing value of TRY by 10% against EUR				
4- EUR net asset / liability	(213.855.682)	213.855.682	(213.855.682)	213.855.682
5- Part of hedged from EUR risk (-)	-	-	-	-
6- EUR net effect (4+5)	(213.855.682)	213.855.682	(213.855.682)	213.855.682
In the case of increasing / losing value of TRY by 10% against GBP				
7- GBP net asset / liability	53.002	(53.002)	53.002	(53.002)
8- Part of hedged from GBP risk (-)	-	-	-	-
9- GBP net effect (7+8)	53.002	(53.002)	53.002	(53.002)
TOTAL (3+6+9)	(152.284.209)	152.284.209	(152.284.209)	152.284.209

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As of 31 December 2024, if TRY evaluates / devaluates against foreign currency by 10% and all other variables remains the same, profit before tax which occurs as a result of the foreign exchange loss / gain arising from net foreign exchange exposure would have been TRY 69.346.112 more/less.

Foreign currency risk sensitivity

	Profit/ (Loss)		Shareholders' Equity	
	Appreciation of foreign currency against TRY	Depreciation of foreign currency against TRY	Appreciation of foreign currency against TRY	Depreciation of foreign currency against TRY
In the case of increasing / losing value of TRY by 10% against USD				
1- USD net asset / liability	74.354.134	(74.354.134)	74.354.134	(74.354.134)
2- Part of hedged from USD risk (-)	-	-	-	-
3 USD net effect (1+2)	74.354.134	(74.354.134)	74.354.134	(74.354.134)
In the case of increasing / losing value of TRY by 10% against EUR				
4- EUR net asset / liability	(143.935.906)	143.935.906	(143.935.906)	143.935.906
5- Part of hedged from EUR risk (-)	-	-	-	-
6- EUR net effect (4+5)	(143.935.906)	143.935.906	(143.935.906)	143.935.906
In the case of increasing / losing value of TRY by 10% against GBP				
7- GBP net asset / liability	235.629	(235.629)	235.629	(235.629)
8- Part of hedged from GBP risk (-)	-	-	-	-
9- GBP net effect (7+8)	235.629	(235.629)	235.629	(235.629)
TOTAL (3+6+9)	(69.346.112)	69.346.112	(69.346.112)	69.346.112

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Interest Rate Risk

The Group’s financial liabilities exposure the Group to interest rate risk. The Group’s financial liabilities mainly consist of fixed rate borrowings. As of 31 December 2025, according to the current balance sheet position, in the case of 1% decrease / increase and keeping fixed all the variables the Group’s net profit will increase / decrease TRY 14.089.254 (31 December 2024: TRY 2.859.304).

Risk of intensification of sales

During the reporting periods ending on 31 December 2025 and 2024, the risk of intensification of the Group's sales is due to sales from textile sector operations.

The sales activities of the Group are determined according to fluctuations in the domestic and overseas markets and competition conditions. It is taken care of not to concentrate on a specific sector, country, person and Group in terms of dissolving risks. Even so, as of 31 December 2025, the share of the largest buyer in the revenue from textile sector operations is 41,66% (31 December 2024: 38,53%). The customer mentioned is a major international supplier and the commercial relation between the customer and the Group has been maintained for many years.

The share of the largest buyers in the revenue from agriculture sector operations is 86,04% (31 September 2024: 83,02%). Domestic sales of dried fruits (risen, fig and apricot) produced by Menderes on contract manufacturing basis are made in accordance with the "Sales Agreement" signed with Osman Akça Tarım Ürünleri İthalat İhracat Sanayi ve Ticaret A.Ş., who is the related party of the Group and Osman Akça exports these products to different customers abroad.

Percentage of total sales of two buyers with the largest share in total sales of the Group is given below:

Textile:

Customer	01.01.- 31.12.2025	01.01.- 31.12.2024
A Company	41,66%	38,53%

Agriculture:

Customer	01.01.- 31.12.2025	01.01.- 31.12.2024
B Company	86,04%	83,02%

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As of 31 December 2025, amounts of assets and liabilities of the Group in foreign currency are as follows:

31.12.2025	TRY equivalent functional currency	USD	EUR	GBP
1. Trade Receivables	1.336.468.406	25.409.736	4.916.701	9.211
2a. Monetary Financial Assets (including cash and banks)	168.671.635	2.953.031	838.142	4
2b. Non-monetary financial assets	-	-	-	-
3. Other	-	-	-	-
4. Current Assets (1+2+3)	1.505.140.041	28.362.767	5.754.843	9.215
5. Trade Receivables	-	-	-	-
6a. Monetary financial receivables	-	-	-	-
6b. Non-monetary financial assets	-	-	-	-
7. Other	-	-	-	-
8. Non-Current Assets (5+6+7)	-	-	-	-
9. Total Assets (4+8)	1.505.140.041	28.362.767	5.754.843	9.215
10. Trade Payables	356.004.080	7.742.595	469.851	-
11. Financial Liabilities	1.285.009.725	6.973.854	19.566.101	-
12a. Other monetary financial liabilities	3.810.457	84.750	3.429	-
12b. Other non-monetary financial liabilities	-	-	-	-
13. Current Liabilities (10+11+12)	1.644.824.262	14.801.199	20.039.381	-
14. Trade Payables	-	-	-	-
15. Financial Liabilities	1.500.983.547	1.923.289	28.156.589	-
16a. Other monetary financial liabilities	-	-	-	-
16b. Other non-monetary financial liabilities	-	-	-	-
17. Non-Current Liabilities (14+15+16)	1.500.983.547	1.923.289	28.156.589	-
18. Total Liabilities	3.145.807.809	16.724.488	48.195.970	-
19. Net asset/(liabilities) position of off-balance sheet derivative instruments(19a-19b)	117.825.675	2.750.000	-	-
19a. Off-balance sheet foreign currency derivative assets	117.825.675	2.750.000	-	-
19b. Off-balance sheet foreign currency derivative liabilities	-	-	-	-
20. Net foreign currency asset / liabilities (9-18+19)	(1.522.842.092)	14.388.279	(42.441.127)	9.215
21. Net foreign currency asset / liability position of monetary items (IFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)	(1.640.667.767)	11.638.279	(42.441.127)	9.215
22. Fair value of derivative instruments used in foreign currency hedge	-	-	-	-
23. Exports	3.417.205.440	54.406.372	20.979.678	161.845
24. Imports	980.338.640	21.586.789	649.249	15.000

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As of 31 December 2024, amounts of assets and liabilities of the Group in foreign currency are as follows:

	Foreign currency position table TRY equivalent (functional currency) (indexed values)	TRY equivalent functional currency	USD	EUR	GBP
1. Trade Receivables	1.808.945.107	1.382.010.031	34.426.371	4.546.281	53.250
2a. Monetary Financial Assets (including cash and banks)	57.459.131	43.898.013	907.491	324.196	474
2b. Non-monetary financial assets	-	-	-	-	-
3. Other	-	-	-	-	-
4. Current Assets (1+2+3)	1.866.404.239	1.425.908.044	35.333.862	4.870.477	53.724
5. Trade Receivables	-	-	-	-	-
6a. Monetary financial receivables	-	-	-	-	-
6b. Non-monetary financial assets	-	-	-	-	-
7. Other	-	-	-	-	-
8. Non-Current Assets (5+6+7)	-	-	-	-	-
9. Total Assets (4+8)	1.866.404.239	1.425.908.044	35.333.862	4.870.477	53.724
10. Trade Payables	95.051.535	72.618.110	1.634.174	405.676	467
11. Financial Liabilities	1.031.119.603	787.761.679	8.966.661	12.805.445	-
12a. Other monetary financial liabilities	3.905.879	2.984.040	-	81.068	-
12b. Other non-monetary financial liabilities	-	-	-	-	-
13. Current Liabilities (10+11+12)	1.130.077.018	863.363.829	10.600.835	13.292.189	467
14. Trade Payables	-	-	-	-	-
15. Financial Liabilities	1.644.014.631	1.256.005.338	3.598.069	30.672.877	-
16a. Other monetary financial liabilities	-	-	-	-	-
16b. Other non-monetary financial liabilities	-	-	-	-	-
17. Non-Current Liabilities (14+15+16)	1.644.014.631	1.256.005.338	3.598.069	30.672.877	-
18. Total Liabilities	2.774.091.648	2.119.369.167	14.198.904	43.965.066	467
19. Net asset/(liabilities) position of off-balance sheet derivative instruments(19a-19b)	-	-	-	-	-
19a. Off-balance sheet foreign currency derivative assets	-	-	-	-	-
19b. Off-balance sheet foreign currency derivative liabilities	-	-	-	-	-
20. Net foreign currency asset / liabilities (9-18+19)	(907.687.410)	(693.461.123)	21.134.958	(39.094.589)	53.257
21. Net foreign currency asset / liability position of monetary items (IFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)	(907.687.410)	(693.461.123)	21.134.958	(39.094.589)	53.257
22. Fair value of derivative instruments used in foreign currency hedge	-	-	-	-	-
23. Exports	3.634.057.869	2.776.371.935	50.391.216	22.066.181	209.816
24. Imports	910.328.797	695.479.108	17.474.073	1.141.837	20.274

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NOTE 34 – FINANCIAL INSTRUMENTS (FAIR VALUE DISCLOSURES AND HEDGE ACCOUNTING DISCLOSURES)

Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced sale or liquidation, and is best evidenced by a quoted market price, if one exists. The estimated fair values of financial instruments have been determined by the Group using available markets information in Turkey and appropriate valuation methodologies. However, judgment is necessarily required to interpret market data to estimate the fair value. Accordingly, the estimates presented here in are not necessarily indicative of the amounts the Group could realize in a current market exchange:

The following methods and assumptions are utilized for the current values of financial instruments which are predictable in practice:

Financial Assets

Monetary assets for which fair value approximates carrying value:

- Balances denominated in foreign currencies are converted at period exchange rates.
- The fair value of certain financial assets carried at cost, including cash and cash equivalents are considered to approximate their respective carrying amounts in the financial statements.
- The carrying value of trade receivables, net of allowances for possible non-recovery of uncollectible are considered to approximate their fair values.

Financial Liabilities

Monetary liabilities for which fair value approximates carrying value:

- The fair value of short-term bank loans and other monetary liabilities are considered to approximate their respective carrying values due to their short-term nature.
- The fair values of long-term bank borrowings, which are denominated in foreign currencies and converted at period exchange rates, are considered to approximate their carrying values.
- The carrying amount of accounts payable and accrued expenses reported in the financial statements for estimated third party payer set TRY amounts approximates its fair values.

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Capital Risk Management

In capital management, the Group aims at enhancing profitability while keeping a reasonable leverage, on the other hand rendering sustainability in its operations.

The Group follows capital by using debt to equity ratio. This rate is found by dividing net debt to total equity. Net debt is calculated by deducting cash and cash equivalents from total payable amount (as shown in balance sheet, trade and other payables and loans). Total capital, as shown in balance sheet, is calculated by adding up equity and net debt.

As of 31 December 2025 and 31 December 2024, net debt / total equity ratio is as follows:

	31.12.2025	31.12.2024
Total debts	6.709.338.525	7.646.622.031
Liquid assets	(1.576.063.250)	(758.781.825)
Net debt	5.133.275.275	6.887.840.206
Total equity	15.064.272.092	15.039.246.017
Total capital	20.197.547.367	21.927.086.223
Net Debt/Total Capital Ratio	25%	31%

Fair Value Estimate

Classification of the group's financial assets and liabilities measured at fair value is represented below:

Level 1: Market price valuation techniques for the determined assets and liabilities traded in markets (unadjusted);

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly;

Level 3: Inputs for the asset or liability that are not based on observable market (unobservable inputs).

The group's assets/ (liabilities) measured at fair value are presented below:

31.12.2025	Level 1	Level 2
Assets		
Lands	-	1.154.305.000
Underground and above ground layouts	-	745.940.000
Buildings	-	2.243.493.808
Machinery, plant and devices	-	7.317.600.000
Derivative Instruments	-	20.828.575
31.12.2024	Level 1	Level 2
Assets		
Lands	-	1.252.850.922
Underground and above ground layouts	-	938.768.373
Buildings	-	2.755.331.856
Machinery, plant and devices	-	7.576.658.152

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As of 31 December 2025, the classes and fair values of financial instruments are as follows;

31.12.2025	Financial assets and liabilities shown at amortized value	Financial assets at fair value differences in income statement	Book Value	Note
Financial Assets				
Cash and cash equivalents	1.576.063.250	-	1.576.063.250	4
Financial investments	-	7.676.323	7.676.323	5
Trade receivables	1.701.357.949	-	1.701.357.949	7
Other receivables	42.715.308	-	42.715.308	9
Financial Liabilities				
Financial borrowings	3.304.745.434	-	3.304.745.434	8
Trade payables	1.138.218.238	-	1.138.218.238	7
Other payables	24.932.293	-	24.932.293	9

As of 31 December 2024, the classes and fair values of financial instruments are as follows;

31.12.2024	Financial assets and liabilities shown at amortized value	Financial assets at fair value differences in income statement	Book Value	Note
Financial Assets				
Cash and cash equivalents	758.781.825	-	758.781.825	4
Financial investments	31.745.206	-	31.745.206	5
Trade receivables	1.981.503.319	-	1.981.503.319	7
Other receivables	62.163.498	-	62.163.498	9
Financial Liabilities				
Financial borrowings	4.349.778.298	-	4.349.778.298	8
Trade payables	1.093.390.601	-	1.093.390.601	7
Other payables	29.808.064	-	29.808.064	9

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(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

NOTE 35 – GAINS /(LOSSES) ON NET MONETARY POSITION RELATED EXPLANATIONS

Non-monetary items	31 December 2025
Statement of financial position items	77.505.731
Inventories	342.443.357
Prepaid expenses (short term)	24.899.963
Investments subject to equity pick-up method	196.779.279
Investments in subsidiaries	63.856.963
Tangible assets	2.811.033.610
Intangible assets	38.093.396
Investment properties	433.038.790
Prepaid expenses (long term)	16.994.781
Issued capital	(1.651.001.330)
Share premiums/discounts	(114.411.557)
Accumulated other comprehensive income/(expenses) not to be reclassified on profit or loss	
- <i>Gain on revaluation of properties</i>	(815.654.831)
- <i>The movement schedule for gains/(losses)</i>	(1.873.018)
Restricted reserves	(56.871.165)
Retained earnings	(1.209.822.507)
Statement of profit or loss items	434.689.158
Revenue	(844.912.133)
Cost of sales	1.267.177.826
Research and development expense	4.611.095
Marketing expenses	41.736.357
General administrative expenses	31.179.067
Other operating income	(55.711.244)
Other operating expenses	22.598.853
Income from investing activities	(11.862.067)
Expense from investing activities	15.833.692
Financial income	(67.391.548)
Financial expenses	152.828.410
Tax expense for the period	(121.399.150)
ss	
Gains /(Losses) on Net Monetary Position	512.194.889

MENDERES TEKSTİL SANAYİ VE TİCARET ANONİM ŞİRKETİ
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(Amounts expressed in Turkish Lira (“TRY”) in terms of the purchasing power of the TRY at 31 December 2025, unless otherwise indicated.)

NOTE 36 – POST BALANCE SHEET EVENTS

Pursuant to the decision of the Company's Board of Directors dated 04.12.2025, numbered 2025/28, the registered capital ceiling of 1,250,000,000 TRY shall be increased to 5,000,000,000 TRY, and the validity period of the registered capital ceiling shall be extended to cover the years 2026-2030 (5 years). The Capital Markets Board and the General Directorate of Domestic Trade of the Ministry of Trade of the Republic of Turkey have deemed the amendments to Article 6 of the Company's Articles of Association, titled “Capital,” to be appropriate. The Draft Amendment to the Articles of Association will be submitted to the shareholders for approval at the next General Assembly meeting.

NOTE 37 – FEES FOR SERVICES RECEIVED FROM INDEPENDENT AUDITOR / INDEPENDENT AUDIT FIRMS

The explanation regarding the fees for the services provided by independent audit firms prepared in accordance with the POA's Resolution No. 1755 dated 25 March 2021 and No. 1755 and Resolution No. 1771 dated 26 March 2021 published in the Official Gazette No. 31439 dated 30 March 2021 (Repeated) is as follows:

	01.01.- 31.12.2025	01.01.- 31.12.2024
Independent audit fee for the reporting period		
Audit and assurance fee	3.800.000	3.534.093
Fees for other assurance services	70.000	65.446
	3.870.000	3.599.539