

KOÇ HOLDİNG A.Ş.

CONSOLIDATED FINANCIAL STATEMENTS

AT 31 DECEMBER 2024

TOGETHER WITH THE INDEPENDENT AUDITORS' REPORT

**(CONVENIENCE TRANSLATION INTO ENGLISH OF THE
INDEPENDENT AUDITORS' REPORT AND CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)**

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

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Koç Holding Anonim Şirketi

A) Report on the Audit of the Consolidated Financial Statements

1) Opinion

We have audited the consolidated financial statements of Koç Holding Anonim Şirketi ("the Company") and its subsidiaries ("the Group"), which comprise the consolidated statement of balance sheet as at December 31, 2024, and the consolidated statement of income and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at December 31, 2024, and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with the Turkish Financial Reporting Standards (TFRS).

2) Basis for Opinion

We conducted our audit in accordance with the Independent Auditing Standards (InAS) which are part of the Turkish Auditing Standards as issued by the Public Oversight Accounting and Auditing Standards Authority of Turkey (POA) and adopted within the framework of Capital Markets Board (CMB) regulations. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics for Independent Auditors (Code of Ethics) as issued by the POA and other ethical principles included in CMB legislation, and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

3) Other Matter

The consolidated financial statements of the Group prepared as of December 31, 2023 in accordance with TFRSs issued by POA were audited by another auditor who expressed an unqualified opinion on those consolidated financial statements in their report dated March 15, 2024.

As explained in Note 2.1.4 to the consolidated financial statements, EUR and USD amounts shown in the accompanying consolidated financial statements have been translated from Turkish Lira ("TL"), at the official EUR and USD bid rates announced by the Central Bank of the Republic of Turkey ("CBRT") at 31 December 2024 for the consolidated financial statements and they do not form part of the consolidated financial statements.



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4) Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our 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.

Key Audit Matters	How the Key Audit Matter Was Addressed in the Audit
<p>Application of the hyperinflationary accounting</p> <p>As stated in Note 2.1.2 to the consolidated financial statements, the Group has started to apply “TAS 29 Financial Reporting in Hyperinflation Economies” since the functional currency of the Group is the currency of a hyperinflationary economy as per TAS 29 as of December 31,2024.</p> <p>In accordance with TAS 29, consolidated financial statements and corresponding figures for previous periods have been restated for the changes in the general purchasing power of Turkish Lira and, as a result, are expressed in terms of purchasing power of Turkish Lira as of the reporting date.</p> <p>In accordance with the guidance in TAS 29, the Group utilised the Turkey consumer price indices to prepare inflation adjusted financial statements. The principles applied for inflation adjustment is explained in Note 2.1.2.</p> <p>Given the significance of the impact of TAS 29 on thereported result and financial position of the Group, we have assessed the hyperinflation accounting as a key audit matter.</p>	<p>Our audit procedures included the following;</p> <ul style="list-style-type: none"> - We inquired management responsible for financial reporting on the principles, which they have considered during the application of TAS 29, identification of non-monetary accounts and tested TAS 29 models designed, - We have tested the inputs and indices used, to ensure completeness and accuracy of the calculations, - We have audited the restatements of corresponding figures as required by TAS 29, - We assessed the adequacy of the disclosures in inflation adjusted financial statements for compliance with TAS 29.



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Key Audit Matters	How the Key Audit Matter Was Addressed in the Audit
<p>Business Combination</p> <p>In order to contribute to the Group's growth target in Europe, a contribution agreement has been signed between Arçelik A.Ş. and Whirlpool Corporation for the purpose of merging all of the production, sales and marketing subsidiaries of Arçelik A.Ş. and Whirlpool Corporation operating in Europe under a new company, Beko Europe BV, in which Arçelik will have 75% controlling interest and Whirlpool Corporation will have 25% non-controlling interest.</p> <p>The values of identifiable assets and liabilities arising on the accounting for the acquisition and the gain on bargain purchase are significant to the consolidated financial statements. However, in the allocation of the purchase price, the Group Management has made significant estimates and assumptions, such as discount rates and growth rates, using valuation experts. The fair values calculated as a result of these estimates and assumptions had a significant impact on the Group's consolidated statement of financial position. For these reasons, business combination accounting is an important matter for our audit.</p> <p>The Group's accounting policies and related disclosures regarding the accounting for business combinations are disclosed in Notes 2.4 and 3.</p>	<p>During our audit, we performed the following audit procedures related to the accounting for the business combination:</p> <ul style="list-style-type: none"> - Review of the contribution agreement and assessment of the effects on the accounting for the transaction, - Perform of procedures in accordance with the relevant auditing standards regarding the audit of the balance sheet, which is the basis for the allocation of the purchase price for the transaction, - Including our valuation experts, inquiring about the completeness, measurement method and accuracy of the tangible and intangible assets considered during the purchase price allocation study, - Assessment of the appropriateness of key assumptions, such as discount rates and growth rates, used in the Group's valuation of the purchase price allocation, including our valuation experts, - Evaluation of the future plans and explanations used in these studies within the framework of macroeconomic data by conducting interviews with the Group management, - Evaluation of the adequacy of the disclosures in the notes to the consolidated financial statements regarding the business combination.



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Key Audit Matters	How the Key Audit Matter Was Addressed in the Audit
<p>Impairment tests of brand and goodwill</p> <p>The carrying value of brands and goodwill which are accounted for under indefinite-life intangible assets amounted to TL21.778 million and TL69.660 million, respectively, in the consolidated financial statements as of 31 December 2024. In accordance with TFRS, these indefinite-life intangible assets should be tested for impairment annually.</p> <p>Brands and goodwill are material to the consolidated financial statements. In addition, significant judgements and estimates are used in the impairment tests performed by management. These are, for goodwill impairment tests; earnings before interest, tax, depreciation and amortization ("EBITDA") growth forecasts, long term growth rates and discount rates and in addition to these, royalty rates used in the relief from royalty method for the brand impairment tests. The outcome of such estimates is very sensitive to changes in market conditions. Therefore, these impairment tests are key matters for our audit.</p> <p>Please refer to notes 2.4, 2.5, 14 and 15 for the relevant disclosures, including the accounting policy and sensitivity analysis of indefinite life intangible assets.</p>	<p>We performed the following auditing procedures in relation to the impairment tests of brands and goodwill:</p> <ul style="list-style-type: none"> - Evaluation of the appropriateness of the cash generating units determined by management, - Evaluation of management forecasts and future plans based on macroeconomic information for each relevant cash generating unit by discussion with Group management, - Assessing whether future cash flows are based on the strategic plan prepared by management, - Through involvement of our valuation specialists, assessing the reasonableness of key assumptions, including long term growth rates, discount rates and royalty rates and benchmarking these against rates used in the durable goods and consumer electronics industries, - Testing of the setup of the discounted cash flow models and their mathematical accuracy, - Assessing management's sensitivity analysis for key assumptions, - Testing of the disclosures in the consolidated financial statements in relation to indefinite-life intangible assets and evaluating the adequacy of these disclosures for TFRS' requirements.



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Key Audit Matters	How the Key Audit Matter Was Addressed in the Audit
Yapı ve Kredi Bankası A.Ş. ("YKB") - Valuation of Pension Fund ("Pension Fund") obligations	
<p>The Group has recognized a provision amounting to TL12.991 million related to the obligations of Yapı Kredi Bankası A.Ş. ("YKB") under the long-term provisions account in its consolidated financial statements as of December 31, 2024.</p> <p>The provision amount recognized for the obligations is significant in terms of YKB and, consequently, Koç Holding's consolidated financial statements. In addition, the total provision for the obligations is calculated using separate methods and assumptions for the transferable benefits and additional benefits that will remain under the responsibility of the Fund. These assumptions include transferable social benefits, discount rates, salary increases, and economic and demographic expectations used in the calculations of pension fund obligations. The estimates and assumptions used are highly sensitive to expected future market conditions. Due to these reasons, along with the uncertainty at the transfer date of the Fund, the legal determination of the technical interest rate, and the potential variations in these assumptions affecting the Fund's obligations, the recognition of provisions related to the Fund's obligations is a significant matter in our audit.</p> <p>The Group's accounting policies regarding these provisions and the related disclosures are presented in Notes 2.4, 2.5, and 19.</p>	<p>During our audit, the following audit procedures were performed regarding the recognition of provisions related to the Fund's obligations:</p> <ul style="list-style-type: none">- Testing the accuracy of the retirement and employee data provided to an external actuarial firm by YKB management through sampling in the calculations of the Fund's obligations.- Testing the existence and valuation of the assets included in the Fund's balance sheet.- Evaluating whether there have been significant changes in the actuarial assumptions used in the calculations, the benefits provided to employees during the period, the plan assets and liabilities, and the regulations and standards related to valuations.- Assessing the reasonableness of the assumptions and valuations used in calculating the obligation by external actuaries through our actuarial experts.- Evaluating the adequacy of the disclosures made regarding the Fund in the Group's consolidated financial statements.



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Key Audit Matters	How the Key Audit Matter Was Addressed in the Audit
<p>Measurement and Recognition of Impairment of Receivables Related to Financial Sector Activities under the "TFRS 9 Financial Instruments" Standard ('TFRS 9')</p> <p>In the Group's consolidated financial statements as of December 31, 2024, there are gross loans and receivables amounting to TL1.364.083 million from YKB, along with an impairment provision of TL48.638 million related to these receivables.</p> <p>The balance sheet and off-balance sheet financial assets subject to expected credit loss calculations are significant in terms of the financial statements. The classification of financial instruments under the relevant standard is based on the business model used by the Group and the characteristics of the contractual cash flows. Significant estimates and assumptions are utilized in determining the business model and identifying the cash flow characteristics of the contracts. The policies established by management for calculating expected credit losses carry various risks regarding their compliance with regulations and other practices.</p> <p>Considering the reasons outlined above and the comprehensive and complex disclosure requirements, this area has been evaluated as a key audit matter.</p> <p>The accounting policies related to the expected credit loss provision for loans and receivables and the related disclosures are presented in Notes 2.4, 2.5, and 10.</p>	<p>During our audit, the following audit procedures were performed regarding the recognition of receivables from financial sector activities:</p> <ul style="list-style-type: none"> - Evaluating the compliance of the accounting policies applied with TFRS 9, the Group's historical performance, and local and global practices. - Understanding the policies, procedures, and management principles established for the classification of loans according to the stages under TFRS 9 and the calculation of expected loss provisions, and testing the design and operational effectiveness of the controls performed by management in these processes. - Assessing whether the key judgments, estimates, and methods used in calculating expected losses determined by management are reasonable and appropriate, considering standard requirements, industry norms, and global practices. - Testing the criteria used to determine cash flows based solely on principal and interest payments related to the principal balance through sampling, and evaluating the appropriateness of these criteria in relation to the Group's business model. - Reviewing the Group's classification and measurement models for financial instruments and comparing them with the requirements of the standard. - Evaluating the appropriateness of key and significant estimates and assumptions related to the significant increase in credit risk, definitions of default and restructuring, probability of default, loss given default, default amount, and macroeconomic variables, as assessed by financial risk management experts, in relation to the Group's historical performance, regulations, and other processes involving future forecasts, along with examining selected credit files through sampling.



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5) 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 TFRS, 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.

6) Auditor's Responsibilities for the Audit of the consolidated Financial Statements

In an independent audit, our responsibilities as the auditors are:

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 standards on auditing as issued by the Capital Markets Board of Turkey and InAS 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 standards on auditing as issued by the Capital Markets Board of Turkey and InAS, 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.



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- 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.

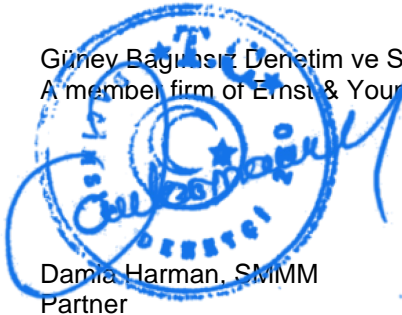
From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law 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 February 18, 2025.
- 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 2024 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.

The name of the engagement partner who supervised and concluded this audit is Damla Harman.

Güney Bağcıoğlu Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi
A member firm of Ernst & Young Global Limited



Damla Harman, SMMM
Partner

February 18, 2025
İstanbul, Türkiye

CONVENIENCE TRANSLATION INTO ENGLISH OF THE CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH (NOTE 2.6)

KOÇ HOLDİNG A.Ş.

**CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR
1 JANUARY- 31 DECEMBER 2024**

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CONVENIENCE TRANSLATION INTO ENGLISH OF THE CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH (NOTE 2.6)

KOÇ HOLDİNG A.Ş.

**CONSOLIDATED BALANCE SHEETS
AT 31 DECEMBER 2024 AND 2023**

(Amounts on tables expressed in million of Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

	Notes	2024 (*) Million EUR	2024 (*) Million USD	Audited 2024 Million TL	Audited 2023 Million TL
ASSETS					
Current assets:					
Cash and cash equivalents	5	8.360	8.721	307.172	417.840
Balances with the Central Bank of the Republic of Turkey	6	10.014	10.446	367.960	348.846
Financial assets	7	1.577	1.645	57.958	56.344
Trade receivables	9	4.961	5.175	182.259	207.100
- Related parties	9	416	434	15.270	15.999
- Third parties	9	4.545	4.741	166.989	191.101
Receivables from finance sector operations	10	27.406	28.589	1.006.984	1.006.132
Derivative instruments	11	239	250	8.797	15.112
Inventories	12	4.524	4.719	166.226	167.231
Other receivables	21	525	548	19.289	31.661
Other current assets	22	6.043	6.304	222.039	213.887
		63.649	66.397	2.338.684	2.464.153
Assets held for sale		-	-	-	8.160
Total current assets		63.649	66.397	2.338.684	2.472.313
Non-current assets:					
Financial assets	7	13.010	13.572	478.033	560.409
Investments accounted for using the equity method	8	2.711	2.828	99.618	99.685
Trade receivables	9	36	37	1.305	1.460
- Third parties	9	36	37	1.305	1.460
Receivables from finance sector operations	10	9.149	9.544	336.171	379.904
Derivative instruments	11	270	282	9.937	19.758
Investment properties		75	78	2.764	3.585
Property, plant and equipment	13	11.590	12.090	425.860	398.275
Intangible assets		4.142	4.321	152.173	139.473
- Goodwill	14	1.896	1.978	69.660	70.022
- Other intangible assets	15	2.246	2.343	82.513	69.451
Deferred tax assets	18	827	863	30.398	29.315
Other non-current assets	22	904	943	33.209	23.567
Total non-current assets		42.714	44.558	1.569.468	1.655.431
Total assets		106.363	110.955	3.908.152	4.127.744

(*) Euro ("EUR") and US Dollar ("USD") amounts presented above have been translated from Turkish Lira ("TL") for convenience purposes only, at the official TL bid rate announced by the Central Bank of the Republic of Turkey ("CBRT") effective as of 31 December 2024, and therefore do not form part of these consolidated financial statements (Note 2.1.4).

These consolidated financial statements as of and for the year ended 31 December 2024 have been approved for issue by the Board of Directors ("BOD") on 18 February 2025. These consolidated financial statements will be finalised following their approval in the General Assembly.

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

CONVENIENCE TRANSLATION INTO ENGLISH OF THE CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH (NOTE 2.6)

KOÇ HOLDİNG A.Ş.

**CONSOLIDATED BALANCE SHEETS
AT 31 DECEMBER 2024 AND 2023**

(Amounts on tables expressed in million of Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

	Notes	2024 (*) Million EUR	2024 (*) Million USD	Audited 2024 Million TL	Audited 2023 Million TL
LIABILITIES					
Current liabilities:					
Short term borrowings	16	7.534	7.859	276.806	277.862
Short term portion of long-term borrowings	16	6.791	7.084	249.531	243.967
Trade payables	9	6.820	7.114	250.577	269.482
- Related parties	9	398	415	14.609	16.923
- Third parties	9	6.422	6.699	235.968	252.559
Payables of finance sector operations	17	41.595	43.389	1.528.303	1.625.666
Derivative instruments	11	426	445	15.671	5.621
Current income tax liabilities	18	97	101	3.568	10.502
Short term provisions	20	526	549	19.322	15.759
Other payables	21	1.388	1.448	50.995	43.659
Other current liabilities	22	5.707	5.959	209.880	195.337
		70.884	73.948	2.604.653	2.687.855
Liabilities related to assets held for sale		-	-	-	5.988
Total current liabilities		70.884	73.948	2.604.653	2.693.843
Non-current liabilities:					
Long term borrowings	16	9.607	10.021	352.987	357.184
Payables of finance sector operations	17	362	378	13.298	14.608
Derivative instruments	11	189	197	6.929	14.006
Deferred tax liabilities	18	658	687	24.195	21.915
Long term provisions		931	972	34.208	38.351
- Long term provisions for employee benefits	19	792	827	29.113	31.001
- Other long-term provisions	20	139	145	5.095	7.350
Other non-current liabilities	22	360	375	13.218	14.331
Total non-current liabilities		12.107	12.630	444.835	460.395
Total liabilities		82.991	86.578	3.049.488	3.154.238
Equity:					
Paid-in share capital	23	69	72	2.536	2.536
Adjustment to share capital	23	1.876	1.957	68.921	68.921
Treasury shares	23	(2)	(3)	(90)	(90)
Share premium	23	9	9	331	331
Other comprehensive income/(expense) not to be reclassified to profit or loss	23	(364)	(380)	(13.388)	(11.005)
Other comprehensive income/(expense) to be reclassified to profit or loss	23	(454)	(474)	(16.686)	11.561
Restricted reserves	23	415	432	15.231	15.231
Prior years' income		12.804	13.357	470.474	390.742
Profit for the period		37	37	1.306	108.176
Equity holders of the parent		14.390	15.007	528.635	586.403
Non-controlling interests		8.982	9.370	330.029	387.103
Total equity		23.372	24.377	858.664	973.506
Total liabilities and equity		106.363	110.955	3.908.152	4.127.744
Commitments and contingent liabilities					
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(*) EUR and USD amounts presented above have been translated from TL for convenience purposes only, at the official TL bid rate announced by the CBRT effective as of 31 December 2024, and therefore do not form part of these consolidated financial statements (Note 2.1.4).

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

CONVENIENCE TRANSLATION INTO ENGLISH OF THE CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH (NOTE 2.6)

KOÇ HOLDİNG A.Ş.

**CONSOLIDATED STATEMENTS OF INCOME
FOR THE YEARS ENDED 31 DECEMBER 2024 AND 2023**

(Amounts on tables expressed in million of Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

	Notes	2024 (*) Million EUR	2024 (*) Million USD	Audited 2024 Million TL	Audited 2023 Million TL
Revenue	24	43.859	45.751	1.611.489	1.760.013
Revenue from finance sector operations	24	19.226	20.055	706.418	556.760
Total revenue	4	63.085	65.806	2.317.907	2.316.773
Cost of sales	25	(37.735)	(39.363)	(1.386.482)	(1.437.943)
Cost of finance sector operations	25	(16.427)	(17.136)	(603.590)	(335.031)
Total costs		(54.162)	(56.499)	(1.990.072)	(1.772.974)
Gross profit (non-finance)		6.124	6.388	225.007	322.070
Gross profit (finance)		2.799	2.919	102.828	221.729
Gross profit		8.923	9.307	327.835	543.799
Marketing expenses	25	(3.003)	(3.133)	(110.352)	(96.787)
General administrative expenses	25	(3.605)	(3.761)	(132.466)	(126.707)
Research and development expenses	25	(187)	(196)	(6.886)	(4.685)
Other operating income	26	1.577	1.645	57.949	55.258
Other operating expenses	26	(1.887)	(1.969)	(69.329)	(93.764)
Share of profit/loss of investments accounted for using the equity method	8	561	585	20.615	44.353
Operating profit	4	2.379	2.478	87.366	321.467
Gains from investment activities	27	94	98	3.448	1.878
Losses from investment activities	27	(26)	(27)	(945)	(188)
Operating profit before financial income/(expense)		2.447	2.549	89.869	323.157
Financial income	28	2.093	2.183	76.886	103.374
Financial expense	28	(2.770)	(2.888)	(101.747)	(138.858)
Net monetary position gains/(losses)	36	(1.042)	(1.087)	(38.296)	(58.780)
Profit before tax	4	728	757	26.712	228.893
Tax expense		(871)	(907)	(32.000)	(50.478)
- Current income tax expense	18	(388)	(404)	(14.242)	(45.179)
- Deferred tax expense	18	(483)	(503)	(17.758)	(5.299)
Profit/(loss) for the period		(143)	(150)	(5.288)	178.415
Attributable to:					
Non-controlling interests	4	(179)	(187)	(6.594)	70.239
Equity holders of the parent	4	36	37	1.306	108.176
Earnings per share (Kr)	35			0,515	42,673

(*) EUR and USD amounts presented above have been translated from TL for convenience purposes only, at the official TL bid rate announced by the CBRT effective as of 31 December 2024, and therefore do not form part of these consolidated financial statements (Note 2.1.4).

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

CONVENIENCE TRANSLATION INTO ENGLISH OF THE CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH (NOTE 2.6)

KOÇ HOLDİNG A.Ş.

CONSOLIDATED STATEMENTS OF OTHER COMPREHENSIVE INCOME FOR THE YEARS ENDED 31 DECEMBER 2024 AND 2023

(Amounts on tables expressed in million of Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

	2024 (*) Million EUR	2024 (*) Million USD	<i>Audited</i> 2024 Million TL	<i>Audited</i> 2023 Million TL
Profit for the period	(143)	(150)	(5.288)	178.415
Other comprehensive income:				
Items not to be reclassified to profit/loss	(142)	(148)	(5.214)	(11.657)
Gains/(losses) on remeasurements of defined benefit plans	(135)	(141)	(4.953)	(12.116)
Share of other comprehensive income/(expenses) of investments accounted for using the equity method	(7)	(7)	(261)	459
Taxes relating to other comprehensive income not to be reclassified to profit/(loss)	38	39	1.380	2.973
Gains/(losses) on remeasurements of defined benefit plans, tax effect	38	39	1.380	2.973
Items to be reclassified to profit/loss	(1.606)	(1.675)	(58.982)	(53.069)
Currency translation differences	(663)	(692)	(24.359)	(5.272)
Gains/(losses) on financial assets measured at fair value through other comprehensive income	(587)	(612)	(21.557)	(22.434)
Gains/(losses) on hedges of net investments in foreign operations	(147)	(154)	(5.412)	(17.805)
Gains/(losses) on cash flow hedges	(106)	(110)	(3.888)	(839)
Share of other comprehensive income/(expenses) of investments accounted for using the equity method	(103)	(107)	(3.766)	(6.719)
Taxes relating to other comprehensive income to be reclassified to profit/loss	216	226	7.944	11.199
Gains/(losses) on financial assets measured at fair value through other comprehensive income, tax effect	143	149	5.238	6.520
Gains/(losses) on hedges of net investments in foreign operations, tax effect	40	42	1.487	4.050
Gains/(losses) on cash flow hedges, tax effect	33	35	1.219	629
Other comprehensive income	(1.494)	(1.558)	(54.872)	(50.554)
Total comprehensive income	(1.637)	(1.708)	(60.160)	127.861
Attributable to:				
Non-controlling interest	(848)	(885)	(31.173)	48.354
Equity holders of the parent	(789)	(823)	(28.987)	79.507

(*) EUR and USD amounts presented above have been translated from TL for convenience purposes only, at the official TL bid rate announced by the CBRT effective as of 31 December 2024, and therefore do not form part of these consolidated financial statements (Note 2.1.4).

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

CONVENIENCE TRANSLATION INTO ENGLISH OF THE CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH
(NOTE 2.6)

KOÇ HOLDİNG A.Ş.

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE YEARS ENDED 31 DECEMBER 2024 AND 2023

(Amounts on tables expressed in million of Turkish Lira (“TL”) in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

					Items not to be reclassified to profit/loss		Items to be reclassified to profit/loss			Retained earnings				
	Paid-in share capital	Adjustment to share capital	Treasury shares	Share premium	Gains/(losses) on remeasurement of defined benefit plans	Currency translation differences	Gains/(losses) on hedge	Gains/(losses) on financial assets measured at fair value through other comprehensive income	Restricted reserves	Prior years’ income	Profit for the period	Equity holders of the parent	Non- controlling interests	Total equity
Balances at 1 January 2023 - previously reported	2.536	68.921	(90)	331	(6.841)	29.904	(9.461)	19.845	7.289	310.717	104.909	528.060	352.556	880.616
Restatement impact (Note 2.1.3)	-	-	-	-	-	(1.939)	-	-	-	3.069	-	1.130	(1.130)	-
Balances at 1 January 2023 - restated	2.536	68.921	(90)	331	(6.841)	27.965	(9.461)	19.845	7.289	313.786	104.909	529.190	351.426	880.616
Transfers	-	-	-	-	-	-	-	-	7.942	96.967	(104.909)	-	-	-
Dividends paid	-	-	-	-	-	-	-	-	-	(13.746)	-	(13.746)	(35.364)	(49.110)
Transactions with non-controlling interests	-	-	-	-	347	(1.578)	113	(1.165)	-	(6.265)	-	(8.548)	22.687	14.139
Total comprehensive income/(expense)	-	-	-	-	(4.511)	(1.635)	(13.928)	(8.595)	-	-	108.176	79.507	48.354	127.861
Balances at 31 December 2023	2.536	68.921	(90)	331	(11.005)	24.752	(23.276)	10.085	15.231	390.742	108.176	586.403	387.103	973.506
Balances at 1 January 2024	2.536	68.921	(90)	331	(11.005)	24.752	(23.276)	10.085	15.231	390.742	108.176	586.403	387.103	973.506
Transfers	-	-	-	-	-	-	-	-	-	108.176	(108.176)	-	-	-
Dividends paid	-	-	-	-	-	-	-	-	-	(27.326)	-	(27.326)	(32.486)	(59.812)
Acquisition of a subsidiary (Note 3)	-	-	-	-	-	-	-	-	-	-	-	-	6.568	6.568
Transactions with non-controlling interests	-	-	-	-	-	(454)	-	-	-	(1.118)	-	(1.572)	2.009	437
Disposal of subsidiaries	-	-	-	-	27	-	90	-	-	-	-	117	(1.992)	(1.875)
Total comprehensive income/(expense)	-	-	-	-	(2.410)	(15.002)	(2.829)	(10.052)	-	-	1.306	(28.987)	(31.173)	(60.160)
Balances at 31 December 2024	2.536	68.921	(90)	331	(13.388)	9.296	(26.015)	33	15.231	470.474	1.306	528.635	330.029	858.664

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

CONVENIENCE TRANSLATION INTO ENGLISH OF THE CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH (NOTE 2.6)

KOÇ HOLDİNG A.Ş.

**CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED 31 DECEMBER 2024 AND 2023**

(Amounts on tables expressed in million of Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

	Notes	(*) 2024 Million EUR	(*) 2024 Million USD	Audited 2024 Million TL	Audited 2023 Million TL
A. Cash Flows From Operating Activities:					
Profit/(loss) for the period		(143)	(150)	(5.288)	178.415
Adjustments to reconcile profit for the period:					
Tax (income)/expense	18	871	907	32.000	50.478
Undistributed profits of investments accounted for using the equity method	8	(561)	(585)	(20.615)	(44.353)
Depreciation and amortisation	4	1.586	1.654	58.268	44.197
Adjustments for provisions	37	(122)	(128)	(4.501)	4.317
Adjustments for impairment loss/(reversal of impairment loss)	37	1.298	1.354	47.687	42.452
Adjustments for non-finance sector interest (income)/expenses, net	28	221	230	8.114	10.617
Adjustments for finance sector interest (income)/expenses		(1.687)	(1.759)	(61.969)	(41.471)
Fair value losses/(gains) on derivative instruments		106	111	3.893	(16.043)
Fair value losses/(gains) on financial investments	27	-	-	-	(193)
Unrealised foreign exchange losses/(gains)		1.540	1.607	56.594	115.494
- Exchange (gains)/losses on borrowings, net		4.983	5.198	183.098	328.449
- Exchange (gains)/losses on cash and cash equivalents, net		(1.111)	(1.159)	(40.828)	(114.221)
- Exchange (gains)/losses on financial investments, net		(2.332)	(2.432)	(85.676)	(98.734)
Losses/(gains) on disposal of Subsidiaries	27	(37)	(39)	(1.358)	-
Losses/(gains) on disposal of non-current assets	27	7	7	240	(557)
Losses/(gains) on disposal of financial investments	27	-	-	-	(388)
Adjustments for dividend income	27	(6)	(6)	(209)	(135)
Adjustments for gain on bargain purchase	26	(471)	(491)	(17.306)	-
Other adjustments for profit/(loss) reconciliation		(17)	(18)	(629)	-
Adjustments for monetary position gain/(loss)		2.661	2.776	97.789	131.132
Changes in net working capital	37	(2.037)	(2.128)	(74.940)	47.145
Income taxes refund/(paid)		(563)	(587)	(20.686)	(46.786)
Dividends received from Joint Ventures and Associates, net	8	523	546	19.224	15.144
Total cash flows from operating activities		3.169	3.301	116.308	489.465
B. Cash Flows From Investing Activities:					
Cash outflows from purchases of property, plant and equipment and intangible assets	4	(2.665)	(2.780)	(97.925)	(98.575)
Cash inflows from sale of property, plant and equipment and intangible assets		786	820	28.888	22.483
Cash inflows from disposal of Subsidiaries		78	81	2.862	-
Cash outflows from acquisition/payments to gain control of Subsidiaries, net		99	103	3.638	(2.987)
Cash inflows from sale of shares of Subsidiaries without a change of control		-	-	-	12.194
Cash outflows from acquisition of additional interest in Subsidiaries		-	-	-	(1.403)
Cash outflows from acquisition of interest/capital increase in financial investments		(52)	(54)	(1.893)	(4.188)
Cash inflows from sale of shares of financial investments		-	-	-	452
Cash outflows from capital increase of Joint Ventures	8	(45)	(47)	(1.661)	(501)
Dividends received	27	6	6	209	135
Other cash inflows/(outflows)		(1.510)	(1.575)	(55.490)	(166.502)
- Cash outflows from purchase/sale of financial assets measured at fair value through other comprehensive income and measured at amortised cost, net		(1.510)	(1.575)	(55.490)	(166.502)
Total cash flows from investing activities		(3.303)	(3.446)	(121.372)	(238.892)
C. Cash Flows From Financing Activities:					
Dividends paid		(1.628)	(1.698)	(59.812)	(49.110)
Cash inflows from borrowings	16	15.373	16.036	564.846	501.430
Cash outflows from repayments of borrowings	16	(12.832)	(13.386)	(471.493)	(471.475)
Cash inflows/(outflows) from derivative instruments, net		(244)	(254)	(8.964)	11.715
Cash outflows from payments of lease liabilities	16	(212)	(221)	(7.779)	(6.070)
Transactions with non-controlling interests		(97)	(101)	(3.547)	-
Non-finance sectors interest paid		(1.163)	(1.213)	(42.719)	(35.670)
Non-finance sectors interest received		1.063	1.109	39.065	24.036
Total cash flows from financing activities		260	272	9.597	(25.144)
Inflation impact on cash and cash equivalents		(4.714)	(4.917)	(173.191)	(255.166)
Impact of exchange rate changes on cash and cash equivalents		1.111	1.159	40.828	114.221
Net increase/(decrease) in cash and cash equivalents		(3.477)	(3.631)	(127.830)	84.484
Cash and cash equivalents at the beginning of the period		17.192	17.934	631.689	547.205
Cash and cash equivalents at the end of the period	37	13.715	14.303	503.859	631.689

(*) EUR and USD amounts presented above have been translated from TL for convenience purposes only, at the EUR and USD average CBRT bid rates for the year ended 31 December 2024, and therefore do not form part of these consolidated financial statements (Note 2.1.4).

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

CONVENIENCE TRANSLATION INTO ENGLISH OF THE CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH (NOTE 2.6)

KOÇ HOLDİNG A.Ş.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

(Amounts on tables expressed in million of Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

NOTE 1 - GROUP'S ORGANISATION AND NATURE OF OPERATIONS

Koç Holding A.Ş. ("Koç Holding") was established on 11 December 1963 in Turkey. Koç Holding's business activities include ensuring the establishment of participating in various companies and promoting the achievements of these companies; ensuring a more profitable, efficient management appropriate for current conditions and creating common service areas and therefore lightening the financial burden of these services on the companies.

Total end of period and average number of personnel employed by the Parent Company Koç Holding, its Subsidiaries and Joint Ventures (together referred as the "Group") by their categories are as follows:

	End of Period		Average	
	2024	2023	2024	2023
Monthly paid	55.891	53.722	57.721	53.514
Hourly paid	74.869	65.656	75.356	66.018
Total number of personnel	130.760	119.378	133.077	119.532

The registered address of Koç Holding is as follows:
Nakkaştepe Azizbey Sok. No: 1
Kuzguncuk-İSTANBUL

Koç Holding is subject to regulations of the Capital Markets Board ("CMB") and its shares have been quoted on the Borsa İstanbul ("BIST") since 10 January 1986. As of 31 December 2024, shareholding structure of Koç Holding is as follows:

	%
Companies owned by Koç Family members	45,14
Koç Family members (Note 23)	18,33
Vehbi Koç Vakfı	7,26
Koç Holding Emekli ve Yardım Sandığı Vakfı	2,35
Other (*)	26,92
	100,00

(*) Includes treasury shares of 0,04% as of 31 December 2024 (Note 23).

Koç Holding is organised mainly in Turkey under five core business segments:

- Energy
- Automotive
- Consumer durables
- Finance
- Other (*)

(*) Other operations of Group mainly comprise of food, retail, tourism, information technologies, ship construction and healthcare, none of which are of a sufficient size to be reported separately.

CONVENIENCE TRANSLATION INTO ENGLISH OF THE CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH (NOTE 2.6)

KOÇ HOLDİNG A.Ş.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

(Amounts on tables expressed in million of Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

NOTE 1 - GROUP'S ORGANISATION AND NATURE OF OPERATIONS (Continued)

The subsidiaries ("Subsidiaries"), the joint ventures ("Joint Ventures") and the associates ("Associates") included in the consolidation scope of Koç Holding, their country of incorporation, nature of business and their respective business segments are as follows:

Energy Sector

Country of Subsidiaries	Nature of incorporation	business
Adalar Tankercilik A.Ş. ("Adalar Tankercilik") ⁽¹⁾	Turkey	Petroleum Shipping
Akpa Dayanıklı Tüketim LPG ve Akaryakıt Ürünleri Pazarlama A.Ş. ("Akpa")	Turkey	Marketing
Anadoluhisari Tankercilik A.Ş. ("Anadoluhisari Tankercilik")	Turkey	Petroleum Shipping
Aygaz A.Ş. ("Aygaz")	Turkey	LPG
Aygaz Doğal Gaz İletim A.Ş. ("Aygaz İletim")	Turkey	Natural Gas
Aygaz Doğal Gaz Toptan Satış A.Ş. ("Aygaz Toptan Satış")	Turkey	Natural Gas
Bakırköy Tankercilik A.Ş. ("Bakırköy Tankercilik")	Turkey	Petroleum Shipping
Bal Kaynak Su İhracat İthalat San. ve Tic. A.Ş. ("Bal Kaynak Su")	Turkey	Trading of Water Products
Balat Tankercilik A.Ş. ("Balat Tankercilik")	Turkey	Petroleum Shipping
Bebek Shipping S.A. ("Bebek Shipping") ⁽¹⁾	Panama	Petroleum Shipping
Beykoz Tankercilik A.Ş. ("Beykoz Tankercilik")	Turkey	Petroleum Shipping
Çengelköy Tankercilik A.Ş. ("Çengelköy Tankercilik")	Turkey	Petroleum Shipping
Ditaş Deniz İşletmeciliği ve Tic. A.Ş. ("Ditaş")	Turkey	Petroleum Shipping
Enerji Yatırımları A.Ş. ("Enerji Yatırımları")	Turkey	Investment
Eltek Elektrik Enerjisi İthalat İhracat ve Toptan Ticaret A.Ş. ("Eltek")	Turkey	Power Generation
Enspire Enerji Yatırımları ve Hizmetleri A.Ş. ("Enspire Enerji")	Turkey	Power Generation
Enkar Doğal Enerji Üretim ve Sanayi Ticaret A.Ş. ("Enkar Enerji")	Turkey	Power Generation
Entek Elektrik Üretimi A.Ş. ("Entek")	Turkey	Power Generation
Esinti Enerji Üretim Ticaret ve Sanayi A.Ş. ("Esinti Enerji")	Turkey	Power Generation
Florya Tankercilik A.Ş. ("Florya Tankercilik")	Turkey	Petroleum Shipping
Göztepe Tankercilik A.Ş. ("Göztepe Tankercilik")	Turkey	Petroleum Shipping
Kadıköy Tankercilik A.Ş. ("Kadıköy Tankercilik")	Turkey	Petroleum Shipping
Kandilli Tankercilik A.Ş. ("Kandilli Tankercilik")	Turkey	Petroleum Shipping
Karaköy Tankercilik A.Ş. ("Karaköy Tankercilik")	Turkey	Petroleum Shipping
Karşıyaka Tankercilik A.Ş. ("Karşıyaka Tankercilik")	Turkey	Petroleum Shipping
Kartal Tankercilik A.Ş. ("Kartal Tankercilik")	Turkey	Petroleum Shipping
Körfez Ulaştırma A.Ş. ("Körfez")	Turkey	Air, Sea, Road and Railway Transportation
Kuleli Tankercilik A.Ş. ("Kuleli Tankercilik")	Turkey	Petroleum Shipping
Kuruçesme Tankercilik A.Ş. ("Kuruçesme Tankercilik")	Turkey	Petroleum Shipping
Kuzguncuk Tankercilik A.Ş. ("Kuzguncuk Tankercilik")	Turkey	Petroleum Shipping
Maltepe Tankercilik A.Ş. ("Maltepe Tankercilik")	Turkey	Petroleum Shipping
Pendik Tankercilik A.Ş. ("Pendik Tankercilik")	Turkey	Petroleum Shipping
Salacak Tankercilik A.Ş. ("Salacak Tankercilik")	Turkey	Petroleum Shipping
Sarıyer Tankercilik A.Ş. ("Sarıyer Tankercilik")	Turkey	Petroleum Shipping
T Damla Denizcilik A.Ş. ("T Damla Denizcilik")	Turkey	Mooring and Tug Service
Tarabya Tankercilik A.Ş. ("Tarabya Tankercilik")	Turkey	Petroleum Shipping
Tuzla Tankercilik A.Ş. ("Tuzla Tankercilik")	Turkey	Petroleum Shipping
Türkiye Petrol Rafinerileri A.Ş. ("Tüpraş")	Turkey	Production and Trading of Petroleum Products
Tüpraş Enerji Girişimleri A.Ş. ("Tüpraş Ventures")	Turkey	Technology And Venture Investments
Tüpraş Trading Ltd. ("Tüpraş Trading")	The UK	Petroleum Products Trading
Üsküdar Tankercilik A.Ş. ("Üsküdar Tankercilik")	Turkey	Petroleum Shipping

Menzelet Kılavuzlu Elektrik Üretimi A.Ş. ("Menzelet Kılavuzlu Elektrik") merged with Entek through the acquisition of all its assets and liabilities by Entek, and the relevant resolutions of the Board of Directors and the merger agreement were registered on 31 May 2024.

CONVENIENCE TRANSLATION INTO ENGLISH OF THE CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH (NOTE 2.6)

KOÇ HOLDİNG A.Ş.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

(Amounts on tables expressed in million of Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

NOTE 1 - GROUP'S ORGANISATION AND NATURE OF OPERATIONS (Continued)

Energy Sector (Continued)

<u>Joint Ventures</u>	<u>Joint Venture Partner</u>	<u>Country of incorporation</u>	<u>Nature of business</u>
Demre 7 Tankercilik A.Ş. ("Demre 7 Tankercilik") ⁽¹⁾	Öztürk Family	Turkey	Petroleum and Chemical Shipping
Demre 8 Tankercilik A.Ş. ("Demre 8 Tankercilik") ⁽¹⁾	Öztürk Family	Turkey	Petroleum and Chemical Shipping
Güney Tankercilik A.Ş. ("Güney Tankercilik")	Türk Hava Yolları	Turkey	Petroleum Shipping
Kuzey Tankercilik A.Ş. ("Kuzey Tankercilik")	Türk Hava Yolları	Turkey	Petroleum Shipping
Opet Aygaz Gayrimenkul A.Ş. ("Opet Aygaz Gayrimenkul")	Öztürk Family	Turkey	Real Estate
Opet Fuchs Madeni Yağ San. ve Tic. A.Ş. ("Opet Fuchs")	Fuchs Petrolub SE	Turkey	Lubricant Trading
Opet International Limited ("Opet International")	Öztürk Family	The UK	Petroleum Products Trading
Opet Market ve Akaryakıt İstasyon İşletmeciliği A.Ş. ("Opet Market ve Akaryakıt")	Öztürk Family	Turkey	Petroleum Products Trading and Retail
Opet Petrolcülük A.Ş. ("Opet")	Öztürk Family	Turkey	Petroleum Products Trading
Opet Trade B.V. ("Opet Trade BV")	Öztürk Family	Netherlands	Petroleum Products Trading
Sendeo Dağıtım Hizmetleri A.Ş. ("Sendeo") ⁽²⁾	Ahmet Musul	Turkey	Cargo Transport/Distribution
Tasfiye Halinde Opet Trade (Singapore) Pte. Ltd. ("Opet Singapore") ⁽³⁾	Öztürk Family	Singapore	Petroleum Products Trading
THY Opet Havacılık Yakıtları A.Ş. ("THY Opet")	Türk Hava Yolları	Turkey	Petroleum Products Trading
United Aygaz LPG Ltd ("United Aygaz LPG")	United Enterprises & Co. Ltd.	Bangladesh	LPG Supply, Filling and Distribution
Vice 2 Tankercilik A.Ş. ("Vice 2 Tankercilik") ⁽¹⁾	Öztürk Family	Turkey	Petroleum Products and Chemicals Shipping

(1) Established in 2024.

(2) Sendeo has been accounted for using the equity method in the Group's consolidated financial statements following the sale of 50% of its shares to third parties.

(3) In the process of liquidation.

CONVENIENCE TRANSLATION INTO ENGLISH OF THE CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH (NOTE 2.6)

KOÇ HOLDİNG A.Ş.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

(Amounts on tables expressed in million of Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

NOTE 1 - GROUP'S ORGANISATION AND NATURE OF OPERATIONS (Continued)

Automotive Sector

<u>Subsidiaries</u>	<u>Country of incorporation</u>	<u>Nature of business</u>	
Cronus Finance D.A.C. (“Cronus Finance”) ⁽¹⁾	Ireland	Special Purpose	
Icarus Finance D.A.C. (“Icarus Finance”) ⁽¹⁾	Ireland	Special Purpose	
Metalloplastiki Energiaki I.K.E. (“Metalloplastiki”)	Greece	Production	
Olympic Commercial and Tourist Enterprises S.A. (“Olympic”)	Greece	Car Rental and Trading	
Otokar Europe SAS (“Otokar Europe”)	Fransa	Sales and Marketing	
Otokar Europe Filiala Bucuresti S.R.L. (“Otokar Europe Filiala”)	Romania	Sales and Marketing	
Otokar Italia SRL (“Otokar Italia”)	Italia	Sales and Marketing	
Otokar Land Systems LLC (“Otokar Land Systems”)	UAE	Sales and Marketing	
Otokar Otomotiv ve Savunma Sanayi A.Ş. (“Otokar”)	Turkey	Production	
Otokoç ABG Holland B.V. (“Otokoç Hollanda”)	The Netherlands	Investment	
Otokoç Azerbaijan MMC (“Otokoç Azerbaycan”)	Azerbaijan	Car Rental	
Otokoç Otomotiv Tic. ve San. A.Ş. (“Otokoç”)	Turkey	Car Rental and Trading	
Otokoç Hungary KFT (“Otokoç Hungary”)	Hungary	Car Rental	
Otokoç Kazakistan LLP (“Otokoç Kazakistan”)	Kazakhstan	Car Rental	
Otokoç Sigorta Aracılık Hizmetleri A.Ş. (“Otokoç Sigorta”)	Turkey	Insurance	
<u>Joint Ventures</u>	<u>Joint Venture Partner</u>	<u>Country of incorporation</u>	<u>Nature of business</u>
Al Jasoor Heavy Vehicle Industry LLC (“Al Jasoor”)	Tawazun	UAE	Sales and Marketing
Fer Mas Oto Ticaret A.Ş. (“Fer-Mas”)	Stellantis N.V.	Turkey	Trading
Ford Otomotiv Sanayi A.Ş. (“Ford Otosan”)	Ford Deutschland Holding Gmbh	Turkey	Production
Ford Otosan Netherlands B.V. (“Ford Netherlands”)	Ford Deutschland Holding Gmbh	The Netherlands	Sales and Marketing
Ford Romania SRL (“Ford Romania”)	Ford Deutschland Holding Gmbh	Romania	Production
Koç Fiat Kredi Finansman A.Ş. (“Fiat Finans”)	Stellantis N.V.	Turkey	Consumer Finance
Koç Fiat Sigorta Aracılık Hizmetleri A.Ş. (“Koç Fiat Sigorta”)	Stellantis N.V.	Turkey	Insurance
Tofaş Türk Otomobil Fabrikası A.Ş. (“Tofaş”)	Stellantis N.V.	Turkey	Production
Türk Traktör ve Ziraat Makinaları A.Ş. (“Türk Traktör”)	CNH Österreich Gmbh	Turkey	Production

(1) The special purpose company established for securitisation transactions of Otokoç is included in the scope of consolidation.

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NOTE 1 - GROUP'S ORGANISATION AND NATURE OF OPERATIONS (Continued)

Consumer Durables Sector

<u>Subsidiaries</u>	<u>Country of incorporation</u>	<u>Nature of business</u>
Arçelik A.Ş. ("Arçelik")	Turkey	Production/Sales
Arçelik Hitachi Home Appliances B.V. ("Arçelik Hitachi")	Netherlands	Holding
Arçelik Hitachi Home Appliances IBC Co. Ltd. ("Arçelik Hitachi Thailand IBC")	Thailand	Services
Arçelik Hitachi Home Appliances (Shanghai) Co., Ltd. ("Arçelik Hitachi Shanghai")	China	Production/Sales
Arçelik Hitachi Home Appliances (Thailand) Ltd. ("Arçelik Hitachi Thailand")	Thailand	Production/Sales
Arçelik Hitachi Home Appliances Sales (Singapore) Pte. Ltd ("Arçelik Hitachi Singapore")	Singapore	Sales
Arçelik Hitachi Home Appliances Sales (Thailand) Ltd. ("Arçelik Hitachi Sales Thailand")	Thailand	Sales
Arçelik Hitachi Home Appliances Sales (Malaysia) Sdn. Bhd. ("Arçelik Hitachi Malaysia")	Malaysia	Sales
Arçelik Hitachi Home Appliances Sales (Middle East) Fze ("Arçelik Hitachi Dubai")	UAE	Sales
Arçelik Hitachi Home Appliances Sales (Vietnam) Co., Ltd. ("Arçelik Hitachi Vietnam")	Vietnam	Sales
Arçelik Hitachi Home Appliances Sales (Hong Kong) Limited ("Arçelik Hitachi Hong Kong")	Hong Kong, China	Sales
Arçelik Hitachi Taiwan Home Appliances Sales Ltd. ("Arçelik Hitachi Taiwan")	Taiwan	Sales
Arçelik Pazarlama A.Ş. ("Pazarlama A.Ş.")	Turkey	Service/Sales/Marketing
Arch R&D Co. Ltd. ("Arch R&D")	China	R&D
Arcwaste Collection SRL ("Arcwaste")	Romania	Services
Bauknecht AG ("Bauknecht AG") ⁽¹⁾	Switzerland	Sales
Bauknecht Hausgeräte GmbH ("Bauknecht Hausgeräte GmbH") ⁽¹⁾	Germany	Sales
Beko A and NZ Pty Ltd. ("Beko Australia")	Australia	Sales
Beko A and NZ Pty Ltd. New Zealand Branch ("Beko New Zealand")	New Zealand	Sales
Beko AE LLC ("Beko AE") ⁽²⁾	UAE	Sales
Beko Algeria EURL ("Beko Algeria")	Algeria	Sales
Beko APAC IBC Co. Ltd. ("Beko APAC")	Thailand	Services
Beko Appliances Indonesia, PT ("Beko Indonesia")	Indonesia	Sales
Beko Appliances Malaysia Sdn Bhd. ("Beko Malaysia")	Malaysia	Sales
Beko Austria AG ("Beko Austria")	Austria	Sales
Beko Azerbaijan MMC ("Beko Azerbaijan")	Azerbaijan	Sales
Beko Balkans D.O.O ("Beko Balkans")	Serbia	Sales
Beko Bangladesh B.V. ("Beko Bangladesh")	Netherlands	Holding
Beko Belgium N.V. ("Beko Belgium")	Belgium	Sales
Beko B.V. ("Beko B.V.")	Netherlands	Holding
Beko Canada INC ("Beko Canada") ⁽²⁾	Canada	Sales
Beko Central Asia LLC ("Beko Central Asia")	Kazakhstan	Sales
Beko Cesko ("Beko Cesko") ⁽³⁾	Czechia	-
Beko Croatia d.o.o. ("Beko Croatia") ⁽⁴⁾	Croatia	Sales
Beko Egypt Home Appliances Industries LLC ("Beko Egypt LLC")	Egypt	Production/Sales
Beko Egypt Trading LLC ("Beko Egypt")	Egypt	Sales
Beko Electrical Appliances Co. Ltd. ("Beko China")	China	Sales
Beko Europe Austria GmbH ("Beko Europe Austria") ⁽¹⁾	Austria	Sales
Beko Europe B.V. ("Beko Europe")	Netherlands	Holding
Beko Europe Bulgaria EOOD ("Beko Bulgaria") ⁽¹⁾	Bulgaria	Sales
Beko Europe Denmark A/S ("Beko Europe Denmark") ⁽¹⁾	Denmark	Sales
Beko Europe Estonia OÜ ("Beko Estonia") ⁽¹⁾	Estonia	Sales
Beko Europe Holdings BV ("Beko Holdings") ⁽¹⁾	Netherlands	Holding
Beko Europe Iberia, S.A. ("Beko Europe Iberia") ⁽¹⁾	Portugal	Sales
Beko Europe Latvia SIA ("Beko Latvia") ⁽¹⁾	Latvia	Sales
Beko Europe Lithuania UAB ("Beko Lithuania") ⁽¹⁾	Lithuania	Sales
Beko Europe Management SRL ("Beko Europe Management") ⁽¹⁾	Italy	Sales
Beko Europe R&D SRL ("Beko R&D") ⁽¹⁾	Italy	R&D
Beko France S.A.S. ("Beko France")	France	Sales
Beko Germany GmbH ("Beko Germany")	Germany	Sales
Beko Greece Single Member SA ("Beko Greece") ⁽⁴⁾	Greece	Sales
Beko Gulf DMCC ("Beko Gulf DMCC") ⁽¹⁾	UAE	Sales
Beko Gulf FZE ("Beko Gulf")	UAE	Sales
Beko Hong Kong Ltd. ("Beko Hong Kong")	Hong Kong, China	Procurement

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NOTE 1 - GROUP'S ORGANISATION AND NATURE OF OPERATIONS (Continued)

Consumer Durables Sector (Continued)

<u>Subsidiaries</u>	<u>Country of incorporation</u>	<u>Nature of business</u>
Beko Hungary Kft ("Beko Hungary")	Hungary	Sales
Beko Ireland (Beko PLC Branch) ("Beko Ireland")	Ireland	Sales
Beko Israel Household Appliances Ltd. ("Beko Israel")	Israel	Marketing
Beko Italy Manufacturing SRL ("Beko Italy Manufacturing") ⁽¹⁾	Italy	Production/Sales
Beko Italy SRL ("Beko Italy")	Italy	Sales
Beko LLC. ("Beko Russia")	Russia	Production/Sales
Beko Maghreb Sarl ("Beko Maghreb") ⁽¹⁾	Morocco	Sales
Beko Manufacturing Slovakia Spol. S R.O. ("Beko Manufacturing Slovakia") ⁽¹⁾	Slovakia	Production
Beko Morocco Household Appliances SARL ("Beko Morocco")	Morocco	Sales
Beko Netherlands B.V. ("Beko Netherlands")	Netherlands	Sales
Beko Nordic AB. ("Beko Sweden")	Sweden	Sales
Beko Nordic AB, Finland Rep Office of Nordic AB ("Beko Finland") ⁽⁴⁾	Finland	Sales
Beko Nordic AS ("Beko Norway")	Norway	Sales
Beko Nordic DK, Denmark Branch of Beko Nordic AS ("Beko Denmark") ⁽⁴⁾	Denmark	Sales
Beko Pilipinas Corporation ("Beko Philippines")	Philippines	Sales
Beko Plc. ("Beko UK")	The UK	Sales
Beko Poland Manufacturing Sp.Z O.O. ("Beko Poland Manufacturing") ⁽¹⁾	Poland	Production
Beko Portugal, Unipessoal LDA ("Beko Portugal")	Portugal	Sales
Beko Romania SA ("Arctic") ⁽⁴⁾	Romania	Production/Sales
Beko Shanghai Trading Company Ltd. ("Beko Shanghai")	China	Sales
Beko Slovakia S.R.O. ("Beko Slovakia")	Slovakia	Sales
Beko Spain Electronics S.L. ("Beko Spain") ⁽⁴⁾	Spain	Sales
Beko Switzerland GmbH ("Beko Switzerland")	Switzerland	Sales
Beko S.A. ("Beko Polska")	Poland	Sales
Beko S.A., Czech Branch of Beko S.A ("Beko Czech")	Czechia	Sales
Beko Thai Co. Ltd. ("Beko Thailand")	Thailand	Production/Sales
Beko Ukraine LLC. ("Beko Ukraine")	Ukraine	Sales
Beko US INC. ("Beko US")	United States of America	Sales
Bilkom Bilişim Hizmetleri A.Ş. ("Bilkom")	Turkey	Trading
Dawlance (Private) Ltd. ("DPL")	Pakistan	Production/Sales
Defy Appliances (Proprietary) Limited ("Defy")	South Africa	Production/Sales
Defy (Botswana) (Proprietary) Limited ("Defy Botswana")	Botswana	Sales
Defy (Namibia) (Proprietary) Limited ("Defy Namibia")	Namibia	Sales
Defy Sales East Africa Limited ("Defy Kenya")	Kenya	Sales
Defy (Swaziland) (Proprietary) Limited ("Defy Swaziland")	Swaziland	Sales
DEL Electronics (Pvt.) Ltd. ("DEL")	Pakistan	Sales
European Appliances Balkans d.o.o. Beograd ("European Balkans") ⁽¹⁾	Serbia	Services
European Appliances Belgium N.V. ("European Belgium") ⁽¹⁾	Belgium	Sales
European Appliances Croatia d.o.o. ("European Croatia") ⁽¹⁾	Croatia	Sales
European Appliances Czech Spol. S.R.O. ("European Czech") ⁽¹⁾	Czechia	Sales
European Appliances Finland OY ("European Finland") ⁽¹⁾	Finland	Services
European Appliances France Holdings SAS ("European France Holdings") ⁽¹⁾	France	Holding
European Appliances France SAS ("European France") ⁽¹⁾	France	Sales
European Appliances Greece SA ("European Greece") ⁽¹⁾	Greece	Sales
European Appliances Hungary KFT ("European Hungary") ⁽¹⁾	Hungary	Sales
European Appliances Italy SRL ("European Italy") ⁽¹⁾	Italy	Sales
European Appliances Netherlands B.V. ("European Netherlands") ⁽¹⁾	Netherlands	Sales
European Appliances Nordic AB ("European Nordic") ⁽¹⁾	Sweden	Sales
European Appliances Norway AS ("European Norway") ⁽¹⁾	Norway	Services
European Appliances Poland Sp. Z O.O. ("European Poland") ⁽¹⁾	Poland	Sales
European Appliances Romania SRL ("European Romania") ⁽¹⁾	Romania	Sales
European Appliances Slovakia Spol. S R.O. ("European Slovakia") ⁽¹⁾	Slovakia	Sales
European Appliances Ukraine LLC ("European Ukraine") ⁽¹⁾	Ukraine	Sales
European Home Appliances Spain S.A. ("European Spain") ⁽¹⁾	Spain	Sales
General Domestic Appliances Holdings LTD ("General Appliances") ⁽¹⁾	The UK	Holding
Grundig Intermedia Ges.m.b.H ("Grundig Austria") ⁽³⁾	Austria	-

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KOÇ HOLDİNG A.Ş.

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NOTE 1 - GROUP'S ORGANISATION AND NATURE OF OPERATIONS (Continued)

Consumer Durables Sector (Continued)

<u>Subsidiaries</u>	<u>Country of incorporation</u>	<u>Nature of business</u>	
Grundig Multimedia A.G. (“Grundig Switzerland”)	Switzerland	Sales	
Hotpoint Ireland Ltd (“Hotpoint Ireland”) ⁽¹⁾	Ireland	Sales	
Hotpoint UK Appliances Limited (“Hotpoint Appliances”) ⁽¹⁾	The UK	Production/Sales	
IHP Appliances Sales LLC (“IHP Appliances Sales”)	Russia	Sales	
IHP Appliances LLC (“IHP Appliances”)	Russia	Production/Sales	
IHP Kazakhstan LLP (“IHP Kazakhstan”)	Kazakhstan	Sales	
Indesit Company International Business SA (“Indesit International”) ⁽¹⁾	Switzerland	Treasury	
Indesit Company UK Holdings LTD (“Indesit UK”) ⁽¹⁾	The UK	Holding	
IRE Beteiligungs GmbH (“IRE Beteiligungs”) ⁽¹⁾	Germany	Sales	
Life Tech Trading DMCC (“Life Tech”)	UAE	Sales	
Pan Asia Private Equity Ltd. (“Pan Asia”)	British Virgin Islands	Holding	
PT Arçelik Hitachi Home Appliances Sales Indonesia (“Arçelik Hitachi Indonesia”)	Indonesia	Sales	
PT Home Appliances Indonesia (“PT Home”)	Indonesia	Sales	
Singer Bangladesh Limited (“Singer Bangladesh”)	Bangladesh	Production/Sales	
United Refrigeration Industries Ltd. (“United Refrigeration”)	Pakistan	Production/Sales	
Vietbeko LLC. (“Vietbeko”)	Vietnam	Sales	
Wat Mobilite Çözümleri Teknoloji ve Ticaret A.Ş. (“Wat Mobilite”)	Turkey	Sales	
Wat Motor San. ve Tic. A.Ş. (“Wat Motor”)	Turkey	Production/Sales	
<u>Joint Ventures</u>	<u>Joint Venture Partner</u>	<u>Country of incorporation</u>	<u>Nature of business</u>
Arçelik-LG Klima San. ve Tic. A.Ş. (“Arçelik LG”)	LG Electronics Inc.	Turkey	Air Conditioner Production
VoltBek Home Appliances Private Limited (“VoltBek”)	Tata Group	India	Production/Sales

(1) Related companies were included in the Group consolidation following the business combination that took place on 1 April 2024 (Note 3). The registration processes for the board of directors and title changes have been completed in the relevant country registries.

(2) Established in 2024.

(3) Non-operational companies as of the balance sheet date.

(4) The title changes of the related companies were registered in 2024.

Beko B.V. Taiwan was liquidated in 2024.

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NOTE 1 - GROUP'S ORGANISATION AND NATURE OF OPERATIONS (Continued)

Finance Sector

<u>Subsidiaries</u>	<u>Country of incorporation</u>	<u>Nature of business</u>
KF Sigorta Aracılık Hizmetleri A.Ş. ("KF Sigorta")	Turkey	Insurance
Koç Finansal Hizmetler A.Ş. ("Koç Finansal Hizmetler" veya "KFS")	Turkey	Holding
Koç Finansman A.Ş. ("Koç Finansman")	Turkey	Consumer Finance
Stiching Custody Services YKB ("Stiching Custody")	Netherlands	Custody
Yapı Kredi Azerbaijan C.J.S.C. ("Yapı Kredi Azerbaijan")	Azerbaijan	Banking
Yapı Kredi Bank Deutschland OHG ("Yapı Kredi Deutschland") ⁽¹⁾	Germany	Banking
Yapı Kredi Bank Nederland N.V. ("Yapı Kredi Nederland")	Netherlands	Banking
Yapı Kredi Diversified Payment Rights Finance Company ("Yapı Kredi SPC") ⁽²⁾	Cayman Islands	Special Purpose
Yapı Kredi Faktoring A.Ş. ("Yapı Kredi Faktoring")	Turkey	Factoring
Yapı Kredi Finansal Kiralama A.O. ("Yapı Kredi Finansal Kiralama")	Turkey	Leasing
Yapı Kredi Holding B.V. ("Yapı Kredi Holding")	Netherlands	Financial Consulting
Yapı Kredi Portföy Yönetimi A.Ş. ("Yapı Kredi Portföy")	Turkey	Portfolio Management
Yapı Kredi Yatırım Menkul Değerler A.Ş. ("Yapı Kredi Yatırım")	Turkey	Brokerage
Yapı ve Kredi Bankası A.Ş. ("Yapı Kredi Bankası")	Turkey	Banking
<u>Associates</u>	<u>Country of incorporation</u>	<u>Nature of business</u>
Allianz Yaşam ve Emeklilik A.Ş. ("Allianz Emeklilik")	Turkey	Insurance
Banque de Commerce et de Placements S.A. ("Banque de Commerce")	Switzerland	Banking

(1) The process of acquisition of all shares of Bankhaus J. Faisst OHG , a banking entity in Germany, by Yapı Kredi Bankası was completed on 23 July 2024. The title of Bankhaus J. Faisst OHG was changed to Yapı Kredi Bank Deutschland OHG on 1 August 2024.

(2) The special purpose company established for securitisation transactions of Yapı Kredi Bankası is included in the scope of consolidation.

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NOTE 1 - GROUP’S ORGANISATION AND NATURE OF OPERATIONS (Continued)

Other Sectors

<u>Subsidiaries</u>		<u>Country of incorporation</u>	<u>Nature of business</u>
Ayvalık Marina ve Yat İşletmeciliği San. ve Tic. A.Ş. (“Ayvalık Marina”)		Turkey	Tourism
Bıçakçılar Tıbbi Cihazlar Sanayi ve Ticaret A.Ş. (“Bıçakçılar Tıbbi Cihazlar”) ⁽¹⁾		Turkey	Health
Divan Turizm İşletmeleri A.Ş. (“Divan”)		Turkey	Tourism
Düzey Tüketim Malları Sanayi Pazarlama A.Ş. (“Düzey”)		Turkey	Trading
Entegart Teknoloji Çözüm ve Hizmetler A.Ş. (“Entegart”)		Turkey	Technology
Intumo Therapeutics, Inc. (“Intumo Therapeutics”) ⁽¹⁾		Turkey	Health
Kemer Medical Center Özel Sağlık Hizmetleri Turizm ve Ticaret A.Ş. (“KMC Sağlık”) ⁽¹⁾		Turkey	Health
Koç Bilgi ve Savunma Teknolojileri A.Ş. (“Koç Bilgi ve Savunma”)		Turkey	Technology
KoçDigital Çözümler A.Ş. (“KoçDigital”)		Turkey	Technology
Koç Investments B.V. (“Koç Investments”)		Netherlands	Investment
KoçSistem Bilgi ve İletişim Hizmetleri A.Ş. (“KoçSistem”)		Turkey	Technology
KoçSistem Azerbaijan LLC (“KoçSistem Azerbaijan”)		Azerbaijan	Technology
Koç Medical B.V (“Koç Medical”)		Netherlands	Health
Koç Yapı Malzemeleri Ticaret A.Ş. (“Koç Yapı Malzeme”)		Turkey	Trading
Marmaris Altınyunus Turistik Tesisleri A.Ş. (“Mares”)		Turkey	Tourism
Ram Dış Ticaret A.Ş. (“Ram Dış Ticaret”)		Turkey	Foreign Trade
RMK Marine Gemi Yapım Sanayi ve Deniz Taş. İşl. A.Ş. (“RMK Marine”)		Turkey	Ship Construction
Select Tours AT (“Select Tours”)		Austria	Tourism
Setur Antalya Marina İşletmeciliği A.Ş. (“Antalya Marina”)		Turkey	Tourism
Setur GmbH (“Setur GmbH”)		Germany	Duty Free
Setur Servis Turistik A.Ş. (“Setur”)		Turkey	Tourism
Setur Yalova Marina İşletmeciliği A.Ş. (“Yalova Marina”)		Turkey	Tourism
Stembio Kök Hücre Teknolojileri A.Ş. (“Stembio Kök Hücre”) ⁽¹⁾		Turkey	Health
Tek-Art Kalamış ve Fenerbahçe Marmara Turizm Tesisleri A.Ş. (“Tek-Art Marina”)		Turkey	Tourism
Token Azerbaijan MMC (“Token Azerbaijan”)		Azerbaijan	Payment Services
Token Finansal Teknolojiler A.Ş. (“Token”)		Turkey	Information Technologies
Token Ödeme Hizmetleri ve Elektronik Para A.Ş. (“Token Ödeme Hizmetleri”)		Turkey	Payment Services
Token International Holdings B.V. (“Token International”)		Netherlands	Holding
Token Payment Services SRL (“Token Payment”)		Romania	Payment Services
Zer Merkezi Hizmetler ve Ticaret A.Ş. (“Zer Ticaret”)		Turkey	Trading
<u>Joint Ventures</u>	<u>Joint Venture Partner</u>	<u>Country of incorporation</u>	<u>Nature of business</u>
Demre Marina İşletmeciliği A.Ş. (“Demre Marina”) ⁽²⁾	Makyol İnşaat	Turkey	Tourism
Ingage Dijital Pazarlama Hizmetleri A.Ş. (“Ingage”)	Russell Square Holding	Turkey	Digital Marketing
Koçtaş Yapı Marketleri Ticaret A.Ş. (“Koçtaş Yapı Market”)	Kingfisher Plc	Turkey	Retail
Makmarin Kaş Marina İşl. Turizm ve Tic. A.Ş. (“Kaş Marina”)	Makyol İnşaat	Turkey	Tourism
Netsel Turizm Yatırımları A.Ş. (“Netsel”)	Torunlar GYO A.Ş.	Turkey	Tourism

(1) Included in the scope of consolidation through the business combinations.

(2) Included in the scope of consolidation as of balance sheet date.

The sale of Tat Gıda shares, a former Subsidiary of the Group as of 31 December 2023, was completed on 19 February 2024.

Bıçakçılar Global Tıbbi Ürünler Sanayi ve Ticaret A.Ş. (“Bıçakçılar Global”) merged with Bıçakçılar Tıbbi Cihazlar through the acquisition of all of its assets and liabilities by Bıçakçılar Tıbbi Cihazlar and the relevant Board of Directors’ resolutions and the merger agreement were registered on 18 December 2024.

For segment presentation in these consolidated financial statements, Koç Holding’s stand-alone financial statements have been included in the “Other” segment (Note 4).

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS

2.1 Basis of presentation

2.1.1 Financial reporting standards

The consolidated financial statements of the Group have been prepared in accordance with Turkish Financial Reporting Standards ("TFRS") promulgated by the Public Oversight Accounting and Auditing Standards Authority ("POA") that are set out in the 5th article of the communiqué numbered II-14.1 "Communiqué on the Principles of Financial Reporting In Capital Markets" ("the Communiqué") announced by the Capital Markets Board ("CMB") on 13 June 2013 and published in Official Gazette numbered 28676.

The accompanying consolidated financial statements are presented in accordance with the "Announcement regarding to TAS Taxonomy" by POA and the format and mandatory information recommended by CMB.

Koç Holding, its Subsidiaries and Joint Ventures registered in Turkey maintain their books of account and prepare their statutory financial statements in TL in accordance with the Turkish Commercial Code ("TCC"), tax legislation and the Uniform Chart of Accounts issued by the Ministry of Treasury and Finance, banking law, accounting principles and instructions promulgated by the Banking Regulation and the Supervision Agency ("BRSA") and TFRS together with notes and explanations related to the accounting and financial reporting standards issued by POA in case of no specific regulations have been introduced by these institutions. Foreign Subsidiaries, Joint Ventures and Associates maintain their books of account in accordance with the laws and regulations in force in the countries in which they are registered. These consolidated financial statements have been prepared under the historical cost conversion except for the revaluations related to the financial assets and liabilities presented at fair values. Adjustments and restatements, required for the fair presentation of the consolidated financial statements in conformity with the TFRS, have been accounted for in the statutory financial statements, which are prepared in accordance with the historical cost principle.

2.1.2 Financial reporting in hyperinflationary economies

Pursuant to the decision of the 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 entities applying TFRS to apply inflation accounting in accordance with TAS 29 Financial Reporting in Hyperinflationary Economies as of financial statements for the annual reporting period ending on or after 31 December 2024. In accordance with the aforementioned CMB decision and the announcement by POA initially made on 23 November 2023 and updated on 16 January 2025 the "Guidance on Financial Reporting in Hyperinflationary Economies", the Group has prepared the consolidated financial statements as of 31 December 2024 by applying TAS 29. 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 2023, on the purchasing power basis as of 31 December 2024.

As of 31 December 2024, the indices and adjustment coefficients which obtained from the Consumer Price Index (CPI) of Turkey published by the Turkish Statistical Institute (TÜİK) and used in the adjustment of the consolidated financial statements for the current and prior periods since 1 January 2005, the date on which TL ceased to be designated as the currency of a hyperinflationary economy, are as follows:

Date	Index	Conversion Factor	Three-year Inflation Rate
31 December 2024	2.684,55	1,00000	%291
31 December 2023	1.859,38	1,44379	%268
31 December 2022	1.128,45	2,37897	%156

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

The main factors regarding financial reporting in hyperinflationary economies are as follows:

- Current period consolidated financial statements prepared in TL 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 (such as cash and cash equivalents, trade receivables and payables, receivables and payables from financial sector operations, borrowings) 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 (such as inventories, property, plant and equipment, intangible assets, investment properties and equity 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 comprehensive income statement, except for those that have an impact on the comprehensive income statement of non-monetary items on the balance sheet, have been indexed using the coefficients calculated for the periods when the income and expense accounts were first reflected in the financial statements.
- The impact of inflation on the Group's net monetary asset position in the current period is recognised under net monetary gain/(loss) account in the consolidated income statement. The purchasing power of companies carrying more monetary assets than monetary liabilities weaken with inflation, while the purchasing power of companies carrying more monetary liabilities than monetary assets increases with inflation. Net monetary position gain or loss is derived from the restatement differences of non-monetary items, shareholders' equity, items in the income statement and other comprehensive income statement.
- The financial statements of Subsidiaries, Joint Ventures and Associates operating in countries other than Turkey are compiled by the TFRS promulgated by the POA to reflect the proper presentation and content. Their assets and liabilities are translated into TL from the foreign exchange rate at the reporting date and income and expenses are translated into TL at the monthly average foreign exchange rate. Incomes and expenses have been indexed to reflect their purchasing power at the end of the current period. Exchange differences arising from the translation of the opening net assets and differences between the average and balance sheet date rates are recognised in the "currency translation difference" under the use of equity.

2.1.3 Comparatives and adjustment of prior periods' financial statements

Comparative Information and Restatement of Prior Period Consolidated Financial Statements

The current period consolidated financial statements of the Group include comparative financial information to enable the determination of the trends in financial position and performance. Comparative figures are reclassified, where necessary, to conform to the changes in the presentation of the current period consolidated financial statements and the significant changes are explained.

Except for the changes mentioned in the paragraph below, the Group has applied consistent accounting policies in its consolidated financial statements for the periods presented, and there have been no significant changes in accounting policies and estimates during the current period.

Due to the restatement in net monetary position gains/(losses) account resulting from the indexing of the shareholding amount of Arçelik's foreign subsidiaries, a reclassification has been made among the consolidated net profit for the period, consolidated retained earnings and consolidated foreign currency translation differences in the statement of changes in equity as of 1 January 2023 and 31 December 2023. The restatement amounts expressed in terms of 2024 purchasing power are indicated below respectively.

As of 1 January 2023, the reclassifications amounting to TL3.069 million in retained earnings, TL(1.939) million in foreign exchange translation differences and TL(1.130) million in non-controlling interests have been made.

As of 31 December 2023, the reclassifications made were as follows: TL3.069 million in retained earnings, TL(4.900) million in foreign exchange translation differences, TL(2.060) million in non-controlling interests and TL3.891 million in net profit for the period attributable to the equity holders of the parent. The reclassifications have been presented in the comparative period's balance sheet and income statement. These changes do not have any impact on the Group's total equity.

CONVENIENCE TRANSLATION INTO ENGLISH OF THE CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH (NOTE 2.6)

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(Amounts on tables expressed in million of Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.1.3 Comparatives and adjustment of prior periods' financial statements

Comparative Amounts

As explained in Note 2.1.2, figures for the previous reporting period are restated by applying the general price index so that the comparative financial statements are presented in the currency of the reporting period end. Information disclosed for prior periods is also expressed in the currency of the reporting period.

2.1.4 EUR and USD amounts presented in the financial statements

EUR and USD amounts shown in the consolidated financial tables prepared in accordance with the TFRS have been translated from TL, at the official EUR and USD bid rates announced by the CBRT effective as of 31 December 2024 of TL36,7429 = EUR1 and TL35,2233 = USD1, respectively and do not form part of these consolidated financial statements.

2.2 Amendments in Turkish Financial Reporting Standards

The accounting policies applied in the preparation of the consolidated financial statements as of 1 January - 31 December 2024 are consistent with those applied in the previous year except for the adoption of new and amended TFRS and TFRS interpretations effective as of 1 January 2024 and thereafter. The effects of these standards and interpretations on the Group's financial position and performance have been disclosed in the related paragraphs.

The new standards, amendments and interpretations which are effective as of 1 January 2024 are as follows:

- Amendments to TAS 1- Classification of Liabilities as Current and Non-Current Liabilities
- Amendments to TFRS 16 - Lease Liability in a Sale and Leaseback
- Amendments to TAS 7 and TFRS 7 - Disclosures: Supplier Finance Arrangements

These amendments did not have any significant impact on the financial position or performance of the Group.

Standards issued but not yet effective and not early adopted as of 31 December 2024:

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
- TFRS 17 - The new Standard for insurance contracts
- Amendments to TAS 21 - Lack of exchangeability

The impacts of the new standards, amendments and improvements on the financial position and performance of the Group is being assessed.

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

The amendments which are effective immediately upon issuance:

- Amendments to TAS 12 - International Tax Reform - Pillar Two Model Rules

The amendments did not have a significant impact on the financial position or performance of the Group. Additionally, the Group has applied the mandatory exemption from recognising and disclosing of deferred taxes assets and liabilities related to Pillar Two Model Rules Income Taxes in the financial statements.

2.2 Amendments in International Financial Reporting Standards (Continued)

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

Two amendments related to IFRS 9 and IFRS 7, as well as the Annual Improvements to IFRS Accounting Standards, IFRS 18 and IFRS 19 standards, have been published by the IASB but have not yet been adapted/published by the Public Oversight Authority (POA) to TFRS. Therefore, they do not form part of TFRS. The Group will make the necessary changes in the consolidated financial statements and notes after these standards and amendments come into effect in TFRS.

- Amendments to IFRS 9 and IFRS 7 - Classification and measurement of financial instruments
- Amendments to IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity
- IFRS 18 - The new Standard for Presentation and Disclosure in Financial Statements

The impacts of the amendments on the financial position and performance of the Group is being assessed.

- IFRS 19 - Subsidiaries without Public Accountability: Disclosures

The standard is not applicable for the Group.

CONVENIENCE TRANSLATION INTO ENGLISH OF THE CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH (NOTE 2.6)

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.3 Changes in Accounting Policies, Estimates and Errors

Any change in accounting policies resulting from the first time adoption of a new TFRS is made either retrospectively or prospectively in accordance with the transition requirements of TFRS. Changes without any transition requirement, material changes in accounting policies or material errors are corrected, retrospectively by restating the prior period consolidated financial statements.

If changes in accounting estimates are related to only one period, they are recognised in the period when the changes are applied; if changes in estimates are related to future periods, they are recognised both in the period where the change is applied and in future periods prospectively. The Group doesn't have any significant changes in accounting policy or accounting estimates in the current period.

2.4 Summary of Significant Accounting Policies

Accounting policies used in the preparation of consolidated financial statements are summarised below:

2.4.1 Group accounting

- a) The consolidated financial statements include the accounts of the parent company, Koç Holding, its Subsidiaries, its Joint Ventures and its Associates on the basis set out in sections (b) to (f) below. The financial statements of the companies included in the scope of consolidation have been prepared as of the date of the consolidated financial statements with adjustments and reclassifications for the purpose of fair presentation in accordance with "TFRS" and the application of uniform accounting policies and presentation.
- b) Subsidiaries are companies over which Koç Holding has the power to control the financial and operating policies for the benefit of Koç Holding, either (a) through the power to exercise more than 50% of voting rights relating to the shares in the companies as a result of the ownership interest owned directly and indirectly by itself, and by certain Koç Family members or companies owned by them whereby Koç Holding exercises control over the ownership interest of the shares held by them and shares to be used according to Koç Holding preferences; or (b) although not having the power to exercise more than 50% of the ownership interest, Koç Holding has power to control the investee due to the dispersed capital structure of the investee and/or Koç Holding has rights or is exposed to variable returns from its involvement with the investee and when at the same time it has the power to affect these returns through its power over the investee.

The balance sheets and income statements of the Subsidiaries are consolidated on a line-by-line basis and the carrying value of the investment held by Koç Holding and its Subsidiaries is eliminated against the related equity. Intercompany transactions and balances between Koç Holding and its Subsidiaries are eliminated during the consolidation. The nominal amount of the shares held by Koç Holding in its Subsidiaries and the associated dividends are eliminated from equity and income for the period, respectively.

Subsidiaries are consolidated from the date on which the control is transferred to the Group and are no longer consolidated from the date that the control ceases.

CONVENIENCE TRANSLATION INTO ENGLISH OF THE CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH (NOTE 2.6)

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4 Summary of Significant Accounting Policies (Continued)

Subsidiaries included in the scope of the consolidation and their effective interests (%):

Subsidiaries	Proportion of effective interest		Direct and indirect ownership interest held by Koç Holding		Ownership interest held by Koç Family members		Total ownership interest	
	2024	2023	2024	2023	2024	2023	2024	2023
Adalar Tankercilik ⁽¹⁾	36,90	-	100,00	-	-	-	100,00	-
Akpa	40,68	40,68	100,00	100,00	-	-	100,00	100,00
Anadoluhisarı Tankercilik	40,68	40,68	100,00	100,00	-	-	100,00	100,00
Antalya Marina	59,77	59,77	100,00	100,00	-	-	100,00	100,00
Arch R&D	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Arcwaste ⁽²⁾	33,46	44,62	96,72	96,72	-	-	96,72	96,72
Arçelik ⁽³⁾	46,13	46,13	51,62	51,62	10,77	11,42	62,39	63,04
Arçelik Hitachi	27,68	27,68	60,00	60,00	-	-	60,00	60,00
Arçelik Hitachi Dubai	27,68	27,68	100,00	100,00	-	-	100,00	100,00
Arçelik Hitachi Hong Kong	27,68	27,68	100,00	100,00	-	-	100,00	100,00
Arçelik Hitachi Indonesia	18,68	18,68	67,50	67,50	-	-	67,50	67,50
Arçelik Hitachi Malaysia	27,68	27,68	100,00	100,00	-	-	100,00	100,00
Arçelik Hitachi Sales Thailand	27,68	27,68	100,00	100,00	-	-	100,00	100,00
Arçelik Hitachi Shanghai	26,29	26,29	95,00	95,00	-	-	95,00	95,00
Arçelik Hitachi Singapore	27,68	27,68	100,00	100,00	-	-	100,00	100,00
Arçelik Hitachi Taiwan	27,68	27,68	100,00	100,00	-	-	100,00	100,00
Arçelik Hitachi Thailand	23,27	23,27	84,07	84,07	-	-	84,07	84,07
Arçelik Hitachi Thailand IBC	27,68	27,68	100,00	100,00	-	-	100,00	100,00
Arçelik Hitachi Vietnam	27,68	27,68	100,00	100,00	-	-	100,00	100,00
Arçelik Pazarlama	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Aygaz ⁽⁴⁾	40,68	40,68	40,68	40,68	10,17	10,53	50,85	51,21
Aygaz İletim	40,68	40,68	100,00	100,00	-	-	100,00	100,00
Aygaz Toptan Satış	40,68	40,68	100,00	100,00	-	-	100,00	100,00
Ayvalık Marina ⁽⁵⁾	60,03	60,03	97,45	97,45	2,41	2,55	99,86	100,00
Bakırköy Tankercilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
Bal Kaynak Su	40,68	40,68	100,00	100,00	-	-	100,00	100,00
Balat Tankercilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
Bauknecht AG ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Bauknecht Hausgeräte GmbH ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Bebek Shipping ⁽⁷⁾	40,68	-	100,00	-	-	-	100,00	-
Beko AE ⁽⁸⁾	46,13	-	100,00	-	-	-	100,00	-
Beko Algeria	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko APAC	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko Australia	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko Austria ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Azerbaijan	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko Balkans ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Bangladesh	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko Belgium ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Bulgaria ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Beko B.V.	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko B.V. Taiwan ⁽⁹⁾	-	46,13	-	100,00	-	-	-	100,00
Beko Canada ⁽⁸⁾	46,13	-	100,00	-	-	-	100,00	-
Beko Central Asia	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko Cesko ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko China	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko Croatia ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Czech ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Denmark ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Egypt	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko Egypt LLC	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko Estonia ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Subsidiaries (Continued)	Proportion of effective interest		Direct and indirect ownership interest held by		Ownership interest held by		Total ownership interest	
	2024	2023	Koç Holding		Koç Family members		ownership interest	
			2024	2023	2024	2023	2024	2023
Beko Europe ⁽²⁾	34,60	46,13	75,00	100,00	-	-	75,00	100,00
Beko Europe Austria ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Beko Europe Denmark ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Beko Europe Management ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Beko Finland ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko France ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Germany ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Greece ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Gulf	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko Gulf DMCC ⁽⁶⁾	46,13	-	100,00	-	-	-	100,00	-
Beko Holdings ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Beko Hong Kong	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko Hungary ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Iberia ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Beko Indonesia	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko Ireland ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Israel	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko Italy ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Italy Manufacturing ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Beko Latvia ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Beko Lithuania ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Beko Maghreb ⁽⁶⁾	46,13	-	100,00	-	-	-	100,00	-
Beko Malaysia	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko Manufacturing Slovakia ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Beko Morocco	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko Netherlands ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko New Zealand	46,13	46,13	100,00	100,00	-	-	-	100,00
Beko Norway ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Philippines	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko Poland Manufacturing ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Beko Polska ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Portugal ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko R&D ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Beko Romania ⁽²⁾	33,46	44,62	96,72	96,72	-	-	96,72	96,72
Beko Russia	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko Shanghai	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko Slovakia ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Spain ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Sweden ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Switzerland ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Thailand	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beko UK ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko Ukraine ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Beko US	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Beykoz Tankercilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
Bıçakçılar Global ⁽¹⁰⁾	-	100,00	-	100,00	-	-	-	100,00
Bıçakçılar Tıbbi Cihazlar ⁽¹¹⁾	100,00	100,00	100,00	100,00	-	-	100,00	100,00
Bilkom	100,00	100,00	100,00	100,00	-	-	100,00	100,00
Çengelköy Tankercilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
DEL	46,13	46,13	100,00	100,00	-	-	100,00	100,00
DPL	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Defy	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Defy Botswana	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Defy Kenya	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Defy Namibia	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Defy Swaziland	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Ditaş	36,90	36,90	80,00	80,00	-	-	80,00	80,00

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Subsidiaries (Continued)	Proportion of effective interest		Direct and indirect ownership interest held by Koç Holding		Ownership interest held by Koç Family members		Total ownership interest	
	2024	2023	2024	2023	2024	2023	2024	2023
Divan	40,16	40,16	51,77	51,77	48,23	48,23	100,00	100,00
Düzey ⁽¹²⁾	76,72	32,73	76,72	33,36	16,86	61,33	93,57	94,68
Eltek	45,77	45,77	100,00	100,00	-	-	100,00	100,00
Enerji Yatırımları	85,73	85,73	98,50	98,50	-	-	98,50	98,50
Enkar Enerji	45,77	45,77	100,00	100,00	-	-	100,00	100,00
Enspire Enerji	45,77	45,77	100,00	100,00	-	-	100,00	100,00
Entegart ^(13,14)	74,15	73,49	100,00	100,00	-	-	100,00	100,00
Entek	45,77	45,77	99,23	99,23	-	-	99,23	99,23
Esinti Enerji ^(15,16)	39,25	38,56	87,50	85,90	-	-	87,50	85,90
European Balkans ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
European Belgium ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
European Croatia ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
European Czech ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
European France Holdings ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
European France ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
European Finland ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
European Greece ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
European Hungary ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
European Italy ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
European Netherlands ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
European Nordic ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
European Norway ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
European Poland ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
European Romania ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
European Slovakia ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
European Ukraine ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
European Spain ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Florya Tankercilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
General Appliances ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Göztepe Tankercilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
Grundig Austria ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Grundig Switzerland ⁽²⁾	34,60	46,13	100,00	100,00	-	-	100,00	100,00
Hotpoint Ireland ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Hotpoint UK ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
IHP Appliances Sales	46,13	46,13	100,00	100,00	-	-	100,00	100,00
IHP Appliances	46,13	46,13	100,00	100,00	-	-	100,00	100,00
IHP Kazakhstan	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Indesit International ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Indesit UK ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Intumo Therapeutics ⁽¹¹⁾	70,00	-	70,00	-	30,00	-	100,00	-
IRE Beteiligungs GmbH ⁽⁶⁾	34,60	-	100,00	-	-	-	100,00	-
Kadıköy Tankercilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
Kandilli Tankercilik	40,68	40,68	100,00	100,00	-	-	100,00	100,00
Karaköy Tankercilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
Karşıyaka Tankercilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
Kartal Tankercilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
KF Sigorta	72,87	72,87	100,00	100,00	-	-	100,00	100,00
KMC Sağlık ⁽¹¹⁾	80,00	-	80,00	-	-	-	80,00	-
Koç Bilgi ve Savunma ^(13,14)	65,42	63,24	92,24	92,24	7,76	7,76	100,00	100,00
Koç Finansal Hizmetler ⁽¹⁷⁾	86,62	86,62	89,70	89,70	5,92	5,96	95,62	95,66
KoçDigital ⁽¹⁴⁾	48,42	48,39	100,00	100,00	-	-	100,00	100,00
Koç Finansman	72,87	72,87	100,00	100,00	-	-	100,00	100,00
Koç Investments B.V. ⁽¹⁸⁾	73,17	55,00	73,17	55,00	26,83	45,00	100,00	100,00
Koç Medical B.V.	100,00	100,00	100,00	100,00	-	-	100,00	100,00
KoçSistem ^(14,19)	48,42	48,39	48,43	48,43	45,82	46,62	94,25	95,05
KoçSistem Azerbaijan ⁽¹⁴⁾	48,42	48,39	100,00	100,00	-	-	100,00	100,00
Koç Yapı Malzeme ⁽¹⁴⁾	92,47	49,21	92,47	49,21	4,75	47,62	97,22	96,84

CONVENIENCE TRANSLATION INTO ENGLISH OF THE CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH (NOTE 2.6)

KOÇ HOLDİNG A.Ş.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

(Amounts on tables expressed in million of Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Subsidiaries (Continued)	Proportion of effective interest		Direct and indirect ownership interest held by Koç Holding		Ownership interest held by Koç Family members		Total ownership interest	
	2024	2023	2024	2023	2024	2023	2024	2023
Körfez	46,12	46,12	100,00	100,00	-	-	100,00	100,00
Kuleli Tankercilik	40,68	40,68	100,00	100,00	-	-	100,00	100,00
Kuruçeşme Tankercilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
Kuzguncuk Tankercilik	40,68	40,68	100,00	100,00	-	-	100,00	100,00
Life Tech	100,00	100,00	100,00	100,00	-	-	100,00	100,00
Maltepe Tankercilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
Mares ⁽²⁰⁾	49,98	49,98	49,98	49,98	26,29	26,49	76,27	76,46
Menzelet Kılavuzlu Elektrik ⁽²¹⁾	-	45,77	-	100,00	-	-	-	100,00
Olympic ⁽²²⁾	59,10	57,27	100,00	100,00	-	-	100,00	100,00
Otokar ⁽²³⁾	47,60	44,90	47,62	44,92	-	2,70	47,62	47,62
Otokar Europe ⁽²³⁾	47,60	44,90	100,00	100,00	-	-	100,00	100,00
Otokar Europe Filiala ⁽²³⁾	47,60	44,90	100,00	100,00	-	-	100,00	100,00
Otokar Italia ⁽²³⁾	47,60	44,90	100,00	100,00	-	-	100,00	100,00
Otokar Land Systems ⁽²³⁾	47,60	44,90	100,00	100,00	-	-	100,00	100,00
Otokoç ⁽²²⁾	99,85	96,42	100,00	96,57	-	3,43	100,00	100,00
Otokoç Azerbaijan ⁽²²⁾	99,85	96,42	100,00	100,00	-	-	100,00	100,00
Otokoç Holland ⁽²²⁾	59,10	57,27	59,19	59,40	-	-	59,19	59,40
Otokoç Hungary ⁽²²⁾	99,85	96,42	100,00	100,00	-	-	100,00	100,00
Otokoç Kazakistan ⁽²²⁾	99,85	96,42	100,00	100,00	-	-	100,00	100,00
Otokoç Sigorta ^(22,24)	99,85	48,23	100,00	50,02	-	49,98	100,00	100,00
Pan Asia	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Pendik Tankercilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
PT Home	30,91	30,91	67,00	67,00	-	-	67,00	67,00
Ram Dış Ticaret ⁽¹³⁾	69,70	59,60	98,11	83,45	-	14,66	98,11	98,11
RMK Marine ⁽²⁵⁾	81,86	58,90	86,53	69,49	13,47	30,51	100,00	100,00
Salacak Tankercilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
Sarıyer Tankercilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
Select Tours	35,10	35,10	75,00	75,00	-	-	75,00	75,00
Setur ⁽²⁶⁾	46,80	46,80	81,13	81,13	18,54	18,87	99,67	100,00
Setur GmbH	46,80	46,80	100,00	100,00	-	-	100,00	100,00
Singer Bangladesh	26,29	26,29	56,99	56,99	-	-	56,99	56,99
Stembio Kök Hücre ⁽¹¹⁾	65,00	-	65,00	-	-	-	65,00	-
Stitching Custody	55,69	55,69	100,00	100,00	-	-	100,00	100,00
T Damla Denizcilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
Tarabya Tankercilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
Tat Gıda ⁽²⁷⁾	-	43,84	-	44,07	-	7,12	-	51,19
Tek-Art Marina	59,77	59,77	89,27	89,27	10,73	10,73	100,00	100,00
Token	54,44	54,44	54,44	54,44	45,56	45,56	100,00	100,00
Token Azerbaijan	54,44	54,44	100,00	100,00	-	-	100,00	100,00
Token International	54,44	54,44	100,00	100,00	-	-	100,00	100,00
Token Ödeme Hizmetleri	54,44	54,44	100,00	100,00	-	-	100,00	100,00
Token Payment	54,44	54,44	100,00	100,00	-	-	100,00	100,00
Tuzla Tankercilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
Tüpraş ⁽²⁸⁾	46,12	46,12	52,75	52,75	0,46	0,48	53,20	53,22
Tüpraş Enerji Girişimleri	46,12	46,12	100,00	100,00	-	-	100,00	100,00
Tüpraş Trading	46,12	46,12	100,00	100,00	-	-	100,00	100,00
United Refrigeration	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Üsküdar Tankercilik	36,90	36,90	100,00	100,00	-	-	100,00	100,00
Vietbeko	46,13	46,13	100,00	100,00	-	-	100,00	100,00
Wat Mobilite ^(22,29)	75,24	51,83	88,00	88,00	-	-	88,00	88,00
Wat Motor ⁽¹⁸⁾	73,17	55,00	100,00	100,00	-	-	100,00	100,00
Yalova Marina ⁽¹⁴⁾	59,79	59,78	100,00	100,00	-	-	100,00	100,00
Yapı Kredi Azerbaijan	55,69	55,69	100,00	100,00	-	-	100,00	100,00
Yapı Kredi Bankası	55,69	55,69	61,17	61,17	-	-	61,17	61,17
Yapı Kredi Deutschland ⁽³⁰⁾	55,69	-	100,00	-	-	-	100,00	-
Yapı Kredi Faktoring	55,67	55,67	100,00	100,00	-	-	100,00	100,00

CONVENIENCE TRANSLATION INTO ENGLISH OF THE CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH (NOTE 2.6)

KOÇ HOLDİNG A.Ş.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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(Amounts on tables expressed in million of Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Subsidiaries (Continued)	Proportion of effective interest		Direct and indirect ownership interest held by Koç Holding		Ownership interest held by Koç Family members		Total ownership interest	
	2024	2023	2024	2023	2024	2023	2024	2023
Yapı Kredi Finansal Kiralama	55,68	55,68	99,99	99,99	-	-	99,99	99,99
Yapı Kredi Holding	55,69	55,69	100,00	100,00	-	-	100,00	100,00
Yapı Kredi Nederland	55,69	55,69	100,00	100,00	-	-	100,00	100,00
Yapı Kredi Portföy	55,66	55,66	100,00	100,00	-	-	100,00	100,00
Yapı Kredi Yatırım	55,67	55,67	100,00	100,00	-	-	100,00	100,00
Zer Ticaret ⁽³¹⁾	39,54	39,54	39,54	39,54	57,97	60,11	97,51	99,65

- (1) Established as a subsidiary of Ditaş in 2024.
- (2) Koç Holding's effective ownership interest rate has changed following Whirlpool EMEA Holdings LLC's purchase of shares belonging to Beko B.V. constituting 25% of Beko Europe's share capital.
- (3) The transfer of shares constituting 0,65% of Arçelik's capital to non-controlling shareholders has been completed.
- (4) The transfer of shares constituting 0,36% of Aygaz's capital to non-controlling shareholders has been completed.
- (5) The transfer of shares constituting 0,14% of Ayvalık Marina's capital to non-controlling shareholders has been completed.
- (6) Included in the scope of consolidation following the business combination that took place on 1 April 2024 (Note 3). The registration processes for the board of directors and title changes have been completed in the relevant country registries.
- (7) Established as a subsidiary of Kuleli Tankercilik in 2024.
- (8) Established in 2024.
- (9) Liquidated in 2024.
- (10) Bıçakçılar Global merged with Bıçakçılar Tıbbi Cihazlar through the acquisition of all its assets and liabilities by Bıçakçılar Tıbbi Cihazlar. The relevant Board of Directors' resolutions and the merger agreement were registered on 18 December 2024.
- (11) Included in the scope of consolidation following the business combinations that took place in 2024 (Note 3).
- (12) Koç Holding's effective ownership interest rate has changed following Koç Holding's purchase of shares belonging to Tat Gıda constituting 1,12% and Temel Ticaret constituting 43,36% of Düzey's share capital. Additionally, the transfer of shares constituting 1,11% of Düzey's capital to non-controlling shareholders has been completed.
- (13) Koç Holding's effective ownership interest rate has changed following Koç Holding's purchase of shares belonging to Tat Gıda constituting 7,5% of Ram Dış Ticaret's share capital and Zer Ticaret's purchase of shares belonging to Temel Ticaret constituting 14,66% of Ram Dış Ticaret's share capital.
- (14) Koç Holding's effective ownership interest rate has changed following Koç Holding's purchase of shares belonging to Temel Ticaret constituting 42,56% and non-controlling shareholders constituting 0,70% of Koç Yapı Malzeme's share capital.
- (15) Koç Holding's effective ownership interest rate has changed following the Koç Family Member's purchase of shares belonging to Zer Ticaret constituting 0,12% of Opet's share capital.
- (16) Koç Holding's effective ownership interest rate has changed following Entek's and Opet's purchases of shares belonging to non-controlling shareholders constituting 1,97% of Esinti Enerji's share capital.
- (17) The transfer of shares constituting 0,04% of Koç Finansal Hizmetler's share capital to non-controlling shareholders has been completed.
- (18) Koç Holding's effective ownership interest rate has changed following the Koç Holding's funding of the capital increase that took place in Koç Investments B.V. in 2024.
- (19) The transfer of shares constituting 0,80% of KoçSistem's share capital to non-controlling shareholders has been completed.
- (20) The transfer of shares constituting 0,19% of Mares's capital to non-controlling shareholders has been completed.
- (21) Menzelet Kılavuzlu Elektrik merged with Entek through the acquisition of all of its assets and liabilities by Entek, and the relevant resolutions of the Board of Directors and the merger agreement were registered on 31 May 2024.
- (22) Koç Holding's effective ownership interest rate has changed following Koç Holding's purchase of shares belonging to Temel Ticaret constituting 3,43% of Otokoç's share capital.
- (23) Koç Holding's effective ownership interest rate has changed following Koç Holding's purchase of shares belonging to Temel Ticaret constituting 2,70% of Otokar's share capital.
- (24) Koç Holding's effective ownership interest rate has changed following Otokoç's purchase of shares constituting 49,98% of Otokoç Sigorta's share capital.
- (25) Koç Holding's effective ownership interest rate has changed following the Koç Holding's funding of the capital increase that took place in RMK Marine in 2024.
- (26) The transfer of shares constituting 0,33% of Setur's share capital to non-controlling shareholders has been completed.
- (27) The sale of shares, corresponding to 49,04% of Tat Gıda's capital and 15 founder usufruct shares held by Koç Holding, Koç Group companies, Koç Family Members and foundations related to Koç Group to Memişoğlu Tarım Ürünleri Ticaret Limited Şirketi was completed on 19 February 2024.
- (28) The transfer of shares constituting 0,02% of Tüpraş's capital to non-controlling shareholders has been completed.
- (29) Koç Holding's effective ownership interest rate has changed following Koç Holding's (21%) and Otokoç's (30%) purchase of shares belonging to Wat Motor constituting 51% of Wat Mobilite's share capital.
- (30) The process of acquisition of all shares of Bankhaus J. Faisst OHG, a banking entity in Germany, by Yapı Kredi Bankası was completed on 23 July 2024. The title of Bankhaus J. Faisst OHG was changed to Yapı Kredi Bank Deutschland OHG on 1 August 2024.
- (31) The transfer of shares constituting 2,14% of Zer Ticaret's capital to non-controlling shareholders has been completed.

CONVENIENCE TRANSLATION INTO ENGLISH OF THE CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH (NOTE 2.6)

KOÇ HOLDİNG A.Ş.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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(Amounts on tables expressed in million of Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

- c) Under the equity method, the investment in a joint venture is initially recognised at cost and the carrying amount is increased or decreased to recognise the investor's share of profit or loss of the investee after the date of the acquisition. The investor's share of the profit or loss of the investee is recognised in the investor's profit or loss. Distributions (dividends etc.) received from an investee reduce the carrying amount of the investment. Adjustments to the carrying amount are necessary for the change in the investor's proportionate interest in the investee arising from changes in the investee's other comprehensive income. For changes in the equity of an investee that do not go through the investee's profit or loss or other comprehensive income, the Group adjusts the carrying value of its investment with a corresponding change in its own equity.

Direct and indirect ownership held by Koç Holding is used in the equity accounting of Joint Ventures.

	Proportion of effective interest		Direct and indirect ownership interest held by Koç Holding		Ownership interest held by Koç Family members		Total ownership interest	
	2024	2023	2024	2023	2024	2023	2024	2023
Joint Ventures								
Al Jasoer ⁽¹⁾	23,32	22,00	49,00	49,00	-	-	49,00	49,00
Arçelik LG Klima	25,76	25,76	50,00	50,00	-	-	50,00	50,00
Demre 7 Tankercilik ⁽²⁾	19,70	-	50,00	-	-	-	50,00	-
Demre 8 Tankercilik ⁽²⁾	19,70	-	50,00	-	-	-	50,00	-
Demre Marina ⁽³⁾	29,89	29,89	50,00	50,00	-	-	50,00	50,00
Fer-Mas ⁽⁴⁾	37,62	37,59	37,84	37,86	-	-	37,84	37,86
Fiat Finans ⁽⁴⁾	37,62	37,59	37,84	37,86	-	-	37,84	37,86
Ford Otosan	38,65	38,65	38,65	38,65	0,67	0,67	39,32	39,32
Ford Otosan Netherlands	38,65	38,65	39,32	39,32	-	-	39,32	39,32
Ford Romania	38,65	38,65	39,32	39,32	-	-	39,32	39,32
Güney Tankercilik ⁽⁵⁾	9,85	9,87	50,00	50,00	-	-	50,00	50,00
Ingage ⁽⁶⁾	24,17	19,70	31,01	19,70	17,69	30,07	48,70	49,77
Kaş Marina	29,89	29,89	50,00	50,00	-	-	50,00	50,00
Koç Fiat Sigorta ⁽⁴⁾	37,62	37,59	37,84	37,86	-	-	37,84	37,86
Koçtaş Yapı Market ⁽⁷⁾	49,98	43,49	50,00	50,00	-	-	50,00	50,00
Kuzey Tankercilik ⁽⁵⁾	9,85	9,87	50,00	50,00	-	-	50,00	50,00
Netsel	32,88	32,88	55,00	55,00	-	-	55,00	55,00
Opet ⁽⁵⁾	19,70	19,75	42,88	43,00	7,12	7,00	50,00	50,00
Opet Aygaz Gayrimenkul ⁽⁵⁾	30,19	30,22	50,00	50,00	-	-	50,00	50,00
Opet Fuchs ⁽⁵⁾	9,85	9,87	50,00	50,00	-	-	50,00	50,00
Opet International ⁽⁵⁾	19,70	19,75	50,00	50,00	-	-	50,00	50,00
Opet Market ve Akaryakıt ⁽⁵⁾	19,70	19,75	50,00	50,00	-	-	50,00	50,00
Opet Trade BV ⁽⁵⁾	19,70	19,75	50,00	50,00	-	-	50,00	50,00
Opet Trade Singapore ⁽⁵⁾	19,70	19,75	50,00	50,00	-	-	50,00	50,00
Sendeo ⁽⁸⁾	33,69	67,38	50,00	100,00	-	-	50,00	100,00
THY Opet ⁽⁵⁾	9,85	9,87	50,00	50,00	-	-	50,00	50,00
Tofaş ⁽⁴⁾	37,62	37,59	37,62	37,59	0,22	0,27	37,84	37,86
Türk Traktör	37,50	37,50	37,50	37,50	-	-	37,50	37,50
United LPG	20,34	20,34	50,00	50,00	-	-	50,00	50,00
Vice 2 Tankercilik ⁽²⁾	19,70	-	50,00	-	-	-	50,00	-
VoltBek	23,60	23,60	50,00	50,00	-	-	50,00	50,00

- (1) Koç Holding's effective ownership interest rate has changed following Koç Holding's purchase of shares belonging to Temel Ticaret constituting 2,70% of Otocar's share capital.
- (2) Established in 2024.
- (3) Included in the scope of consolidation as of balance sheet date.
- (4) Koç Holding's effective ownership interest rate has changed following Koç Holding's purchase of shares belonging to Temel Ticaret constituting 0,04% of Tofaş' share capital and transfer of shares of constituting 0,01% of Tofaş's share capital to non-controlling shareholders.
- (5) Koç Holding's effective ownership interest rate has changed following Koç Family Member's purchase of shares belonging to Zer Ticaret constituting 0,12% of Opet's share capital.
- (6) The transfer of shares constituting 1,07% of the Ingage's share capital to non-controlling shareholders has been completed. Koç Holding's effective ownership interest rate has changed following Zer Ticaret's purchase of shares belonging to Temel Ticaret constituting 11,31% of Ingage's share capital.
- (7) Koç Holding's effective ownership interest rate has changed following Koç Holding's purchase of shares belonging to Temel Ticaret constituting 42,56% and non-controlling shareholders constituting 0,70% of Koç Yapı Malzeme's share capital.
- (8) Koç Holding's effective ownership interest rate has changed following the sale of 50% of Sendeo's shares to a third party.

CONVENIENCE TRANSLATION INTO ENGLISH OF THE CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH (NOTE 2.6)

KOÇ HOLDİNG A.Ş.

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

- d) Associates are accounted for using the equity method. Associates are companies in which the Group has voting power between 20% and 50% or the Group has power to participate in the financial and operating policy decisions but not control them. Unrealised gains or losses arising from transactions between the Group and its associates are eliminated to the extent of the Group's interest in the associates.

Voting rights of the Associates and their effective interests (%):

	Proportion of effective interest		Direct and indirect ownership interest held by Koç Holding		Ownership interest held by Koç Family members		Total ownership interest	
	2024	2023	2024	2023	2024	2023	2024	2023
Joint Ventures								
Allianz Emeklilik	11,14	11,14	20,00	20,00	-	-	20,00	20,00
Banque de Commerce	17,08	17,08	30,67	30,67	-	-	30,67	30,67

- e) Financial assets in which the Group together with Koç Family members, has ownership interests below 20%, or over 20% but which the Group and Koç family members does not exercise a significant influence or which are not exposed to significant influence of variable returns or which are immaterial are classified as financial assets measured at fair value through profit or loss or financial assets measured at fair value through other comprehensive income in the consolidated financial statements.
- f) Non-controlling shares in the net assets and operating results of Subsidiaries are separately classified in the consolidated financial statements as "non-controlling interests". Certain Koç Family members and companies controlled by them have interests in the share capital of certain subsidiaries. In the consolidated financial statements, these interests of Koç Family members and companies controlled by them are treated as non-controlling interests and are not included in the Group's net assets and profits attributable to the equity holders of the parent.

2.4.2 Segment reporting

Operating segments are reported in a manner consistent with the reporting provided to the chief operating decision-maker. The chief operating decision-maker is responsible for allocating resources and assessing performance of the operating segments. The sectors reported under "Other" do not meet the required minimum quantitative thresholds to be a reportable segment; hence they have been merged for the purpose of segment reporting.

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, should be 10 percent or more of the combined revenue, internal and external, of all internal and external operating segments; the absolute amount of its reported profit or loss should be 10 percent or more of the combined profit or loss or its total assets should be 10 percent or more of the combined assets of all operating segments. Operating segments that do not meet any of the quantitative thresholds may be considered as 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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The financial information of the Group's Joint Ventures shall not be consolidated by using the proportionate consolidation method in accordance with "TFRS 11, Joint Arrangements". Therefore, in the case that segment reporting is prepared based on the equity method set in "TFRS 11, Joint Arrangements", major financial information of Joint Ventures, except for net profit for the period, such as revenue, operating profit and profit before tax shall not be included in the related segment results.

The operations of Joint Ventures and their impacts on the financial results of the Group and the related segment are continued to be monitored in detail by the chief operating decision maker of the Group. Therefore, segment reporting of Joint Ventures has not been prepared based on the equity method set by the "TFRS 11, Joint Arrangements"; rather, the financial information of Joint Ventures has been included in segment results by full consolidation method (as 100%) within the framework of new segment reporting approach. The Group defines this segment reporting information prepared in conformity with this new approach as "combined financial information".

2.4.3 Foreign currency translation

Functional and presentation currency

Items included in the consolidated financial statements of the Subsidiaries, Joint Ventures and Associates of the Group are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The consolidated financial statements are presented in TL, which is Koç Holding's functional and presentation currency.

Foreign currency transactions and balances

Foreign currency transactions are translated using the exchange rates prevailing at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated using the exchange rates at the balance sheet date. Foreign exchange gains and losses resulting from trading activities (trade receivables and payables) denominated in foreign currencies of the Group companies operating in the non-finance sectors, have been accounted for under "other operating income/expenses" whereas foreign exchange gains and losses resulting from the translation of other monetary assets and liabilities denominated in foreign currencies have been accounted for under "financial income/expenses" in the consolidated income statement. Foreign exchange gains and losses resulting from monetary assets and liabilities denominated in foreign currencies of the Group companies operating in the finance sector, have been classified under "revenue/cost of finance sector operations" in the consolidated income statement.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated to functional currency using the exchange rates as at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined.

Financial statements of foreign subsidiaries, joint ventures and associates

The assets and liabilities, presented in the financial statements of the foreign Subsidiaries, Joint Ventures and Associates prepared in accordance with the Group's accounting policies, are translated into TL at the exchange rate at the date of the balance sheet whereas income and expenses are translated at the average exchange rates for the respective periods. Exchange differences resulting from using the exchange rates at the balance sheet date and the average exchange rates are recognised in the currency translation differences under the equity.

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4.4 Discontinued operations and assets and liabilities held for sale

Discontinued operation is a major line of business or geographical area of operations that is part of a single coordinated plan to be disposed of or is held-for-sale.

A single amount on the face of the income statements comprising the total of the post-tax profit or loss of discontinued operations and the post-tax gain or loss recognised by the disposal of the assets constituting the discontinued operation is disclosed. Also, the net cash flows of the discontinued operations associated with the operating, investment and financing activities are specified in the related note.

Group of non-current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction, not through continuing use. Liabilities directly associated with those assets are classified similarly.

Non-current assets or asset groups that meet the criteria of asset held for sale are measured at the lower of its carrying amount and fair value less cost to sell. These assets are not depreciated.

2.4.5 Related parties

For the purpose of these consolidated financial statements, shareholders, parents of Koç Holding A.Ş., key management personnel and Board of Directors members, their close family members and the legal entities over which these related parties exercise control and significant influence, subsidiaries and joint ventures excluded from the scope of consolidation are considered and expressed as "related parties".

2.4.6 Financial assets

Group classifies its financial assets in three categories of financial assets measured at amortised cost, financial assets measured at fair value through other comprehensive income and financial assets measured at fair value through profit of loss in accordance with TFRS 9.

The classification of financial assets is determined considering the business model under which the financial asset is being managed and contractual cash flows representing solely payments of principal and interest of the financial asset. The appropriate classification of financial assets is determined at the time of the purchase.

Assessment of the business model

The Group determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. The business model does not depend on management's intentions for an individual instrument. Accordingly, this condition is not a single instrument basis approach for classification and should be determined on a higher level of aggregation. During the assessment of the business model for management of financial assets, all relevant evidences (policies and targets specified for the portfolio, how the performance of the portfolio is evaluated and reported to the Group's management, how additional payments to management are determined, the risks that affect the performance of the business model and the frequency, volume and timing of sales in prior periods, the reasons for such sales and the expectations about future sales activity) at the assessment date have been taken into consideration.

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The business models are divided into three categories. These categories are defined below:

Business model whose objective is to hold assets in order to collect contractual cash flows:

Financial assets that are held within a business model whose objective is to hold assets in order to collect contractual cash flows are managed to realise cash flows by collecting contractual payments over the life of the instrument. That is, the Group manages the assets held within the portfolio to collect those particular contractual cash flows. Although the objective of Group's business model may be to hold financial assets in order to collect contractual cash flows, the Group does not need to hold all of those instruments until their maturity. Thus, the Group's business model can be to hold financial assets to collect contractual cash flows even when sales of financial assets occur or are expected to occur in the future.

Business model whose objective is achieved by both collecting contractual cash flows and selling financial assets:

The Group may hold financial assets in a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets. In this type of business model, the Group's management has made a decision on both collecting contractual cash flows and selling financial assets are necessary for achieving the objective of the business model. There are various objectives that may be consistent with this type of business model. For example, the objective of the business model may be to manage liquidity needs on daily basis, to maintain a particular interest yield profile or to match the duration of the financial assets to the duration of the liabilities funding those assets. To achieve such an objective, the Group will both collect contractual cash flows and sell financial assets.

Compared to a business model whose objective is to hold financial assets to collect contractual cash flows, this business model will typically involve greater frequency and value of sales. This is because selling financial assets is integral to achieving the business model's objective instead of being only incidental to it.

Other business models:

Financial assets are measured at fair value through profit or loss if they are not held within a business model whose objective is to hold assets to collect contractual cash flows or within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets.

A business model in which the Group manages its financial assets in order to obtain cash flows arising from their sales, result in the measurement of financial assets by reflecting the fair value changes to profit or loss. The Group is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions.

Assessment of whether contractual cash flows are solely payments of principal and interest

For the purposes of this assessment, "principal" is defined as the fair value of the financial asset at initial recognition. "Interest" is defined as the credit risk associated with the time value of money and the unpaid principal amount over a specified period and other basic lending risks and costs.

When evaluating whether the contractual cash flows are solely payments of principal and interest, the Group considers the terms of the contract for the relevant financial instrument. This assessment includes contract terms such as; conditions that may change the amount or timing of cash flows, leverage features, prepayment and extension terms, terms that limit the Group's claim to demand cash flows from specified assets and features that modify consideration of the time value of money.

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Financial asset categories

"Financial assets measured at amortised 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 amortised cost comprise "cash and cash equivalents", "trade receivables", "debt securities" and "receivables from finance sector operations". Financial assets carried at amortised 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 amortised cost are accounted for under the consolidated statement of income.

"Financial assets measured at fair value through other comprehensive income" are either equity securities or debt securities that are held for collection of contractual cash flows and for selling the assets, where the assets' cash flows represent solely payments of principal and interest, and that are not designated as financial assets at fair value through profit or loss. The Group measures related financial assets at fair value. Gains or losses on a financial asset classified as debt securities measured at fair value is recognised in other comprehensive income, except for impairment expenses and foreign exchange gains and losses. When an equity security is derecognised, the cumulative gain or loss previously recognised in other comprehensive income is reclassified to retained earnings. When a debt security is derecognised, the cumulative gain or loss previously recognised in other comprehensive income is reclassified to profit or loss.

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 statement of income.

"Financial assets at fair value through profit or loss" are assets that are not measured at amortised cost or at fair value through other comprehensive income. Financial assets are measured at fair value through profit or loss if they are not held within a business model whose objective is to hold assets to collect contractual cash flows or within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and if the cash flows do not solely consist of principal and interest. Gains and losses resulting from the valuation of these assets are accounted in the consolidated statement of income.

2.4.7 Repurchase and resale transactions

Funds attributed to financial assets as reverse repo are recorded as receivables from reverse repo under cash and cash equivalents in the consolidated financial statements. A rediscount income is calculated by using the internal discount rate method for the current year portion of the difference between the sale and purchase price of these reverse repo agreements and accounted by adding to the cost of the reverse repo.

2.4.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held in banks with maturities of 3 months or less, government bonds/treasury bills with original maturities of 3 months or less, other short-term liquid investments and blocked deposits. Group evaluates its cash and cash equivalents in accordance with expected credit loss model for impairment.

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4.9 Trade receivables

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

The Group collects a part of its receivables through factoring. The amounts that the factoring company takes the risk of collection are deducted from the related receivables accounts. The amount that the Group's collection risk continues are presented in the consolidated financial statements and the amount received from the factoring company in exchange of those receivables is classified as factoring payables under the "Borrowings" account in the consolidated financial statements. Factoring transactions do not change the "hold to collect" business model of the Group as long as only short-term receivables are factored and / or factoring transactions are not frequent.

Impairment

Group has preferred to apply "simplified approach" defined in TFRS 9 for the recognition of impairment losses on trade receivables, carried at amortised cost and that do not comprise of any significant finance component (those with maturity less than 12 months). 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.

Group uses a provision matrix for the calculation of the expected credit losses on trade receivables which is based on past experience and future expectations. The provision matrix calculates fixed provision rates depending on the number of days that a trade receivable is past due and those provision rates are reviewed and, revised if necessary, in every reporting period. The changes in the expected credit losses on trade receivables are accounted for under "other operating income/expenses" account of the consolidated statement of income.

2.4.10 Receivables from finance sector operations

Financial assets generated as a result of lending money or providing a loan are classified as receivables from finance sector operations and are carried at amortised cost, less any impairment. All loans and advances are recognised in the consolidated financial statements when cash is transferred to customers.

Impairment

Group has adopted "three stage approach (general model)" defined in TFRS 9 for the recognition of impairment losses on receivables from finance sector operations, carried at amortised cost or carried at fair value through other comprehensive income. General model considers the changes in the credit quality of the financial instruments after the initial recognition. Three stages defined in the general model are as follows:

"Stage 1", includes financial instruments that have not had a significant increase in credit risk since initial recognition or that have low credit risk at the reporting date. For these assets, 12-month expected credit losses ("ECL") are recognised and interest revenue is calculated on the gross carrying amount of the asset (that is, without deduction for credit allowance). 12-month ECL are the expected credit losses that result from default events that are possible within 12 months after the reporting date and represents the credit loss on an asset weighted by the probability that the loss will occur in the next 12 months.

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"Stage 2", includes financial instruments that have had a significant increase in credit risk since initial recognition but those do not have objective evidence of impairment. For these assets, lifetime expected credit losses are recognised and interest revenue is calculated on the gross carrying amount of the asset. Lifetime ECL are the expected credit losses that result from all possible default events over the expected life of the financial instrument.

"Stage 3", includes financial assets that have objective evidence of impairment at the reporting date. For these assets, lifetime expected credit losses are recognised.

Group appropriately classifies its financial instruments considering common risk factors (such as the type of the instrument, credit risk rating, guarantees, time to maturity and sector) to determine whether the credit risk on a financial instrument has increased significantly and to account appropriate amount of credit losses in the consolidated financial statements.

The changes in the expected credit losses on receivables from finance sector operations are accounted for under "other operating income/expenses" account of the consolidated statement of income.

2.4.11 Credit finance income/expenses

Credit finance income/expenses represent imputed finance charges on credit sales and purchases. Such income and expenses are recognised using the effective yield method over the period of credit sales and purchases within the materiality principle and classified under "other operating income/expenses" in the consolidated statement of income.

2.4.12 Inventories

Cost elements included in inventories are materials, labour and an appropriate amount of factory overheads. The cost of inventories is determined by the weighted average method. Inventories are valued at the lower of cost or net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less the costs of completion and selling expenses.

2.4.13 Assets used in operational lease

Assets used in operational lease include the motor vehicles of Otokoç, a Subsidiary of the Group, resourced in rent a car service. The Group classifies the assets, used in operating leases and owned to be leased for over one year, as "property, plant and equipment"; and classifies the assets owned to be leased for shorter than one year and expected to be disposed at the end of related leasing period in the ordinary business of Otokoç, as "other current assets". The difference between the cost and the estimated second-hand sales price of the related assets is (residual value) depreciated on a straight-line basis over the duration of rent contracts. The assets used in operating lease are transferred to inventories based on their remaining net carrying values when they are decided to be sold at the end of their leasing period.

2.4.14 Investment property

Land and buildings that are held for rental yields or for capital appreciation or both rather than held in the production or supply of goods or services or for administrative purposes or for the sale in the ordinary course of business are classified as "investment property". Investment properties are carried at cost less accumulated depreciation. Depreciation is provided for investment properties on a straight-line basis over their estimated useful lives, ranging from 3-50 years.

Investment properties are reviewed for possible impairment losses and where the carrying amount of the investment property is greater than the estimated recoverable amount, it is written down to its recoverable amount. Recoverable amount of the investment property is the higher of future net cash flows from the utilisation of this investment property or fair value less cost to sell.

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2.4.15 Property, plant and equipment and related depreciation

Property, plant and equipment are carried at cost less accumulated depreciation. Depreciation is provided for property, plant and equipment on a straight-line basis over their estimated useful lives. Land is not depreciated as it is deemed to have an indefinite useful life.

The depreciation periods for property, plant and equipment, which approximate the economic useful lives of such assets, are as follows:

Buildings	5 - 50 years
Land improvements	3 - 50 years
Machinery and equipment	3 - 50 years
Furniture and fixtures	2 - 50 years
Motor vehicles	3 - 25 years
Leasehold improvements	3 - 10 years

Useful life and the depreciation method are constantly reviewed, and accordingly, parallels are sought between the depreciation method and the period and the useful life to be derived from the related asset.

Property, plant and equipment are reviewed for impairment losses whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the carrying amount of the asset exceeds its recoverable amount, which is the higher of the asset's net selling price or value in use. Recoverable amount of the property, plant and equipment is the higher of future net cash flows from the utilisation of this property, plant and equipment or its fair value less cost to sell.

Repairs and maintenance expenses are charged to the income statements during the period in which they are incurred. The cost of major renovations is included in the carrying amount of the asset when it is probable that future economic benefits in excess of the originally assessed standard of performance of the existing asset will flow to the Group. Major renovations are depreciated over the remaining useful life of the related asset.

Machinery and equipment are capitalised and amortised when their capacity is fully available for use.

Gains or losses on disposals of property, plant and equipment are determined by comparing proceeds with their net carrying amounts and are classified under "gains/losses from investing activities" in the current period.

2.4.16 Intangible assets and related amortisation

Intangible assets comprise usage rights, brands, development costs, information systems, customer relationships, generation licenses and other identified rights. They are initially recognised at acquisition cost and amortised on a straight-line basis over their estimated useful lives. Cost of an intangible asset acquired by a business combination is its fair value at the acquisition date. Intangible assets with indefinite useful lives are not amortised, however are tested for impairment annually. Whenever there is an indication that the intangible is impaired, the carrying amount of the intangible asset is reduced to its recoverable amount and the impairment loss is recognised as an expense.

The amortisation periods for intangible assets, which approximate the economic useful lives of such assets, are as follows:

Rights	4 - 15 years
Brands	Indefinite useful life
Development costs	2 - 10 years
Customer relationships	8 - 50 years
Other intangible assets	5 - 40 years

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4.17 Leases

Group - as a lessee

At inception of a contract, the Group assesses whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Group considers following indicators for the assessment of whether a contract conveys the right to control the use of an identified asset for a period of time or not:

- The contract includes an identified asset (contract includes a definition of a specified asset explicitly or implicitly),
 - A capacity portion of an asset is physically distinct or represents substantially all the capacity of an asset (if the supplier has a substantive right to substitute the asset and obtain economic benefits from use of the asset, then the asset is not an identified asset),
 - Group has the right to obtain substantially all the economic benefits from use of the identified asset,
 - Group has the right to direct the use of an identified asset.
- Group has the right to direct the use of the asset throughout the period of use only if either:
- a) Group has the right to direct how and for what purpose the asset is used throughout the period of use or
 - b) Relevant decisions about how and for what purpose the asset is used are predetermined:
 - i. Group has the right to operate the asset (or to direct others to operate the asset in a manner that it determines) throughout the period of use, without the supplier having the right to change those operating instructions; or
 - ii. Group designed the asset (or specific aspects of the asset) in a way that predetermines how and for what purpose the asset will be used throughout the period of use.

Group recognises a right-of-use asset and a lease liability at the commencement date of the lease following the consideration of the above mentioned factors.

Right-of-use asset

At the commencement date, the Group measures the right-of-use asset at cost. The cost of the right-of-use asset comprises:

- a) The amount of the initial measurement of the lease liability,
- b) Any lease payments made at or before the commencement date, less any lease incentives received,
- c) Any initial direct costs incurred by the Group, and
- d) An estimate of costs to be incurred by the Group in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease (unless those costs are incurred to produce inventories).

When applying the cost model, Group measures the right-of-use asset at cost:

- a) Less any accumulated depreciation and any accumulated impairment losses; and
- b) Adjusted for any remeasurement of the lease liability.

Group applies the depreciation requirements in TAS 16 Property, Plant and Equipment Standard in depreciating the right-of-use asset.

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Group applies TAS 36 Impairment of Assets Standard to determine whether the right-of-use asset is impaired and to account for any impairment loss identified.

Lease liability

At the commencement date, the Group measures the lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted by using the interest rate implicit in the lease, if that rate can be readily determined, or by using the Group's incremental borrowing rate.

The lease payments included in the measurement of the lease liability comprise the following payments for the right to use the underlying asset during the lease term that are not paid at the commencement date:

- a) Fixed payments, less any lease incentives receivable,
- b) Variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date,
- c) Payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

After the commencement date, Group measures the lease liability by:

- a) Increasing the carrying amount to reflect interest on the lease liability,
- b) Reducing the carrying amount to reflect the lease payments made, and
- c) Remeasuring the carrying amount to reflect any reassessment or lease modifications. The Group recognises the amount of the remeasurement of the lease liability as an adjustment to the right-of-use asset.

Options to extend and terminate

Group assesses the contractual options to extend or to terminate the lease when determining the lease liability. The majority of the options to extend and terminate are exercisable both by the Group and the respective lessor. Group determines the lease term of a lease considering the periods covered by options to extend and terminate the lease if the options are exercisable by the Group and the Group is reasonably certain to exercise those options. If a significant change in circumstances takes place, related lease term assessment is revisited by the Group.

Variable lease payments

Some lease contracts of the Group contain variable payment terms. Variable lease payments are not in the scope of TFRS 16 Standard and recognised in the statement of income in the related period.

Practical expedients

The short-term lease agreements with a lease term of 12 months or less and agreements related to information technology equipment leases (mainly printer, laptop, mobile phone etc.), which are determined by the Group as low value, have been evaluated within the scope of practical expedients introduced by the TFRS 16 Leases Standard and related lease payments are recognised as an expense in the period in which they are incurred.

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Group - as a lessor

All the leases that Group is the lessor are operating leases. Assets leased out under operating leases are classified under investment properties, property, plant and equipment or other current assets in the consolidated balance sheet. Rental income is recognised in the consolidated statement of income on a straight-line basis over the lease term.

2.4.18 Business combinations and goodwill / gain on bargain purchase

Business combinations are accounted for by using the purchase method in the scope of TFRS 3 "Business combinations". Any excess of the cost of acquisition over the acquirer's interest in the (i) net fair value of the acquiree's identifiable assets and contingent liabilities as of the acquisition date, (ii) amount of any non-controlling interest in the acquired entity and (iii) fair value of any equity interest previously held by acquirer is accounted for as goodwill. If those amounts are less than fair value of the net identifiable assets of the business acquired, the difference is recognised directly in "Other operating income" as a gain from bargain purchase.

Under this method, the cost of an acquisition is measured over the fair value of cash and other assets given as of the acquisition date, equity instruments issued or liabilities incurred. If a business combination contract includes clauses that enable adjustments in the cost of business combination depending on events after the acquisition date; in case the adjustment is measurable and more probable than not, than the cost of business combination at acquisition date is adjusted.

Identifiable assets, liabilities and contingent liabilities of the business acquired are measured initially at their fair values at the acquisition date in the scope of TFRS 3.

Goodwill recognised in business combinations is tested for impairment annually (as of 31 December) or more frequently if events or changes in circumstances indicate impairment, instead of amortisation. Impairment losses on goodwill are not reversed. Goodwill is allocated to cash-generating units for the purpose of impairment testing.

TFRS 3 is not applicable to legal merges between the entities controlled by the Group. As a result of these transactions, no goodwill is recognised.

In business combinations involving entities under common control, assets and liabilities subject to a business combination are recognised at their carrying amounts in the consolidated financial statements. In addition, statements of income are consolidated from the beginning of the financial year in which the business combination takes place. Similarly, comparative consolidated financial statements are restated retrospectively for comparison purposes. As a result of these transactions, no goodwill is recognised. The difference between the consideration transferred and the carrying value of the acquired entity's net assets at the acquisition date is directly accounted under "transactions under common control" in "prior years' income".

Transactions with non-controlling interests

The Group applies a policy of treating transactions with non-controlling interests as transactions with equity owners of the Group. For share purchases from non-controlling interests, the difference between any consideration paid and the relevant share acquired of the carrying value of net assets of the subsidiary is deducted from equity. Gains or losses on disposals to non-controlling interests are also recorded in equity. In case of the share sales to non-controlling interests, differences between any proceeds received and the relevant share of non-controlling interests are also recorded in equity.

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4.19 Taxes on income

Taxes include current period income tax liabilities and deferred tax liabilities. A provision is recognised for the current period tax liability based on the period results of the Group at the balance sheet date.

Deferred income tax is provided for in full, using the liability method, on all temporary differences arising between the tax bases of assets and liabilities and their carrying values in the consolidated financial statements. Currently enacted tax rates are used to determine deferred income tax.

Deferred tax liabilities are recognised for all taxable temporary differences, where deferred tax assets resulting from deductible temporary differences (including unused incentive amounts and carried forward tax losses of prior years) are recognised to the extent that it is probable that future taxable profit will be available against which the deductible temporary difference can be utilised.

The parent company Koç Holding recognises deferred tax asset for all deductible temporary differences arising from investments in Subsidiaries, only to the extent that:

- The temporary difference will reverse in the foreseeable future; and
- Taxable profit will be available against which the temporary difference can be utilised.

The parent company Koç Holding recognises deferred tax liability for all taxable temporary differences associated with investments in Subsidiaries except to the extent that both of the following conditions are satisfied:

- The parent is able to control the timing of the reversal of the temporary difference; and
- It is probable that the temporary difference will not reverse in the foreseeable future.

Government grants allowing reduced corporate tax payment are evaluated within the scope of TAS 12 Income Taxes standard and are recognised as deferred tax asset by the qualified tax advantage amount, to the extent it is probable that future taxable profits will be available against which the unused investment tax credits can be utilised.

The tax effects of the transactions that are accounted in other comprehensive income or directly in the equity are also reflected to the equity.

When the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same taxation authority with the condition of being same taxpayer entity and there is a legally enforceable right to set off current tax assets against current tax liabilities, deferred tax assets and deferred tax liabilities are offset accordingly.

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4.20 Financial liabilities

Financial liabilities are measured initially at fair value. Any transaction costs directly attributable to the undertaking of a financial liability are added on the fair value of the financial liability. These financial liabilities are subsequently measured at amortised cost using the effective interest method. Financial liabilities are excluded from the balance sheet when the obligation specified in the contract is fulfilled, canceled or expired. When the terms of a financial liability are renegotiated or transferred to another party, the difference between the carrying value of the financial liability and the amount paid, including the transferred non-cash assets and liabilities, is recognised in the income statement as profit or loss.

2.4.21 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 recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

2.4.22 Provisions for employee benefits

a) Provision for employment termination benefits

The provision for employment termination benefits, as required by Turkish Labour Law represents the present value of the future probable obligation of the Group arising from the retirement of its employees based on the actuarial projections.

TAS 19 "Employee Benefits" requires actuarial assumptions (net discount rate, turnover rate to estimate the probability of retirement etc.) to estimate the entity's obligation for employment termination benefits. The effects of differences between the actuarial assumptions and the actual outcome together with the effects of changes in actuarial assumptions compose the actuarial gains / losses and recognised under other comprehensive income.

b) Pension rights

The personnel of Yapı Kredi Bankası, a Subsidiary of the Group, are members of the Yapı ve Kredi Bankası Anonim Şirketi Mensupları Yardım ve Emekli Sandığı Vakfı ("the Fund") which was established in accordance with the 20th temporary article of the Social Security Law numbered 506. Pension fund liabilities are determined by a registered independent actuary based on audited actuary report.

Paragraph one of temporary article 23 of the Banking Act published in the Official Gazette dated 1 November 2005 numbered 25983 stated that foundations like the Fund are to be transferred to the Social Security Institution ("SSI") within three years of the published date of the article. Law article related to the transfer was cancelled by the decision of Constitutional Court (decision no: E.2005/39, K. 2007/33 dated 22 March 2007) published in the Official Gazette No. 26479 dated 31 March 2007, and the effect of the law article was suspended from the date of the publication of the decision.

The reasoning of the Constitutional Court regarding the abrogation of the corresponding article was published in the Official Gazette dated 15 December 2007, numbered 26731. With the publication of the reasoning of the decision, the Grand National Assembly of Turkey ("GNAT") started to work on new legal arrangements regarding the transfer of the fund members to SSI and the related articles of the "Law Regarding the Changes in Social Insurance and General Health Insurance Law and Other Related Laws and Regulations" numbered 5754 ("the New Law") regulating the transfer of the funds were approved by the GNAT on 17 April 2008. The New Law was published in the Official Gazette dated 8 May 2008, numbered 26870 and came into force.

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

With the New Law, the pension funds of the banks are transferred to the SSI in three years from the issuance date of the related article and this period can be extended for maximum two years with the decision of the Council of Ministers. The transfer period was extended for another two years with the decision of the Council of Ministers No. 2011/1559 published in the Official Gazette dated 9 April 2011. According to the "Amendment of Social Insurance and General Health Insurance Law No. 6283" published in the Official Gazette dated 8 March 2012, Council of Ministers was authorised to increase the two year extension period to four years. Based on the decision of the Council of Ministers dated 24 February 2014; May 2015 was determined as the date of the transfer. The Council of Ministers was authorised to determine the transfer date of pension funds in accordance with the last amendment in the first paragraph of the 20th provisional article of Law No.5510 implemented by the Law No. 6645 on Amendment of the Occupational Health and Safety Law and Other Laws and Decree Laws published in the Official Gazette dated 23 April 2015 and numbered 29335. The President was authorised to determine the transfer date of pension funds in accordance with the Official Gazette dated 9 July 2018 and numbered 30473.

Under the New Law, a committee is decided to be formed, whose members are the representatives of the SSI, the Ministry of Finance, Turkish Treasury, State Planning Organisation, BRSA and Saving Deposit Insurance Fund ("SDIF") representing the Fund and one member representing the Fund members. This committee is in charge of the calculation of the value of the payment that would need to be made to SSI to settle the obligation using a technical interest rate of 9,8% by law taking into consideration the income and expenses by insurance branches of the funds and the excess of salaries and income paid by the funds over the salaries and income to be paid in accordance with the SSI arrangements which should not be less than SSI arrangements, related to the members of the Fund as of the date of the transfer including the members who have left the scheme.

In accordance with the New Law, after the transfer to SSI, the social rights and payments of Fund members and their beneficiaries, which are not provided although they are included in the Fund Title Deed, will be provided by the Fund and the employers of the Fund members.

Yapı Kredi Bankası accounts for a provision for the technical deficit based on the report prepared by a registered actuary with the rates determined by the New Law and in accordance with "TAS 19 - Employee Benefits" standard. As a result of this, service and interest costs incurred in the change of provision for the pension fund are recognised in the income statement and actuarial gains and losses are recognised under equity.

The accounting for retirement benefit obligations of Arçelik, a Subsidiary of the Group, involves estimating the costs of future benefits and spreading these costs over the employee's expected service life. Determining the obligation and expense related to these costs requires the use of specific assumptions. These key assumptions include the discount rate, the expected long-term return rate on plan assets, life expectancy, and healthcare cost inflation rates. These assumptions may vary based on interest rates in high-quality bonds and equities, as well as medical cost inflation. If actual outcomes differ from these assumptions, the differences accumulate and are amortised over future periods, which generally affects the expense recorded in those periods and the accrued obligation. While it is believed that the assumptions are appropriate considering current economic conditions and actual experience, significant discrepancies in results or significant changes in assumptions could materially impact retirement and other post-retirement benefit obligations and related future expenses (Note 19). The retirement benefit obligation as of 31 December 2024, and the pre-retirement benefit costs for 2024, have been prepared using the assumptions determined as of 31 December 2024.

c) Defined contribution plans

The Group has to pay contributions to the Social Security Institution on a mandatory basis. The Group has no further payment obligations once the contributions have been paid. These contributions are recognised as an employee benefit expense when they are accrued.

d) Unused vacation rights

Liabilities arising from unused vacations of the employees are accrued in the period when the unused vacations are qualified.

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4.23 Provisions, contingent assets and liabilities

Provisions are recognised when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the amount can be made.

Where the effect of the time value of money is material, the amount of provision shall be the present value of the expenditures expected to be required to settle the obligation. The discount rate reflects current market assessments of the time value of money and the risks specific to the liability. The discount rate shall be a pre-tax rate and shall not reflect risks for which future cash flow estimates have been adjusted.

Possible assets or obligations that arise from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group are not included in the consolidated financial statements and treated as contingent assets or liabilities.

2.4.24 Revenue recognition

Revenue is accounted for in the consolidated financial statements within the scope of the five-stage model below.

- 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, committed to deliver the distinct 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 recognised over time by measuring the progress towards complete satisfaction of that performance obligation.

When a performance obligation is satisfied by transferring promised goods or services to a customer, the Group recognises the revenue as the amount of the transaction price that is allocated to 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 recognised on an accrual basis as other operating income.

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Finance sector

Interest income and expenses are recognised in the income statement on an accrual basis by using the effective interest method. When loans and advances to customers are considered doubtful of collection by the management, interest income is suspended and the rediscount amounts recorded until the cessation date are canceled and not recorded as income until the collection is made. Fees and commissions received as a result of the service agreements or arising from negotiating or participating in the negotiation of a transaction on behalf of a third party are recognised either in the period when the transaction is realised or deferred based on the type of the underlying transaction. Other commission income and fees from various banking services are recorded as income at the time of realisation.

The Group classifies inflation-indexed government bonds as "Financial assets measured at fair value through other comprehensive income" and "Financial assets measured at amortised cost". The reference indices used in the calculation of coupon payments are calculated based on the CPI rates of two months ago. Interest income calculated using the effective interest rate is recorded in the net interest income within the framework of TAS 1.

2.4.25 Offsetting

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

2.4.26 Dividends

Dividend income is recognised by the Group at the date the right to collect the dividend is realised. Dividend payables are recognised as liability in the consolidated financial statements following the approval of the general assembly.

2.4.27 Research and development costs

Research costs are recognised and expensed in the income statement in the period in which they are incurred. Costs incurred on development projects relating to the design and testing of new or improved products are recognised as intangible assets when it is probable that the project will be a success considering its commercial and technological feasibility and only if the cost can be measured reliably. Other development expenditures are recognised as an expense as incurred. Development costs previously recognised as an expense cannot be recognised as an asset in subsequent periods. Development costs that have been capitalised are amortised from the commencement of the commercial production of the product on a straight-line basis over their estimated useful lives (2-10 years).

2.4.28 Warranty provisions

Warranty provisions are recorded as a result of repair and maintenance expenses for products produced and sold, authorised services' labour and material costs for products under the scope of the warranty terms without any charge to the customers, initial maintenance costs and estimated costs based on statistical information for possible future warranty services and returns of products with respect to the products sold during the period.

2.4.29 Government grants

Government grants along with investment, research and development grants are accounted on accrual basis with their fair values when the application of grants is approved. These grants are accounted for as deferred income in the consolidated balance sheet and are credited to consolidated income statement on a straight-line basis over the expected lives of related assets. Government grants allowing reduced corporate tax practice are evaluated within the scope of TAS 12 "Income Taxes" standard (Note 2.4.19).

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4.30 Borrowing costs

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset, one that takes a substantial period of time to get ready for its intended use or sale, are capitalised as part of the cost of that asset in the period in which the asset is prepared for its intended use or sale. Borrowing costs that are not in this scope are recognised directly in the income statement.

The financing costs of borrowings attributable to ongoing investments (interest expenses and foreign exchange losses based on the difference between the TL benchmark interest and interest regarding the foreign currency denominated loans) are capitalised until the completion of the investments.

2.4.31 Derivative instruments and hedging activities

Derivative instruments are initially recognised at the acquisition cost reflecting the fair value on the date on which a derivative contract is entered into and are subsequently remeasured at fair value. The derivative instruments of the Group mainly consist of foreign exchange forward contracts and currency/interest rate swap instruments. These derivative transactions, even though providing effective economic hedges under the Group risk management position, do not generally qualify for hedge accounting under the specific rules and are therefore treated as derivatives held for trading in the consolidated financial statements. The fair value changes for these derivatives are recognised in the consolidated income statement.

The hedging transactions of the Group that qualify for hedge accounting are accounted for as follows:

Fair value hedge

Changes in the fair value of derivatives that are designated and qualified as fair value hedges are recorded in the income statement, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk. The change in the fair value of hedged asset or liability attributable to the hedged risk is recorded as part of the carrying value of the hedged asset or liability during the effective hedging relationship. If the hedge no longer meets the criteria for hedge accounting, the adjustment to the carrying amount of a hedged item, for which the effective interest method is used, is amortised using a recalculated effective interest rate.

Cash flow hedge

Hedges of exposures to variability in cash flows that are attributable to a particular risk associated with a recognised asset or liability or a highly probable forecast transaction with and could affect profit and loss are designated as cash flow hedges by the Group.

Changes in the fair value of derivatives, designated as cash flow hedges and qualified as effective, are recognised in equity as "gains/(losses) on cash flow hedges". Where the forecasted transaction or firm commitment results in the recognition of an asset or of a liability, the gains and losses previously recognised under equity are transferred from equity and included in the initial measurement of the cost of the asset or liability. Otherwise, amounts recognised under equity are transferred to the consolidated income statement in the period in which the hedged firm commitment or forecasted transaction affects the consolidated income statement.

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

If the forecast transaction or firm commitment is no longer expected to occur, the cumulative gain or losses previously recognised in equity are transferred to the income statement. If the hedging instrument expires or is sold, terminated or exercised without replacement or rollover, or if its designation as a hedge is revoked, any cumulative gain or loss previously recognised in other comprehensive income remains in other comprehensive income until the forecast transaction or firm commitment affects profit or loss.

Foreign currency hedge of net investments in foreign operations

Gains or losses on the hedging instrument relating to the effective portion of the foreign currency hedge of net investments in foreign operations are recognised as other comprehensive income while any gains or losses relating to the ineffective portion are recognised in the income statement.

On disposal of the foreign operation, the cumulative value of any such gains or losses recorded in equity is transferred to the income statement.

2.4.32 Earnings per share

Earnings per share disclosed in the consolidated income statement are determined by dividing net income attributable to equity holders of the parent by the weighted average number of shares outstanding during the period concerned.

In Turkey, companies can increase their share capital through a pro-rata distribution of shares ("bonus shares") to existing shareholders from retained earnings and inflation adjustment to equity. For the purpose of earnings per share computations, the weighted average number of shares in existence during the period has been adjusted in respect of bonus share issues without a corresponding change in resources, by giving them retroactive effect for the period in which they were issued and each earlier period as if the event had occurred at the beginning of the earliest period reported.

2.4.33 Treasury shares

As the Group Companies repurchase their own equity instruments, these instruments are accounted for as "treasury shares" and deducted from equity. Gain or loss is not recognised in the consolidated statement of income due to the purchase, sale, issue or cancellation of the equity instruments of the Group Companies and the amounts received or paid for these transactions are recognised directly in equity.

2.4.34 Events after the balance sheet date

The Group adjusts the amounts recognised in its consolidated financial statements to reflect the adjusting events after the balance sheet date. If non-adjusting events after the balance sheet date have material influence on the economic decisions of users of the financial statements, they are disclosed in the notes to the consolidated financial statements.

2.4.35 Statement of cash flows

Cash flows during the period are classified and reported by operating, investing and financing activities in the cash flow statements.

Cash flows from operating activities represent the cash flows generated from the Group's activities.

Cash flows from investing activities represent the cash flows that are used in or provided from the investing activities of the Group (tangible and intangible assets and financial assets).

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

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.5 Significant Accounting Estimates and Assumptions

Preparation of consolidated financial statements requires the usage of estimations and assumptions which may affect the reported amounts of assets and liabilities as of the balance sheet date, disclosure of contingent assets and liabilities and reported amounts of income and expenses during the financial period. The accounting assessments, forecasts and assumptions are reviewed continuously considering the past experiences, other factors and the reasonable expectations about the future events under current conditions. Although the estimations and assumptions are based on the best estimates of the management's existing incidents and operations, they may differ from the actual results.

Impairment tests of intangible assets with indefinite useful lives

As discussed in Note 2.4, goodwill and brands with indefinite useful lives are not amortised but reviewed for impairment on a yearly basis or more frequently, if the events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable.

Impairment tests for goodwill are performed by comparing the amount calculated according to the discounted cash flows of each cash generating unit based on long term projections, with the carrying value of the goodwill; whereas impairment tests for brands are performed by comparing the amount calculated by the royalty relief method, with the carrying value of the brand. No impairment was identified as a result of the impairment tests performed as of 31 December 2024 (Note 14 and 15).

Recoverability of deferred tax assets

Deferred tax assets are recognised only to the extent that it is probable that future taxable profit will be available in the foreseeable future. The recoverable amount of deferred tax assets, partially or fully, is estimated under the current conditions. During the assessment of the recoverability of deferred tax assets, future taxable profit forecasts and expiration dates of government grants, carry forward tax losses and other tax advantages were considered (Note 18).

Pension fund

Within the scope of pension fund provision of Yapı Kredi Bankası, a Subsidiary of the Group, which is detailed in Note 2.4.22, the present value of funded obligations is calculated by taking into account the discount rate, inflation, wage increase, mortality rate and medical benefits stated in the New Law and related assumptions are explained in Note 19.

Impairment on receivables from finance sector activities

The Group reviews its financial assets classified as measured at fair value through other comprehensive income and measured at amortised cost at each balance sheet date in order to assess whether they are impaired in line with the accounting policies set out in Note 2.4.10.

The methodology and assumptions used for estimating both significant increase in credit risk and forward-looking information in Note 2.4.10 are discussed below.

Significant increase in credit risk

In the assessment of significant increase in credit risk quantitative and qualitative assessments are made.

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NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Qualitative Assessment:

As a result of quantitative assessment, related financial assets are classified as Stage 2 (significant increase in credit risk) when any of the following criterias are satisfied.

As of reporting date;

- Lifetime expected credit losses shall be recognised on a transaction base, when a past due status of over 30 days is reached. The Group can abandon this estimation only if it has positive, reasonable and supportable information available regarding the client's repayment.
- In case a loan has been restructured, it will be followed up under Stage 2 during the follow-up period mentioned in the related regulations. The loan can be transferred back to Stage 1 at end of the follow-up period if there is no significant deterioration.
- Provisions on unindemnified non-cash loans are evaluated as significant increase in credit risk.

Quantitative assessment:

The probability of significant increase in credit risk under qualitative assessment is based on the comparison of probability of default of a loan in the origination and as of reporting date.

The Group uses distribution regression on segment basis in order to calculate the thresholds used in defining the significant increase in credit risk.

Forward-looking macroeconomic information

The Group incorporates forward-looking macroeconomic information into credit risk parameters during the assessment of significant increase in credit risk and expected credit loss calculation.

For the calculation of expected credit loss, the Group uses macroeconomic forecasting model developed in the stage of creating multiple scenarios. Macroeconomic variables prevailing during this forecasting are Gross Domestic Product (GDP), Unemployment Rate. When expected credit losses are estimated in accordance with the forward-looking macroeconomic information, the Group evaluates three scenarios (base, pessimistic and optimistic) with different weights. Each of these three scenarios is associated with different probability of default risk.

2.6 Convenience Translation into English of Consolidated Financial Statements

The accounting principles described in Note 2 (defined as Turkish Financial Reporting Standards) to the accompanying consolidated financial statements differ from International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board with respect to the application of inflation accounting, classification of some income statement items and also for certain disclosure requirements of the POA.

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NOTE 3 - BUSINESS COMBINATIONS

i) As stated in the material event disclosure of Arçelik, a Subsidiary of the Group, dated 17 January 2023, a Shareholder Agreement has been signed between Arçelik and Whirlpool Corporation for the purpose of merging all production, sales and marketing subsidiaries of Arçelik and Whirlpool Corporation operating in Europe under a new company, Beko Europe B.V. which Arçelik will control with 75% shares and Whirlpool Corporation will have a non-controlling interest with 25% shares, in line with Company's growth strategy. Furthermore, as of 1 April 2024, in accordance with the principles stated in the material event disclosure dated 17 January 2023, a Partnership Agreement, Brand License Agreements and other agreements regarding operational and supply matters have been signed. As a result, as of 1 April 2024, the control of all production, sales and marketing subsidiaries of Whirlpool Corporation operating in Europe has been transferred to Arçelik.

The purchase price for this transaction is 25% of the fair value of all production, sales and marketing subsidiaries of Arçelik operating in Europe prior to the transfer and the contingent purchase price. Within the scope of the purchase price allocation process carried out by the independent consultancy firm, TL4.828 million of the purchase price is recognised under equity and TL1.476 million of the purchase price is recognised as a contingent liability and presented under non-current liabilities. Total consideration amounted to TL6.304 million.

The purchase price consideration and the fair values of the assets and liabilities acquired in accordance with TFRS 3 are summarised in the table below:

	<u>1 April 2024</u>
Purchase price	4.828
Contingent purchase price ⁽¹⁾	1.476
Total purchase price	6.304
Cash and cash equivalents	9.263
Trade receivables	25.682
Derivative instruments	53
Inventories	19.033
Other current assets	4.729
Property, plant and equipment	32.981
Intangible assets	8.015
Deferred tax assets/(liabilities), net	11.513
Other non-current assets	1.265
Trade payables and other payables	(55.663)
Provision for pension obligations	(6.072)
Lease liabilities	(6.369)
Other liabilities	(16.314)
Fair value of total identifiable net assets (%100)	28.116
Net assets acquired (corresponding to the 75% share purchased)	21.087
Total consideration	(6.304)
Fair value adjustment of non-controlling interests ⁽²⁾	1.964
Gain on bargain purchase (Note 26) ⁽³⁾	16.747

(1) Contingent purchase price refers to the amount to be paid if Beko Europe B.V. benefits from the unused tax losses and tax incentives in Italy and Poland. The amount likely to be paid is recorded as a contingent liability within the scope of business combinations.

(2) According to TFRS 3, non-controlling interests can be measured based on the proportionate share of net assets or at fair value. Non-controlling interests resulting from this acquisition are recognised at fair value and fair value is calculated using the discounted cash flow method. The difference between the proportionate share of net assets and fair value has been included in the calculation of gain on bargain purchase.

(3) Gain on bargain purchase amounting to TL16.747 million has been recognised under other operating income (Note 26). The impact of the related amount on net profit for the equity holders of the parent company is TL7.725 million.

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NOTE 3 - BUSINESS COMBINATIONS (Continued)

As of 31 December 2024, total costs associated with the acquisition of Whirlpool (Europe and MENA^(*)) included in general administrative expenses in Arçelik's consolidated income statement amounted to TL629 million (31 December 2023: TL1.233 million).

Had Whirlpool Euro Holdings B.V. been included in the scope of consolidation as of 1 January 2024, the Group's consolidated income statement would have been affected by additional revenue of TL32.271 million and additional net loss for the period attributable to the equity holders of parent of TL1.061 million.

In the consolidated income statement, Whirlpool Euro Holdings B.V.'s contribution to the revenue generated after the acquisition date is TL88.003 million and its contribution to the profit for the period attributable to the equity holders of the parent is TL7.954 million net loss for the period.

The details of cash outflow due to acquisition are as follows:

Total consideration - cash	-
Cash and cash equivalents - acquired	9.263

Cash inflows due to acquisition (net) 9.263

(*) Represents two subsidiaries of Arçelik, Whirlpool MENA DMCC and Whirlpool Maroc S.ar.l.

ii) Pursuant to the closing of transactions outlined in the share purchase agreement, as stated in the material event disclosure of Arçelik dated 17 January 2023 and 23 June 2023, 100% of the shares in Whirlpool MEEA DMCC and Whirlpool Maroc S.a r.l., Whirlpool Corporation subsidiaries operating in the Middle East and North Africa ("MENA") region and incorporated in the United Arab Emirates and Morocco, respectively, along with all of Whirlpool's MENA operations, were transferred to Beko B.V. on 1 April 2024.

As of 31 December 2024, in accordance with TFRS 3 "Business Combinations Standard", the net assets of the businesses related to the acquisition of Whirlpool MENA have been accounted for within the scope of the purchase price allocation studies performed by the independent consultancy firm.

Furthermore, effective as of 1 April 2024, Beko B.V. and Whirlpool Corporation executed Partnership Agreement, Trademark License Agreements and other agreements setting forth the terms of their cooperation regarding operations and supply, as previously disclosed in the material event disclosure dated 17 January 2023.

The fair values of identifiable assets and liabilities in accordance with TFRS 3 arising from the acquisition are as follows:

	1 April 2024
Cash and cash equivalents	724
Trade receivables	575
Inventories	450
Other current assets	35
Property, plant and equipment	13
Intangible assets	410
Deferred tax assets/(liabilities), net	(56)
Trade and other payables	(699)
Other liabilities	(205)
Fair value of total identifiable net assets (100%)	1.247
Total consideration	(970)
Gain on bargain purchase (Note 26) (*)	277

(*) The difference between the purchase price and the total amount of net assets is recognised as gain on bargain purchase.

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NOTE 3 - BUSINESS COMBINATIONS (Continued)

Had the companies acquired been included in the scope of consolidation as of 1 January 2024, the Group's consolidated income statement would have been affected by additional revenue of TL1.379 million and additional net loss for the period attributable to the equity holders of the parent of TL26 million.

In the consolidated statement of income, Whirlpool MENA's contribution to the revenue generated after the acquisition date is TL3.019 million and its contribution to the net profit for the period attributable to the equity holders of the parent is TL22 million.

The details of cash outflow due to acquisition are as follows:

Total consideration - cash	(970)
Cash and cash equivalents - acquired	724
Cash outflow due to acquisition (net)	(246)

iii) Koç Medical B.V., a Subsidiary of the Group, acquired all shares of Bıçakcılar Global Tıbbi Ürünler Sanayi ve Ticaret A.Ş. ("Bıçakcılar Global"), which operates in the medical devices sector, with a consideration of USD30,6 million on 29 July 2023 as part of its inorganic growth strategy. It is aimed to diversify the product range in the field of health technologies, expand export markets and make a significant contribution to global growth.

The difference between the total purchase price amounting to TL1.496 million and the fair value of the assets and liabilities acquired amounting to TL1.440 million determined in accordance with TFRS 3 is recognised as goodwill in the consolidated financial statements.

iv) As stated in the material event disclosure of Koç Holding dated 4 January 2024, as part of the Group's evaluations of growth opportunities in the healthcare sector, the share transfer transactions for the acquisition of 80% of the shares of Kemer Medical Center Özel Sağlık Hizmetleri Turizm ve Ticaret A.Ş. ("KMC Sağlık"), which operates in the private hospital sector under the Anatolia Hospital brand in Antalya, with a consideration of EUR83 million which subject to closing adjustments, were completed on 27 March 2024.

The difference between the purchase price amounting to TL3.620 million, which corresponds to 80% of the shares, and the fair value of the acquired assets and liabilities amounting to TL3.902 million determined in accordance with TFRS 3 is recognised as gain on bargain purchase in the consolidated financial statements (Note 26).

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NOTE 4 - SEGMENT REPORTING

The financial information of the Joint Ventures has been included in the segment results, prepared within the framework of the Group's managerial approach, by full consolidation method (as 100%). The segment reporting information prepared in conformity with this approach is defined as "combined financial information".

"Combined revenue" reported below is before intra and inter segment revenue eliminations. Other financial information except for "combined revenue" represents the amounts after the related consolidation adjustments and profit eliminations.

The reconciliations of the combined financial information to the amounts reported in the consolidated financial statements for the years ended 31 December 2024 and 2023 are presented separately.

1 January - 31 December 2024	Energy	Automotive	Consumer durables	Finance	Other	Total
External revenue	1.135.629	897.134	465.753	706.225	102.406	3.307.147
Intra segment revenue	150.775	67.922	15.755	1.352	4.033	239.837
Inter segment revenue	5.566	6.517	3.904	2.860	59.886	78.733
Combined revenue	1.291.970	971.573	485.412	710.437	166.325	3.625.717
Combined gross profit	92.650	90.004	123.288	94.409	29.682	430.033
Operating expenses	(47.174)	(58.972)	(114.920)	(65.541)	(28.951)	(315.558)
Other operating income/(expenses) (net) ^(1,2)	(334)	(660)	5.125	(9.640)	462	(5.047)
Exchange gains/(losses) and credit finance income/(charges) from operating activities (net) ⁽³⁾	(6.514)	2.863	(3.395)	-	(1.449)	(8.495)
Combined operating profit/(loss)	38.628	33.235	10.098	19.228	(256)	100.933
Gain/(losses) from Investment activities (net) ^(4,5)	81	6.716	393	1.874	1.492	10.556
Financial income/expenses (net)	7.441	(28.398)	(27.751)	-	9.024	(39.684)
Monetary gain/(loss)	(10.603)	32.022	15.668	(38.363)	(10.973)	(12.249)
Combined profit/(loss) before tax	35.547	43.575	(1.592)	(17.261)	(713)	59.556
Tax income/(expense), (net)	(18.931)	469	(827)	(10.306)	(3.723)	(33.318)
Combined net profit/(loss) for the period	16.616	44.044	(2.419)	(27.567)	(4.436)	26.238
Net profit/(loss) for the period ⁽⁶⁾	7.043	14.325	672	(15.651)	(5.083)	1.306

(1) Provisions for loan impairment in Finance sector have been accounted for under "Other operating income/expenses" account.

(2) As a result of the acquisition of Whirlpool EMEA and Whirlpool MENA by Arçelik, a Subsidiary of the Group, the gain on bargain purchase amounting to TL17.024 million and the restructuring expenses amounting to TL11.841 million have been recognised under the "Other operating income/(expenses)" account of the Consumer Durables sector (Note 26).

(3) Includes the foreign exchange gains/losses and credit finance income/charges arising from trading activities (trade receivables and payables) of Non-Finance sectors.

(4) Includes the share of profit/(loss) of investments accounted for using the equity method of Yapı Kredi Bankası, a Subsidiary of the Group, and the valuation of the receivables of Ford Otosan, a Joint Venture of the Group, arising from the finance lease application within the scope of TFRS 16 "Leases Standard".

(5) Gain on sale of Tat Gıda shares amounting to TL1.567 million have been accounted for under "Gains/(losses) from investment activities" in Other sector, loss on sale from 50% of Sendeo shares amounting to TL209 million have been accounted for under "Gains/(losses) from investment activities" in Energy and Other sectors (Note 27).

(6) Represents consolidated net profit attributable to the equity holders of the parent.

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NOTE 4 - SEGMENT REPORTING (Continued)

1 January - 31 December 2023	Energy	Automotive	Consumer durables	Finance	Other	Total
External revenue	1.244.677	972.013	414.446	557.775	98.368	3.287.279
Intra segment revenue	268.600	83.772	12.975	456	9.903	375.706
Inter segment revenue	5.218	11.325	1.658	2.791	60.215	81.207
Combined revenue	1.518.495	1.067.110	429.079	561.022	168.486	3.744.192
Combined gross profit	184.085	161.167	113.410	214.790	30.568	704.020
Operating expenses	(47.473)	(61.022)	(93.945)	(60.898)	(30.735)	(294.073)
Other operating income/(expenses) (net) ⁽¹⁾	(221)	920	(318)	(15.352)	442	(14.529)
Exchange gains/(losses) and credit finance income/(charges) from operating activities (net) ⁽²⁾	(27.505)	9.264	(1.569)	-	(1.522)	(21.332)
Combined operating profit/(loss)	108.886	110.329	17.578	138.540	(1.247)	374.086
Gains/(losses) from investment activities (net) ⁽³⁾	686	4.331	(49)	2.870	1.221	9.059
Financial income/(expenses) (net)	(12.599)	(23.171)	(18.862)	-	8.312	(46.320)
Monetary gain/(loss)	(8.824)	36.135	21.460	(69.893)	(9.450)	(30.572)
Combined profit/(loss) before tax	88.149	127.624	20.127	71.517	(1.164)	306.253
Tax income/(expense), (net)	(3.637)	(8.854)	1.439	(45.493)	(1.786)	(58.331)
Combined net profit/(loss) for the period	84.512	118.770	21.566	26.024	(2.950)	247.922
Net profit/(loss) for the period ⁽⁴⁾	37.915	50.745	9.612	14.654	(4.750)	108.176

(1) Provisions for loan impairment in Finance sector have been accounted for under "Other operating income/expenses" account.

(2) Includes the foreign exchange gains/losses and credit finance income/charges arising from trading activities (trade receivables and payables) of Non-Finance sectors.

(3) Includes the share of profit/(loss) of investments accounted for using the equity method of Yapı Kredi Bankası, a Subsidiary of the Group, and the valuation of the receivables of Ford Otosan, a Joint Venture of the Group, arising from the finance lease application within the scope of TFRS 16 "Leases Standard".

(4) Represents consolidated net profit attributable to the equity holders of the parent.

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NOTE 4 - SEGMENT REPORTING (Continued)

a) <u>Revenue</u>	2024	2023
Energy	1.291.970	1.518.495
Automotive	971.573	1.067.110
Consumer durables	485.412	429.079
Finance	710.437	561.022
Other	166.325	168.486
Combined	3.625.717	3.744.192

Less: Joint Ventures (Note 8.d)	(1.230.565)	(1.338.292)
Less: Consolidation eliminations and adjustments	(77.245)	(89.127)

Consolidated	2.317.907	2.316.773
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b) Operating profit

Energy	38.628	108.886
Automotive	33.235	110.329
Consumer durables	10.098	17.578
Finance	19.228	138.540
Other	(256)	(1.247)

Combined	100.933	374.086
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Less: Joint Ventures (Note 8.d)	(42.541)	(103.844)
Less: Consolidation eliminations and adjustments	8.359	6.872
Add: Net profit shares of Joint Ventures and associates (Note 8.c)	20.615	44.353

Consolidated	87.366	321.467
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c) Depreciation and amortisation (*)

Energy	14.453	13.673
Automotive	39.451	29.897
Consumer durables	16.933	12.818
Finance	8.341	5.677
Other	3.966	4.026

Combined	83.144	66.091
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Less: Joint Ventures (Note 8.d)	(24.095)	(20.961)
Less: Consolidation eliminations and adjustments	(781)	(933)

Consolidated	58.268	44.197
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(*) Includes the depreciation expenses of right-of-use assets. As of 31 December 2024, combined depreciation expense of the right-of-use assets amounted to TL11.104 million (31 December 2023: TL8.914 million) and consolidated depreciation expense amounted to TL6.185 million (31 December 2023: TL4.651 million).

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NOTE 4 - SEGMENT REPORTING (Continued)

d) Profit before tax

Energy	35.547	88.149
Automotive	43.575	127.624
Consumer durables	(1.592)	20.127
Finance	(17.261)	71.517
Other	(713)	(1.164)

Combined	59.556	306.253
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Less: Joint Ventures (Note 8.d)	(51.768)	(118.958)
Add: Net profit shares of Joint Ventures (Note 8.c)	18.924	41.598

Consolidated	26.712	228.893
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e) Net profit for the period

	2024	2023
Energy	16.616	84.512
Automotive	44.044	118.770
Consumer durables	(2.419)	21.566
Finance	(27.567)	26.024
Other	(4.436)	(2.950)

Combined	26.238	247.922
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Less: Joint Ventures (Note 8.d)	(50.450)	(111.105)
Add: Net profit shares of Joint Ventures (Note 8.c)	18.924	41.598
Less: Non-controlling interests	6.594	(70.239)

Consolidated (attributable to the equity holders of the parent)	1.306	108.176
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f) Capital expenditures (*)

Energy	18.994	20.043
Automotive	93.843	105.603
Consumer durables	25.022	20.625
Finance	6.236	4.931
Other	11.218	5.793

Combined	155.313	156.995
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Less: Joint Ventures	(57.388)	(58.420)
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Consolidated	97.925	98.575
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(*) Capital expenditures do not include the additions related to the right-of-use assets.

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NOTE 4 - SEGMENT REPORTING (Continued)

g) Total assets

31 December 2024 31 December 2023

Energy	592.550	714.532
Automotive	623.190	665.075
Consumer durables	412.173	390.267
Finance	2.711.873	2.845.130
Other	329.045	309.133

Combined	4.668.831	4.924.137
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Less: Joint Ventures (Note 8.d)	(540.800)	(572.759)
Add: Carrying values of Joint Ventures (Note 8.a)	88.697	87.796
Less: Consolidation eliminations	(308.576)	(311.430)

Consolidated	3.908.152	4.127.744
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NOTE 5 - CASH AND CASH EQUIVALENTS

	31 December 2024			31 December 2023		
	Finance	Non-Finance	Total	Finance	Non-Finance	Total
Cash in hand	23.777	162	23.939	32.020	130	32.150
Cheques received	-	428	428	-	514	514
Banks						
- Demand deposits	52.395	19.392	71.787	67.696	30.165	97.861
- Time deposits	36.446	172.575	209.021	37.223	247.831	285.054
Other	-	1.997	1.997	-	2.261	2.261
	112.618	194.554	307.172	136.939	280.901	417.840

As of 31 December 2024, total blocked deposits amounted to TL13.194 million (31 December 2023: TL14.070 million). As of 31 December 2024, TL8.017 million (31 December 2023: TL6.969 million) of the related amount consists of the revenue shares collected by Tüpraş, a Subsidiary of the Group, as indicated in the Petroleum Market License Regulation and TL4.938 million (31 December 2023: TL5.983 million) of the related amount consist of blocked demand deposits Tüpraş, for derivative transactions carried out in foreign stock exchanges.

Group companies operating in Non-Finance sectors have cash and cash equivalent balances amounting to TL26.099 million held at Yapı Kredi Bankası and eliminated during the preparation of consolidated financial statements as of 31 December 2024 (31 December 2023 TL29.184 million).

NOTE 6 - BALANCES WITH CENTRAL BANK OF THE REPUBLIC OF TURKEY

	31 December 2024	31 December 2023
Balances with Central Bank of the Republic of Turkey	367.960	348.846
- Required reserves (*)	158.079	120.927
- Free deposits	209.881	227.919
	367.960	348.846

(*) In accordance with the legislation of the CBRT numbered 2013/15 "Decree on Reserve Deposits", banks operating in Turkey must place TL, USD, EUR and gold reserves for their liabilities. As of 31 December 2024, the ratios for TL reserves are between 3% and 33% (31 December 2023: 0% and 30%) and the ratios for foreign currency reserves are between 5% and 30% (31 December 2023: 5% and 30%) for deposits and other liabilities depending on their maturity structures

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NOTE 7 - FINANCIAL ASSETS

	31 December 2024			31 December 2023		
	Short-term	Long-term	Total	Short-term	Long-term	Total
Financial assets measured at fair value through profit or loss	3.936	3.448	7.384	4.855	6.682	11.537
Financial assets measured at fair value through other comprehensive income	13.458	127.420	140.878	16.469	130.548	147.017
Financial assets measured at amortised cost	40.564	347.165	387.729	35.020	423.179	458.199
	57.958	478.033	535.991	56.344	560.409	616.753

a) Financial assets measured at fair value through profit or loss

	31 December 2024			31 December 2023		
	Finance	Non-Finance	Total	Finance	Non-Finance	Total
Debt securities:						
Government bonds	2.538	-	2.538	2.550	-	2.550
Eurobond	-	892	892	-	-	-
	2.538	892	3.430	2.550	-	2.550
Deposits:						
Time deposits	-	140	140	-	1.567	1.567
	-	140	140	-	1.567	1.567
Equity securities:						
Listed	366	-	366	738	-	738
Unlisted	-	3.448	3.448	-	6.682	6.682
	366	3.448	3.814	738	6.682	7.420
	2.904	4.480	7.384	3.288	8.249	11.537

b) Financial assets measured at fair value through other comprehensive income

	31 December 2024			31 December 2023		
	Finance	Non-Finance	Total	Finance	Non-Finance	Total
Debt securities:						
Government bonds	107.705	-	107.705	97.286	-	97.286
Eurobond	25.458	-	25.458	42.410	-	42.410
Private sector bonds	300	-	300	94	-	94
	133.463	-	133.463	139.790	-	139.790
Equity securities:						
Listed	-	3.909	3.909	-	5.577	5.577
Unlisted	1.991	1.515	3.506	332	1.318	1.650
	1.991	5.424	7.415	332	6.895	7.227
	135.454	5.424	140.878	140.122	6.895	147.017

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NOTE 7 - FINANCIAL ASSETS (Continued)

The movement of financial assets at fair value through other comprehensive income is as follows:

	2024	2023
Beginning of the period - 1 January	147.017	189.871
Additions	107.239	85.604
Disposals / redemptions	(55.486)	(53.658)
Change in exchange rate	(455)	(25.356)
Change in interest accruals	(3.665)	28.246
Fair value gains / impairment losses (net)	(21.557)	3.403
Monetary gain/(loss)	(32.215)	(81.093)
End of the period - 31 December	140.878	147.017

c) Financial assets measured at amortised cost

	31 December 2024			31 December 2023		
	Finance	Non-Finance	Total	Finance	Non-Finance	Total
Debt securities:						
Government bonds	243.011	-	243.011	283.445	-	283.445
Eurobond	126.452	-	126.452	152.630	-	152.630
Other	18.266	-	18.266	22.124	-	22.124
	387.729	-	387.729	458.199	-	458.199

The movement of financial assets measured at amortised cost is as follows:

	2024	2023
Beginning of the period - 1 January	458.199	400.724
Additions	39.882	129.377
Disposals / redemptions	(28.428)	(10.179)
Change in exchange rate	76.003	124.088
Change in interest accruals	44.059	31.607
Monetary gain/(loss)	(201.986)	(217.418)
End of the period - 31 December	387.729	458.199

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NOTE 8 - INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

- a) The details of carrying values and consolidation rates subject to equity accounting of Joint Ventures and associates are as follows:

	31 December 2024		31 December 2023	
	%	Amount	%	Amount
Ford Otosan	38,65	44.761	38,65	40.963
Tofaş	37,62	17.572	37,59	19.887
Opet	42,88	11.292	43,00	11.194
Banque de Commerce	30,67	7.820	30,67	8.909
Türk Traktör	37,50	6.363	37,50	8.337
Allianz Emeklilik	20,00	3.101	20,00	2.980
Other		8.709		7.415
		99.618		99.685
Joint Ventures		88.697		87.796
Associates		10.921		11.889
		99.618		99.685

- b) The market values (Level 1) of the listed Joint Ventures are as follows:

	31 December 2024	31 December 2023
Ford Otosan	328.803	259.498
Tofaş	102.550	105.000
Türk Traktör	75.050	71.248

- c) The movement of Joint Ventures and associates is as follows:

	2024	2023
Beginning of the period - 1 January	99.685	76.260
Shares of profit/(loss)	20.615	44.353
Shares of other comprehensive income/(loss)	(4.027)	(6.260)
Dividend paid	(19.538)	(15.278)
Dividend received	314	134
Contribution to capital increases	1.661	501
Changes in the scope of consolidation ^(1, 2)	831	-
Transactions with non-controlling interests ⁽³⁾	105	-
Profit eliminations	(28)	(25)
End of the period - 31 December	99.618	99.685

(1) Sendeo has been accounted for using the equity method in the Group's consolidated financial statements following the sale of 50% of its shares to third parties on 28 June 2024.

(2) Demre Marina, a Joint Venture of the Group, is included in the scope of consolidation as of the balance sheet date.

(3) Related to the purchase of shares constituting 0,04% of Tofaş and 11,31% of Ingage capitals from non-controlling interests.

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NOTE 8 - INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD (Continued)

Shares of profit/(loss) of Joint Ventures and Associates:

	2024	2023
Ford Otosan	15.039	27.376
Tofaş	1.965	8.186
Türk Traktör	2.153	5.058
Opet	639	1.229
Other	819	2.504
	20.615	44.353
Joint Ventures	18.924	41.598
Associates	1.691	2.755
	20.615	44.353

Shares of other comprehensive income/(loss) of Joint Ventures and Associates:

	2024	2023
Ford Otosan	(2.148)	(5.188)
Tofaş	381	240
Türk Traktör	(116)	(23)
Opet	293	426
Other	(2.437)	(1.715)
	(4.027)	(6.260)
Joint Ventures	(1.705)	(5.423)
Associates	(2.322)	(837)
	(4.027)	(6.260)

Dividend income/(capital increases) from Joint Ventures and associates:

	2024	2023
Ford Otosan	9.094	9.992
Tofaş	4.716	2.439
Türk Traktör	4.009	1.704
Opet	1.079	938
Other	(1.021)	(296)
	17.877	14.777

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NOTE 8 - INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD (Continued)

d) Condensed financial information of Joint Ventures after consolidation adjustments is as follows:

Condensed balance sheet information of Joint Ventures:

31 December 2024	Ford Otosan	Tofaş	Türk Traktör	Opet	Other	Total
Cash and cash equivalents	22.330	19.716	6.594	1.818	6.043	56.501
Other current assets	131.638	30.731	16.635	30.104	13.293	222.401
Receivables from finance sector operations	-	16.882	-	-	-	16.882
Other non-current assets	171.326	23.834	12.954	23.456	13.446	245.016
Total assets	325.294	91.163	36.183	55.378	32.782	540.800
Short-term borrowings	44.858	10.937	8.002	6.503	3.225	73.525
Other current liabilities	78.544	15.579	8.330	23.970	12.222	138.645
Long-term borrowings	78.899	16.964	2.039	3.869	604	102.375
Other non-current liabilities	7.923	1.079	845	1.397	395	11.639
Total liabilities	210.224	44.559	19.216	35.739	16.446	326.184
Net assets:	115.070	46.604	16.967	19.639	16.336	214.616
Allocation of net assets:						
Non-controlling interests	-	-	-	-	-	-
Equity holders of the parent	115.070	46.604	16.967	19.639	16.336	214.616
Reconciliation of carrying value:						
<i>Ownership of the Group</i>	38,65%	37,62%	37,50%	42,88%		
Net asset share of the Group	44.477	17.534	6.363	8.421	8.652	85.447
Goodwill carried at Group level	-	-	-	2.774	-	2.774
Impact of additional share purchase	284	38	-	97	57	476
Carrying value	44.761	17.572	6.363	11.292	8.709	88.697

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NOTE 8 - INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD (Continued)

31 December 2023	Ford Otosan	Tofaş	Türk Traktör	Opet	Other	Total
Cash and cash equivalents	21.982	35.828	17.803	11.058	3.930	90.601
Other current assets	126.685	41.272	18.301	34.797	21.289	242.344
Receivables from finance sector operations	-	13.925	-	-	-	13.925
Other non-current assets	164.484	22.216	10.755	21.318	7.116	225.889
Total assets	313.151	113.241	46.859	67.173	32.335	572.759
Short-term borrowings	49.038	9.728	7.180	13.452	4.253	83.651
Other current liabilities	86.871	41.622	15.538	27.504	12.077	183.612
Long-term borrowings	60.337	7.353	1.178	5.592	751	75.211
Other non-current liabilities	11.657	1.630	732	1.271	892	16.182
Total liabilities	207.903	60.333	24.628	47.819	17.973	358.656
Net assets:	105.248	52.908	22.231	19.354	14.362	214.103
Allocation of net assets:						
Non-controlling interests	-	-	-	-	-	-
Equity holders of the parent	105.248	52.908	22.231	19.354	14.362	214.103
Reconciliation of carrying value:						
<i>Ownership of the Group</i>	<i>38,65%</i>	<i>37,59%</i>	<i>37,50%</i>	<i>43,00%</i>		
Net asset share of the Group	40.679	19.887	8.337	8.323	7.331	84.557
Goodwill carried at Group level	-	-	-	2.774	-	2.774
Impact of additional share purchase	284	-	-	97	84	465
Carrying value	40.963	19.887	8.337	11.194	7.415	87.796

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NOTE 8 - INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD (Continued)

Condensed income statement information:

1 January - 31 December 2024	Ford Otosan	Tofaş	Türk Traktör	Opet	Other	Total
Revenue	594.995	129.318	66.970	365.972	73.310	1.230.565
Depreciation and amortisation	10.712	6.200	1.892	4.014	1.277	24.095
Operating profit	28.984	4.122	7.628	1.459	348	42.541
Profit before tax	37.052	4.890	7.976	2.478	(628)	51.768
Net profit for the period	38.908	5.222	5.740	1.491	(911)	50.450
Non-controlling interests	-	-	-	-	-	-
Equity holders of the parents	38.908	5.222	5.740	1.491	(911)	50.450
<i>Ownership of the Group</i>	<i>38,65%</i>	<i>37,62%</i>	<i>37,50%</i>	<i>42,88%</i>		
Net profit share of the Group	15.039	1.965	2.153	639	(872)	18.924

1 January - 31 December 2023	Ford Otosan	Tofaş	Türk Traktör	Opet	Other	Total
Revenue	594.706	188.059	84.369	401.182	69.976	1.338.292
Depreciation and amortisation	8.757	5.686	1.704	3.537	1.277	20.961
Operating profit	63.551	20.225	16.325	1.042	2.701	103.844
Profit before tax	68.476	26.459	17.523	3.446	3.054	118.958
Net profit for the period	70.827	21.777	13.488	2.857	2.156	111.105
Non-controlling interests	-	-	-	-	-	-
Equity holders of the parents	70.827	21.777	13.488	2.857	2.156	111.105
<i>Ownership of the Group</i>	<i>38,65%</i>	<i>37,59%</i>	<i>37,50%</i>	<i>43,00%</i>		
Net profit share of the Group	27.376	8.186	5.058	1.229	(251)	41.598

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NOTE 9 - TRADE RECEIVABLES AND PAYABLES

Trade receivables	31 December 2024	31 December 2023
Trade receivables	167.477	191.490
Notes and cheques receivable	7.282	7.098
Less: Provision for expected credit loss	(3.543)	(3.626)
Less: Unearned finance income	(2.922)	(2.401)
	168.294	192.561
Due from related parties (Note 29)	15.270	15.999
	183.564	208.560
Short-term trade receivables	182.259	207.100
Long-term trade receivables	1.305	1.460
	183.564	208.560

Tüpraş and Arçelik, the Subsidiaries of the Group, offset TL8.235 million (31 December 2023: TL9.377 million) and TL9.670 million (31 December 2023: TL9.426 million) respectively, from their trade receivables that were collected from factoring companies as a part of irrevocable factoring agreements as of 31 December 2024.

Movement of the provision for expected credit losses is as follows:

	2024	2023
Beginning of the period - 1 January	3.626	4.628
Increases during the period	596	510
Business combinations	1.227	-
Collections	(210)	(65)
Write-offs (*)	(564)	(925)
Currency translation differences	(772)	638
Monetary (gain)/loss	(360)	(1.160)
End of the period - 31 December	3.543	3.626

(*) Doubtful receivables, for which no possibility of collection is foreseen, are written off from the records along with their related provisions.

Trade payables	31 December 2024	31 December 2023
Trade payables	237.983	254.888
Less: Unearned finance expense	(2.015)	(2.329)
	235.968	252.559
Due to related parties (Note 29)	14.609	16.923
	250.577	269.482

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NOTE 10 - RECEIVABLES FROM FINANCE SECTOR OPERATIONS

	31 December 2024	31 December 2023
Short-term receivables from finance sector operations	1.006.984	1.006.132
Long-term receivables from finance sector operations	336.171	379.904
	1.343.155	1.386.036

The breakdown of receivables from finance sector operations is as follows:

31 December 2024	Corporate and commercial loans	Consumer loans	Credit card receivables	Leasing receivables	Factoring receivables	Total
Stage 1	625.286	223.473	292.152	37.990	23.325	1.202.226
Stage 2	88.632	26.981	30.741	1.363	821	148.538
Stage 3	19.896	12.392	8.577	421	225	41.511
Gross	733.814	262.846	331.470	39.774	24.371	1.392.275
Stage 1 and 2	(15.353)	(3.306)	(3.060)	(309)	(151)	(22.179)
Stage 3	(10.172)	(10.340)	(5.933)	(296)	(200)	(26.941)
Expected credit losses (-) (*)	(25.525)	(13.646)	(8.993)	(605)	(351)	(49.120)
Net	708.289	249.200	322.477	39.169	24.020	1.343.155

31 December 2023	Corporate and commercial loans	Consumer loans	Credit card receivables	Leasing receivables	Factoring receivables	Total
Stage 1	633.318	258.903	300.470	44.258	16.426	1.253.375
Stage 2	114.028	17.587	17.233	1.223	1.159	151.230
Stage 3	27.818	9.509	3.166	580	200	41.273
Gross	775.164	285.999	320.869	46.061	17.785	1.445.878
Stage 1 and 2	(25.080)	(3.348)	(2.137)	(642)	(217)	(31.424)
Stage 3	(17.561)	(8.019)	(2.297)	(398)	(143)	(28.418)
Expected credit losses (-)	(42.641)	(11.367)	(4.434)	(1.040)	(360)	(59.842)
Net	732.523	274.632	316.435	45.021	17.425	1.386.036

(*) TL1.364.083 million of gross receivables from finance sector operations and TL48.638 million of expected credit losses are related to Yapı Kredi Bankası.

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NOTE 10 - RECEIVABLES FROM FINANCE SECTOR OPERATIONS (Continued)

Movement of the expected credit losses is as follows:

2024	Corporate and commercial loans	Consumer loans	Credit card receivables	Leasing receivables	Factoring receivables	Total
Beginning of the period - 1 January	42.641	11.367	4.434	1.040	360	59.842
Increases during the period	12.708	18.290	15.554	330	231	47.113
Collections	(18.281)	(7.823)	(7.701)	(513)	(116)	(34.434)
Disposals due to sale of portfolio	(694)	(4.186)	(1.625)	-	-	(6.505)
Write-offs	-	(19)	-	-	-	(19)
Change in exchange rate	1.664	406	569	50	-	2.689
Monetary (gain)/loss	(12.513)	(4.389)	(2.238)	(302)	(124)	(19.566)
End of the period - 31 December	25.525	13.646	8.993	605	351	49.120

2023	Corporate and commercial loans	Customer loans	Credit card receivables	Leasing receivables	Factoring receivables	Total
Beginning of the period - 1 January	66.153	14.732	5.085	1.824	433	88.227
Increases during the period	19.780	13.434	8.585	295	258	42.352
Collections	(28.324)	(7.223)	(6.096)	(612)	(134)	(42.389)
Disposals due to sale of portfolio	(1.590)	(3.241)	(794)	-	-	(5.625)
Write-offs	(81)	(74)	(55)	-	-	(210)
Change in exchange rate	13.401	205	82	233	-	13.921
Monetary (gain)/loss	(26.698)	(6.466)	(2.373)	(700)	(197)	(36.434)
End of the period - 31 December	42.641	11.367	4.434	1.040	360	59.842

Stage-based movement of the expected credit losses is as follows:

2024	Stage 1	Stage 2	Stage 3	Total
Beginning of the period - 1 January	8.960	22.464	28.418	59.842
Increases during the period	3.516	17.014	26.583	47.113
Collections	(8.685)	(11.332)	(14.417)	(34.434)
Disposals due to sale of portfolio	-	-	(6.505)	(6.505)
Write-offs	-	-	(19)	(19)
Transfers to Stage 1	4.030	(4.027)	(3)	-
Transfers to Stage 2	(152)	572	(420)	-
Transfers to Stage 3	(2)	(3.059)	3.061	-
Change in exchange rate	411	2.189	89	2.689
Monetary (gain)/loss	(2.641)	(7.079)	(9.846)	(19.566)
End of the period - 31 December	5.437	16.742	26.941	49.120

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NOTE 10 - RECEIVABLES FROM FINANCE SECTOR OPERATIONS (Continued)

2023	Stage 1	Stage 2	Stage 3	Total
Beginning of the period - 1 January	11.560	37.267	39.400	88.227
Increases during the period	7.899	13.538	20.915	42.352
Collections	(11.468)	(18.718)	(12.203)	(42.389)
Disposals due to sale of portfolio	-	-	(5.625)	(5.625)
Write-offs	-	-	(210)	(210)
Transfers to Stage 1	5.460	(5.459)	(1)	-
Transfers to Stage 2	(1.738)	1.976	(238)	-
Transfers to Stage 3	(134)	(2.601)	2.735	-
Change in exchange rate	2.466	11.065	390	13.921
Monetary (gain)/loss	(5.085)	(14.604)	(16.745)	(36.434)
End of the period - 31 December	8.960	22.464	28.418	59.842

NOTE 11 - DERIVATIVE INSTRUMENTS

The breakdown of derivative instruments as of 31 December 2024 and 2023 is as follows:

	31 December 2024		31 December 2023	
	Asset	Liability	Asset	Liability
Derivatives held for trading	14.574	19.951	23.814	18.257
Derivatives held for hedging	4.160	2.649	11.056	1.370
	18.734	22.600	34.870	19.627

Finance:

	31 December 2024			31 December 2023		
	Contract amount (*)	Fair Values		Contract amount (*)	Fair Values	
		Asset	Liability		Asset	Liability
Derivatives held for trading:						
Interest rate swaps	751.943	5.044	2.375	723.289	5.712	4.275
Currency swaps	381.272	3.593	11.075	735.237	8.468	6.208
Currency forwards	154.018	846	2.676	72.620	1.168	374
Cross-currency fixed interest rate swaps	14.788	1.262	2.439	21.350	4.001	5.785
Option agreements	52.361	299	401	40.262	46	155
Other derivative instruments	296.898	3.119	-	319.815	3.736	-
	1.651.280	14.163	18.966	1.912.573	23.131	16.797
Derivatives held for hedging:						
Interest rate swaps	42.047	2.543	-	124.037	7.971	47
Cross-currency fixed interest rate swaps	188	-	3	-	-	-
	42.235	2.543	3	124.037	7.971	47

(*) Refers to the aggregate contract amounts of buy and sell legs of the related derivative instruments.

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NOTE 11 - DERIVATIVE INSTRUMENTS (Continued)

Non-finance:

	31 December 2024			31 December 2023		
	Contract amount (*)	Fair values		Contract amount (*)	Fair values	
		Asset	Liability		Asset	Liability
Derivatives held for trading:						
Currency forwards	75.477	237	275	200.357	532	627
Currency swaps	71.290	174	77	32.960	128	51
Cross-currency fixed interest rate swaps	2.448	-	618	1.300	9	782
Commodity futures	8.262	-	15	13.984	14	-
	157.477	411	985	248.601	683	1.460
Derivatives held for hedging:						
Interest rate swaps	4.928	167	19	2.621	190	-
Cross-currency fixed interest rate swaps	13.755	35	-	12.176	-	1.121
Currency forwards	684	-	29	7.107	-	42
Commodity futures	91.728	1.415	2.598	92.078	2.895	160
	111.095	1.617	2.646	113.982	3.085	1.323

(*) Refers to the aggregate contract amounts of buy and sell legs of the related derivative instruments.

NOTE 12 - INVENTORIES

	31 December 2024	31 December 2023
Raw materials and supplies	48.840	46.320
Work in progress	16.941	17.633
Finished goods	50.204	58.760
Merchandise	24.047	21.163
Goods in transit	28.126	24.468
Other inventories	544	527
Less: Provision for impairment	(2.476)	(1.640)
	166.226	167.231

Movement of provision for impairment on inventories is as follows:

	2024	2023
The beginning of the period - 1 January	1.640	2.284
Increase during the period	784	1.035
Business combinations	1.234	-
Reversal of provisions	(806)	(1.445)
Currency translation differences	(376)	(234)
End of the period - 31 December	2.476	1.640

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NOTE 13 - PROPERTY, PLANT AND EQUIPMENT

	Land and land improvements	Buildings	Machinery and equipment	Motor vehicles	Furniture and fixtures	Construction in progress	Leasehold improvements	Total
As of 1 January 2024								
Cost	92.279	87.921	306.565	128.478	44.923	27.731	11.655	699.552
Accumulated depreciation	(27.689)	(33.360)	(178.974)	(26.774)	(27.818)	-	(6.662)	(301.277)
Net book value	64.590	54.561	127.591	101.704	17.105	27.731	4.993	398.275
Net book value at the beginning of period	64.590	54.561	127.591	101.704	17.105	27.731	4.993	398.275
Additions	2.752	9.304	7.363	26.403	5.376	24.285	1.347	76.830
Business combinations	5.074	16.458	12.169	374	370	2.934	200	37.579
Disposals	(86)	(3.912)	(381)	(2.360)	(308)	(349)	(82)	(7.478)
Transfers ⁽¹⁾	1.887	4.332	9.459	(10.426)	507	(21.312)	467	(15.086)
Currency translation differences	(947)	(4.999)	(4.651)	(8.757)	(368)	(1.736)	(206)	(21.664)
Changes in the scope of consolidation ⁽²⁾	-	(188)	-	(54)	(110)	(70)	(42)	(464)
Current period depreciation	(1.866)	(7.099)	(13.476)	(13.602)	(5.040)	-	(1.049)	(42.132)
Net book value at the end of the period	71.404	68.457	138.074	93.282	17.532	31.483	5.628	425.860
31 December 2024								
Cost	100.953	100.983	323.283	124.340	47.140	31.483	13.062	741.244
Accumulated depreciation	(29.549)	(32.526)	(185.209)	(31.058)	(29.608)	-	(7.434)	(315.384)
Net book value	71.404	68.457	138.074	93.282	17.532	31.483	5.628	425.860

(1) Includes transfers amounting to TL11.066 million from other non-current assets used in operational lease classified under property, plant and equipment to inventories, transfers amounting to TL2.445 million from property, plant and equipment to other non-current assets and transfers amounting to TL1.575 million from property, plant and equipment to other intangible assets (Note 15).

(2) Sendeo has been accounted for using the equity method in the Group's consolidated financial statements following the sale of 50% of its shares to third parties on 28 June 2024.

Net book value of the right-of-use assets classified under property, plant and equipment is TL17.287 million as of 31 December 2024 (31 December 2023: TL14.647 million). For the year ended 31 December 2024, additions to the right-of-use assets amounted to TL7.870 million (31 December 2023: TL8.497 million) and depreciation expenses amounted to TL6.185 million (31 December 2023: TL4.651 million).

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NOTE 13 - PROPERTY, PLANT AND EQUIPMENT (Continued)

	Land and land improvements	Buildings	Machinery and equipment	Motor vehicles	Furniture and fixtures	Construction in progress	Leasehold improvements	Total
As of 1 January 2023								
Cost	90.790	87.427	306.879	105.701	41.428	17.468	10.377	660.070
Accumulated depreciation	(26.020)	(32.103)	(177.521)	(22.341)	(26.569)	-	(6.467)	(291.021)
Net book value	64.770	55.324	129.358	83.360	14.859	17.468	3.910	369.049
Net book value at the beginning of the period	64.770	55.324	129.358	83.360	14.859	17.468	3.910	369.049
Additions	1.812	9.653	8.215	39.288	6.185	14.932	1.974	82.059
Business combinations	186	59	1.620	32	16	-	-	1.913
Disposals	(13)	(3.569)	(449)	(1.750)	(690)	(40)	(250)	(6.761)
Transfers (*)	(111)	(100)	1.177	(9.412)	465	(4.253)	110	(12.124)
Currency translation differences	(222)	(980)	(1.126)	(71)	(19)	(376)	13	(2.781)
Current period depreciation	(1.832)	(5.826)	(11.204)	(9.743)	(3.711)	-	(764)	(33.080)
Net book value at the end of the period	64.590	54.561	127.591	101.704	17.105	27.731	4.993	398.275
31 December 2023								
Cost	92.279	87.921	306.565	128.478	44.923	27.731	11.655	699.552
Accumulated depreciation	(27.689)	(33.360)	(178.974)	(26.774)	(27.818)	-	(6.662)	(301.277)
Net book value	64.590	54.561	127.591	101.704	17.105	27.731	4.993	398.275

(*) Includes transfers amounting to TL9.656 million from other non-current assets used in operational lease classified under property, plant and equipment to inventories, transfers amounting to TL328 million from property, plant and equipment to other intangible assets and transfers amounting to TL2.140 million to assets classified as held for sale (Note 15).

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NOTE 14 - GOODWILL

	2024	2023
Net book value at the beginning of the period - 1 January	70.022	70.356
Business combinations	1.639	576
Currency translation differences	(2.001)	(910)
Net book value at the end of the period - 31 December	69.660	70.022

The breakdown of the goodwill is as follows:

	31 December 2024	31 December 2023
Tüpraş	59.451	59.451
Hitachi	4.800	5.792
Defy Group	1.528	1.874
Singer Bangladesh	1.119	1.471
Dawlance Group	654	788
Other	2.108	646
	69.660	70.022

Goodwill impairment tests:

As indicated in Note 2.4.18, goodwill allocated to cash-generating units is tested for impairment annually or more frequently when there is an indication of impairment. The recoverable amount of a cash generating unit is determined by calculating the value in use or fair value less costs to sell.

As specified below in details, no impairment has been identified as of 31 December 2024 as a result of the impairment tests realised on the basis of cash generating units.

a) Tüpraş

The recoverable amount of the cash generating unit has been determined using discounted cash flow analyses based on fair value less costs to sell calculations. These fair value calculations include shareholders cash flow projections denominated in USD and are based on the financial plans approved by Tüpraş management covering fourteen years period. The Group considers that, the analysis covering a period longer than five years is more appropriate to evaluate operating results and prospective assumptions in the sector and therefore impairment test is based on longer term plans. The cash flows for the periods beyond fourteen years are extrapolated using the long term growth rate of 2%. The discount rate (cost of equity) used to discount the related cash flows is 9,8%.

b) Hitachi

The recoverable amount of the goodwill has been determined based on value in use calculations. Value in use is determined by discounting the expected future cash flows to be generated by the cash generating unit. Goodwill impairment test is based on the projections denominated in USD, approved by Arçelik management covering five years period between 1 January 2025 and 31 December 2029. Cash flows for further periods were extrapolated using a constant growth rate of 1% (2023: 1%) which does not exceed the estimated average growth rate of economy of the country. Weighted average cost of capital rate of 11% (2023: 13,4%) is used as after-tax discount rate in order to calculate the recoverable amount of the unit.

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NOTE 14 - GOODWILL (Continued)

c) Defy Group

The recoverable amount of the goodwill has been determined based on value in use calculations. Value in use is determined by discounting the expected future cash flows to be generated by the cash generating unit. Goodwill impairment test is based on the projections denominated in South African Rand, approved by Arçelik management covering five years period between 1 January 2025 and 31 December 2029. Cash flows for further periods were extrapolated using a constant growth rate of 6,5% (2023: 7,2%) which does not exceed the estimated average growth rate of economy of the country. Weighted average cost of capital rate of 13,9% (2023: 15,6%) is used as after tax discount rate in order to calculate the recoverable amount of the unit.

d) Singer Bangladesh

In order to test for the impairment of the goodwill generated during the acquisition of Singer Bangladesh, the listed subsidiary of Arçelik, the market value of the Company has been used which was calculated over the share price at Bangladesh Stock Exchange as of 31 December 2024.

e) Dawlance

The recoverable amount of the goodwill has been determined based on value in use calculations. Value in use is determined by discounting the expected future cash flows to be generated by the cash generating unit. Goodwill impairment test is based on the projections in Pakistan Rupee currency, approved by Arçelik management covering five years period between 1 January 2025 and 31 December 2029. Cash flows for further periods were extrapolated using a constant growth rate of 4,5% (2023: 4,5%) which does not exceed the estimated average growth rate of economy of the country. Weighted average cost of capital rate of 14,9% (2023: 18,28%) is used as after tax discount rate in order to calculate the recoverable amount of the unit.

Sensitivity analysis:

For each cash-generating unit, sensitivity scenarios have been analysed in which the key assumptions used in the impairment tests show a 1% negative deviation compared to the baseline scenario or a 20% negative deviation in terms of market value. As of 31 December 2024, the deviations of the recoverable amount compared to the carrying amount including goodwill in the related sensitivity analysis are summarised in the table below:

	Tüpraş	Hitachi	Defy Group	Singer Bangladesh	Dawlance Group
Base scenario	%3,7	%78,4	%18,2	%24,9	%47,7
Sensitivity analysis:					
Long-term growth rate: 1% decrease	-%2,5	%30,5	%4,5	-	%37,8
Discount rate: 1% increase	-%3,0	%31,7	%2,7	-	%57,1
20% decrease in market value	-	-	-	%16,2	-

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NOTE 15 - OTHER INTANGIBLE ASSETS

	Rights	Brand	Deposit base	Development costs	Customer relations	Other	Total
1 January 2024							
Cost	28.357	19.797	8.730	41.250	9.861	17.529	125.524
Accumulated amortisation	(17.724)	-	(4.882)	(24.871)	(2.718)	(5.878)	(56.073)
Net book value	10.633	19.797	3.848	16.379	7.143	11.651	69.451
Additions	1.666	-	-	6.822	-	4.404	12.892
Business combinations	4.461	4.086	-	14	396	4.499	13.456
Disposals	(17)	-	-	(1)	-	(99)	(117)
Transfers ⁽¹⁾	1.425	-	-	718	-	(568)	1.575
Changes in the scope of consolidation ⁽²⁾	(174)	-	-	-	-	-	(174)
Currency translation differences	(735)	(2.105)	-	(198)	(1.271)	(190)	(4.499)
Current period amortisation	(2.542)	-	(1.246)	(3.309)	(818)	(2.156)	(10.071)
Net book value at the end of the period	14.717	21.778	2.602	20.425	5.450	17.541	82.513
31 December 2024							
Cost	31.776	21.778	8.730	48.507	8.442	24.704	143.937
Accumulated amortisation	(17.059)	-	(6.128)	(28.082)	(2.992)	(7.163)	(61.424)
Net book value	14.717	21.778	2.602	20.425	5.450	17.541	82.513

(1) Includes transfers from property, plant and equipment.

(2) Sendeo has been accounted for using the equity method in the Group's consolidated financial statements following the sale of 50% of its shares to third parties on 28 June 2024.

	Rights	Brand	Deposit base	Development costs	Customer relations	Other	Total
1 January 2023							
Cost	26.680	20.398	8.731	34.700	9.776	15.854	116.139
Accumulated amortisation	(16.565)	-	(3.637)	(21.754)	(2.017)	(5.160)	(49.133)
Net book value	10.115	20.398	5.094	12.946	7.759	10.694	67.006
Additions	1.916	-	-	5.739	-	1.956	9.611
Business combinations	3	-	-	-	944	1.884	2.831
Disposals	(3)	-	-	(710)	-	(69)	(782)
Transfers ^(*)	49	-	-	1.333	-	(1.159)	223
Currency translation differences	(62)	(601)	-	74	(646)	(276)	(1.511)
Current period amortisation	(1.385)	-	(1.246)	(3.003)	(914)	(1.379)	(7.927)
Net book value at the end of the period	10.633	19.797	3.848	16.379	7.143	11.651	69.451
31 December 2023							
Cost	28.357	19.797	8.730	41.250	9.861	17.529	125.524
Accumulated amortisation	(17.724)	-	(4.882)	(24.871)	(2.718)	(5.878)	(56.073)
Net book value	10.633	19.797	3.848	16.379	7.143	11.651	69.451

(*) Include transfers amounting to TL328 million from property, plant and equipment to other intangible assets (Note 13) and transfers amounting to TL105 million from other intangible assets to assets classified as held for sale.

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NOTE 15 - OTHER INTANGIBLE ASSETS (Continued)

Total research and development expenditures incurred in 2024 excluding amortisation amounts to TL10.629 million (2023: TL7.580 million).

As of 31 December 2024, net book value of intangible assets with indefinite useful lives amounted to TL21.778 million (2023: TL19.797 million) and consists of brands. The useful lives of the related brands are assessed as indefinite, since there is no foreseeable limit to the period over which they are expected to generate net cash inflows for the Group.

The breakdown of the Group's brands is as follows:

	31 December 2024	31 December 2023
Yapı Kredi Bankası	12.106	12.106
Arçelik		
Grundig	3.162	4.058
Defy	1.959	2.330
Hotpoint	1.619	-
Indesit	903	-
Dawlance	896	1.038
Bauknecht	847	-
Other	286	265
	21.778	19.797

Brand impairment test

Yapı Kredi Bankası brand

As of 31 December 2024, Yapı Kredi Bankası brand has been tested for impairment using the royalty relief method. Revenue forecasts, considered in the determination of the brand value, are based on the financial plans approved by the management covering a five year period. Beyond the five year period, revenue forecasts have been extrapolated by 8% expected growth rate. The royalty income was estimated by applying 1% royalty rate to these revenue forecasts. Estimated royalty income determined with the aforementioned method has been discounted by using 19% discount rate after tax. Value in use of the brand was calculated 6% above its carrying value and no impairment has been identified.

According to the sensitivity scenario in which 1% higher after-tax discount rate is used in the value in use calculation, value in use of the brands is calculated 2% lower than their carrying amounts.

Arçelik brands

As of 31 December 2024, Arçelik brands have been tested for impairment using the royalty relief method. Sales forecasts, considered in the determination of the brand value, are based on the financial plans approved by the management covering a five year period. Beyond the five year period, sales forecasts have been extrapolated by 3% to 6,5% expected growth rates. The royalty income was estimated by applying 2% to 3% royalty rates to these sales forecasts. Estimated royalty income determined with the aforementioned method has been discounted using 8,3% to 14,9% discount rates after-tax.

Value in use of the brands has been calculated as 7,1 times of their carrying values and no impairment has been identified. According to the sensitivity scenario in which 1% higher after tax discount rate is used in the value in use calculation, value in use of the brands is calculated as 6 times of their carrying amounts.

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NOTE 16 - BORROWINGS

	31 December 2024			31 December 2023		
	Finance	Non-Finance	Total	Finance	Non-Finance	Total
Short-term borrowings (*) :						
Bank borrowings	283.899	86.736	370.635	213.008	124.340	337.348
Debt securities in issue	110.485	39.533	150.018	140.727	36.514	177.241
Factoring payables	-	1.467	1.467	-	4.456	4.456
Lease liabilities	1.347	2.870	4.217	1.127	1.657	2.784
	395.731	130.606	526.337	354.862	166.967	521.829
Long-term borrowings:						
Bank borrowings	35.420	80.002	115.422	54.864	60.136	115.000
Debt securities in issue	182.563	43.193	225.756	150.080	82.766	232.846
Lease liabilities	4.065	7.744	11.809	3.784	5.554	9.338
	222.048	130.939	352.987	208.728	148.456	357.184
Total borrowings	617.779	261.545	879.324	563.590	315.423	879.013

(*) Includes short-term portion of long-term borrowings.

Group companies operating in Non-Finance sectors have borrowings amounting to TL4.356 million obtained from Yapı Kredi Bankası and eliminated during the preparation of consolidated financial statements as of 31 December 2024 (31 December 2023: TL6.957 million).

Major borrowings in 2024:

Finance:

Yapı Kredi Bankası, a Subsidiary of the Group, issued a Basel III compliant subordinated note with an amount of USD650 million, 10 year maturity and an early payment option at the end of the 5th year on 17 January 2024. The note has 9,25% coupon rate and if the notes are not redeemed at the fifth year, the coupon will be reset as 5 year USD Treasury + 5,278% for the remaining 5 years.

Yapı Kredi Bankası issued a Basel III-compliant demand deposit and issuance facility amounting to USD500 million on 4 April 2024. 5 years from 4 April 2029 to 4 July 2029, corresponding to the first early redemption option, and if the bond is not called during this period, an additional tier 1 convertible bond with an early redemption option on coupon payment dates every six months thereafter. The coupon interest rate of the bond is 9,743% for the first 5 years and if not redeemed in the fifth year, the coupon rate will be 5 year US Treasury + 5,499% for the remaining periods.

Yapı Kredi Bankası issued USD500 million bond with a maturity of 5 years and 1 month on 10 September 2024. The coupon interest rate of the bond was set at 7,125%.

Koç Finansman, a Subsidiary of the Group, completed the issuance of bonds with a nominal value of TL2.150 million, maturity between 12 and 13 months and annual interest rates between 47,50% - 49,00%, with TL1.500 million of principal and coupon payments at maturity and TL650 million of coupon payments every 6 months and principal payments at maturity in 2024.

Non-Finance:

Arçelik, a Subsidiary of the Group, completed the bond issue, quoted on Borsa İstanbul, with a nominal value of TL2.000 million and fixed interest coupon payments every 3 months on 23 January 2024. The maturity of the bond is 21 January 2025 and the coupon rate is 44%.

Arçelik, completed the bond issue, quoted on Borsa İstanbul, with a nominal value of TL2.000 million, fixed interest coupon payments every 3 months on 16 February 2024. The maturity of the bonds is 14 February 2025 and the coupon rate is 47%.

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NOTE 16 - BORROWINGS (Continued)

Arçelik, completed the bond issue, quoted on Borsa İstanbul, with a nominal value of TL1.875,5 million, fixed interest coupon payments every 3 months on 8 April 2024. The maturity of the bond is 6 April 2026 and the coupon rate is 46,5%.

Otokoç, a Subsidiary of the Group, completed the bond issue with a nominal value of TL2.300 million, 726 days maturity, coupon payment every 3 months and repayment of principal and coupon at maturity and the coupon rate of 48% on 25 April 2024.

Tüpraş, a Subsidiary of the Group, completed the bond issue with a nominal value of TL4.000 million, 727 days maturity, coupon payment every 3 months and repayment of principal and coupon at maturity and 100 bps additional yields on TLREF reference rate on 23 July 2024.

Tüpraş, completed the bond issue with a nominal value of TL2.800 million, 730 days maturity, coupon payment every 3 months and repayment of principal and coupon at maturity and 100 bps additional yields on TLREF on 12 August 2024.

Major borrowings before 2024:

Finance:

In September and October 2023, Yapı Kredi Bankası funded USD889,4 million and EUR100 million under the DPR program with a maturity of 5 to 8 years with the participation of 8 investors.

Yapı Kredi Bankası issued a USD500 million sustainable bond with a maturity of 5 years and 1 month on 13 September 2023. The coupon interest rate of the bond was set at 9,25%. On 27 November 2023, an additional USD300 million was issued, bringing the total amount of the bond to USD800 million. The yield rate of the additional issuance was realised as 8,75%.

Yapı Kredi Bankası issued a Basel III compliant subordinated note with an amount of USD500 million, 10 year maturity and an early payment option at the end of the 5th year on 22 January 2021. The note has 7,875% coupon rate and if the notes are not redeemed at the fifth year, the coupon will be reset as 5 year USD Treasury + 7,415% for the remaining 5 years.

Koç Finansman completed the issuance of bonds with a total nominal value of TL1.915 million, with maturities between 18 and 24 months and interest rates between 40,00% and 49,00% per annum, of which TL500 million is principal and coupon payment at maturity and TL1.415 million is coupon payment every 6 months and principal payment at maturity in 2023.

Non-Finance:

Arçelik issued bond with a nominal value of USD400 million on 25 September 2023 and USD100 million on 17 November 2023, both quoted on the Euronext Dublin Stock Exchange with semi-annually interest payment. The maturity of the bond is 25 September 2028 and the coupon rate is 8,5%.

Arçelik obtained the green loan amounting to EUR150 million from European Bank for Reconstruction and Development with maturity of 8 years and interest rate of 2,35% to be used in energy and resource efficiency investments and R&D infrastructure in production facilities in Turkey in November 2021.

Arçelik completed the green bond issue, quoted on the Irish Stock Exchange, with a nominal value of EUR350 million, maturity of 5 years, coupon payments in each year, principal and coupon payments at the end of maturity and annual interest rate of 3% on 25 May 2021.

Koç Holding completed the bond issue, quoted on the Irish Stock Exchange, with a nominal value of USD750 million, maturity of 6 years, coupon payments in every 6 months, principal and coupon payments at the end of maturity and an annual interest rate of 6,625% on 11 March 2019.

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NOTE 16 - BORROWINGS (Continued)

Otokar completed the bonds issue with a nominal value of TL1.500 million, 740 and 752 days maturity, coupon payments in every 6 months, principal and coupon payments at the end of maturity and annual interest rate between 33% - 47% in 2023.

Otokoç completed the bond issue with a nominal value of TL1.000 million, 733 days maturity, coupon payments in every 3 months, principal and coupon payments at the end of maturity and annual interest rate of 39,50% on 28 July 2023.

Tüpraş completed the bond issue, quoted on the London Stock Exchange, with a nominal value of USD700 million, maturity of 7 years, coupon payments in every 6 months, principal and coupon payments at the end of maturity and an annual interest rate of 4,5%. The final coupon payment and redemption transactions were completed on 18 October 2024.

The redemption schedule of long-term financial liabilities is as follows:

	31 December 2024	31 December 2023
1-2 years	63.936	107.760
2-3 years	49.487	34.452
3-4 years	77.185	39.281
4-5 years	72.037	86.626
5 years and over	90.342	89.065
	352.987	357.184

Movement of the financial liabilities as of 31 December 2024 and 2023 is as follows:

	2024	2023
Beginning of the period - 1 January	879.013	900.561
Additions	564.846	501.430
Repayments of borrowings	(471.493)	(471.475)
New lease contracts / impact of lease modifications	7.899	8.583
Cash outflows from payments of lease liabilities	(7.779)	(6.070)
Change in exchange rates	183.098	328.449
Change in interest accruals	12.777	8.621
Currency translation differences	(23.751)	(13.322)
Business combinations	8.070	863
Transfers to liabilities related to asset held for sale	-	(4.321)
Consolidation eliminations and adjustments	14.572	(7.419)
Monetary gain/(loss)	(287.928)	(366.887)
End of the period - 31 December	879.324	879.013

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NOTE 17 - PAYABLES OF FINANCE SECTOR OPERATIONS

	31 December 2024	31 December 2023
Short-term payables to finance sector operations	1.528.303	1.625.666
Long-term payables to finance sector operations	13.298	14.608
	1.541.601	1.640.274

Breakdown of payables to finance sector operations is as follows:

	31 December 2024			31 December 2023		
	Demand	Time	Total	Demand	Time	Total
TL deposits						
Saving deposits	144.470	387.230	531.700	103.248	473.064	576.312
Commercial deposits	54.705	158.531	213.236	77.677	196.537	274.214
Interbank deposits	701	25.270	25.971	977	30.656	31.633
Funds deposited under repurchase agreements	-	177.086	177.086	-	15.577	15.577
Public sector deposits	16.707	1.365	18.072	8.440	4.701	13.141
	216.583	749.482	966.065	190.342	720.535	910.877
Foreign currency deposits						
Saving deposits	254.135	91.848	345.983	303.427	117.663	421.090
Commercial deposits	124.986	87.540	212.526	159.275	80.080	239.355
Interbank deposits	583	13	596	671	14.643	15.314
Funds deposited under repurchase agreements	-	16.431	16.431	-	53.638	53.638
	379.704	195.832	575.536	463.373	266.024	729.397
	596.287	945.314	1.541.601	653.715	986.559	1.640.274

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NOTE 18 - TAX ASSETS AND LIABILITIES

	31 December 2024	31 December 2023
Current income tax liabilities	14.242	35.319
Less: Prepaid income tax	(10.674)	(24.817)
Current income tax liabilities (net)	3.568	10.502
Deferred tax assets	30.398	29.315
Deferred tax liabilities	(24.195)	(21.915)
Deferred tax assets / (liabilities) (net)	6.203	7.400

Turkish tax legislation does not permit a parent company to file a consolidated tax return. Therefore, tax liabilities, as reflected in consolidated financial statements, have been calculated on a separate-entity basis.

The corporation tax rate is 25% in Turkey in 2024 (30% for Finance sector) (2023: 25%, 30% for Finance sector). Corporation tax is payable on the total income of the company after adjusting for certain disallowable expenses, income not subject to tax and allowances.

Income tax expenses in the consolidated income statements are summarised as follows:

	2024	2023
Current period tax expense	(14.242)	(45.179)
Deferred tax expense (net)	(17.758)	(5.299)
	(32.000)	(50.478)
Profit before tax	26.712	228.893
Less: Share of profit/loss of Joint Ventures	(20.615)	(44.353)
Profit before tax (excluding share of profit/(loss) of Joint Ventures)	6.097	184.540
Domestic tax rate	%25	%25
Tax calculated at domestic tax rate	(1.524)	(46.135)
Investment tax credits	1.856	18.612
Tax allowances/exemptions	3.683	5.621
Additions	(3.955)	(3.566)
Tax rate differences /changes	(157)	(5.495)
Tax losses and other tax advantages (net effect)	2.182	860
Temporary differences which no deferred tax recognised	(32.714)	(35.643)
Monetary gain/(loss) (*)	1.393	19.676
Other	(2.764)	(4.408)
Tax expense	(32.000)	(50.478)

(*) Includes the effect of adjustments related to inflation accounting within the scope of the communiqué numbered 32415 of the Tax Procedure Law dated 30 December 2023.

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NOTE 18 - TAX ASSETS AND LIABILITIES (Continued)

Deferred tax assets / (liabilities):

Koç Holding, its Subsidiaries and Joint Ventures, recognise deferred tax assets and liabilities based upon temporary differences arising between their financial statements prepared in accordance with TFRS and the Turkish tax legislations.

The breakdown of cumulative temporary differences and deferred tax assets and liabilities provided using principal tax rates are as follows:

	Cumulative temporary differences		Deferred tax assets/(liabilities)	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
Property, plant and equipment and intangible assets	125.420	119.552	(32.020)	(31.052)
Investment incentives (*)	-	-	15.728	14.656
Deductible tax losses and other tax advantages	-	-	17.506	2.827
Impairment provision for loans and receivables	(21.765)	(34.313)	6.479	10.245
Inventories	(13.178)	(17.842)	3.495	4.765
Provision for the pension fund obligations	(12.991)	(14.478)	3.897	4.343
Provision for employment termination benefits	(9.171)	(14.198)	2.377	3.510
Warranty and assembly provisions	(6.898)	(10.353)	1.688	2.543
Other (net)	51.913	17.567	(12.947)	(4.437)
Deferred tax assets / (liabilities) (net)			6.203	7.400

(*) Tüpraş, a Subsidiary of the Group, was granted a large-scaled investment incentive for the Residium Upgrade Project (RUP), in the first quarter of 2011, within the scope of the decree of the Council of Ministers dated 14 July 2009 and numbered 2009/15199. In accordance with the related legislation, Tüpraş can deduct 30% of its capital expenditures related with RUP, with a rate of 50% from tax base in accordance with the legislation provisions, at the time investment is completed and the revenue is started to be recognised. As of 7 October 2013, RUP was granted Strategic Investment Incentive by Incentive Implementation and Foreign Investment Department of Ministry of Economy of Republic of Turkey that would be applicable after 19 October 2012. Within the scope of the Strategic Investment, Tüpraş can deduct 50% of its capital expenditures related with RUP, with a rate of 90% from tax base in accordance with the legislation provisions. The Company indexed the unused investment incentives within the scope of both incentive certificates with a valuation rate of 43,93%. In accordance with the related investment incentives, tax credits of TL10.172 million as of 31 December 2024 (31 December 2023: TL11.010 million) that Tüpraş will benefit in the foreseeable future have been recognised as deferred tax asset in the consolidated financial statements.

Gains of Arçelik, arising from investments under incentive certificate are subject to corporate income tax at reduced rates being effective from the financial year which the investment starts to be operated partially or entirely till the period that the investment reaches to the contribution amount. In accordance with the related investment incentives, tax credits of TL5.556 million as of 31 December 2024 (31 December 2023: TL3.646 million) that Arçelik will benefit in the foreseeable future have been recognised as deferred tax asset in the consolidated financial statements.

Net deferred tax assets and liabilities recognised in the Subsidiaries' financial statements prepared in accordance with TFRS, are separately classified under deferred tax assets and liabilities accounts in Koç Holding's consolidated balance sheet. Temporary differences and deferred tax assets and liabilities presented above, which are prepared on the basis of gross amounts, present the net deferred tax position.

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NOTE 18 - TAX ASSETS AND LIABILITIES (Continued)

Tax Advantages Obtained Under the Investment Incentive System:

Earnings of the Group that are derived from investments linked to an investment incentive certificate are subject to corporate tax at discounted rates for a certain period, which initiates when the investment starts to operate and ends when the maximum investment contribution amount is reached partly or fully. Within this scope, tax credits of TL15.728 million (31 December 2023: TL14.656 million) have been recognised as deferred tax asset in the consolidated financial statements as of 31 December 2024, which are expected to be recovered in the foreseeable future. TL1.072 million of deferred tax income is recognised in the consolidated income statement for the period 1 January - 31 December 2024 following the accounting of the mentioned deferred tax assets.

Deferred tax assets are recognised only to the extent that it is probable that future taxable profit will be available in the foreseeable future. Deferred tax assets are recognised for deductible temporary differences, carry forward tax losses and indefinite-life investment incentives, which allows payment of corporate tax at discounted rates, as long as it is probable that sufficient taxable income will be generated in the future. In this context, the Group recognises deferred tax assets from investment incentives based on long-term plans, including taxable profit projections derived from business models, which are re-evaluated at each balance sheet date to assess recoverability of such deferred tax assets. The Group expects to recover related deferred tax assets within 5 years from the balance sheet date.

According to the sensitivity analysis performed as of 31 December 2024, when the inputs of key macroeconomic and sectoral assumptions that form the business plans are increased/decreased by 10%, there is no change in the projected 5 year recovery period of deferred tax assets related to the investment incentives.

The redemption schedule of carry forward tax losses which are not considered in deferred tax calculation is as follows:

	31 December 2024	31 December 2023
Up to 1 year	1.226	1.211
Up to 2 years	371	387
Up to 3 years	399	1.424
Up to 4 years	1.298	1.263
5 years and above	61.054	3.838
	64.348	8.123

Movements in deferred tax assets/(liabilities) are as follows:

	2024	2023
Beginning of the period - 1 January	7.400	(2.945)
Charge to the income statement	(17.758)	(5.299)
Charge to equity:		
- Gains/(losses) on financial assets measured at fair value through other comprehensive income	5.238	6.520
- Gains/(losses) on cash flow hedges	1.219	629
- Gains/(losses) on hedges of net investments in foreign operation	996	2.620
- Gains/(losses) on remeasurements of defined benefit plans	1.380	2.973
Business combinations	9.656	(1.175)
Changes in the scope of consolidation (*)	71	-
Currency translation differences	(1.999)	4.077
End of the period - 31 December	6.203	7.400

(*) Sendeo has been accounted for using the equity method in the Group's consolidated financial statements following the sale of 50% of its shares to third parties on 28 June 2024.

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NOTE 19 - PROVISIONS FOR EMPLOYEE BENEFITS

	31 December 2024	31 December 2023
Provision for the pension fund	12.991	14.478
Provision for employment termination benefits	9.348	14.134
Provision for retirement obligations (*)	3.948	-
Provision for unused vacations	2.826	2.389
	29.113	31.001

(*) Related to the acquisition of Whirlpool EMEA by Arçelik, a Subsidiary of the Group (Note 3).

Provision for employment termination benefits:

- Domestic	7.658	12.139
- Foreign	1.690	1.995
	9.348	14.134

Under Turkish Labour Law, Koç Holding and its Turkish Subsidiaries and Joint Ventures are required to pay termination benefits to each employee who has completed one year of service and whose employment is terminated without due cause, who is called up for military service, dies or retires after completing 25 years of service (20 years for women) and reaches the retirement age (58 for women and 60 for men).

As of 31 December 2024, the amount payable consists of one month's salary limited to a maximum of TL41.828,42 (31 December 2023: TL23.489,83) for each year of service.

The liability is not funded as there is no funding requirement.

The provision has been calculated by estimating the present value of the future probable obligation of Koç Holding and its Subsidiaries registered in Turkey arising from the retirement of employees.

The principal assumption is that the maximum liability for each year of service will increase in line with inflation. Thus, the discount rate applied represents the expected real rate after adjusting for the anticipated effects of future inflation. As the maximum liability is revised semi-annually, the maximum amount of TL46.655,43 effective from 1 January 2025 (1 January 2024: TL35.058,58) has been taken into consideration in calculating the consolidated reserve for employment.

TFRS require actuarial valuation methods to be developed to estimate the enterprise's obligation under defined benefit plans. Accordingly, the following actuarial assumptions have been used in the calculation of the total liability. Related rates have been presented by considering the weighted average of actuarial assumptions of the Subsidiaries within the scope of consolidation.

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NOTE 19 - PROVISIONS FOR EMPLOYEE BENEFITS (Continued)

	31 December 2024	31 December 2023
Net discount rate (%)	3,38	2,90
Turnover rate to estimate the probability of retirement (%)	91,16	93,83
Movements in the provision for employment termination benefits are as follows:		
Beginning of the period - 1 January	14.134	18.067
Increases during the period	1.752	3.471
Losses on remeasurement of defined benefit plans	2.136	3.105
Payments during the period	(5.572)	(4.305)
Interest expense	745	511
Currency translation differences	(392)	14
Business combinations	99	13
Monetary (gain)/loss	(3.554)	(6.742)
End of the period - 31 December	9.348	14.134

Provision for the pension fund:

Yapı Kredi Bankası, a Subsidiary of the Group, accounted for a provision amounting to TL12.991 million (31 December 2023: TL14.478 million) as of 31 December 2024 for the technical deficit based on the report prepared by a registered actuary in accordance with the technical interest rate of 9,8% determined by the New Law and CSO 1980 mortality table (Note 2.4.22). The following disclosures reflect the actuarial parameters and results in accordance with the New Law.

	31 December 2024	31 December 2023
Present value of funded obligation of pension benefits and post-employment medical benefits transferable to SSI	24.385	26.161
Fair value of plan assets	(11.394)	(11.683)
	12.991	14.478

The movement for the provision of pension fund is as follows:

	2024	2023
Beginning of the period - 1 January	14.478	7.007
Charge to equity	2.798	10.148
Contributions paid	(3.447)	(2.626)
Charge to the income statements	3.612	2.704
Monetary (gain)/loss	(4.450)	(2.755)
End of the period - 31 December	12.991	14.478

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NOTE 19 - PROVISIONS FOR EMPLOYEE BENEFITS (Continued)

The fair value of pension assets are comprised as follows:

	31 December 2024	%	31 December 2023	%
Government bonds and treasury bills	4.715	41,0	5.295	45,0
Bank placements	3.107	27,0	3.339	29,0
Property, plant and equipment	2.487	22,0	2.286	20,0
Other	1.085	10,0	763	6,0
	11.394	100	11.683	100

The main actuarial assumptions used are as follows:

	31 December 2024	31 December 2023
Discount rates (%):		
- Pension benefits transferable to SSI	9,80	9,80
- Post-employment medical benefits transferable to SSI	9,80	9,80

The average life expectancy of a pensioner is defined according to CSO 1980 mortality table.

The sensitivity analysis of provision for the pension fund is as follows:

% change in defined benefit obligation	%
Discount rate +1%	(11,84)
Discount rate -1%	14,70
Price inflation +1%	14,95
Price inflation -1%	(12,17)

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NOTE 20 - PROVISIONS

a) Short-term provisions	31 December 2024	31 December 2023
Provisions for warranty and assembly	6.997	6.387
Provisions for lawsuits and penalties	3.485	371
Provisions for demurrage	1.668	1.276
Provisions for transportation	1.472	1.635
Expense accruals of construction contracts	1.118	1.184
Provision for price revision	683	825
Other	3.899	4.081
	19.322	15.759

b) Other long-term provisions	31 December 2024	31 December 2023
Provisions for warranty	2.590	1.618
Provisions for non-cash loans	1.553	4.757
Provisions for lawsuits and penalties	455	509
Provisions for credit card points	258	282
Other	239	184
	5.095	7.350

The movements of provision for non-cash loans, provisions for warranty and assembly, expense accruals of construction contracts and provision for lawsuits for the years ended 31 December 2024 and 2023 are as follows:

	Provision warranty and assembly	Provision for lawsuits	Provision for non-cash loans
As of 1 January 2024	8.005	880	4.757
Additions	17.948	479	220
Business combinations	3.227	4.515	-
Payments	(887)	(121)	(1.963)
Reversals	(15.859)	(927)	-
Currency translation differences	(1.328)	(656)	-
Monetary (gain)/loss	(1.519)	(230)	(1.461)
As of 31 December 2024	9.587	3.940	1.553

	Provision warranty and assembly	Provision for lawsuits	Provision for non-cash loans
As of 1 January 2023	7.742	1.673	5.291
Additions	15.197	283	1.978
Business combinations	176	-	-
Payments	(12.899)	(72)	-
Reversals	-	(478)	-
Currency translation differences	(126)	105	(3)
Monetary (gain)/loss	(2.085)	(631)	(2.509)
As of 31 December 2023	8.005	880	4.757

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NOTE 21 - OTHER RECEIVABLES AND PAYABLES

a) Other receivables	31 December 2024	31 December 2023
VAT and SCT receivables	13.578	27.081
Taxes and funds deductible	5.711	4.580
	19.289	31.661
b) Other short-term payables		
Taxes and duties payable	37.984	40.512
Social security premiums payable	12.962	3.088
Other	49	59
	50.995	43.659

NOTE 22 - OTHER ASSETS AND LIABILITIES

a) Other current assets	31 December 2024	31 December 2023
Prepaid expenses	112.817	103.114
Pledged assets (*)	43.076	44.368
Interbank cheque clearing accounts	23.327	18.526
Short-term assets used in operational lease	15.411	20.011
Advances given	8.403	10.293
Income accruals	7.470	5.202
Gold reserves	4.397	3.170
Assets received for commitments of loans and receivables	859	4.762
Other	6.279	4.441
	222.039	213.887

(*) Includes collaterals given by Yapı Kredi Bankası to the counter parties of derivative transactions.

The movement of short-term assets used in operational lease is as follows:

	2024	2023
Beginning of the period - 1 January	20.011	18.429
Additions	16.072	15.654
Transfers (*)	(14.420)	(10.889)
Current period depreciation	(5.986)	(3.179)
Currency translation differences	(266)	(4)
End of the period - 31 December	15.411	20.011

(*) Represents the net amount of transfers from other non-current assets used in operational lease classified under property, plant and equipment and transfers to inventories.

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NOTE 22 - OTHER ASSETS AND LIABILITIES (Continued)

b) Other non-current assets	31 December 2024	31 December 2023
Spare parts and other materials	16.745	14.374
Advances given	12.794	7.682
Prepaid expenses	916	1.014
Other	2.754	497
	33.209	23.567

c) Other current liabilities

Credit card payables	97.291	88.871
Interbank clearing accounts	23.152	14.693
Accruals for sales and incentive bonus	17.636	15.531
Advances received	14.502	7.728
Revenue share (*)	8.063	7.013
Payables to personnel and premium accruals	7.914	10.772
Miscellaneous payables to bank customers	6.647	7.361
Deferred income	5.314	4.411
Deposits and guarantees received	5.190	11.628
Import deposits and transfer orders	1.519	5.658
Saving deposit insurance fund payable	852	817
Accruals for rent and advertising expenses	737	1.147
Other	21.063	19.707
	209.880	195.337

(*) In accordance with the Petroleum Market License Regulation and Liquefied Petroleum Gas ("LPG") Market Regulation, revenue shares collected by Tüpraş, but not recognised in the statement of comprehensive income, have been recorded as revenue share within "Other current liabilities" and blocked in banks as overnight deposits according to the decision of National Petroleum Reserves Commission. Deposits related to the revenue share are classified as time deposits under "Cash and cash equivalents" (Note 5).

d) Other non-current liabilities	31 December 2024	31 December 2023
Deferred income	7.288	7.487
Liabilities related to the business combinations (*)	3.456	5.581
Other	2.474	1.263
	13.218	14.331

(*) The contingent consideration amount of IHP Appliances JSC and IHP Appliances Sales LLC, whose acquisition transactions was completed on 31 August 2022, is recognised at fair value in the consolidated financial statements as of 31 December 2024. The contingent consideration amount is calculated by discounting the cash flows expected to be generated from the acquired companies to the present value. In calculating the net present value of future cash flows, the growth expectation in earnings before interest, taxes, depreciation and amortisation and discount rate estimates are taken into consideration.

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NOTE 23 - EQUITY

Share Capital

Koç Holding adopted the registered share capital system and its registered and issued share capital is as follows:

31 December 2024

Limit on registered share capital (historical)	5.000
Issued share capital in nominal value	2.536

Companies in Turkey may exceed the limit on registered share capital in the event of the issuance of free capital shares to existing shareholders.

The shareholding structure of Koç Holding with the historical values is as follows:

	31 December 2024		31 December 2023	
	Share %	Amount	Share %	Amount
Family Danışmanlık Gayrimenkul ve Ticaret A.Ş.	43,75	1.109	43,75	1.109
Koç Ailesi Üyeleri ^(1, 2)	18,33	465	18,65	473
Rahmi M. Koç ve Mahdumları Maden, İnşaat, Turizm, Ulaştırma, Yatırım ve Ticaret A.Ş.	1,40	35	1,40	35
Total Koç Family members and companies owned by Koç Family members	63,48	1.609	63,80	1.617
Vehbi Koç Vakfı	7,26	184	7,26	184
Koç Holding Emekli ve Yardım Sandığı Vakfı	2,35	60	2,35	60
Treasury shares ⁽³⁾	0,04	1	0,04	1
Other	26,88	681	26,55	673
Paid-in share capital	100,00	2.536	100,00	2.536
Adjustment to share capital ⁽⁴⁾		68.921		68.921
Total share capital		71.457		71.457

(1) Koç Family Members: M.Rahmi Koç, Semahat S. Arsel, M.Ömer Koç, Y. Ali Koç, İpek Kırarç, Caroline N. Koç, Esra Ç. Koç and Aylin E. Koç.

(2) The transfer of shares constituting 0,32% of Koç Holding' capital to non-controlling shareholders has been completed.

(3) Represents the shares that have been repurchased and publicly traded as of 31 December 2024.

(4) Adjustment to share capital includes the restatement effect of cash and cash equivalent contributions to share capital measured in accordance with TAS 29 and fair value differences of share issues within the context of acquisitions and mergers.

The analysis of shares by group is as follows:

Group	Unit of shares	Million TL	Nature of shares
A	67.877.342.230	679	Registered
B	185.712.462.770	1.857	Registered
		2.536	

In the Articles of Association ("the Articles") Koç Holding sets out the following privileges for A-group shares:

1. In accordance with Article 6, pre-emptive rights are used in purchase of new shares issued for their own groups; however, pre-emptive rights not used by B-group shareholders, can be used by A-group shareholders within the terms of CMB Legislation.
2. In accordance with Article 15 paragraph "c", A-group shareholders have two voting rights for each share owned at the General Assembly meetings (except for resolutions to change the Articles and decisions given for filing release and liability suits).

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NOTE 23 - EQUITY (Continued)

Treasury shares

Driven by the recent market conditions and the impacts of the developments in the global economies on the sectors operated in and on the Turkish capital markets, the current market price and the current net asset value discount of Koç Holding A.Ş. shares traded at Borsa İstanbul is deemed ineffective in reflecting the true value and fundamentals of Koç Holding. In this respect, in order to contribute to the fair valuation of Koç Holding A.Ş. shares, the Board of Directors of Koç Holding A.Ş. resolved to initiate a share buyback program from the market as of 1 July 2021. Within the scope of related decision, equivalent of 0,04% of the share capital with a nominal value of TL890 thousand (31 December 2023: TL890 thousand) were bought back, with a total cost of TL90 million including the transaction costs of which clearings have been completed as of 31 December 2024. (31 December 2023: TL90 million). No treasury shares have been sold as of the date of the report.

Other Comprehensive Income/Expense

	31 December 2024	31 December 2023
Items not to be reclassified to profit/loss:		
Gains/(losses) on remeasurement of defined benefit plans	(13.388)	(11.005)
	(13.388)	(11.005)
Items to be reclassified to profit/loss:		
Currency translation differences	9.296	24.752
Gains/(losses) on hedge	(26.015)	(23.276)
- <i>Cash flow hedge</i>	(751)	(380)
- <i>Net investment hedge</i>	(25.264)	(22.896)
Gains/(losses) on financial assets measured at fair value through other comprehensive income	33	10.085
	(16.686)	11.561

The movements in other comprehensive income/expenses are presented in the statement of comprehensive income and statement of changes in equity.

Restricted Reserves

The details of the restricted reserves are as follows:

	31 December 2024	31 December 2023
Legal reserves	6.641	6.641
Special reserves	8.500	8.500
Reserves for treasury shares (*)	90	90
	15.231	15.231

(*) In accordance with the TCC and CMB regulations, reserves are provided for the treasury shares in an amount corresponding to the purchase price. In this context, reserves are provided within the legal reserves amounting to TL90 million (31 December 2023: TL90 million) including the transaction costs in the consolidated financial statements as of 31 December 2024 for the treasury shares.

Within the scope of the Exemption for Sale of Property and Participation Shares, the gains in statutory financial statements arising from the sale of investments and sale of properties have been classified under "Special Reserves".

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NOTE 23 - EQUITY (Continued)

Dividend Distribution

Listed companies in BIST are subject to dividend regulations of CMB as follows:

According to the Article 19 of the Capital Market Law, numbered 6362 and Dividend Communiqué of CMB, numbered II-19.1, listed companies shall distribute their profits within the framework of the profit distribution policies to be determined by their general assemblies and in accordance with the prevailing regulations. Regarding the profit distribution policies of the listed companies, CMB may set different principles on companies with similar qualifications.

In accordance with the Turkish Commercial Code, unless the required reserves and the dividend for shareholders as determined in the Articles of Association or in the dividend distribution policy of the company are set aside; no decision may be taken to set up other reserves, to transfer profits to the subsequent year or to distribute dividends to the holders of usufruct shares, to the members of the board of directors or to the employees; and no dividend can be distributed to these people unless the determined dividend for shareholders is paid in cash.

For the listed companies, dividend distribution is made evenly to all existing shares as of the date of dividend distribution without considering the dates of issuance and acquisition of the shares.

Companies shall distribute their profits through general assembly decisions in accordance with the profit distribution policies to be determined by their general assemblies as well as the related provisions of the prevailing regulations. A minimum distribution rate has not been determined in these regulations. The companies pay dividends as determined in their articles of associations or profit distribution policies. Furthermore, dividends may be paid in installments with same or different amounts and profit share advances may be distributed over the profit in the interim financial statements.

In accordance with profit distribution policy of Koç Holding, as long as regulatory policies and financial conditions permit, 5% of distributable profit of the period is paid in cash to the shareholders after taking market expectations, long term Group strategies, capital needs of the Company, associates and subsidiaries, investing and financing policies, profitability and cash position into the consideration.

In accordance with Article 32 of the Company's Articles of Association, a contribution of a maximum 2% (according to the decision of the General Assembly) of the amount remaining after the first legal reserves set aside over income before tax, financial obligations and first level dividends, is paid to Koç Holding Emekli ve Yardım Sandığı Vakfı. In addition, save for the first level dividend determined according to the Capital Markets Law, 3% of the amount remaining after the first legal reserves, financial obligations and 5% of the paid-in capital are deducted from the income before tax, is allocated to holders of dividend-right certificates. However, the amount to be paid to the holders of dividend-right certificates may not exceed 1/10 of the amount remaining after the first legal reserves and first level dividend calculated according to CMB regulations are deducted from the net profit.

As of 31 December 2024, total amount of reserves that can be subject to dividend distribution without creating additional corporate tax burden is TL42.314 million.

At the Ordinary General Assembly Meeting of Koç Holding A.Ş. held on 18 April 2024, it was decided to distribute cash dividends, corresponding to a gross=net cash dividend of TL8,00 per share with a nominal value of TL1,00, TL20.287.184.400 in total to shareholders, TL2.163.106.533 to holders of usufruct shares and TL20.000.000 to the Koç Holding Emekli ve Yardım Sandığı Vakfı. Dividend payments were completed as of 24 - 26 April 2024. The total amount of dividend and profit share payments calculated on a purchasing power basis is amounting to TL27.236 million as of 31 December 2024.

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NOTE 23 - EQUITY (Continued)

The historical values and inflation adjustment effects of the following accounts under shareholders' equity of Koç Holding as of 31 December 2024 in accordance with TFRS and Tax Procedure Law ("TPL") financial statements are as follows:

31 December 2024 (TFRS)	Historical value	Inflation adjustment effect	Indexed value
Paid-in share capital	2.536	68.921	71.457
Share premium	9	322	331
Legal reserves	507	6.224	6.731
Special reserves	4.647	3.853	8.500

31 December 2024 (TPL)	Historical value	Inflation adjustment effect	Indexed value
Paid-in share capital	2.536	67.069	69.605
Share premium	9	256	265
Legal reserves	507	8.838	9.345
Special reserves	4.647	2.428	7.075

NOTE 24 - REVENUE

Non-finance revenue

	2024	2023
Domestic revenue	1.100.932	1.263.918
Foreign revenue	510.557	496.095

Revenue	1.611.489	1.760.013
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Sales of goods	1.546.724	1.704.229
Sales of services	64.765	55.784

Revenue	1.611.489	1.760.013
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The Group has accounted for revenue amounting to TL1.586.659 million (2023: TL1.746.655 million) related to performance obligation at a point in time and TL24.830 million (2023: TL13.358 million) related to performance obligation over time.

Revenue from finance sector operations

	2024	2023
Interest income	555.317	414.435
Fee and commission income	132.478	92.151
Other operating income	18.623	50.174

Revenue from finance sector operations	706.418	556.760
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NOTE 25 - EXPENSES BY NATURE

Expenses by nature include cost of goods sold, marketing expenses, general administrative expenses and research and development expenses.

	2024	2023
Raw materials and supplies	607.232	884.362
Changes in work in progress and finished goods	(14.202)	(29.218)
Cost of merchandise sold	651.253	457.491
Personnel expenses	148.176	125.165
Depreciation and amortisation charges	58.268	44.197
Transportation, distribution and storage expenses	34.956	34.482
Energy and utility expenses	21.980	29.657
Maintenance and repair expenses	18.108	14.971
Warranty and assembly costs	18.041	15.238
Outsourcing expenses	15.024	14.943
Advertisement and promotion expenses	14.932	15.140
Information systems and communication expenses	8.224	6.737
Rent expenses (*)	7.260	6.504
Litigation and consultancy expenses	6.622	5.361
Insurance expenses	6.090	5.330
Taxes, duties and charges	5.774	5.065
Sales, incentives and premium expenses	3.646	4.001
SDIF expenses	3.149	3.585
Travel expenses	2.936	2.801
Royalty and license expenses	2.294	1.825
Grants and donations	915	4.500
Other	15.508	13.985
	1.636.186	1.666.122

(*) In 2024, TL5.553 million (2023: TL5.198 million) of the rent expenses is related to variable leases, TL1.204 million (2023: TL876 million) is related to short-term leases and TL503 million (2023: TL430 million) is related to low-value leases.

The functional breakdowns of depreciation, amortisation and personnel expenses are as follows:

	2024	2023
Depreciation and amortisation charges		
Cost of sales	33.456	23.288
Marketing expenses	6.597	5.688
General administrative expenses	15.071	12.343
Research and development expenses	3.144	2.878
	58.268	44.197

Total depreciation charges capitalised in 2024 is TL146 million (2023: TL92 million).

	2024	2023
Personnel expenses		
Cost of sales	49.502	36.957
Marketing expenses	24.010	18.543
General administrative expenses	72.978	68.571
Research and development expenses	1.686	1.094
	148.176	125.165

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NOTE 25 - EXPENSES BY NATURE (Continued)

Cost of finance sector operations

	2024	2023
Interest expense	511.455	277.988
Fee, commissions and other expenses	92.135	57.043
Cost of finance sector operations	603.590	335.031

Fees for Services Received from Independent Auditor/ Independent Audit Firms

The Group's explanation regarding the fees for the services received from the independent audit firms, which is based on the letter of POA dated 19 August 2022, the preparation principles of which are based on the Board Decision published in the Official Gazette on 30 March 2022 and calculated on purchasing power basis as of 31 December 2024 are as follows:

	2024 ^(*)	2023 ^(*)
Audit and assurance fee	435	202
Tax consulting fee	66	95
Other assurance services fee	55	38
Other non-audit services fee	10	4
	566	339

(*) The fees above have been determined through including the legal audit and other related service fees of all Subsidiaries and Joint Ventures, and the foreign currency fees of foreign subsidiaries and affiliates have been converted into TL using the annual average rates of the relevant years.

NOTE 26 - OTHER OPERATING INCOME/(EXPENSES)

	2024	2023
Other operating income		
Foreign exchange gains arising from trading activities	22.058	38.447
Gain on bargain purchase (Note 3) ⁽¹⁾	17.306	-
Foreign exchange gains arising from trading activities	14.220	12.239
Other	4.365	4.572
	57.949	55.258
Other operating expenses		
Foreign exchange losses arising from trading activities	(30.065)	(63.010)
Credit finance charges arising from trading activities	(12.759)	(11.735)
Restructuring expenses ⁽²⁾	(11.841)	-
Provision expenses for loans and receivables	(11.320)	(17.425)
Other	(3.344)	(1.594)
	(69.329)	(93.764)

(1) Related to the acquisition of Whirlpool MENA and Whirlpool EMEA by Arçelik, a Subsidiary of the Group, and the acquisition of KMC Sağlık by Koç Holding (Note 3).

(2) Related to the expenses of Arçelik, a Subsidiary of the Group, incurred as part of the restructuring activities initiated in Turkey, the United Kingdom, Italy and Poland with the aim of enhancing efficiency and synergy.

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NOTE 27 - GAINS/(LOSSES) FROM INVESTMENT ACTIVITIES

	2024	2023
Gains from investment activities		
Gain on disposal of subsidiary and financial assets ⁽¹⁾	1.567	388
Changes in contingent liabilities ⁽²⁾	1.123	-
Rent income	377	417
Dividend income	209	135
Gain on sale of property, plant and equipment and scraps	172	745
Gain on fair value change of financial assets	-	193
	3.448	1.878
Losses from investment activities		
Loss on sale of property, plant and equipment	(412)	(188)
Provision for impairment of financial assets	(324)	-
Loss on disposal of subsidiary ⁽³⁾	(209)	-
	(945)	(188)

(1) Related to the disposal of Tat Gıda shares in 2024.

(2) The contingent consideration amount of IHP Appliances JSC and IHP Appliances Sales LLC, whose acquisition transactions was completed on 31 August 2022, is recognised at fair value in the consolidated financial statements (Note 22). Due to changes in market conditions and terms, the fair value of the contingent liability amount has changed compared to previous reporting periods and the related fair value change has been recognised as income from investing activities in the consolidated financial statements.

(3) Related to the sale of 50% of Sendeo shares.

NOTE 28 - FINANCIAL INCOME/(EXPENSES)

	2024	2023
Financial income		
Foreign exchange gains ⁽¹⁾	35.459	56.543
Interest income	37.920	27.161
Gains on derivative instruments	3.215	18.823
Other financial income	292	847
	76.886	103.374
Financial expenses		
Foreign exchange losses ⁽¹⁾	(39.395)	(87.151)
Interest expenses ⁽²⁾	(46.034)	(37.778)
Losses on derivative instruments	(12.404)	(11.637)
Other financial expenses	(3.914)	(2.292)
	(101.747)	(138.858)

(1) Foreign exchange income/(expenses) arising from trading activities (trade receivables and payables) are accounted for under "other operating income/(expenses)".

(2) In 2024, TL1.141 million of interest expense is related to lease liabilities (2023: TL771 million).

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NOTE 29 - RELATED PARTY DISCLOSURES

a) Related party balances

	31 December 2024			31 December 2023		
	Joint Ventures	Other	Total	Joint Ventures	Other	Total
Trade receivables	14.652	618	15.270	14.773	1.226	15.999
Trade payables	13.534	1.075	14.609	15.571	1.352	16.923
Receivables from finance sector operations	3.958	1.590	5.548	6.051	2.029	8.080
Payables of finance sector operations	10.467	43.178	53.645	12.230	44.570	56.800
Borrowings	-	372	372	-	289	289

b) Related party transactions

	2024			2023		
	Joint Ventures	Other	Total	Joint Ventures	Other	Total
Sales of goods and services	165.110	1.894	167.004	279.304	2.850	282.154
Purchases of goods and services	89.848	6.641	96.489	128.921	6.617	135.538
Interest expense (-)	-	(140)	(140)	-	(69)	(69)

The Joint Ventures of the Group have been accounted for using the equity method in the consolidated financial statements. Accordingly, the transactions of Group's Subsidiaries with Joint Ventures and the balances from Joint Ventures are not subject to elimination.

As of 31 December 2024, TL8.305 million (31 December 2023: TL8.575 million) of trade receivables is composed of Tüpraş balances against Opet and THY Opet, TL2.313 million (31 December 2023: TL2.661 million) of trade receivables is composed of balances of Zer Ticaret and TL1.679 million (31 December 2023: TL1.234 million) of trade receivables is composed of balances of Ram Dış Ticaret arising from the sales transactions with other Group companies. TL11.597 million (31 December 2023: TL12.515 million) of trade payables is composed of balances due to vehicle purchases of Otokoç from Ford Otosan and Tofaş, and TL942 million (31 December 2023: TL1.928 million) of trade payables is composed of balances due to air conditioner purchases of Arçelik from Arçelik LG. Loans and advances given and deposit balances arise from loan and deposit transactions of Yapı Kredi Bankası, a Subsidiary of the Group, with Joint Ventures and other related parties.

TL138.993 million (31 December 2023: TL247.106 million) of sales of goods and services is composed of balances arising from the sales of Tüpraş' petroleum products to Opet and THY Opet for the year ended 31 December 2024. TL65.279 million (31 December 2023: TL94.289 million) of purchases of goods and services is composed of balances due to Otokoç's vehicle purchases from Ford Otosan and Tofaş, and TL10.963 million (31 December 2023: TL10.505 million) of purchases of goods and service is composed of transactions due to air conditioner purchases of Arçelik from Arçelik LG.

c) Key management compensation

The key management of Koç Holding is identified as the members of the Board of Directors (including the President), CEO and the Group Presidents. As of 31 December 2024, total key management compensation incurred by Koç Holding amounted to TL2.696 million (31 December 2023: TL3.745 million) on the purchasing power basis of 31 December 2024. The total respective amount is comprised of short-term employee benefits (31 December 2023: TL352 million of the amount is comprised of short-term employee benefits).

After charging the costs to Koç Group companies to whom services are provided, the cost incurred by Koç Holding A.Ş. amounted to TL986 million (31 December 2023: TL1.345 million) on the purchasing power basis of 31 December 2024. The total respective amount is comprised of short-term employee leaves (31 December 2023: TL79 million of the amount is related to the payments made for employee leaves).

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NOTE 30 - DISCLOSURES ON INTERESTS IN OTHER ENTITIES

Information regarding the Subsidiaries in which the Group has major non-controlling interests is as follows:

31 December 2024				
Subsidiary	Non-controlling interest %	Gains/(losses) attributable to non-controlling interests	Accumulated non-controlling interests	Dividend paid to non-controlling interests
Yapı Kredi Bankası	44,31%	(12.253)	102.893	5.672
Tüpraş	53,88%	8.521	143.852	22.529
Arçelik	53,87%	(3.134)	41.444	1.228
Aygaz	59,32%	2.124	16.195	1.276

31 December 2023				
Subsidiary	Non-controlling interest %	Gains/(losses) attributable to non-controlling interests	Accumulated non-controlling interests	Dividend paid to non-controlling interests
Yapı Kredi Bankası	44,31%	11.543	133.090	7.412
Tüpraş	53,88%	41.689	162.864	22.847
Arçelik	53,87%	7.046	48.913	3.085
Aygaz	59,32%	2.579	15.319	510

Condensed financial information of Subsidiaries after consolidation adjustments and before eliminations is as follows:

Condensed balance sheet information:

31 December 2024				
	Yapı Kredi Bankası	Tüpraş	Arçelik	Aygaz
Cash and cash equivalents	478.927	73.534	50.816	3.844
Receivables from finance sector operations	1.322.723	-	-	-
Other current assets	252.353	112.300	178.650	6.964
Deferred tax assets	345	5.438	23.029	24
Other non-current assets	541.630	240.821	141.547	25.826
Total assets	2.595.978	432.093	394.042	36.658
Short-term borrowings	372.930	9.054	62.267	1.338
Payables to finance sector operations	1.567.775	-	-	-
Other current liabilities	173.444	139.922	158.971	6.590
Long-term borrowings	220.628	9.935	75.776	663
Other non-current liabilities	29.016	6.672	25.324	765
Total liabilities	2.363.793	165.583	322.338	9.356
Total equity	232.185	266.510	71.704	27.302

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NOTE 30 - DISCLOSURES ON INTERESTS IN OTHER ENTITIES (Continued)

31 December 2023				
	Yapı Kredi Bankası	Tüpraş	Arçelik	Aygaz
Cash and cash equivalents	483.479	140.515	70.445	4.871
Receivables from finance sector operations	1.376.883	-	-	-
Other current assets	244.998	149.974	176.908	9.773
Deferred tax assets	686	13.953	11.884	482
Other non-current assets	630.050	232.279	110.023	24.227
Total assets	2.736.097	536.721	369.260	39.354
Short-term borrowings	349.305	43.267	82.943	3.071
Payables to finance sector operations	1.670.212	-	-	-
Other current liabilities	166.766	180.949	116.013	9.975
Long-term borrowings	206.469	7.736	64.192	134
Other non-current liabilities	43.013	4.932	23.225	693
Total liabilities	2.435.766	236.884	286.373	13.873
Total equity	300.331	299.837	82.887	25.481

Condensed income statement information:

2024				
	Yapı Kredi Bankası	Tüpraş	Arçelik	Aygaz
Revenue	698.140	810.677	428.548	81.773
Depreciation and amortisation	8.275	9.318	16.550	1.114
Operating profit	17.254	35.789	7.122	829
Profit before tax	(18.211)	30.953	(1.884)	4.899
Net profit for the period	(27.650)	15.316	(2.481)	3.905

2023				
	Yapı Kredi Bankası	Tüpraş	Arçelik	Aygaz
Revenue	553.994	991.325	371.204	93.608
Depreciation and amortisation	1.851	1.308	4.780	348
Operating profit	137.312	106.139	14.666	279
Profit before tax	71.173	81.115	10.391	4.744
Net profit for the period	26.046	78.616	12.177	4.756

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NOTE 31 - GOVERNMENT GRANTS

The Group is entitled to the following incentives and rights:

- a) 100% exemption from customs duty on machinery and equipment imported,
- b) Exemption from VAT on investment goods supplied from home and abroad,
- c) Incentives under the jurisdiction of the research and development law (100% corporate tax exemption, Social Security Institution incentives, etc.),
- d) Inward processing permission certificates,
- e) Cash refund from Tübitak-Teydeb for research and development expenditures,
- f) Exemption from taxes, duties and charges,
- g) Discounted corporate tax incentive,
- h) Insurance premium employer share incentive,
- i) Corporate tax incentive within the scope of investment incentive exemption,
- j) Brand supporting government grants given by the Ministry of Economy of Turkey (Turquality),
- k) Patent incentives.

NOTE 32 - COMMITMENTS, CONTINGENT ASSETS AND LIABILITIES

Guarantees given:

Finance:

Non-cash loans:

	31 December 2024	31 December 2023
Letters of guarantee	439.685	439.176
- TL	261.059	242.839
- Foreign currency	178.626	196.337
Letter of credits	63.783	78.079
Acceptance credits	3.164	3.145
Other	42.776	40.698
	549.408	561.098
Less: Provisions (Note 20.b)	(1.553)	(4.757)
	547.855	556.341

Non-Finance:

	31 December 2024	31 December 2023
Letters of guarantee	93.996	54.091
Letters of credit	23.181	43.662
Guarantees given to banks	3.630	4.240
Guarantorships given to banks	3.321	5.276
Other	1.176	874
	125.304	108.143

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NOTE 32 - COMMITMENTS, CONTINGENT ASSETS AND LIABILITIES (Continued)

Collaterals/pledges/mortgages/bill of guarantees ("CPMB") of Subsidiaries of the Group as of 31 December 2024 and 2023 are as follows (foreign currency CPMBs are presented by their TL equivalents):

	31 December 2024	31 December 2023
A. Total amount of CPMB's given in the name of its own legal personality	85.704	83.849
-TL	32.387	25.049
-USD	24.998	45.137
-EUR	11.862	9.571
-Other	16.457	4.092
B. Total amount of CPMB's given on behalf of the fully consolidated companies ⁽¹⁾	39.600	24.293
-TL	1.116	637
-USD	9.816	13.575
-EUR	20.887	4.071
-Other	7.781	6.010
C. Total amount of CPMB's given on behalf of third parties for ordinary course of business ⁽²⁾	549.408	561.098
-TL	280.167	258.024
-USD	138.345	147.763
-EUR	109.544	135.054
-Other	21.352	20.257
D. Total amount of other CPMB's given		
i) Total amount of CPMB's given on behalf of the majority shareholder	-	-
ii) Total amount of CPMB's given to on behalf of other group companies which are not in scope of B and C		
-TL	-	-
-USD	-	-
-EUR	-	-
-Other	-	-
iii) Total amount of CPMB's given on behalf of third parties which are not in scope of C	-	-
	674.712	669.240

(1) As of 31 December 2024, the total amount of incurred commission expenses for the CPMBs of the Subsidiaries of the Group, except for 'A. CPMB's given in the name of its own legal personality', is TL80 million (31 December 2023: TL100 million).

(2) Related amount consists of the CPMB's (non-cash loans) given by Yapı Kredi Bankası, a Subsidiary of the Group, to related and third parties within the scope of its ordinary business activities.

Finance:

Financial assets pledged as collateral:

As of 31 December 2024, financial assets measured at fair value through other comprehensive income, measured at amortised cost and measured at fair value through profit and loss whose total carrying amount is TL236.686 million (31 December 2023: TL92.894 million) are pledged to banks and other financial institutions against funds obtained under repurchase agreements, borrowed funds and total return swap transactions.

In addition, as of 31 December 2024, financial assets amounting to TL174.860 million (31 December 2023: TL201.533 million) are also pledged to regulatory authorities for legal requirements and other financial institutions as a guarantee for stock exchange and money market operations. These are mainly the CBRT, Borsa İstanbul, Settlement and Custody Bank and other various banks.

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NOTE 32 - COMMITMENTS, CONTINGENT ASSETS AND LIABILITIES (Continued)

Guarantees received:

Non-finance:

	31 December 2024	31 December 2023
Letters of guarantee	50.194	42.866
Mortgages	10.651	13.353
Bill of guarantees	7.778	8.320
Direct crediting limit	7.714	7.508
Other	4.398	5.465
	80.735	77.512

NOTE 33 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT

Financial Instruments and Financial Risk Management

Financial Risk Management

The Group is exposed to variety of financial risks due to its operations. These risks include credit risk, market risk (foreign exchange risk, interest rate risk, product profit margin/crack margin risk and commodity price risk) and liquidity risk. The Group's overall risk management strategy focuses on the unpredictability of financial markets and targets to minimise potential adverse effects on the Group's financial performance. The Group also uses derivative instruments to hedge risk exposures.

A) Credit Risk

Credit risk is the risk that a counterparty cannot fulfill its obligations in the agreements that the Group is party to. The Group monitors the credit risk by credit ratings and limitations to the total risk of a single counterparty. The credit risk is diversified as a result of large number of entities comprising the customer bases and the penetration to different business segments.

Credit risk management procedures

Finance:

Credit risk which is inherent in all products ranging from loans to customers and commitments to letters of credit is monitored through detailed credit policies and procedures by the management of companies operating in the finance sector.

Yapı Kredi Bankası identifies loan limits for each customer considering statutory regulations, the internal scoring system, financial analysis reports and industry and geographical concentration and considering credit policies determined by the Board of the Directors each year. The limits defined by the Board of Directors for each bank are followed up daily by Treasury Management for the transactions related with placements with domestic and correspondent banks or treasury operations such as forward buy and sell transactions. Moreover, daily positions and limit controls for each Treasury Management employee authorised for market transactions are followed by the system. During the loan granting process, liquid collaterals are preferred to the greatest extent possible. While granting of long term project finance loans, long term projections of the companies are analyzed both by financial analysis specialists and head office. Also the pricing of these commitments are decided by coordination with treasury management.

Rating system used for corporate/commercial customers, medium sized entities and small and medium sized entities is also used for defining the authorization level for loan granting. Thus, customers with a low rating are assigned to higher authority levels, whereas customers with a high rating are assigned to lower authority levels. By using this methodology it is aimed to establish risk based optimization in the loan processes. Furthermore, probability of default of a customer with different characteristics is calculated through this internally developed rating system.

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NOTE 33 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

There are control limits over the positions of forwards, options and similar agreements. These positions are measured and managed by following their market values and by taking potential risk into considerations throughout their maturities, in accordance with counterparty credit risk management. Yapı Kredi Bankası dynamically manages and calculates its limits by taking these potential risks into considerations. Daily market value calculations, limit controls, collateral assessments are performed and reported to the relevant departments.

Yapı Kredi Bankası may use its rights, as stated in the derivative agreements based on which the derivative transactions are realised, in order to eliminate the risks that may arise due to being exposed to severe risk levels arising from fluctuations in the market.

Non-finance:

The Group's non-finance sector companies are exposed to credit risk arising from their trade receivables, financial assets, derivative instruments and bank deposits.

Major portion of trade receivables stem from the dealers over which the Group exerts a significant control mechanism. Credit risk by dealer is followed up by taking into account the relevant customers' financial position, past experience and other related factors; and guarantees are obtained to the greatest extent possible.

Credit risk details

The exposure of consolidated financial assets to credit risk is as follows:

31 December 2024	Trade receivables	Receivables from finance sector operations	Cash and cash equivalents	Financial assets	Derivative instruments
Maximum exposure to credit risk as of reporting date (A+B+C+D)	183.564	1.343.155	283.233	524.762	18.734
A. Book value of neither past due nor impaired financial assets ⁽¹⁾	172.781	1.322.628	283.233	524.762	18.734
B. Book value of past due but not impaired financial assets	10.459	28.136	-	-	-
C. Net book value of impaired assets	400	14.570	-	-	-
- Past due	400	14.570	-	-	-
- Gross amount	3.867	41.511	-	-	-
- Impairment	(3.467)	(26.941)	-	-	-
- Secured with guarantees	80	6.148	-	-	-
- Not past due	-	-	-	-	-
- Gross amount	-	-	-	-	-
- Impairment	-	-	-	-	-
- Secured with guarantees	-	-	-	-	-
D. Expected credit losses (-) ⁽²⁾	(76)	(22.179)	-	-	-

(1) Trade receivables and receivables from finance sector operations include related party balances amounting to TL15.270 million and TL5.548 million, respectively (Note 29).

(2) Include expected credit losses related to receivables from finance sector operations classified under "A" and "B" categories in the table above.

As of 31 December 2024, the Finance Segment is exposed to credit risk arising from non-cash loans in the amount of TL549.408 million (Note 32). By taking the related risk into consideration, the maximum credit risk amount, to which the Group is exposed, is TL2.902.856 million.

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NOTE 33 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

31 December 2023	Trade receivables	Receivables from finance sector operations	Cash and cash equivalents	Financial assets	Derivative instruments
Maximum exposure to credit risk as of reporting date (A+B+C+D)	208.560	1.386.036	385.690	602.106	34.870
A. Book value of neither past due nor impaired financial assets ⁽¹⁾	199.241	1.390.169	385.690	602.106	34.870
B. Book value of past due but not impaired financial assets	9.367	14.434	-	-	-
C. Net book value of impaired assets	57	12.857	-	-	-
- Past due	57	12.857	-	-	-
- Gross amount	3.578	41.275	-	-	-
- Impairment	(3.521)	(28.418)	-	-	-
- Secured with guarantees	141	9.614	-	-	-
- Not past due	-	-	-	-	-
- Gross amount	-	-	-	-	-
- Impairment	-	-	-	-	-
- Secured with guarantees	-	-	-	-	-
D. Expected credit losses (-) ⁽²⁾	(105)	(31.424)	-	-	-

(1) Trade receivables and receivables from finance sector operations include related party balances amounting to TL15.999 million and TL8.080 million, respectively. (Note 29).

(2) Include expected credit losses related to receivables from finance sector operations classified under "A" and "B" categories in the table above.

As of 31 December 2023, the Finance Segment is exposed to credit risk arising from non-cash loans in the amount of TL561.098 million (Note 32). By taking the related risk into consideration, the maximum credit risk amount, to which the Group is exposed, is TL3.178.360 million.

Trade receivables

a) Details of neither past due nor impaired trade receivables' credit quality:

	2024	2023
Customers with no payment defaults	147.862	182.905
Public institutions and corporations	17.357	8.637
Customers with prior collection delays	5.688	4.255
New customers (less than 3 months)	1.874	3.444
	172.781	199.241

As of 31 December 2024, trade receivables that are not due and not impaired amounting to TL84.767 million are secured by guarantees (2023: TL82.683 million).

b) Analysis of past due trade receivables:

Not impaired	2024	2023
Past due up to 1 month	6.392	5.384
Past due 1 - 3 months	1.448	1.682
Past due 3 - 12 months	1.004	934
Past due more than 1 year	1.615	1.367
	10.459	9.367

As of 31 December 2024, past due but not impaired trade receivables amounting to TL4.832 million are secured by guarantees (2023: TL4.770 million).

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NOTE 33 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

<i>Impaired</i>	2024	2023
Past due up to 3 months	466	312
Past due 3 - 6 months	1.519	64
Past due 6 - 12 months	596	1.367
Past due more than 1 year	1.286	1.835
Less: Provision for impairment	(3.467)	(3.521)
	400	57

As of 31 December 2024, impaired receivables amounting to TL80 million are secured by guarantees (2023: TL141 million).

c) Expected credit losses:

31 December 2024	Not overdue	0 - 1 month overdue	1 - 3 months overdue	More than 3 months overdue	Total
Expected loss rate (%)	0,002	0,02	0,14	1,14	
Period end balance (*)	157.511	6.438	1.867	6.021	171.837
Expected credit losses	3	1	3	69	76

31 December 2023

Expected loss rate (%)	0,001	0,01	0,13	1,78	
Period end balance (*)	183.241	5.605	1.772	5.569	196.187
Expected credit losses	2	1	2	100	105

(*) Represents gross trade receivables excluding related party balances and impairment losses.

Receivables from finance sector operations

a) As of 31 December 2024, the rating concentration of undue corporate and commercial loans of Yapı Kredi Bankası is as follows:

		Concentration level (%)	
	Rating class	31 December 2024	31 December 2023
Strong	1 - 4	57,6	46,2
Standard	5+ - 6	24,3	41,3
Below standard	7+ - 9	18,1	12,6

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NOTE 33 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

- b) Considering the scoring models, Yapı Kredi Bankası classifies its credit portfolio into the following groups as of 31 December 2024 and 2023:

31 December 2024	% of loans and advances	Provision coverage (%)
Stage 1	86,19	0,44
Stage 2	10,83	11,27
Stage 3	2,98	65,24
31 December 2023	% of loans and advances	Provision coverage (%)
Stage 1	86,61	0,70
Stage 2	10,53	14,85
Stage 3	2,86	68,88

- c) The details of the receivables from finance sector operations that are overdue but not impaired, which are classified as Stage 2, are as follows:

31 December 2024	Corporate and commercial loans	Consumer loans	Credit card receivables	Financial leasing receivables	Factoring receivables	Total
0 - 1 months overdue	1.342	5.647	5.214	259	15	12.477
1 - 3 months overdue	2.113	6.748	6.439	303	56	15.659
	3.455	12.395	11.653	562	71	28.136
31 December 2023	Corporate and commercial loans	Consumer loans	Credit card receivables	Financial leasing receivables	Factoring receivables	Total
0 - 1 months overdue	2.093	2.854	1.646	101	6	6.700
1 - 3 months overdue	905	4.700	2.091	32	6	7.734
	2.998	7.554	3.737	133	12	14.434

- d) Sectoral details of receivables from finance sector operations are as follows:

	31 December 2024	%	31 December 2023	%
Consumer loans	571.700	%43	591.245	%42
Production	307.671	%23	305.209	%22
Food and retail	65.216	%5	97.158	%7
Financial institutions	27.627	%2	51.757	%4
Public sector	23.023	%2	37.342	%3
Real estate	24.073	%2	26.039	%2
Other sectors	323.845	%24	277.286	%20
	1.343.155	%100	1.386.036	%100

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NOTE 33 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

B) Market Risk

a) Foreign Exchange Risk

The difference between the foreign currency denominated and foreign currency indexed assets and liabilities of the Group are defined as the "Net foreign currency position" and it is the basis of the currency risk. Another important dimension of the currency risk is the changes of the exchange rates of different foreign currencies in net foreign currency position (cross currency risk).

The Group keeps the currency risk exposure within the limits set by Koç Holding, the Parent Company and within the limits approved by their Board of Directors. Derivative contracts such as swaps, options and forwards are also used as instruments for currency risk management for hedging purposes, when needed.

Assets and liabilities denominated in foreign currency are as follows:

	31 December 2024	31 December 2023
Assets	1.132.168	1.301.483
Liabilities	(1.381.372)	(1.663.738)
Net balance sheet position	(249.204)	(362.255)
Derivative instruments net position	165.560	308.562
Net foreign currency position	(83.644)	(53.693)
Loans designated as hedging instruments ⁽¹⁾	28.647	20.172
Net foreign currency position after hedging instruments	(54.997)	(33.521)
Inventories under the natural hedge ⁽²⁾	62.786	66.686
Net foreign currency position after hedging instruments and natural hedge	7.789	33.165

(1) The loans of Tüpraş related to financing the Residuum Upgrade Project (RUP) are designated as hedging instruments against the spot foreign exchange rate risk (USD/TL) associated with highly probable USD denominated export revenues. The loans of Tüpraş which are subject to cash flow hedge amounted to USD9 million (TL321 million) as of 31 December 2024 (31 December 2023: USD24 million (TL1.002 million)).

The EUR denominated loans of Wat Motor are designated as hedging instruments against the spot foreign exchange risk (EUR/TL) associated with highly probable EUR denominated export revenues. The loans of Wat Motor which are subject to cash flow hedge amounted to EUR24 million (TL866 million) as of 31 December 2024 (31 December 2023: USD25 million (TL1.176 million)).

Foreign exchange gains/losses related to the loans of Tüpraş and Wat Motor are recognised under equity as "gains/losses on cash flow hedges" until the realisation of the cash flows at the hedged items.

Arçelik designated EUR500 million (TL18.371 million) of bank loan and RUB10.321 million (TL3.375 million) of contingent liability; Otokoç designated EUR125 million (TL4.610 million) and USD31 million (TL1.104 million) of bank loan as hedging instruments in order to hedge the foreign currency risk arising from the translation of net assets of the subsidiaries operating in Europe and Russia from foreign currency to Turkish Lira (31 December 2023: Arçelik: EUR210 million - RUB11.853 million, Otokoç: EUR54 million). Foreign exchange gains/losses of the related loans are recognised under equity as "gains/(losses) on net investment hedges" in order to offset the foreign exchange gains/(losses) arising from the translation of the net assets of investments in foreign operations to Turkish Lira.

(2) Tüpraş and Aygaz manage their foreign currency risk resulting from their net financial liabilities by reflecting the effects of the changes in foreign currencies to their selling prices of petroleum products ("natural hedge"). As of 31 December 2024, Tüpraş and Aygaz have raw materials and petroleum products amounting to TL61.168 million (31 December 2023: TL64.392 million) and TL1.618 million (31 December 2023: TL2.294 million), respectively.

Excluding the loans designated as hedging instruments and the inventories under the natural hedge, the Group has TL7.789 million (USD221 million) foreign exchange net long position as of 31 December 2024.

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NOTE 33 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

As of 31 December 2024, if EUR and USD had appreciated by 10% against TL with all other variables held constant, profit before tax would have been TL6,1 billion lower, mainly as a result of foreign exchange losses on the translation of the foreign exchange position as presented in detail in the table below. The net effect of the related foreign exchange losses on the net profit (attributable to equity holders) is approximately TL1,6 billion.

The impact of 10% exchange increase in income statement (pre-tax profit):

	USD	EUR	Other	Total
31 December 2024				
Foreign currency net position (*)	(4.327)	(2.539)	759	(6.107)

(*) Profit before tax impacts arising from foreign exchange positions of Joint Ventures have been included in the sensitivity analysis.

Above sensitivity analysis has been performed by taking "net foreign currency position after hedging instruments" into account and based on a scenario of a sudden increase in exchange rates as of the balance sheet date. Therefore, related analysis does not include the profitability that will arise in the following months, via the reflection of the exchange rate increase on the sales prices of the products defined as "natural hedges". If "net foreign currency position after hedging instruments and the natural hedge" is taken into account, which is followed by the Group in the context of risk management policies, a possible 10% increase in foreign exchange rates would have a limited effect on Group's pre-tax profitability, since the net position after natural hedge is limited.

The impact of 10% exchange increase in other comprehensive income statement (pre-tax profit):

	USD	EUR	Other	Total
31 December 2024				
Hedged items (*)	(142)	(5.925)	-	(6.067)

(*) Related balances include foreign exchange impacts which are within the scope of cash flow hedge and net investment hedge in foreign operations and which are recognised under the hedging reserve.

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NOTE 33 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

	31 December 2024			Total (TL Equivalent)
	USD ⁽¹⁾	EUR ⁽¹⁾(TL Equivalent)	Other (TL Equivalent)	
Assets:				
Trade receivables ⁽²⁾	713	686	7.242	57.578
Receivables from finance sector operations	2.471	3.001	21.250	218.559
Monetary financial assets	6.427	3.117	37.134	378.050
Non-monetary assets	8	2	235	596
Other assets	1.066	569	9.586	68.041
Current assets	10.685	7.375	75.447	722.824
Receivables from finance sector operations	3.138	3.227	3.163	232.265
Monetary financial assets	3.700	638	8.793	162.542
Other assets	295	86	927	14.537
Non-current assets	7.133	3.951	12.883	409.344
Total assets	17.818	11.326	88.330	1.132.168
Liabilities:				
Trade payables ⁽²⁾	3.486	596	9.119	153.801
Borrowings	6.653	2.531	2.787	330.118
Payables of finance sector operations	6.891	5.205	131.645	565.615
Other liabilities	674	474	7.948	49.094
Short-term liabilities	17.704	8.806	151.499	1.098.628
Borrowings	6.103	1.283	1.024	263.114
Payables of finance sector operations	26	323	39	12.845
Other liabilities	138	52	24	6.785
Long-term liabilities	6.267	1.658	1.087	282.744
Total liabilities	23.971	10.464	152.586	1.381.372
Net balance sheet position	(6.153)	862	(64.256)	(249.204)
Derivative assets	9.419	2.424	86.932	507.745
Derivative liabilities	(4.513)	(4.547)	(16.165)	(342.185)
Derivative instruments net position	4.906	(2.123)	70.767	165.560
Net foreign currency position	(1.247)	(1.261)	6.511	(83.644)
Loans designated as hedging instruments ⁽³⁾	40	649	3.375	28.647
Net foreign currency position after hedging instruments	(1.207)	(612)	9.886	(54.997)
Net foreign currency position of monetary items	(1.255)	(1.263)	6.276	(84.240)
Fair value of derivative instruments held for hedging	15	10	-	889

(1) Presented in original currencies.

(2) Represents balances before consolidation eliminations

(3) Includes loans of Tüpraş, Arçelik, Otokoç and Wat Motor designated as hedging instruments.

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NOTE 33 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

	31 December 2023			Total
	USD ⁽¹⁾	EUR ⁽¹⁾(TL Equivalent)	Other (TL Equivalent)	
Assets:				
Trade receivables ⁽²⁾	1.025	720	8.085	85.501
Receivables from finance sector operations	1.979	1.977	19.197	196.290
Monetary financial assets	7.170	3.326	34.031	495.226
Non-monetary assets	20	-	-	843
Other assets	1.026	195	7.172	59.958
Current assets	11.220	6.218	68.485	837.818
Receivables from finance sector operations	2.585	2.295	2.935	220.712
Monetary financial assets	4.511	548	9.633	227.167
Other assets	272	87	161	15.786
Non-current assets	7.368	2.930	12.729	463.665
Total assets	18.588	9.148	81.214	1.301.483
Liabilities:				
Trade payables ⁽²⁾	3.903	616	2.512	197.358
Borrowings	5.854	2.635	8.225	380.939
Payables of finance sector operations	8.110	5.310	123.550	717.967
Other liabilities	404	466	9.403	48.548
Short-term liabilities	18.271	9.027	143.690	1.344.812
Borrowings	5.507	1.206	1.023	291.831
Payables of finance sector operations	9	296	94	14.402
Other liabilities	245	49	39	12.693
Long-term liabilities	5.761	1.551	1.156	318.926
Total liabilities	24.032	10.578	144.846	1.663.738
Net balance sheet position	(5.444)	(1.430)	(63.632)	(362.255)
Derivative assets	10.544	1.974	81.039	622.006
Derivative liabilities	(5.450)	(1.455)	(13.398)	(313.444)
Derivative instruments net position	5.094	519	67.641	308.562
Net foreign currency position	(350)	(911)	4.009	(53.693)
Loans designated as hedging instruments ⁽³⁾	24	289	5.581	20.172
Net foreign currency position after hedging instruments	(326)	(622)	9.590	(33.521)
Net foreign currency position of monetary items	(370)	(911)	4.009	(54.536)
Fair value of derivative instruments held for hedging	167	23	-	8.175

(1) Presented in original currencies.

(2) Represents balances before consolidation eliminations

(3) Includes loans of Tüpraş, Arçelik, Otokoç and Wat Motor designated as hedging instruments.

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NOTE 33 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

Export and import details (TL Equivalent)

Group's consolidated export and import balances are as follows:

Export	2024	2023
USD	183.716	224.495
EUR	75.793	80.395
Other	30.435	32.901
	289.944	337.791
Import		
USD	695.371	803.065
EUR	28.504	35.057
Other	1.503	244
	725.378	838.366

b) Interest Rate Risk

The Group is exposed to interest rate risk arising from the rate changes on interest-bearing liabilities and assets. The Group manages this risk by balancing the repricing terms of interest-bearing assets and liabilities with fixed-floating interest and short-long term nature of borrowings as well as using derivative instruments for hedging purposes.

The monitoring of interest rate sensitive assets and liabilities and sensitivity analysis of Yapı Kredi Bankası, a Subsidiary of the Group, regarding the effect of interest rate fluctuations on the financial statements are performed by the Risk Management Department for all interest sensitive instruments. The results of studies such as time analysis, difference analysis, base point value analysis, scenario analysis, net interest income simulations are presented to the Board of Directors monthly within the scope of the Asset-Liability Management function. By using sensitivity and scenario analyses, the possible loss effects on the equity are analysed due to the interest rate volatility not only within current year but also for the future periods. The effects of the volatility of market interest rates on positions and on cash flows are also closely monitored.

The weighted average effective annual interest rates (%) for the consolidated financial assets and liabilities outstanding as of 31 December 2024 and 2023 are as follows:

	31 December 2024			31 December 2023		
	USD	EUR	TL	USD	EUR	TL
Assets						
Cash and cash equivalents	3,59	3,25	46,52	5,91	5,13	39,82
Financial assets						
- Measured at fair value through profit or loss	5,12	3,65	-	5,75	5,98	-
- Measured at fair value through other comprehensive income	6,24	4,68	36,24	7,65	4,12	38,34
- Measured at amortised cost	6,48	3,56	34,85	6,45	3,05	39,55
Receivables from finance sector operations	8,96	7,85	49,54	8,99	7,66	40,86
Liabilities						
Borrowings	6,91	4,72	37,78	7,42	5,53	33,21
Payables of finance sector operations	1,13	0,88	33,33	0,87	0,93	20,29

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NOTE 33 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

Consolidated financial assets and liabilities in carrying amounts classified in terms of periods remaining to contractual repricing dates are as follows:

31 December 2024	Up to 3 months	3 months - 1 year	1 year - 5 years	5 years and over	Non- interest bearing	Total
Assets						
Cash and cash equivalents	186.639	15.125	2.355	-	103.053	307.172
Balances with CBRT	146.735	-	-	-	221.225	367.960
Financial assets	222.936	42.420	117.861	141.947	10.827	535.991
- Measured at fair value through profit or loss	906	140	940	229	5.169	7.384
- Measured at fair value through other comprehensive income	46.604	17.618	22.914	48.084	5.658	140.878
- Measured at amortised cost	175.426	24.662	94.007	93.634	-	387.729
Receivables from finance sector operations	583.467	443.550	265.505	50.633	-	1.343.155
	1.139.777	501.095	385.721	192.580	335.105	2.554.278
Liabilities						
Borrowings	426.094	185.112	237.368	30.552	198	879.324
Payables to finance sector operations	895.199	45.446	12.478	820	587.658	1.541.601
	1.321.293	230.558	249.846	31.372	587.856	2.420.925
31 December 2023	Up to 3 months	3 months - 1 year	1 year - 5 years	5 years and over	Non- interest bearing	Total
Assets						
Cash and cash equivalents	251.726	26.345	523	-	139.246	417.840
Balances with CBRT	1.149	-	-	-	347.697	348.846
Financial assets	237.648	41.215	130.526	191.991	15.373	616.753
- Measured at fair value through profit or loss	1.633	780	357	609	8.158	11.537
- Measured at fair value through other comprehensive income	53.449	11.405	22.919	52.029	7.215	147.017
- Measured at amortised cost	182.566	29.030	107.250	139.353	-	458.199
Receivables from finance sector operations	556.368	516.304	243.795	69.569	-	1.386.036
	1.046.891	583.864	374.844	261.560	502.316	2.769.475
Liabilities						
Borrowings	424.392	230.052	209.309	11.266	3.994	879.013
Payables to finance sector operations	823.006	158.434	13.676	933	644.225	1.640.274
	1.247.398	388.486	222.985	12.199	648.219	2.519.287

Sensitivity to interest rate risk

The sensitivity analysis of Yapi Kredi Bankası, a Subsidiary of the Group operating in the finance sector, regarding fluctuations in interest rates was carried out for all interest-bearing assets and debts with interest. In the case of 100 bps rise in the annual interests in TL, USD and EUR currencies, the negative impact on the Group's consolidated equity holders of the parent is around TL1,8 billion. (In the case of 100 bps decrease in the annual interests, the positive impact on the Group's consolidated equity holders of the parent is around TL2,3 billion.)

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NOTE 33 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

In the case of 100 bps rise in the annual interests, the additional annual consolidated interest expense resulting from the repricing of borrowings within 1-year period is around TL9.000 million for the subsidiaries of the Group which operate in non-finance sector. It is expected that this interest expense will be substantially offset by the additional interest income resulting from the repricing of cash and cash equivalents due to their short-term maturities and therefore, 100 bps rise in interest rates is not expected to have a material net interest income/(expense) effect at the Group's non-finance sector operations' results within 1-year period.

The interest rate position is as follows:

	31 December 2024	31 December 2023
Fixed interest rate financial instruments		
<i>Financial assets</i>		
Cash and cash equivalents	176.699	236.392
Balances with CBRT	146.735	1.149
Financial assets		
- Measured at fair value through profit or loss	2.215	3.379
- Measured at fair value through other comprehensive income	77.514	107.743
- Measured at amortised cost	187.619	377.481
Receivables from finance sector operations	1.234.740	1.117.226
	1.825.522	1.843.370
<i>Financial liabilities</i>		
Borrowings	590.337	591.330
Payables to finance sector operations	953.881	995.960
	1.544.218	1.587.290
Floating interest rate financial instruments		
<i>Financial assets</i>		
Cash and cash equivalents	27.420	42.202
Financial assets		
- Measured at fair value through other comprehensive income	57.706	32.059
- Measured at amortised cost	200.110	80.718
Receivables from finance sector operations	108.415	268.810
	393.651	423.789
<i>Financial liabilities</i>		
Borrowings	288.789	283.689
Payables to finance sector operations	62	89
	288.851	283.778

c) Commodity price risk

Tüpraş, a Subsidiary of the Group is exposed to risk arising from fluctuations in crude oil prices due to raw material inventory held for production. Tüpraş management manages the risk by regularly reviewing the amount of the inventory held.

Tüpraş sets its sales price according to Petroleum Market Law No: 5015 considering the product prices at the Mediterranean market, which are the closest reachable world competitive market and USD currency rates. The changes in prices in the Mediterranean market and USD currency rate are evaluated daily by Tüpraş management and sales prices are updated when prices calculated according to the aforementioned factors differ significantly from the current sales prices.

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NOTE 33 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

Since instability in crude oil prices may cause fluctuations in net profit and cash flows, Tüpraş management has constituted a hedging policy in order to eliminate the aforementioned risk. In accordance with the policy, short and long term hedging transactions are realised by utilising various derivative instruments.

d) Product Profit Margin (Crack Margin) Risk

Besides the fluctuations in crude oil prices, Tüpraş is also exposed to the risk of fluctuations in crack margins arising from the changes in product prices. In order to eliminate the aforementioned risk in crack margins, a hedging policy has been constituted by considering historical product price levels, market expectations and forecasted sales volumes. In accordance with the policy, crack margins are hedged by utilising various derivative instruments.

c) Liquidity Risk

Liquidity risk comprises the risks arising from the inability to fund the increase in the assets, the inability to cover the liabilities due and the operations performed in illiquid markets. In the framework of liquidity risk management, funding sources are being diversified and sufficient cash and cash equivalents are held. In order to meet instant cash necessities it is ensured that the level of cash and cash equivalent assets does not fall below a predetermined portion of the short term liabilities.

Liquidity risk comprises the risks arising from the inability to fund the increase in the assets, the inability to cover the liabilities due and the operations performed in illiquid markets. In the framework of liquidity risk management, funding sources are being diversified and sufficient cash and cash equivalents are held. In order to meet instant cash necessities it is ensured that the level of cash and cash equivalent assets does not fall below a predetermined portion of the short term liabilities. Yapı Kredi Bankası mainly uses derivative transactions as managing liquidity risk and monitors cash inflow and outflow periods in the framework of funding plan balancing the distribution among currencies.

Undiscounted contractual cash flows of the consolidated financial liabilities as of 31 December 2024 and 2023 are as follows:

31 December 2024	Book value	Total contractual cash outflow	Demand or up to 3 months	3 months - 1 year	1 - 5 years	5 years and over
Financial liabilities						
Borrowings	879.324	1.000.292	257.108	295.400	343.374	104.410
<i>Borrowings, debt instruments and factoring liabilities</i>	863.298	981.805	256.045	291.563	331.813	102.384
<i>Lease liabilities</i>	16.026	18.487	1.063	3.837	11.561	2.026
Trade payables	250.577	259.418	253.686	5.732	-	-
Payables to finance sector operations	1.541.601	1.575.764	1.513.521	48.719	12.711	813
Derivative instruments (*)						
Cash inflows	18.734	530.648	387.965	104.968	26.508	11.207
Cash outflows	22.600	(563.039)	(423.709)	(97.882)	(28.125)	(13.323)

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NOTE 33 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

31 December 2023	Book value	Total contractual cash outflow	Demand or up to 3 months	3 months - 1 year	1 - 5 years	5 years and over
Financial liabilities						
Borrowings	879.013	1.001.569	248.982	326.060	335.665	90.862
<i>Borrowings, debt instruments and factoring liabilities</i>	866.891	987.394	247.675	323.766	328.394	87.559
<i>Lease liabilities</i>	12.122	14.175	1.307	2.294	7.271	3.303
Trade payables	269.482	279.925	269.692	10.233	-	-
Payables to finance sector operations	1.640.274	1.672.713	1.480.025	178.318	13.453	917
Derivative instruments (*)						
Cash inflows	34.870	682.550	495.171	136.494	29.732	21.153
Cash outflows	19.627	(680.643)	(491.685)	(130.490)	(35.276)	(23.192)

(*) Derivative instruments do not include the carrying value (Note 11) of changes in the fair value changes arising from the off-balance sheet operating lease transactions of Otokoç, a Subsidiary of the Group, denominated in foreign currency.

The distribution of non-cash loans (Note 32) of Yapı Kredi Bankası, a Subsidiary of the Group, by original maturity is as follows:

31 December 2024	Indefinite	Up to 1 year	1-5 years	5 years and over	Total
Letters of guarantee	110.011	86.034	221.016	22.624	439.685
Letter of credits	-	44.777	18.993	13	63.783
Acceptance credits	-	2.790	374	-	3.164
Other	5.001	20.546	5.347	11.882	42.776
	115.012	154.147	245.730	34.519	549.408
31 December 2023	Indefinite	Up to 1 year	1-5 years	5 years and over	Total
Letters of guarantee	118.110	73.906	220.122	27.038	439.176
Letter of credits	-	54.929	23.132	18	78.079
Acceptance credits	-	3.078	67	-	3.145
Other	5.063	13.059	5.258	17.318	40.698
	123.173	144.972	248.579	44.374	561.098

Capital Risk Management

The Group's main objectives for capital management are to keep the Group's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Group may decide on the amount of dividends paid to shareholders, issue of new shares or sell assets to decrease net financial debt.

The Group monitors capital on the basis of the net financial debt/invested capital ratio. Net financial debt is calculated as total financial liabilities less cash and cash equivalents (excluding blocked deposits) and invested capital is calculated as net financial debt plus total equity.

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NOTE 33 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

Consolidated net financial debt/invested capital ratio as of 31 December 2024 and 2023 is as follows:

	31 December 2024	31 December 2023
Total borrowings	879.324	879.013
Less: Cash and cash equivalents	(293.978)	(403.770)
Net financial debt	585.346	475.243
Equity	858.664	973.506
Invested capital	1.444.010	1.448.749
Net financial debt/invested capital ratio	0,41	0,33

NOTE 34 - FAIR VALUE DISCLOSURES OF FINANCIAL INSTRUMENTS

Fair value of financial instruments

Estimated fair values of financial instruments have been determined by the Group by using available market information and appropriate valuation methodologies. However, judgment is necessarily required to interpret market data. Accordingly, estimates presented herein are not necessarily indicative of the amounts the Group could realise in a current market exchange.

The following methods and assumptions are used to estimate the fair values of financial instruments:

Financial assets

Carrying values of cash and cash equivalents and trade receivables are assumed to reflect their fair values due to their short-term nature. The estimated fair value of interest bearing placements of cash and cash equivalents of finance sector is calculated based on discounted cash flows using prevailing money market interest rates at the statement of financial position date with similar credit risk and remaining maturity.

The estimated fair value of receivables from finance sector operations represents the discounted amount of estimated future cash flows expected to be received. Expected cash flows are discounted at current market rates with similar currency and remaining maturity in order to determine their fair value.

The fair value of financial assets measured at amortised cost is determined based on market prices; or when market price is not available, based on market prices quoted for other securities subject to the same redemption qualifications in terms of interest, maturity and other similar conditions.

Financial liabilities

Fair values of short-term trade payables and borrowings with floating interest rate are assumed to approximate their carrying values. The estimated fair value of issued debt securities and other long-term borrowings without quoted market price is based on discounted cash flows using market interest rates prevailing at the statement of financial position date with similar credit risk and remaining maturity.

The estimated fair value of demand deposits with no stated maturity classified under payables to finance sector operations, represents the amount repayable on demand. The fair value of overnight deposits refers to the book value. The estimated fair value of fixed-interest deposits is calculated based on discounted cash flows using market interest rates applied to similar loans and other debts. In case the maturities are short-term, the carried value is assumed to reflect the fair value.

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NOTE 34 - FAIR VALUE DISCLOSURES OF FINANCIAL INSTRUMENTS (Continued)

Within the framework of the methods and assumptions explained above, the carrying values and estimated fair values of financial assets and liabilities as of 31 December 2024 and 2023 are presented in the table below:

	31 December 2024		31 December 2023	
	Carrying value	Fair value	Carrying value	Fair value
Assets				
Receivables from finance sector operations	1.343.155	1.338.343	1.386.036	1.361.647
Financial assets measured at amortised cost	387.729	352.335	458.199	444.438
Liabilities				
Borrowings	879.324	884.553	879.013	856.684
Payables to finance sector operations	1.541.601	1.542.036	1.640.274	1.630.431

Fair value estimation

The classification of the Group's consolidated financial assets and liabilities at fair value is as follows:

Level 1: *Quoted prices (unadjusted) in active markets for identical assets or liabilities*: The fair value of financial assets and financial liabilities are determined with reference to quoted market prices.

Level 2: *Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices)*: The fair value of financial assets and financial liabilities are determined in accordance with generally accepted pricing models based on discounted cash flow analysis using prices from observable current market transactions. Assumptions and inputs used in valuation techniques include risk-free and benchmark interest rates, credit spreads and other variables used in estimating discount rates, bond and equity prices, foreign currency exchange rates, equity and equity index prices and expected price volatilities and correlations.

Level 3: *Inputs for the asset or liability that are not based on observable market data.*

31 December 2024	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value through profit/(loss)				
- Equity securities	9	357	3.448	3.814
- Time deposits	-	140	-	140
- Debt instruments	2.538	892	-	3.430
Financial assets measured at fair value through other comprehensive income				
- Equity securities	5.900	1.515	-	7.415
- Debt instruments	133.163	300	-	133.463
Derivative instruments	-	18.734	-	18.734
Total assets	141.610	21.938	3.448	166.996
Derivative instruments	-	22.600	-	22.600
Liabilities related to business combinations	-	3.456	-	3.456
Total liabilities	-	26.056	-	26.056

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NOTE 34 - FAIR VALUE DISCLOSURES OF FINANCIAL INSTRUMENTS (Continued)

31 December 2023	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value through profit/(loss)				
- Equity securities	53	685	6.682	7.420
- Time deposits	-	1.567	-	1.567
- Debt instruments	2.550	-	-	2.550
Financial assets measured at fair value through other comprehensive income				
- Equity securities	5.907	1.320	-	7.227
- Debt instruments	139.695	95	-	139.790
Derivative instruments	-	34.870	-	34.870
Total assets	148.205	38.537	6.682	193.424
Derivative instruments	-	19.627	-	19.627
Liabilities related to business combinations	-	5.581	-	5.581
Total liabilities	-	25.208	-	25.208

NOTE 35 - EARNINGS PER SHARE

	2024	2023
Earnings per share:		
Profit for the period	(5.288)	178.415
Less: Profit attributable to non-controlling interests	(6.594)	70.239
Profit attributable to equity holders of the parent	1.306	108.176
Weighted average number of shares with nominal value of Kr 1 each (*)	253.500.758	253.500.758
Earnings per share (Kr)	0,515	42,673

(*) Calculated by adjusting the treasury shares (Note 23).

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NOTE 36 - EXPLANATIONS REGARDING NET MONETARY POSITION GAINS/(LOSSES)

The amounts of the Group's subsidiaries' net monetary position gains and losses before consolidation eliminations and adjustments are as follows:

<i>Non-Monetary Items</i>	31 December 2024
<i>Balance sheet items</i>	(20.290)
Inventories	24.885
Other current assets	2.056
Investments accounted for using the equity method, financial assets, subsidiaries	127.447
Property, plant and equipment	105.621
Intangible assets	18.377
Investment properties	1.049
Other non-current assets	31.857
Other current liabilities	(5.264)
Paid-in share capital	(75.859)
Share premium	(1.261)
Treasury shares	3.542
Other comprehensive income/(expense) not to be reclassified to profit or loss	6.041
Other comprehensive income/(expense) to be reclassified to profit or loss	4.487
Restricted reserves	(14.482)
Retained earnings	(248.786)
<i>Statement of income items</i>	(18.006)
Revenue	(260.538)
Cost of sales	217.120
Research and development expenses	1.746
Marketing expenses	7.861
General administrative expenses	14.475
Other operating income/expenses	(1.075)
Income/expenses from investment activities	(6.367)
Financial income/expenses	573
Tax expense	8.199
	(38.296)

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NOTE 37 - SUPPLEMENTARY CASH FLOW INFORMATION

Supplementary information for the details included in the consolidated cash flow statements as of 31 December 2024 and 2023 is as follows:

	2024	2023
Changes in provisions:		
Provisions for warranty and assembly	1.202	2.475
Provisions for lawsuits	(569)	(279)
Provisions for non-cash loans	(1.743)	1.978
Provisions for employee benefits	(3.260)	(1.551)
Other provisions	(131)	1.694
	(4.501)	4.317
Adjustments for impairment loss/ (reversal of impairment loss):		
Provisions for impairment on receivables from finance sector operations	47.113	42.352
Provisions for impairment on trade receivables	596	510
Provisions for impairment on inventories	(22)	(410)
	47.687	42.452
Net changes in the operating assets and liabilities:		
Finance:		
Receivables from finance sector operations	35.666	117.266
Balances with Central Bank of the Republic of Turkey - required reserves	(37.151)	19.833
Payables of finance sector operations	(98.673)	(54.603)
Other assets and liabilities, net	31.215	(53.800)
	(68.943)	28.696
Non-Finance:		
Inventories	25.983	32.261
Trade receivables	51.446	(28.775)
Trade payables	(75.960)	23.853
Other receivables and payables, net	20.836	20.928
Other assets and liabilities, net	(8.268)	(22.748)
	14.037	25.519
Currency translation differences	(20.034)	(7.070)
	(74.940)	47.145
Cash and cash equivalents:		
Cash and cash equivalents (Note 5)	307.172	417.840
Add: Balances with		
Central Bank of the Republic of Turkey - free deposits (Note 6)	209.881	227.919
Less: Blocked deposits (Note 5)	(13.194)	(14.070)
	503.859	631.689

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NOTE 38 - EVENTS AFTER THE BALANCE SHEET DATE

Tek-Art Kalamış ve Fenerbahçe Marmara Turizm Tesisleri A.Ş. ("Tek-Art"), a Subsidiary of the Group, was invited to sign the contract as the second highest bidder with USD504 million in the tender announced by the Republic of Turkey Ministry of Treasury and Finance Privatisation Administration ("Privatisation Administration") for the privatisation of Fenerbahçe-Kalamış Marina for 40 years with the "grant of operating rights" method and the related contract was signed on 5 February 2025.

As a result of the evaluations, the contract for the grant of the operating rights of Fenerbahçe-Kalamış Marina for 40 years has been signed by Tek-Art's wholly owned subsidiary Kalamış ve Fenerbahçe Marina İşletmeciliği A.Ş. ("Kalamış A.Ş.") in accordance with the tender specifications and USD176,4 million, corresponding to 35% of the total contract price of USD504 million, has been paid on the contract signature date. The remaining amount will be paid in 5 equal installments over 60 months with interest to be calculated by adding SOFR rate +3% by providing a letter of guarantee for the remaining balance.

In this context, at the extraordinary general assembly meeting of Tek-Art, in which Koç Holding holds 33,8% of the share capital, it was decided to increase Tek-Art's capital from TL134.687.160 to TL361.472.874 with an increase of TL226.785.714 and to exercise pre-emptive rights in the capital increase at a price of TL0,28 for a share with a nominal value of TL0,01, taking into account the value of the company assessed by KPMG Yönetim Danışmanlığı A.Ş. Koç Holding has decided to participate in the capital increase amounting to TL6.349.999.992 in total by exercising the pre-emptive rights corresponding to the shares held in Tek-Art capital as well as all of the pre-emptive rights not exercised by other shareholders and the related amount was paid in cash on 24 January 2025. As a result of the capital increase, Koç Holding's share in Tek-Art capital reached to 75,3%.

In accordance with the tender specifications, Kalamış A.Ş. is also required to complete the infrastructure and superstructure constructions of Fenerbahçe-Kalamış Marina in accordance with the criteria specified in the relevant legislation within 10 years from the date of signature of the contract and turn it into a minimum 4 anchor marina, and in this context, under the current assumptions, a total investment of USD150 million is foreseen in the relevant period. There is no decision taken at this stage regarding the financing method of the payments to be made in the following years, and the issue will be evaluated according to the market conditions in the relevant period.

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