

**Tümosan Motor ve Traktör Sanayi A.Ş.**  
**and Its Subsidiaries**

Summary of Consolidated Financial Information  
for the Three-Month Interim Period  
Ended 31 March 2025

**Tümosan Motor ve Traktör Sanayi A.Ş.**  
**and Its Subsidiaries**

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**Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries****Condensed Consolidated Interim Statement of Financial Position As at 31 March 2025**

(The amounts are expressed in terms of purchasing power of Turkish Lira ("TL") as of 31 March 2025, unless otherwise specified)

	<i>Note</i>	<b>Unaudited</b>	<b>Audited</b>
<b>ASSETS</b>		<b>31 March 2025</b>	<b>31 December 2024</b>
<b>Current Assets</b>			
Cash and cash equivalents	4	70.930.850	177.671.531
Financial investments	5	993.617.737	1.109.920.263
Trade receivables			
-Trade receivables from related parties	3	1.393.267.339	1.275.307.175
-Trade receivables from non-related parties	7	684.855.392	1.687.977.577
Other receivables			
- Other receivables from non-related parties	8	10.515.818	12.957.522
Inventories	9	3.009.160.217	3.274.175.629
Prepaid expenses	10	246.769.602	206.345.823
Assets related to current period tax		34.533.098	35.290.568
Other current assets	17	257.442.154	294.062.336
<b>Total Current Assets</b>		<b>6.701.092.207</b>	<b>8.073.708.424</b>
<b>Non-Current Assets</b>			
Other receivables			
-Other receivables from non-related parties	8	170.082	187.197
Property, plant and equipment	12	5.164.041.936	5.178.335.952
Intangible assets	13	299.104.032	263.175.236
Investment property	11	11.133.840.261	118.824.720
Right of use assets	14	56.557.955	71.379.171
<b>Total Non-Current Assets</b>		<b>16.653.714.266</b>	<b>5.631.902.276</b>
<b>Total Assets</b>		<b>23.354.806.473</b>	<b>13.705.610.700</b>

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

**Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries****Condensed Consolidated Interim Statement of Financial Position As at 31 March 2025**

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

	<i>Note</i>	<b>Unaudited</b>	<b>Audited</b>
		<b>31 March 2025</b>	<b>31 December 2024</b>
<b>LIABILITIES</b>			
<b>Short Term Liabilities</b>			
Short term borrowings	6	3.805.675.590	4.022.798.596
Short term portion of long-term borrowings	6	63.597.472	64.159.999
Trade payables			
- Trade payables to related parties	3	20.311.743	19.344.524
- Trade payables to non-related parties	7	688.368.704	933.207.944
Payables related to employee benefis	16	47.697.244	51.603.186
Other payables			
- Other payables to non-related parties	8	7.554.837	10.028.194
Deferred income	10	242.493.714	264.267.752
Short term provisions			
- Short term provisions for employee benefits	16	18.151.786	19.646.498
- Other short term provisions	15	71.829.358	86.958.099
Liabilities from leasing transactions	14	1.145.818	3.356.969
<b>Total Short Term Liabilities</b>		<b>4.966.826.266</b>	<b>5.475.371.761</b>
<b>Long Term Liabilities</b>			
Long term borrowings	6	33.775.000	46.450.256
Long term provisions			
- Long term provisions for employee benefits	16	58.647.070	44.093.866
Liabilities from leasing transactions	14	16.346.114	18.871.515
Deferred tax liability	24	2.857.484.601	909.280.461
<b>Total Long Term Liabilities</b>		<b>2.966.252.785</b>	<b>1.018.696.098</b>
<b>Total Liabilities</b>		<b>7.933.079.051</b>	<b>6.494.067.859</b>
<b>Equity Attributable to the Owners of the Company</b>	<b>18</b>		
Paid-in share capital		115.000.000	115.000.000
Capital adjustment differences		1.730.737.328	1.730.737.328
Share premium		184.602.983	184.602.983
Accumulated other comprehensive income			
- Items will not to be reclassified in profit or loss		1.875.017.446	(30.062.813)
Restricted reserves		197.333.406	197.333.406
Retained earnings		5.013.931.937	5.515.856.924
Net profit/(loss) for the period		6.305.104.322	(501.924.987)
<b>Total Equity</b>		<b>15.421.727.422</b>	<b>7.211.542.841</b>
<b>Total Equity and Liabilities</b>		<b>23.354.806.473</b>	<b>13.705.610.700</b>

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

**Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries****Condensed Consolidated Interim Statement of Profit or Loss****For the Three Month Period Ended 31 March 2025**

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

	<i>Note</i>	<b>Unaudited</b>	<b>Unaudited</b>
		<b>1 January- 31 March 2025</b>	<b>1 January- 31 March 2024</b>
Revenue	19	1.485.543.168	1.836.805.467
Cost of sales (-)	19	(927.159.174)	(1.356.425.333)
<b>Gross profit</b>		<b>558.383.994</b>	<b>480.380.134</b>
General administrative expenses (-)	20	(148.595.634)	(55.904.820)
Marketing, sale and distribution expenses (-)	20	(496.345.743)	(169.348.292)
Research and development expenses (-)	20	(64.999.989)	(27.716.719)
Other operating income		86.875.113	32.490.560
Other operating expenses (-)		(125.695.170)	(51.905.895)
<b>Operating profit</b>		<b>(190.377.429)</b>	<b>207.994.968</b>
Incomes from investment activities	22	10.582.445.876	276.826.492
<b>Operating profit before financial expenses, net</b>		<b>10.392.068.447</b>	<b>484.821.460</b>
Financial expenses (-)	21	(950.484.764)	(320.588.388)
Net monetary position gain /(loss)	23	(1.822.417.483)	122.779.202
<b>Profit before tax</b>		<b>7.619.166.200</b>	<b>287.012.274</b>
<b>Tax expense</b>	24		
- Current tax expense for the period		(884.491)	(34.762.734)
- Deferred tax income/(expense)		(1.313.177.387)	(106.654.512)
<b>Profit for the period</b>		<b>6.305.104.322</b>	<b>145.595.028</b>
<b>Distribution of net profit for the period</b>			
Equity holders of the Company		6.305.104.322	145.595.028
Non-controlling interest		--	--
<b>Number of shares</b>	25	<b>115.000.000</b>	<b>115.000.000</b>
<b>Earnings per share</b>	25	<b>54,83</b>	<b>1,27</b>

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

**Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries****Condensed Consolidated Interim Statement of Other Comprehensive Income****For the Three-Month Period Ended 31 March 2025**

*(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)*

	<i>Note</i>	<b>Unaudited</b>	<b>Unaudited</b>
		<b>1 January- 31 March 2025</b>	<b>1 January- 31 March 2024</b>
<b>Profit for the period</b>		6.305.104.322	145.595.028
<b>Other comprehensive income</b>			
<b><u>Not to be reclassified to profit or loss</u></b>			
Revaluation increases of property, plant and equipment	12	2.533.737.420	--
- <i>Deferred tax expense</i>	24	(633.434.355)	--
Actuarial differences	16	6.369.592	(10.082.973)
- <i>Deferred tax income / (expense)</i>	24	(1.592.398)	2.520.743
<b>Total other comprehensive income</b>		<b>1.905.080.259</b>	<b>(7.562.230)</b>
<b>Total comprehensive income</b>		<b>8.210.184.581</b>	<b>138.032.798</b>
<b>Distribution of net profit for the period</b>			
Equity holders of the Company		8.210.184.581	138.032.798
Non-controlling interest		--	--

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

# Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries

## Condensed Consolidated Interim Statement of Change in Equity

For the Three-Month Period Ended 31 March 2025

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

				Accumulated Other Comprehensive Income and Expenses Not to be Reclassified to Profit or Loss					
	Paid-In Share Capital	Differences in Capital Adjustment	Share Premiums	Revaluation increases of property, plant and equipment	Accumulated Remeasurement Gains/Losses on Defined Benefit Plans	Restricted Reserves Appropriated from Profit	Retained Earnings	Net Profit for the Period	Total Equity
Balance at 1 January 2024	115.000.000	1.730.737.328	184.602.983	--	(24.449.434)	194.798.086	4.449.658.194	1.068.734.050	7.719.081.207
Transfers	--	--	--	--	--	--	1.068.734.050	(1.068.734.050)	--
Net profit for the period	--	--	--	--	--	--		145.595.028	145.595.028
Other comprehensive income	--	--	--	--	(7.562.230)	--	--	--	(7.562.230)
Actuarial differences	--	--	--	--	(7.562.230)	--	--	--	(7.562.230)
Balance at 31 March 2024	115.000.000	1.730.737.328	184.602.983	--	(32.011.664)	194.798.086	5.518.392.244	145.595.028	7.857.114.005
Balance at 1 January 2025	115.000.000	1.730.737.328	184.602.983	--	(30.062.813)	197.333.406	5.515.856.924	(501.924.987)	7.211.542.841
Transfers	--	--		--	--	--	(501.924.987)	501.924.987	--
Net profit for the period	--	--	--	--	--			6.305.104.322	6.305.104.322
Other comprehensive income	--	--	--	1.900.303.065	4.777.194	--	--	--	1.905.080.259
Actuarial differences	--	--	--	--	4.777.194	--	--	--	4.777.194
Valuation	--	--	--	1.900.303.065	--	--	--	--	1.900.303.065
Balance at 31 March 2025	115.000.000	1.730.737.328	184.602.983	1.900.303.065	(25.285.619)	197.333.406	5.013.931.937	6.305.104.322	15.421.727.422

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

# Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries

## Condensed Consolidated Interim Statement of Cash Flow

### For the Three-Month Period Ended 31 March 2025

(The amounts are expressed in terms of purchasing power of Turkish Lira ("TL") as of 31 March 2025, unless otherwise specified)

	Note	Unaudited 1 January- 31 March 2025	Unaudited 1 January- 31 March 2024
Net profit for the period		6.305.104.322	145.595.028
<b>Reconciliation of net cash provided by operating activities to net profit:</b>			
Adjustments related to depreciation and amortization	12,13,14	143.849.172	115.839.479
Adjustments related to provision for severance pay	16	27.592.602	4.832.052
Adjustments related to provision for doubtful receivables		25.829.479	(10.458.496)
Adjustments related to fair value changes of financial investments			
-Adjustments for fair value losses (gains) on financial assets	22	(10.582.445.876)	(276.826.492)
Tax (income)/ losses	24	1.314.061.878	141.417.246
Provision of litigation and guarantee	15	(7.351.836)	875.399
Provisions for unused vacation	16	2.532.951	8.548.693
Interest expenses from leases	14	2.643.035	636.041
Interest expense	21	947.841.729	319.952.347
Monetary gains and losses		27.224.728	19.582.249
<b>Operating cash flow before change in assets and liabilities</b>			
<b>Changes in assets and liabilities</b>			
Change in trade receivables and other receivables		860.339.433	881.660.512
Change in inventories		265.015.412	(525.090.819)
Change in prepaid expenses and other current assets and liabilities		(3.803.597)	(16.246.924)
Change in trade payables and other payables		(246.345.378)	(720.082.056)
Change in payables related employee benefits		(3.905.942)	14.350.128
Change in deferred income		(21.774.038)	(38.028.789)
Employee severance pay	16	(2.035.418)	(4.183.528)
Cash outflows from payables from leasing contractions	14	(5.412.637)	(1.208.259)
Taxes received / (paid)		(28.061.658)	43.110.116
<b>Net cash generated / (used) from operations</b>		<b>(979.101.639)</b>	<b>104.273.927</b>
<b>Investing activities</b>			
Adjustments related to investment properties valuation	11,12	(8.568.123.631)	--
Cash inflows from the sale of shares or debt instruments of other enterprises or funds		10.698.748.402	157.157.549
Purchases of property, plant and equipment and intangible assets	12,13	(63.817.226)	(75.694.304)
<b>Net cash generated / (used) in investing activities</b>		<b>2.066.807.545</b>	<b>81.463.245</b>
<b>Financing activities</b>			
Financial borrowings change, net		(230.360.789)	250.521.605
Interest paid		(947.841.729)	(319.952.347)
<b>Net cash provided from financing activities</b>		<b>(1.178.202.518)</b>	<b>(69.430.742)</b>
Net increase/decrease in cash and cash equivalents		(90.496.612)	116.306.430
Inflation effect on cash and cash equivalents		(16.244.069)	(130.051.902)
Cash and cash equivalents at the beginning of the period	4	177.671.531	471.361.170
<b>Cash and cash equivalents at the end of the period</b>	<b>4</b>	<b>70.930.850</b>	<b>457.615.698</b>

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



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## Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries

### Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

#### 1 Organization and Nature of Operation

Tümosan Motor ve Traktör Sanayi A.Ş. (formerly known as Alçelik Çelik Yapı İnşaat Sanayi ve Ticaret Anonim Şirketi) (“Tümosan” or “the Company”), was established in 1975 to produce engine parts, transfer organs and similar equipment, but then concentrated its activities on diesel engine and tractor production. Tümosan, which is the first diesel engine producer of Turkey, along with providing diesel engines to tractors produced under the same brand, produced diesel engines for many years for other companies producing diesel vehicles.

The Company was taken into the scope and program of privatization on 18 August 1998 and the shares belonging to Mechanics and Chemistry Institution Corporation were transferred to Directorate of Privatization Administration and it was decided that privatization procedures shall be completed within a year.

Four companies participated in the privatization tender of the Company held on 24 April 2000 and at the end of the tender, Anadolu Ortak Girişim Grubu took the first place when Konya Selçuklu Ortak Girişim Grubu took the second place. At the end of the tender, since the sale contracts forwarded respectively to the ventures could not be signed within the specified time frame, their indemnities were recorded as revenue and the tender could not be concluded positively.

Tümosan, which continued its activities in a more limited frame after the tender, was adhered to Sümer Holding on 7 February 2003. For privatization purposes, the second tender was held in 2004 and Tümosan was acquired by Alçelik Çelik Yapı İnşaat Sanayi ve Ticaret A.Ş. through asset sale and the takeover was completed on 1 July 2004.

26% of the Company’s shares were offered to public at Borsa İstanbul A.Ş. on 5 December 2012. Since 5 December 2012, the shares of the Company are listed at Borsa İstanbul A.Ş.

The headquarters and factory of the Company is at the following addresses:

#### Headquarters:

Maltepe Mahallesi Londra Asfaltı Caddesi No:28/1 Topkapı, 34010, Zeytinburnu/İstanbul/Turkey

#### Factory:

Büyükkayacık Mahallesi Aksaray Çevre Yolu Caddesi No:7/1 Selçuklu/Konya/Turkey

Information regarding the Company’s shareholding interests and their shares is as follows:

	31 March 2025	31 December 2024
Name/ Title	Shareholding Rates %	Shareholding Rates %
Ereğli Tekstil Turizm Sanayi ve Ticaret A.Ş.	60,87	60,87
Muzaffer Albayrak	1,74	1,74
Ahmet Albayrak	1,74	1,74
Bayram Albayrak	1,74	1,74
Nuri Albayrak	1,74	1,74
Kazım Albayrak	1,74	1,74
Mustafa Albayrak	1,74	1,74
Public Shares	28,69	28,69
<b>Total</b>	<b>100,00</b>	<b>100,00</b>

The main shareholder of the Company is Ereğli Tekstil Turizm Sanayi ve Ticaret A.Ş. (“Ereğli Tekstil”) which is controlled by Albayrak Turizm Seyahat İnşaat ve Ticaret A.Ş. and Albayrak Family.

## Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries

### Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

#### 1 Organization and Nature of Operation (continued)

As of 31 March 2025, The Company has 620 personnel (31 December 2024: 635)

##### Subsidiaries Included in the Consolidation

**Tümosan Döküm A.Ş.:** The company engages in all kinds of casting and machining operations and trading.

**TTM Tümosan Teknoloji Mühendislik Sanayi ve Ticaret A.Ş.:** The company engages to develop new products in defense and weapons, have R&D activities, contribute the production of existing products, and operate arms and related industry product purchases and sales. Company not actively operate as of the reporting date. (Former Title: Tümosan Savunma A.Ş.).

**Tümosan Teknoloji Mühendislik Sanayi Ticaret A.Ş.:** the company was established through partial demerger with the expert report dated 11 december 2021 and the registration in the trade registry by Tümosan Motor ve Traktör Sanayi A.Ş. on 5 april 2022.

Since 100% of the company's capital is owned by Tümosan Motor ve Traktör Sanayi A.Ş., the partial demerger did not have any impact on the consolidated financial statements dated March 31, 2025.

The company's activities include conducting R&D activities in technology and engineering, developing new products, creating prototypes, providing technical consultancy, and developing software. Additionally, the company engages in other activities based on its articles of association to participate in all kinds of domestic and international tenders for the Ministry of National Defense and other public institutions.

The condensed consolidated interim financial statements as of 31 March 2025 prepared by fully consolidating the subsidiaries stated below to the Company.

Company	Rate of Control	
	31 March 2025	31 December 2024
Tümosan Döküm A.Ş.	% 100	% 100
TTM Tümosan Teknoloji Mühendislik San. ve Tic. A.Ş.	% 100	% 100
Tümosan Teknoloji Mühendislik San. Tic. A.Ş.	% 100	% 100

## **Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries**

### **Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025**

*(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)*

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## **2 Basis of Presentation of Financial Statements**

### **2.1 Basis of Presentation**

#### **(a) Basis of presentation of financial statements**

The condensed consolidated interim financial statements and disclosures have been prepared in accordance with the communique numbered II-14, 1 “Communique” on the Principles of Financial Reporting in Capital Markets” (the Communique) announced by the Capital Markets Board” (“CMB”) on 13 June 2013 which is published on official Gazette numbered 28676. In accordance with Communique, the listed companies should apply Turkish Accounting Standards / Turkish Financial Reporting Standards (“TAS/IFRS”) and interpretations regarding these standards as adopted by the Public Oversight Accounting and Auditing Standards Authority (“POA”).

The consolidated financial statements have been presented in accordance with the formats specified in the IFRS Taxonomies published by the POA and the Financial Statement Examples and Usage Guide published by the CMB.

#### **(b) Basis of measurement**

The consolidated financial statements have been prepared based on historical costs, excluding financial assets measured at fair value, investment properties, and tangible assets.

#### **(c) Correction of financial statements of hyperinflation periods**

The financial statements and related amounts for prior periods have been restated for general changes in the purchasing power of the functional currency and consequently expressed in the measurement unit current at the end of the reporting period in accordance with TAS 29 'Financial Reporting in Hyperinflationary Economies'.

TAS 29 applies to the financial statements of any entity whose functional currency is the currency of a hyperinflationary economy, including consolidated financial statements. In the presence of high inflation in an economy, TAS 29 requires the financial statements of an entity whose functional currency is the currency of a hyperinflationary economy to be expressed in the measurement unit current at the end of the reporting period.

As of the reporting date, since the cumulative change in general purchasing power over the last three years based on the Consumer Price Index ("CPI") exceeds 100%, entities operating in Turkey are required to apply TAS 29 "Financial Reporting in Hyperinflationary Economies" in reporting periods ending on or after 31 March 2025.

According to the announcement issued by the Public Oversight, Accounting and Auditing Standards Authority (POA) on 23 November 2023 regarding the adjustment of financial statements of companies subject to independent audit for inflation, enterprises applying Turkish Financial Reporting Standards are required to present their financial statements for annual reporting periods ending on or after 31 March 2025 adjusted for inflation in accordance with TAS 29.

However, pursuant to the decision of the Capital Markets Board (CMB) dated December 28, 2023 and numbered 81/1820, it has been decided that issuers and capital market institutions subject to financial reporting regulations applying the Turkish Accounting/Financial Reporting Standards shall implement inflation accounting by applying the provisions of TAS 29 starting from the annual financial reports for the accounting periods ending on March 31, 2025.

The Group has therefore restated the financial statements as of 31 March 2025 of group companies whose functional currency is solely Turkish Lira in accordance with the accounting principles specified in TAS 29.

## Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries

### Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

## 2 Basis of Presentation of Financial Statements (continued)

### 2.1 Basis of Presentation (continued)

#### (c) Correction of financial statements of hyperinflation periods (continued)

Below is the table showing inflation rates calculated based on the Consumer Price Index (CPI) published by the Turkish Statistical Institute ("TÜİK") for the respective years:

Date	Index	Correction Coefficient	Three Years Cumulative Inflation Rates
31.03.2025	2.954,69	1,00000	250%
31.12.2024	2.684,55	1,10063	291%
31.03.2024	2.139,47	1,38104	309%

The main outlines of indexing operations under TAS 29 are as follows:

- All items, excluding those expressed in current purchasing power at the reporting date, are indexed using the relevant correction factors. Amounts from previous years are similarly indexed.
- Monetary assets and liabilities are not indexed as they are expressed in current purchasing power at the balance sheet date. Monetary items are cash and items to be received or paid in cash.
- Non-current assets, investments, and similar assets are indexed based on their historical costs, provided they do not exceed market values. Depreciation is adjusted accordingly. Amounts within equity are adjusted by applying general price indices to the periods in which these amounts were included in or generated by the company.
- Except for items in the income statement affected by the indexing of non-monetary items in the statement of financial position, all items in the income statement are indexed using factors calculated based on the periods when income and expense accounts were first reflected in the financial statements.
- Gains or losses arising from general inflation on net monetary positions, non-monetary assets, equity items, and adjustments made to income statement items are included in profit or loss.

The impact of applying TAS 29 "Financial Reporting in Hyperinflationary Economies" can be summarized as follows:

#### Reclassification of the Statement of Financial Position:

Amounts in the statement of financial position that are not expressed in the measurement unit current at the end of the reporting period are reclassified. Therefore, monetary items are not reclassified because they are expressed in the currency current at the reporting date. However, non-monetary items must be reclassified unless they are stated at their current amounts at the end of the reporting period.

Inclusion of gains or losses from reclassification of non-monetary items gains or losses arising from the reclassification of non-monetary items are included in profit or loss and are separately presented in the statement of profit or loss and other comprehensive income.

## **Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries**

### **Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025**

*(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)*

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## **2 Basis of Presentation of Financial Statements (continued)**

### **2.1 Basis of Presentation (continued)**

#### **(c) Correction of financial statements of hyperinflation periods (continued)**

##### Reclassification of the Income Statement

All items in the income statement are expressed in the measurement unit current at the end of the reporting period. Therefore, all amounts have been reclassified using changes in the monthly general price index.

Depreciation and amortization expenses for tangible and intangible assets have been adjusted using the reclassified balances.

##### Reclassification of the Cash Flow Statement

All items in the cash flow statement are expressed in the measurement unit current at the end of the reporting period.

##### Consolidated Financial Statements

The financial statements of a subsidiary whose functional currency is the currency of a hyperinflationary economy are reclassified using the general price index before being included in the consolidated financial statements prepared by the parent entity. If such a subsidiary is a foreign subsidiary, the reclassified financial statements are translated at the closing rate. When consolidating financial statements with different reporting period ends, all monetary and non-monetary items are reclassified according to the measurement unit current at the date of the consolidated financial statements.

#### **(d) Reporting and functional currency**

The accompanying financial statements are presented in TL, which is the functional currency of the Group. All financial information is presented in TL, unless otherwise stated.

#### **(e) Comparative information**

The attached consolidated financial statements are prepared on a comparative basis with the previous period to enable assessment of the Group's financial position, performance, and cash flow trends. Comparative information is reclassified and relevant differences are disclosed in the corresponding notes for the purpose of ensuring consistency in the presentation of current period financial statements.

#### **(f) Foreign currency**

Transactions in foreign currencies are translated to the functional currency of the Group at the exchange rates ruling at the date of the transactions. Monetary assets and liabilities denominated in foreign currencies at reporting date are translated to the functional currency at the exchange rate ruling at the date. Foreign currency differences arising on translation of foreign currency transactions are recognized in profit or loss.

Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are retranslated to the functional currency at the exchange rate at the date that the fair value was determined. Nonmonetary items in a foreign currency that are measured based on historical cost are translated using the exchange rate at the date of the transaction.

## **Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries**

### **Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025**

*(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)*

## **2 Basis of Presentation of Financial Statements (continued)**

### **2.1 Basis of Presentation (continued)**

#### **(g) Basis of Consolidation**

As of March 31, 2025, and December 31, 2024, the consolidated financial statements include the accounts of the Company and its subsidiaries.

##### *(i) Subsidiaries*

Subsidiaries are those entities on which the Group has the power to control. The Group controls the companies when it is incurred changeable returns due to relations of any companies or has a right to own these returns and has a power to affect these returns. The financial statements of the subsidiaries are included in the consolidated financial statements from the date on which control is transferred to the Group to the date on which control is transferred out from the Group.

The table below demonstrates the rates of the effective ownership and the voting power held in terms of percentages (%) as of 31 March 2025 and 31 December 2024 for all subsidiaries directly controlled by the Group and included in the scope of consolidation:

<b>Company</b>	<b>Rate of Control</b>	
	<b>31 March 2025</b>	<b>31 December 2024</b>
Tümosan Döküm A.Ş.	% 100	% 100
TTM Tümosan Teknoloji Mühendislik San. ve Tic. A.Ş.	% 100	% 100
Tümosan Teknoloji Mühendislik San. Tic. A.Ş.	% 100	% 100

##### *(ii) Non- controlling interest*

Changes in the Group's interest in a subsidiary that do not result in a loss of control are accounted for as transactions with owners in their capacity as owners. Adjustments to non-controlling interests are based on a proportionate amount of the net assets of the subsidiary. No adjustments are made to goodwill and no gain or loss is recognized in profit or loss.

##### *(iii) Loss of control*

On the loss of control, the Group derecognizes the assets and liabilities of the subsidiary, any non-controlling interests and the other components of equity related to the subsidiary. Any surplus of deficit arising on the loss of control is recognized in profit or loss. If the Group retains any interest in the previous subsidiary, then such interest is measured at fair value at the date that control is lost.

##### *(iv) Consolidation elimination adjustments*

In the preparation of the consolidated financial statements, intercompany balances, transactions, and unrealized income and expenses arising from intercompany transactions are eliminated on a reciprocal basis. Unrealized income arising from transactions with investments accounted for using the equity method is eliminated to the extent of the Group's share in the investment. Unrealized losses are also eliminated in the same manner as unrealized income, unless there is an indication of impairment.

## **Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries**

### **Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025**

*(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)*

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## **2 Basis of Presentation of Financial Statements (continued)**

### **2.2 Compliance of TFRS**

The accompanying condensed consolidated interim financial statements have been prepared in accordance with TFRS, with the classification and corrections made based on the legal records of the Company and its subsidiaries, in line with the principle that the financial statements reflect the truth.

The company and its subsidiaries keep their accounting records in accordance with the Uniform Chart of Accounts, Turkish Commercial Code and Turkish Tax Laws and prepare their legal financial statements in TL accordingly.

The interim condensed consolidated financial statements have been approved by the Company's Board of Directors on 20 May 2025. The Company's General Assembly and certain regulatory bodies have the right to make amendments after the publication of the financial statements.

### **2.3 Changes in Accounting Policies**

Accounting policy changes resulting from the initial application of a new Turkish Financial Reporting Standard (TFRS) are applied retrospectively or prospectively as required by the transitional provisions of that TFRS. Significant accounting errors identified are applied retrospectively, and previous period financial statements are restated accordingly. Changes in accounting estimates are applied prospectively if they relate to a single period, and if they affect future periods, they are applied both in the current period of the change and prospectively.

#### **New and Revised Standards and Interpretations**

The accounting policies used in the preparation of the consolidated financial statements for the year ended March 31, 2025 are consistent with those applied in the previous year, except for new and amended Turkish Financial Reporting Standards (TFRS) and TFRS interpretations effective as of January 1, 2024, as summarized below. The effects of these standards and interpretations on the Group's financial position and performance are disclosed in the relevant paragraphs.

#### **(a) New standards, amendments and interpretations effective from 31 March 2025**

- TAS 1 (Amendments) – Classification of Liabilities as Current or Non-current
- TFRS 16 (Amendments) – Lease Liability from Sale and Leaseback Transactions
- TAS 1 (Amendments) – Long-term Liabilities Including Credit Agreement Terms
- TAS 7 and TFRS 7 (Amendments) – Supplier Financing Arrangements
- TSRS 1 General Requirements for Disclosure of Financial Information Related to Sustainability
- TSRS 2 – Climate-related Disclosures

#### **TAS 1 (Amendments) Disclosure of Accounting Policies**

The purpose of these amendments is to promote consistent application of the standard by assisting entities in the decision-making process regarding whether liabilities and other obligations presented in the statement of financial position that do not have a specified maturity should be classified as current (expected to be settled within one year) or non-current.

#### **TFRS 16 (Amendments) Lease Liability from Sale and Leaseback Transactions**

The amendments to TFRS 16 explain how a seller-lessee subsequently measures a sale and leaseback transaction that satisfies the requirements in TFRS 15 to be accounted for as a sale.



## **Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries**

### **Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025**

*(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)*

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## **2 Basis of Presentation of Financial Statements (continued)**

### **2.3 Changes in Accounting Policies (continued)**

#### **New and Revised Standards and Interpretations (continued)**

#### **(a) New standards, amendments and interpretations effective from 31 March 2025 (continued)**

##### **TAS 1 (Amendments) – Non-current Liabilities with Covenants**

The amendments to TAS 1 clarify how conditions that an entity is required to comply with within twelve months after the reporting period affect the classification of a liability.

##### **TAS 7 and TFRS 7 (Amendments) – Supplier Finance Arrangements**

The amendments to TAS 7 and TFRS 7 introduce guidance that requires entities to provide both qualitative and quantitative information about supplier finance arrangements, supplementing the existing disclosure requirements.

##### **TSRS 1 General Requirements for Disclosure of Financial Information Related to Sustainability**

TSRS 1 sets out the general requirements for sustainability-related financial disclosures with the objective of requiring an entity to disclose information about sustainability-related risks and opportunities that is useful to the primary users of general purpose financial reports in making decisions about providing resources to the entity. The application of this standard is mandatory for entities that meet the relevant criteria set out in the Public Oversight Authority's (POA) announcement dated January 5, 2024 (No. 2024-5) and the Board Decision amending that announcement dated December 16, 2024, for annual reporting periods beginning on or after January 1, 2024. Other entities may voluntarily report in accordance with the TSRS standards.

##### **TSRS 2 Climate-related Disclosures**

TSRS 2 outlines requirements for identifying, assessing, and disclosing climate-related risks and opportunities that will assist primary users of general purpose financial reports in making decisions about resource allocation to the entity. The application of this standard is mandatory for entities meeting the relevant criteria as per the CMB's announcement numbered 2024-5 dated January 5, 2025, for annual reporting periods beginning on or after January 1, 2024, or for banks regardless of criteria. Other entities may voluntarily report in accordance with TSRS standards .

#### **(b) Standards, amendments, and interpretations that have been published as of March 31, 2025, but have not yet become effective**

- TFRS 17 – Insurance Contracts
- TFRS 17 (Amendments) – Initial Application of TFRS 17 and TFRS 9 – Comparative Information
- TAS 21 (Amendments) – Lack of Exchangeability

## **Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries**

### **Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025**

*(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)*

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## **2 Basis of Presentation of Financial Statements (continued)**

### **2.3 Changes in Accounting Policies (continued)**

#### **New and Revised Standards and Interpretations (continued)**

- (b) **Standards, amendments, and interpretations that have been published as of March 31, 2025, but have not yet become effective (continued)**

#### **TFRS 17 Insurance Contracts**

TFRS 17 requires the measurement of insurance liabilities at a current fulfilment value and provides a more consistent measurement and presentation approach for all insurance contracts. These requirements are designed to achieve consistent, principle-based accounting for insurance contracts. TFRS 17 has been deferred for insurance and reinsurance as well as retirement companies for another year and will replace TFRS 4 Insurance Contracts as of January 1, 2025.

#### **TFRS 17 (Amendments) – Initial Application of TFRS 17 and TFRS 9 – Comparative Information**

Amendments have been made to TFRS 17 to reduce implementation costs, simplify the explanation of results, and ease the transition process.

In addition, the amendment regarding comparative information allows entities that apply TFRS 17 and TFRS 9 for the first time simultaneously to present comparative information on their financial assets as if the classification and measurement requirements of TFRS 9 had been applied to those assets previously. The amendments are to be applied when TFRS 17 is first implemented.

#### **TAS 21 (Amendments) – Lack of Exchangeability**

These amendments provide guidance on determining when a currency is exchangeable and how to determine the exchange rate when it is not. The amendments are effective for annual reporting periods beginning on or after January 1, 2025.

The potential effects of the said standard, amendments, and improvements on the Group's consolidated financial position and performance are being assessed.

### **2.4 Changes in Accounting Estimates and Errors**

Changes in accounting policies and significant accounting errors are applied retrospectively, resulting in the restatement of previous period financial statements. Changes in accounting estimates are applied prospectively: if they affect only the current period, they are applied in the current period; if they affect future periods as well, they are applied both in the current period and prospectively in future periods. The Company has not made any significant changes in accounting estimates.

### **2.5 Summary of Significant Accounting Policies**

The Capital Markets Board (CMB) has allowed publicly traded companies to apply either the full set or condensed presentation in the preparation of interim financial statements in accordance with TAS 34 "Interim Financial Reporting." Accordingly, the Group has chosen to prepare the condensed interim consolidated financial statements as of March 31, 2025.

Pursuant to the relevant Communiqué, disclosures and notes required to be included in the annual financial statements prepared in accordance with TFRSs have been summarized or omitted in accordance with TAS 34. The attached condensed consolidated financial statements should be read together with the audited consolidated financial statements and accompanying notes as of December 31, 2024. Therefore, these condensed interim consolidated financial statements should be evaluated together with the consolidated financial statements for the year ended December 31, 2024.

The Group has continued to apply the same accounting policies and accounting estimates in the condensed interim consolidated financial statements as those applied in the consolidated financial statements as of December 31, 2024.

## Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries

### Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

#### 3 Related Party Disclosures

For the purpose of this report, the shareholders and key management personnel of The Group, the ultimate shareholders of The Group and the companies controlled by/associated with them are referred to as related parties.

The details between The Group and other related parties are as follows.

The related parties shown in the related party disclosures and the nature of the relation of The Group with these parties are as follows. These companies are presented as related parties which are controlled by Albayrak Family.

<b><u>Related Party</u></b>	<b><u>Definition</u></b>
Ereğli Tekstil Turizm San. ve Tic. A.Ş. ("Ereğli Tekstil")	Shareholder
Albayrak Agro-Business-Sarlu. ("Albayrak Agro - Business – Sarlu")	Related Party
Albayrak Construction Sarlu. ("Albayrak Construction Sarlu")	Related Party
Albayrak Holding A.Ş. ("Albayrak Holding")	Related Party
Albayrak Turizm Seyahat İnşaat Tic. A.Ş. ("Albayrak İnşaat")	Related Party
Albayrak Vakfı ("Albayrak Vakfı")	Related Party
Albayrak92 Private Ltd. ("Albayrak92")	Related Party
Albil Merkezi Hizmetler ve Ticaret A.Ş. ("Albil")	Related Party
Alport Conakry S.A. ("Alport Conakry")	Related Party
Asist Oto Kiralama Turizm Ticaret A.Ş. ("Asist Oto")	Related Party
Bayfa Geri Dön. Tur. Taş. San. ve Tic. Ltd. Şti ("Bayfa")	Related Party
Birlikte Dağıtım A.Ş. ("Birlikte Dağıtım")	Related Party
Birun Otelcilik A.Ş. ("Birun Otelcilik")	Related Party
Dolu Akaryakıt Pazarlama A.Ş. ("Dolu Akaryakıt")	Related Party
Free Lojistik Akaryakıt Paz. ve Tic. Ltd. Şti. ("Free Lojistik")	Related Party
Güneş Turizm Sanayi İnşaat ve Tic. A.Ş. ("Güneş Turizm")	Related Party
Kademe Atık Teknolojileri San. A.Ş. ("Kademe")	Related Party
Ketebe Kitap ve Dergi Yayıncılığı A.Ş. ("Ketebe")	Related Party
Mezra Ziraat A.Ş. ("Mezra Ziraat")	Related Party
Mogadishu Alport ("Mogadishu")	Related Party
Nakil Lojistik A.Ş. ("Nakil")	Related Party
Piri Medya A.Ş. ("Piri Medya")	Related Party
Plaket Yapı Turizm San. ve Tic. A.Ş. ("Plaket Yapı")	Related Party
Platform Tur. Taş. Gıda İnş. Tem. Hiz. San. ve Tic. A.Ş. ("Platform Turizm")	Related Party
Reklam Piri Medya İletişim A.Ş. ("Reklam Piri")	Related Party
Sukkar Şeker Üretim A.Ş. ("Sukkar")	Related Party
Trabzon Liman İşletmeciliği A.Ş. ("Trabzon Liman")	Related Party
Transbaş Trabzon Serbest Bölge İşletmeciliği A.Ş. ("Transbaş")	Related Party
Varaka Kağıt Sanayi A.Ş. ("Varaka Kağıt")	Related Party
Yeşil Adamlar Atık Yönetimi ve Taşımacılık A.Ş. ("Yeşil Adamlar")	Related Party

### 3 Related Party Disclosures (*continued*)

As of 31 March 2025, details regarding the related parties and significant balances are as follows:

	Receivables	Payables
31 March 2025	Short-Term	Short-Term
	Commercial	Commercial
Albayrak İnşaat	752.290.826	--
Kademe Atık	498.632.887	351.259
Albil	76.409.249	8.683.039
Mezra Ziraat	23.696.498	--
Free Lojistik	14.378.922	1.343.316
Alport Conakry	11.817.957	--
Varaka Kağıt	11.796.036	1.406.163
Albayrak Agro - Business - Sarlu	1.106.074	--
Albayrak Construction Sarlu	778.712	--
Yeşil Adamlar	703.617	--
Sukkar	647.818	--
Dolu Akaryakıt	366.498	--
Ketebe Kitap	223.258	--
Nakil Lojistik	213.120	2.585.916
Asist Oto	166.850	907.285
Ereğli Tekstil	30.302	--
Transbaş	7.875	--
Trabzon Liman	840	--
Reklam Piri	--	3.528.253
Piri Medya	--	563.997
Platform Turizm	--	529.095
Birlikte Dağıtım	--	413.420
<b>Total</b>	<b>1.393.267.339</b>	<b>20.311.743</b>

As of 31 December 2024, details regarding the related parties and significant balances are as follows:

	Receivables	Payables
31 December 2024	Short-Term	Short-Term
	Commercial	Commercial
Albayrak İnşaat	586.786.209	--
Kademe	559.683.139	1.177.766
Albil	81.138.170	13.875.267
Free Lojistik	17.044.642	--
Varaka Kağıt	16.483.952	--
Alport Conakry	10.490.947	--
Albayrak Construction Sarlu	741.739	--
Albayrak Agro - Business – Sarlu	723.192	--
Sukkar	713.006	--
Ereğli Tekstil	661.904	--
Dolu Akaryakıt	328.260	--
Yeşil Adamlar	234.045	--
Asist Oto	172.083	229.821
Ketebe Kitap	55.535	--
Nakil Lojistik	40.415	2.492.765
Transbaş	8.667	--
Trabzon Liman	1.270	--
Platform Turizm	--	737.581
Birlikte Dağıtım	--	380.653
Piri Medya	--	336.426
Reklam Piri	--	113.970
Mezra Ziraat	--	275
<b>Total</b>	<b>1.275.307.175</b>	<b>19.344.524</b>

(\*) The Group's non-commercial receivables from related parties arise from intra-group financing activities. Interest on these receivables is accrued at regular intervals based on market interest rates applicable in December.

## Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries

### Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

#### 3 Related Party Disclosures (continued)

##### Purchases and Expenses

For the periods 1 January – 31 March 2025 and 1 January – 31 March 2024, purchases from the related parties are as follows:

Purchase	1 January- 31 March 2025		1 January- 31 March 2024	
	Purchase of Goods and Service	Other	Purchase of Goods and Service	Other
Kademe Atık	48.397.869	--	183.480.035	41.762
Albil	12.554.890	1.218.131	242.973	12.511.383
Nakil Lojistik	8.069.155	--	--	15.173.786
Reklam Piri	4.612.987	--	--	4.747.906
Varaka Kağıt	4.060.638	--	5.960.253	8.058.143
Yaşam Tekstil	3.138.541	--	--	2.877.261
Free Lojistik	3.115.750	--	--	--
Birlikte Dağıtım	2.286.518	--	--	1.441.067
Piri Medya	572.235	--	1.790	--
Platform Turizm	416.630	113.682	--	112.293
Asist Oto	47.116	--	--	25.453
Mezra Ziraat	--	--	2.409.735	--
Dolu Akaryakıt	--	--	1.341.867	--
Birun Otelcilik	--	--	--	2.004.245
<b>Total</b>	<b>87.272.329</b>	<b>1.331.813</b>	<b>193.436.653</b>	<b>46.993.299</b>

##### Sales and Income

For the periods 1 January – 31 March 2025 and 1 January – 31 March 2024 sales to the related parties are as follows:

Satışları	1 January- 31 March 2025		1 January- 31 March 2024	
	Purchase of Goods and Service	Other	Purchase of Goods and Service	Other
Mezra Ziraat	22.368.098	--	19.756.992	--
Kademe Atık	14.109.029	78.851.124	17.811.421	9.359.598
Albayrak İnşaat	8.490.992	105.935.854	27.800	--
Alport Conakry	1.341.728	--	--	--
Albayrak Agro - Business – Sarlu	374.829	--	--	--
Albayrak Construction Sarlu	33.209	--	--	--
Ereğli Tekstil	25.862	--	--	--
Varaka Kağıt	--	--	2.520.579	--
Mogadishu	--	--	279.384	--
Albayrak Turizm	--	--	--	--
Nakil Lojistik	--	150.552	10.559	131.427
Ketebe Kitap	--	147.480	--	130.997
Albil	--	--	3.923	--
<b>Total</b>	<b>46.743.747</b>	<b>185.085.010</b>	<b>40.410.658</b>	<b>9.622.022</b>

##### Benefits Provided to Senior Management

The total benefits provided to senior management for the year ended 31 March 2025 amounted to 4.099.636 TL (31 March 2024: 5.104.630 TL).

## Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries

### Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

#### 4 Cash and Cash Equivalent

As of 31 March 2025, and 31 December 2024, cash and cash equivalents are as follows::

	31 March 2025	31 December 2024
Banks		
-Demand deposit	70.930.850	177.671.531
<b>Total</b>	<b>70.930.850</b>	<b>177.671.531</b>

As of 31 March 2025, there is no account under any blockage or pledge (31 December 2024: None).

#### 5 Financial Investments

As of 31 March 2025 and 31 December 2024, short term financial investments are as follows:

	31 March 2025	31 December 2024
Investment Funds	993.617.737	1.109.920.263
<b>Total</b>	<b>993.617.737</b>	<b>1.109.920.263</b>

#### 6 Financial Borrowings

##### Bank Loans

As of 31 March 2025 and 31 December 2024, financial borrowings of The Group are as follows:

	31 March 2025	31 December 2024
<b><i>Short Term Financial Borrowings</i></b>		
Short Term Bank Loans	3.785.228.958	4.022.798.596
Short Term Portion of Long Term Loans	63.597.472	64.159.999
Other Financial Liability	20.446.632	--
<b>Total</b>	<b>3.869.273.062</b>	<b>4.086.958.595</b>
<b><i>Long-term Financial Borrowings</i></b>		
Long-Term Bank Loans	33.775.000	46.450.256
<b>Total</b>	<b>33.775.000</b>	<b>46.450.256</b>

## Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries

### Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

#### 6 Financial Borrowings (continued)

##### Bank Loans (continued)

As of 31 March 2025 and 31 December 2024, the maturity and terms of outstanding loans are as follows:

	31 March 2025		31 December 2024	
	Effective Int. Rate %	TL Equivalent	Effective Int. Rate %	TL Equivalent
<b>Short-Term Borrowings</b>				
- Turkish Lira	30-55%	3.781.191.808	30-53%	4.018.647.625
- USD	8-12%	4.037.150	8-12%	4.150.970
<b>Short-Term Portion of Long-Term Borrowings</b>				
- Turkish Lira	30-55%	36.752.927	30-53%	36.558.613
- USD	8-12%	26.844.545	8-12%	27.601.387
<b>Long-Term Borrowings</b>				
- Turkish Lira	30-55%	22.174.259	30-53%	34.522.449
- USD	8-12%	11.600.741	8-12%	11.927.807
<b>Total Loans</b>		<b>3.882.601.430</b>		<b>4.133.408.851</b>

As of 31 March 2025, the Group has real estate mortgages totaling 2.420.000.000 TL related to loans utilized. (31 December 2024: 2.420.000.000 TL in real estate mortgages related to loans utilized).

#### 7 Trade Receivables and Payables

##### Short Term Trade Receivables

As of 31 March 2025 and 31 December 2024, short-term trade receivables from non-related parties are as follows:

	31 March 2025	31 December 2024
Direct Debiting System Receivables (*)	423.885.371	701.042.972
Receivables	218.397.061	438.904.435
Notes Receivables	77.070.238	558.149.897
Provision for Doubtful Receivables	(34.497.278)	(10.119.727)
<b>Total</b>	<b>684.855.392</b>	<b>1.687.977.577</b>

(\*) Direct debiting system guarantees purchase and sell payments between the Company and dealers. Dealers purchase transaction according to DBS limit that is identified by the banks. At the end of maturity, dealer pays to bank as a third party and the bank pays to the Company.

##### Short Term Trade Payables

As of 31 March 2025 and 31 December 2024, short-term trade payables to non-related parties are as follows:

	31 March 2025	31 December 2024
Suppliers	602.095.287	698.830.948
Notes Payables	81.929.776	225.608.637
Other Trade Payables	4.343.641	8.768.359
<b>Total</b>	<b>688.368.704</b>	<b>933.207.944</b>

## Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries

### Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

#### 8 Other Receivables and Payables

##### *Other Short Term Receivables*

As of 31 March 2025 and 31 December 2024, other short-term receivables from non-related parties are as follows:

	31 March 2025	31 December 2024
Personnel Receivables	7.878.679	10.238.929
Refundable Taxes	1.638.029	2.089.602
Deposits and Guarantees Given	999.110	628.991
<b>Total</b>	<b>10.515.818</b>	<b>12.957.522</b>

##### *Other Long Term Receivables*

As of 31 March 2025 and 31 December 2024, other long-term receivables from non-related parties are as follows:

	31 March 2025	31 December 2024
Deposits and Guarantees Given	170.082	187.197
<b>Total</b>	<b>170.082</b>	<b>187.197</b>

##### *Other Short Term Payables*

As of 31 March 2025 and 31 December 2024, other short-term payables to non-related parties are as follows:

	31 March 2025	31 December 2024
Refundable Deposit and Guarantees	5.291.679	5.221.590
Payables to Tax Office	1.618.898	4.660.075
Others Payables	644.260	146.529
<b>Total</b>	<b>7.554.837</b>	<b>10.028.194</b>



## Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries

### Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

#### 9 Inventories

As of 31 March 2025 and 31 December 2024, details of inventories are as follows:

	31 March 2025	31 December 2024
Materials and Spare Parts	1.768.911.813	1.583.968.948
Semi-Finished Goods	209.269.892	229.318.355
Goods	980.332.081	1.398.001.897
Trade Goods	30.907.491	46.923.979
Goods in Transit	5.596.775	454.280
Other Inventories	14.142.165	15.508.170
<b>Total</b>	<b>3.009.160.217</b>	<b>3.274.175.629</b>

#### 10 Prepaid Expenses and Deferred Income

##### *Short Term Prepaid Expenses*

As of 31 March 2025 and 31 December 2024, the amount of short-term prepaid expenses from unrelated parties remaining in the current assets section consists of the following items;

	31 March 2025	31 December 2024
Advances Given	201.112.117	139.090.913
Expenses for Future Months	44.763.752	66.416.585
Personnel Advances	893.733	838.325
<b>Total</b>	<b>246.769.602</b>	<b>206.345.823</b>

##### *Short Term Prepaid Expenses*

As of 31 March 2025 and 31 December 2024, details of short-term deferred income from unrelated parties are as follows:

	31 March 2025	31 December 2024
Advances Received	242.493.714	264.267.752
<b>Total</b>	<b>242.493.714</b>	<b>264.267.752</b>

#### 11 Investment Properties

As of 31 March 2025 and 31 March 2024, details of investment properties are as follows::

	1 January- 31 March 2025	1 January- 31 March 2024
<b>Book Value</b>		
1 January Opening Balance	118.824.720	118.824.720
Valuation(*)	8.568.123.631	
Transfer	2.446.891.910	
<b>31 December Balance</b>	<b>11.133.840.261</b>	<b>118.824.720</b>

##### **Less: Accumulated Depreciation**

1 January Opening Balance	--	--
Current Period Depreciation	--	--
<b>Balances of the end of the Period</b>	<b>--</b>	<b>--</b>
<b>Net Book Value of Beginning of the Period</b>	<b>118.824.720</b>	<b>118.824.720</b>
<b>Net Book Value of end of the Period</b>	<b>11.133.840.261</b>	<b>118.824.720</b>

The fair value of the Group's investment property has been determined using the market value method by Çelen Kurumsal Gayrimenkul Değerleme ve Danışmanlık A.Ş., authorized by the Capital Markets Board.

## 12 Property, Plant and Equipment

For the periods ended 31 March 2025; movement of property, plant and equipment is summarized below:

	Land	Underground and Aboveground Structures	Buildings	Plant and Machinery	Vehicles	Furniture and Fixtures	Investments Under Construction	Special Costs	Total
<b>Cost Value</b>									
1 January 2025 Cost	2.962.794.113	72.025.982	647.521.658	2.150.228.423	211.898.364	368.985.282	142.631.518	128.310.758	6.684.396.098
Additions	--	--	--	5.391.290	--	1.785.099	733.757	--	7.910.146
Transfer	(2.446.891.910)	--	--	--	--	--	--	--	(2.446.891.910)
Valuation (*)	1.835.629.041	--	645.924.189	--	--	--	--	--	2.481.553.230
Disposals	--	--	--	--	--	--	--	--	--
<b>31 March 2025 Balance</b>	<b>2.351.531.244</b>	<b>72.025.982</b>	<b>1.293.445.847</b>	<b>2.155.619.713</b>	<b>211.898.364</b>	<b>370.770.381</b>	<b>143.365.275</b>	<b>128.310.758</b>	<b>6.726.967.564</b>
<b>Less: Accumulated Depreciation</b>									
1 January 2025 Opening	--	(17.642.339)	(56.682.010)	(875.372.798)	(139.759.870)	(288.960.952)	--	(127.642.177)	(1.506.060.146)
Current Period Depreciation	--	(1.274.927)	(660.307)	(93.315.268)	(7.089.693)	(6.623.202)	--	(86.275)	(109.049.672)
Valuation (*)	--	--	52.184.190	--	--	--	--	--	52.184.190
Disposals	--	--	--	--	--	--	--	--	--
<b>31 March 2025 Balance</b>	<b>--</b>	<b>(18.917.266)</b>	<b>(5.158.127)</b>	<b>(968.688.066)</b>	<b>(146.849.563)</b>	<b>(295.584.154)</b>	<b>--</b>	<b>(127.728.452)</b>	<b>(1.562.925.628)</b>
<b>1 January 2025 Net Book Value</b>	<b>2.962.794.113</b>	<b>54.383.643</b>	<b>590.839.648</b>	<b>1.274.855.625</b>	<b>72.138.494</b>	<b>80.024.330</b>	<b>142.631.518</b>	<b>668.581</b>	<b>5.178.335.952</b>
<b>31 March 2025 Net Book Value</b>	<b>2.351.531.244</b>	<b>53.108.716</b>	<b>1.288.287.720</b>	<b>1.186.931.647</b>	<b>65.048.801</b>	<b>75.186.227</b>	<b>143.365.275</b>	<b>582.306</b>	<b>5.164.041.936</b>

The Group has mortgages totaling 4.200.000.000 TL on property, plant and equipment (31 December 2024: 4.200.000.000 TL).

(\*) The Group's land and buildings have been valued using the market value method by Çelen Kurumsal Gayrimenkul Değerleme ve Danışmanlık A.Ş., an independent appraisal company licensed by the Capital Markets Board (CMB) and unrelated to the Group.

## Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries

Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025

(The amounts are expressed in terms of purchasing power of Turkish Lira ("TL") as of 31 March 2025, unless otherwise specified)

### 12 Property, Plant and Equipment (continued)

For the periods ended 31 March 2024; movement of property, plant and equipment is summarized below:

	Land	Underground and Aboveground Structures	Buildings	Plant and Machinery	Vehicles	Furniture and Fixtures	Investments Under Construction	Special Costs	Total
<b>Cost Value</b>									
1 January 2024 Cost	2.960.336.477	62.166.287	643.127.434	1.919.284.887	216.172.256	339.614.654	169.708.775	128.020.653	6.438.431.423
Additions	--	--	--	6.917.369	54.938	13.946.643	18.752.763	--	39.671.713
Disposal	--	--	--	--	--	--	--	--	--
<b>31 March 2024 Balance</b>	<b>2.960.336.477</b>	<b>62.166.287</b>	<b>643.127.434</b>	<b>1.926.202.256</b>	<b>216.227.194</b>	<b>353.561.297</b>	<b>188.461.538</b>	<b>128.020.653</b>	<b>6.478.103.136</b>
<b>Less: Accumulated Depreciation</b>									
1 January 2024 Opening	--	(13.717.581)	(48.237.600)	(586.463.802)	(105.081.272)	(272.292.309)	--	(127.062.753)	(1.152.855.317)
Current Period Depreciation	--	(954.487)	(2.616.606)	(70.934.280)	(7.306.637)	(5.971.326)	--	(99.555)	(87.882.891)
Disposal	--	--	--	--	--	--	--	--	--
<b>31 March 2024 Bakiyesi</b>	<b>--</b>	<b>(14.672.068)</b>	<b>(50.854.206)</b>	<b>(657.398.082)</b>	<b>(112.387.909)</b>	<b>(278.263.635)</b>	<b>--</b>	<b>(127.162.308)</b>	<b>(1.240.738.208)</b>
<b>1 January 2024 Net Book Value</b>	<b>2.960.336.477</b>	<b>48.448.706</b>	<b>594.889.834</b>	<b>1.332.821.085</b>	<b>111.090.984</b>	<b>67.322.345</b>	<b>169.708.775</b>	<b>957.900</b>	<b>5.285.576.106</b>
<b>31 March 2024 Net Book Value</b>	<b>2.960.336.477</b>	<b>47.494.219</b>	<b>592.273.228</b>	<b>1.268.804.174</b>	<b>103.839.285</b>	<b>75.297.662</b>	<b>188.461.538</b>	<b>858.345</b>	<b>5.237.364.928</b>

### 13 Intangible Assets

Intangible assets consist development costs, rights and licenses, and accumulated depreciation. For the periods ended 31 March 2025 and 31 March 2024, movement of intangible assets are as follows:

	1 January- 31 March 2025	1 January- 31 March 2024
<b>Value of Cost</b>		
Balance at 1 January	906.309.039	726.084.568
Additions	55.907.080	36.022.591
<b>31 December Balance</b>	<b>962.216.119</b>	<b>762.107.159</b>
<b>Less: Accumulated Amortization</b>		
Balance at 1 January	(643.133.803)	(587.505.279)
Current Period Amortization	(19.978.284)	(10.239.719)
<b>31 December Balance</b>	<b>(663.112.087)</b>	<b>(597.744.998)</b>
<b>1 January Net Book Value</b>	<b>263.175.236</b>	<b>138.579.289</b>
<b>31 December Net Book Value</b>	<b>299.104.032</b>	<b>164.362.161</b>

There are no liens or mortgages on the Group's intangible assets.

### 14 Leasing Transactions

#### Right of Use Assets

The Group, in accordance with the retrospective application of TFRS 16, reflects a right-of-use asset and a lease liability in its financial statements from the date when the lease actually commences.

The right-of-use asset is initially accounted for under the cost model and includes the following:

- The initial measurement amount of the lease liability.
- All initial direct costs incurred by the Company.

When applying the cost model, the Group measures the right-of-use asset at its cost, adjusted for accumulated amortization and any impairment losses, and corrected for the remeasurement of the lease liability.

The Group applies the depreciation provisions stated in TAS 16 Property, Plant and Equipment when depreciating the right-of-use asset.

	1 January 2025	Intreperiod Increase	31 March 2025
<b><u>Value of Cost</u></b>			
Buildings	122.133.773	--	122.133.773
<b>Total</b>	<b>122.133.773</b>	<b>--</b>	<b>122.133.773</b>
<b><u>Accumulated Depreciation</u></b>			
Buildings	(50.754.602)	(14.821.216)	(65.575.818)
<b>Total</b>	<b>(50.754.602)</b>	<b>(14.821.216)</b>	<b>(65.575.818)</b>
<b>Net Carrying Value</b>	<b>71.379.171</b>	<b>(14.821.216)</b>	<b>56.557.955</b>

**Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries****Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025**

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

**14 Leasing Transactions (continued)****Right of Use Assets (continued)**

	1 January 2024	Intreperiod Increase	31 March 2024
<b><u>Value of Cost</u></b>			
Buildings	111.180.007	--	111.180.007
<b>Total</b>	<b>111.180.007</b>	<b>--</b>	<b>111.180.007</b>
<b><u>Accumulated Depreciation</u></b>			
Buildings	(40.924.539)	(17.716.869)	(58.641.408)
<b>Total</b>	<b>(40.924.539)</b>	<b>(17.716.869)</b>	<b>(58.641.408)</b>
<b>Net Carrying Value</b>	<b>70.255.468</b>	<b>(17.716.869)</b>	<b>52.538.599</b>

**Liabilities from Leasing Transaction**

The balances of lease liabilities from leasing transactions as of March 31, 2025, and December 31, 2024, are as follows;

	31 March 2025	31 December 2024
Liabilities from Leasing Transaction (Short term)	1.145.818	3.356.969
Liabilities from Leasing Transaction (Long term)	16.346.114	18.871.515
<b>Total</b>	<b>17.491.932</b>	<b>22.228.484</b>

The movements of lease liabilities for the years ended 31 March 2025 and 31 March 2024 are as follows:

	31 March 2025	31 March 2024
Opening balance	22.228.484	23.232.574
Payments	(5.412.637)	(1.208.259)
Interest Expense (Note 21)	2.643.035	636.041
Monetary Loss/ Gain	(1.966.950)	(3.021.801)
<b>Balance of end of the period</b>	<b>17.491.932</b>	<b>19.638.555</b>

**Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries****Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025**

*(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)*

**15 Provisions, Contingent Assets and Liabilities****a) Provisions**

As of 31 March 2025 and 31 December 2024 The Group's provisions are as follows:

	<b>31 March 2025</b>	<b>31 December 2024</b>
Warranty Provisions (*)	63.184.189	78.496.334
Litigation Provision (**)	8.645.169	8.461.765
<b>Short Term Provisions</b>	<b>71.829.358</b>	<b>86.958.099</b>

(\*) The movements of the warranty provision over the periods are as follows:

	<b>1 January- 31 March 2025</b>	<b>1 January- 31 March 2024</b>
1 January Balance	78.496.334	73.603.612
Intreperiod Increase	(8.332.004)	(1.054.261)
Monetary Loss/ Gain	(6.980.141)	(9.599.554)
<b>Balance of end of the period</b>	<b>63.184.189</b>	<b>62.949.797</b>

(\*\*) The movements of the litigaiton provision over the periods are as follows:

	<b>1 January- 31 March 2025</b>	<b>1 January- 31 March 2024</b>
1 January Balance	8.461.765	8.928.762
Intreperiod Increase / (Decrease)	980.168	1.929.660
Monetary Loss/ Gain	(796.764)	(3.098.575)
<b>Balance of end of the period</b>	<b>8.645.169</b>	<b>7.759.847</b>

**Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries****Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025**

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

**15 Provisions, Contingent Assets and Liabilities (continued)****b) Guarantee – Pledge – Mortgage - Warranty (“GPM”)**

As of 31 March 2025 and 31 December 2024 The Group’s guarantee/pledge/mortgage positions are as follows:

<b>GPM given by Group (TL Equivalents)</b>	<b>31 March 2025</b>	<b>31 December 2024</b>
A. The total amount of GPM given on behalf of its own legal entity.	263.832.144	264.567.830
B. The total amount of collaterals given favor of the companies in the scope of full consolidation.	--	--
C. The total amount of GPM given for the purpose of providing debt to third parties in the course of ordinary business activities. (*)	6.470.999.000	6.947.023.675
D. The total amount of other GPM given	--	--
i. The total amount of GPM given in favor of the parent companies.	--	--
ii. The total amount of GPM given in favor of other group companies which are not in the scope of B and C.	--	--
iii. The total amount of GPM given in favor of third parties other than the parties stated in item C.	--	--
<b>Total</b>	<b>6.734.831.144</b>	<b>7.211.591.505</b>

As of March 31, 2025, the monetary positions of the GPM provided by the Group are shown below;

	<b>31 March 2025</b>	<b>31 December 2024</b>
Turkish Lira	6.642.233.757	7.125.409.611
USD	82.421.912	76.997.844
Euro	10.175.475	9.184.050
<b>Total</b>	<b>6.734.831.144</b>	<b>7.211.591.505</b>

(\*) An agreement was signed between The Group and Ziraat Bankası (“the Bank”) in December 2010. Within the scope of this agreement, the event that a customer who took a loan from the Bank to buy tractors sold by The Group through Tümosan tractor dealers (“Branch”), is not able to pay back this borrowing, the Bank holds the right to demand from The Group 75% of the difference between the income to be generated from the judicial sale of the tractors and the insurance fee set by the Turkish Association of Insurance and Reinsurance Companies. However, The Group reflects the difference which the Bank demands from the Company to the Dealer realizing the sale. Therefore, although the mentioned letter of guarantee is a guarantee given to the Bank by The Group, it is eventually transferred to the Customers.

## Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries

### Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

#### 16 Employee Benefits

##### Payables Related to the Employee Benefits

As of 31 March 2025 and 31 December 2024, short-term payables related to the employee benefits are as follows:

	31 March 2025	31 December 2024
Social Security Withholdings Payable	33.034.464	15.963.685
Wages and Salaries Payable	8.712.695	27.409.494
Funds and Taxes Payable	5.950.085	8.230.007
<b>Total</b>	<b>47.697.244</b>	<b>51.603.186</b>

##### Short Term Provisions for Employee Benefits

As of 31 March 2025 and 31 December 2024, short-term provisions related to the employee benefits are as follows:

	31 March 2025	31 December 2024
Provision for Unused Vacation	18.151.786	19.646.498
<b>Total</b>	<b>18.151.786</b>	<b>19.646.498</b>

The movements of the provision for leave over the years are as follows:

	1 January- 31 March 2025	1 January- 31 March 2024
Beginning of the Period	19.646.498	19.065.898
Provision Allocated During the Period	2.532.951	8.548.693
Monetary Loss/Gain	(4.027.663)	(2.790.428)
<b>End of the Period</b>	<b>18.151.786</b>	<b>24.824.163</b>

The Group is obliged to pay its employees or their beneficiaries for the annual leave periods that employees are entitled to but have not used as of the date the employment contract ends, regardless of the reason for termination, based on the wage at the termination date. The provision for unused leave is the undiscounted total liability amount corresponding to all leave days earned but not yet taken by all employees as of the reporting date.



## Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries

### Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

#### 16 Employee Benefits (continued)

##### Long Term Provisions for Employee Benefits

As of 31 March 2025 and 31 December 2024, long-term provisions for employee benefits are as follows:

	31 March 2025	31 December 2024
Provision for Employment Termination	58.647.070	44.093.866
<b>Total</b>	<b>58.647.070</b>	<b>44.093.866</b>

In accordance with the prevailing laws in Turkey, the Group is required to make severance payments to employees who have completed one year of service and whose employment has been terminated without valid reason, who are called up for military service, who pass away, who have completed the necessary service period for retirement, or who have reached the retirement age. The severance payment to be made is equivalent to one month's salary for each year of service, and this amount is capped at 46.655 TL as of 31 March 2025 and 41.828 TL as of 31 December 2024.

The severance pay liability is not subject to any funding by law. The provision for severance pay is calculated by estimating the present value of the Group's probable future liability arising from the retirement of employees. TAS 19 ("Employee Benefits") stipulates that company liabilities should be developed using actuarial valuation methods under defined benefit plans. Accordingly, the actuarial assumptions used in the calculation of total liabilities are stated below:

Interest Rate	31 March 2025	31 December 2024
Interest rate	28,70%	28,70%
Expected inflation rate	23,33%	23,33%
Net discount rate	3,50%	3,50%

The principal assumption is that the maximum liability for each year of service will increase parallel with the inflation. Thus, the discount rate applied represents the expected real rate after adjusting for the anticipated effects of future inflation. Consequently, in the accompanying financial statements as at 31 March 2024, the provision is calculated by estimating the present value of the future probable obligation of The Group arising from the retirement of the employees.

Movements of employee termination benefits provisions are as follows:

	1 January- 31 March 2025	1 January- 31 March 2024
Balance at 1 January	44.093.866	35.550.871
Cost of Services	10.354.170	1.918.103
Interest Expense	17.238.432	2.913.949
Actuarial Loss /Gain	(6.369.592)	10.082.973
Payments	(2.035.418)	(4.183.528)
Monetary Loss /Gain	(4.634.388)	(4.676.497)
<b>Balance at 31 March</b>	<b>58.647.070</b>	<b>41.605.871</b>

## Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries

### Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

#### 17 Other Assets and Liabilities

As of 31 March 2025 and 31 December 2024, details of other assets and liabilities are as follows:

	31 March 2025	31 December 2024
Deferred VAT	256.616.113	293.835.953
Other	826.041	226.383
<b>Total</b>	<b>257.442.154</b>	<b>294.062.336</b>

#### 18 Capital, Reserves and Other Equity Items

##### Paid in Capital

As of 31 March 2025 and 31 December 2024, capital structure of The Group are as follows:

	31 March 2025		31 December 2024	
	Share Rate %	Share Amount (TL)	Share Rate %	Share Amount (TL)
Ereğli Tekstil	60,87%	70.000.000	60,87%	70.000.000
Public Listed	28,69%	32.998.715	28,69%	32.998.715
Other	10,44%	12.001.285	10,44%	12.001.285
<b>Paid in Capital</b>	<b>100%</b>	<b>115.000.000</b>	<b>100%</b>	<b>115.000.000</b>
Differences of Capital Adjustment		1.730.737.328		1.730.737.328
<b>Total</b>		<b>1.845.737.328</b>		<b>1.845.737.328</b>

All of The Group's capital has been paid in as of 31 March 2025 and comprises of 115.000.000 shares with a nominal value of TL 115.000.000 and each one worth TL 1 (31 December 2024: Capital: TL 115.000.000, each one with a value of TL 1, a total of 115.000.000 shares).

##### Restricted Reserves

According to Article 519 of the Turkish Commercial Code ("TCC") No. 6102, companies are required to set aside 5% of their annual profits as general legal reserves until it reaches 20% of their paid-in capital. If the company has accumulated losses from previous years, these losses are deducted from the annual profit when calculating the 5%. In accordance with subparagraph (c) of Article 519 of the TCC, after distributing a 5% dividend to shareholders, 10% of the portion decided to be distributed to shareholders and other participants in the profit is also added to the general legal reserves.

##### Other Comprehensive Income/Expense Not to be Reclassified to Profit or Loss

As of 31 March 2025 and 31 December 2024, other comprehensive income/expense not to be reclassified to profit or loss of The Group are as follows:

##### Actuarial Differences

	31 March 2025	31 December 2024
Defined Benefit Plans Remeasurements (Losses) Gains	(25.285.619)	(30.062.813)
<b>Total</b>	<b>(25.285.619)</b>	<b>(30.062.813)</b>

**Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries****Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025**

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

**18 Capital, Reserves and Other Equity Items (continued)****Property, Plant and Equipment Revaluation Surplus**

	<b>31 March 2025</b>	<b>31 December 2024</b>
Revaluation Increases	1.900.303.065	--
<b>Total</b>	<b>1.900.303.065</b>	<b>--</b>

The comparison of the relevant equity items presented on an inflation-adjusted basis in the Company's consolidated financial statements as of March 31, 2025, with the inflation-adjusted amounts in the consolidated financial statements prepared in accordance with statutory regulations, is as follows.

**19 Revenue**

Sales and Cost of Sales for the periods as of 31 March 2025 and 2024 are as follows:

	<b>1 January- 31 March 2025</b>	<b>1 January- 31 March 2024</b>
Domestic Sales	1.474.751.379	1.864.714.781
Foreign Sales	13.030.613	14.611.184
<b>Gross Sales</b>	<b>1.487.781.992</b>	<b>1.879.325.965</b>
Sales Returns and Discounts (-)	(2.238.824)	(42.520.498)
<b>Net Sales</b>	<b>1.485.543.168</b>	<b>1.836.805.467</b>
Cost of Sales (-)	(927.159.174)	(1.356.425.333)
<b>Gross Profit</b>	<b>558.383.994</b>	<b>480.380.134</b>

The revenue of sales on product basis are as follows:

	<b>1 January- 31 March 2025</b>	<b>1 January- 31 March 2024</b>
Tractor Sales	1.276.219.711	1.639.499.705
Spare Part Sales	113.159.675	118.245.177
Engine Sales	28.680.680	18.641.492
Construction Equipment Sales	15.478.341	2.531.178
Agricultural Machinery Sales	7.293.024	3.006.374
Other	44.711.737	54.881.541
<b>Total Sales</b>	<b>1.485.543.168</b>	<b>1.836.805.467</b>

**20 Operating Expense**

Operating expenses for the 31 March 2025 and 2024 are as follows:

	<b>1 January- 31 March 2025</b>	<b>1 January- 31 March 2024</b>
Marketing Expenses	496.345.743	169.348.292
General and Administrative Expenses	148.595.634	55.904.820
Research and Development Expenses	64.999.989	27.716.719
<b>Total</b>	<b>709.941.366</b>	<b>252.969.831</b>

## **Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries**

### **Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025**

*(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)*

#### **21 Finance Expense**

##### **Finance Expenses**

Finance expenses for the 31 March 2025 and 2024 are as follows:

	<b>1 January- 31 March 2025</b>	<b>1 January- 31 March 2024</b>
Interest Expenses	947.841.729	319.952.347
Interest Expenses from Leasing Transactions (Note 14)	2.643.035	636.041
<b>Total</b>	<b>950.484.764</b>	<b>320.588.388</b>

#### **22 Income from Investment Activities**

The Group's investment income for the years ended 31 March 2025 and 31 March 2024 is as follows:

	<b>1 January- 31 March 2025</b>	<b>1 January- 31 March 2024</b>
Earnings from Financial Investments	10.582.445.876	276.826.492
<b>Total</b>	<b>10.582.445.876</b>	<b>276.826.492</b>

**Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries****Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025**

*(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)*

**23 Monetary Earning / (Loss)**

The Group's monetary gains/(losses) for the periods ended March 31, 2025 and March 31, 2024 are as follows:

	<b>1 January- 31 March 2025</b>	<b>1 January- 31 March 2024</b>
Prepaid Expenses	9.346.634	71.421.681
Inventories	375.020.123	620.966.018
Property, Plant and Equipment	910.284.834	3.648.785.830
Right-of-Use Assets	39.664.895	35.177.918
Intangible Assets Other Than Goodwill	84.425.715	57.381.956
Investment Properties	101.109.735	94.359.647
Deferred Tax Liability	(379.962.984)	(1.132.023.264)
Capital Adjustment Differences	(1.941.434.681)	(1.881.992.709)
Share Premiums/Discounts	(171.528.420)	(166.546.511)
— Items That Will Not Be Reclassified to Profit or Loss	1.439.096.644	1.039.726.224
Restricted Reserves Appropriated from Profit	(174.883.533)	(166.409.889)
Retained Earnings / (Accumulated Losses)	(2.154.401.435)	(2.448.168.133)
Revenue	(711.495.195)	(36.807.470)
Cost of Sales (-)	330.904.062	262.345.757
Marketing Expenses (-)	230.031.329	3.396.350
General Administrative Expenses (-)	86.941.675	19.827.763
Research and Development Expenses (-)	32.602.412	1.001.418
Income from Investing Activities	51.416.678	(9.533.471)
Other Income from Operating Activities	(40.196.073)	(1.275.057)
Other Expenses from Operating Activities	63.719.744	1.988.654
Finance Expenses (-)	480.915.745	1.285.387
Current Tax Expense / Income	447.525	1.139.037
Deferred Tax Expense / Income	(484.442.912)	106.732.066
<b>Total</b>	<b>(1.822.417.483)</b>	<b>122.779.202</b>

## Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries

### Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

#### 24 Income Tax

##### Tax Expense

Tax income/expense for the 31 March 2025 and 2024 are as follows:

	1 January- 31 March 2025	1 January- 31 March 2024
<b><u>Tax Expense Recognized in Profit or Loss</u></b>		
<b>Current tax expense:</b>		
Current tax expense	(884.491)	(34.762.734)
<b>Deferred tax expense:</b>		
Arising from temporary differences	(1.313.177.387)	(106.654.512)
	<b>(1.314.061.878)</b>	<b>(141.417.246)</b>
<b><u>Recognized in Comprehensive Income Statement</u></b>		
<b>Deferred tax income/(expense):</b>		
Tax effects of actuarial differences	(1.592.398)	2.520.743
Property, Plant and Equipment Revaluation Tax Effect	(633.434.355)	--
<b>Total Tax Expense</b>	<b>(1.949.088.631)</b>	<b>(138.896.503)</b>

##### The Reconciliation of the Effective Tax Rate

The reported tax provision for the periods 1 January-31 March 2025 and 2024 differs from the amount calculated using the statutory tax rate on profit before tax. The relevant reconciliation is as follows:

		1 January- 31 March 2025		1 January- 31 March 2024
Profit for the Period		6.305.104.322		145.595.028
Deduction: Current Period Tax Expense		(1.314.061.878)		(141.417.246)
<b>Profit Before Tax</b>		<b>7.619.166.200</b>		<b>287.012.274</b>
Calculated Corporate Tax Via Statutory Rate	25%	(1.904.791.550)	25%	(71.753.069)
Non-Deductible Expenses	0,04%	(2.786.614)	2%	(5.889.331)
Exceptions and Discounts	(0,08)%	6.305.193	(26)%	73.792.168
Effect of Different Tax Rates and Other	(8)%	587.211.093	48%	(137.567.014)
<b>Total Tax Income/(Expense) Recognized in Profit or Loss</b>	<b>17%</b>	<b>(1.314.061.878)</b>	<b>49%</b>	<b>(141.417.246)</b>

##### Deferred Tax Asset/Liabilities

As of 31 March 2025 and 31 December 2024, the deferred tax liabilities are as follows:

	31 March 2025	31 December 2024
Deferred Tax Liability	(2.857.484.601)	(909.280.461)
<b>Total</b>	<b>(2.857.484.601)</b>	<b>(909.280.461)</b>

The movement of deferred tax liabilities are as follows:

	1 January- 31 March 2025	1 January- 31 March 2024
Balance at 1 January	(909.280.461)	(955.386.987)
Recognized in Profit or Loss	(1.313.177.387)	(106.654.512)
Recognized in Other Comprehensive Income	(635.026.753)	2.520.743
<b>31 March Balance</b>	<b>(2.857.484.601)</b>	<b>(1.059.520.756)</b>

## Tümosan Motor ve Traktör Sanayi A.Ş. and Its Subsidiaries

### Notes to the Consolidated Financial Statements for the Three-Month Interim Period Ended March 31, 2025

(The amounts are expressed in terms of purchasing power of Turkish Lira ('TL') as of 31 March 2025, unless otherwise specified)

#### 25 Earning per Share

Earnings per share are calculated by dividing the current period's net profit by the weighted average number of shares of common stock outstanding during the period. In Turkey, companies have the right to increase their capital through the distribution of bonus shares, which can be funded from the revaluation surplus or retained earnings. During the calculation of earnings per share, such increases are treated as shares distributed as dividends. Similarly, capital additions in the form of dividend distributions are also considered. Therefore, when calculating the average number of shares, it is assumed that these types of shares are in circulation throughout the entire year. Consequently, the weighted average of the number of shares used to calculate earnings per share is determined, taking into account the retroactive effects.

	1 January- 31 March 2025	1 January- 31 March 2024
The Weighted Average Number of Shares in Existence During the Period (Each 1 TL)	115.000.000	115.000.000
Net Profit for the Period	6.305.104.322	145.595.028
<b>Gain Per Share (TL)</b>	<b>54,83</b>	<b>1,27</b>

#### 26 Financial Instruments- Risk Management and Fair Value

##### Financial Risk Management

The Group has exposure to the following risks from its use of financial instruments:

- Credit risk
- Liquidity risk
- Market risk

This note presents information about The Group's exposure to each of the above risks, The Group's objectives, policies and processes for measuring and managing risk, and The Group's management of capital. Further quantitative disclosures are included throughout these financial statements.

Financial risk management is implemented by each subsidiary within the Group according to policies approved by its own Board of Directors, following the general principles established by the Group.

##### Risk Management Policy

The Group's risk management policies are established with the purpose of identifying and analyzing the risks faced by the Group, setting appropriate risk limits and controls, and monitoring compliance with those limits. Risk management policies and systems are regularly reviewed to reflect changes in the market and Group activities. The Group aims to develop a disciplined and constructive control environment where all employees understand their roles and responsibilities through the implementation of its training and management standards and procedures.

##### Market Risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect The Group's income or value of The Group's financial assets. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

## 26 Financial Instruments- Risk Management and Fair Value (continued)

### Market Risk (continued)

#### (i) Currency Risk

The Group is exposed to currency risk on sales, purchases and borrowings that are denominated in a currency other than the functional currency of The Group, Turkish Lira (“TL”).

As of 31 March 2025, the foreign currency denominated assets and liabilities of monetary and non-monetary items are as follows:

	31 March 2025			
	TL Equivalent	US Dolar	Euro	GBP
1. Trade receivables	40.297.054	413.986	605.933	--
2a. Monetary assets (Including cash on hands and banks)	135.869	885	2.517	--
2b. Non-monetary financial assets	--	--	--	--
3. Other	371.626.117	5.690.343	3.850.604	--
<b>4. Current Assets (1+2+3)</b>	<b>412.059.040</b>	<b>6.105.214</b>	<b>4.459.054</b>	<b>--</b>
5. Trade receivables	--	--	--	--
6a. Monetary assets	--	--	--	--
6b. Non-monetary financial assets	--	--	--	--
7. Other	--	--	--	--
<b>8. Non-Current Assets (5+6+7)</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>9. Total Assets (4+8)</b>	<b>412.059.040</b>	<b>6.105.214</b>	<b>4.459.054</b>	<b>--</b>
10. Trade payables	174.480.020	2.029.119	2.383.318	10.814
11. Financial liabilities	30.881.682	816.248	--	--
12a. Other monetary financial liabilities	8.436.124	73.938	138.289	--
12b. Other non-monetary financial liabilities	192.507.091	1.306.077	3.508.486	689
<b>13. Short-Term Liabilities (10+11+12)</b>	<b>406.304.917</b>	<b>4.225.382</b>	<b>6.030.093</b>	<b>11.503</b>
14. Trade payables	--	--	--	--
15. Financial Liabilities	11.600.758	306.625	--	--
16a. Other monetary financial liabilities	--	--	--	--
16b. Other non-monetary financial liabilities	--	--	--	--
<b>17. Long-Term Liabilities (14+15+16)</b>	<b>11.600.758</b>	<b>306.625</b>	<b>--</b>	<b>--</b>
<b>18. Total Liabilities (13+17)</b>	<b>417.905.675</b>	<b>4.532.007</b>	<b>6.030.093</b>	<b>11.503</b>
19. Finansal durum tablosu dışı döviz cinsi türev araçların net varlık/ (yükümlülük) pozisyonu (19a-19b)	--	--	--	--
19a. The amount of foreign currency derivative instruments outside the active character financial statement	--	--	--	--
19b. The amount of foreign currency derivative instruments outside the passive character financial statement	--	--	--	--
<b>20. Net foreign currency asset/liability position (9-18+19)</b>	<b>(5.846.635)</b>	<b>1.573.207</b>	<b>(1.571.039)</b>	<b>(11.503)</b>
<b>21. Net foreign currency asset/ liability position of non-monetary items (TFRS 7. B23) (=1+2a+3+5+6a-10-11-12a-14-15-16a)</b>	<b>(5.846.635)</b>	<b>1.573.207</b>	<b>(1.571.039)</b>	<b>(11.503)</b>
22. Fair value of foreign currency hedged financial assets	--	--	--	--
23. Hedged foreign currency assets	--	--	--	--
24. Hedged foreign currency liabilities	--	--	--	--



## 26 Financial Instruments- Risk Management and Fair Value (*continued*)

### Market Risk (*continued*)

#### (i) Currency Risk (*continued*)

As of 31 December 2024, the items denominated in foreign currencies in terms of monetary assets and liabilities are as follows:

	31 December 2024			
	TL Equivalent	US Dolar	Euro	GBP
1. Trade receivables	39.481.090	425.598	567.729	--
2a. Monetary assets (Including cash on hands and banks)	156.085	1.480	2.439	--
2b. Non-monetary financial assets	--	--	--	--
3. Other	162.994.926	2.268.582	1.852.271	250
<b>4. Current Assets (1+2+3)</b>	<b>202.632.101</b>	<b>2.695.660</b>	<b>2.422.439</b>	<b>250</b>
5. Trade receivables	--	--	--	--
6a. Monetary assets	--	--	--	--
6b. Non-monetary financial assets	--	--	--	--
7. Other	45.001.784	798.821	345.837	--
<b>8. Non-Current Assets (5+6+7)</b>	<b>45.001.784</b>	<b>798.821</b>	<b>345.837</b>	<b>--</b>
<b>9. Total Assets (4+8)</b>	<b>247.633.885</b>	<b>3.494.481</b>	<b>2.768.276</b>	<b>250</b>
10. Trade payables	184.183.258	1.809.848	2.795.915	10.814
11. Financial liabilities	43.680.169	1.122.873	--	--
12a. Other monetary financial liabilities	12.729.445	183.236	138.289	--
12b. Other non-monetary financial liabilities	172.826.683	795.245	3.502.994	--
<b>13. Short-Term Liabilities (10+11+12)</b>	<b>413.419.555</b>	<b>3.911.202</b>	<b>6.437.198</b>	<b>10.814</b>
14. Trade payables	--	--	--	--
15. Financial Liabilities	--	--	--	--
16a. Other monetary financial liabilities	--	--	--	--
16b. Other non-monetary financial liabilities	--	--	--	--
<b>17. Long-Term Liabilities (14+15+16)</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>18. Total Liabilities (13+17)</b>	<b>413.419.555</b>	<b>3.911.202</b>	<b>6.437.198</b>	<b>10.814</b>
19. Finansal durum tablosu dışı döviz cinsi türev araçların net varlık/ (yükümlülük) pozisyonu (19a-19b)	--	--	--	--
19a. The amount of foreign currency derivative instruments outside the active character financial statement	--	--	--	--
19b. The amount of foreign currency derivative instruments outside the passive character financial statement	--	--	--	--
<b>20. Net foreign currency asset/liability position (9-18+19)</b>	<b>(165.785.670)</b>	<b>(416.721)</b>	<b>(3.668.922)</b>	<b>(10.564)</b>
<b>21. Net foreign currency asset/ liability position of non-monetary items (TFRS 7. B23) (=1+2a+3+5+6a-10-11-12a-14-15-16a)</b>	<b>(165.785.670)</b>	<b>(416.721)</b>	<b>(3.668.922)</b>	<b>(10.564)</b>
22. Fair value of foreign currency hedged financial assets	--	--	--	--
23. Hedged foreign currency assets	--	--	--	--
24. Hedged foreign currency liabilities	--	--	--	--

## 26 Financial Instruments- Risk Management and Fair Value (*continued*)

### Market Risk (*continued*)

#### (i) Currency Risk (*continued*)

##### Currency Sensitivity

The impact of a 10% depreciation of the Turkish Lira against specified currencies on equity and profit/loss for the years ended 31 March 2025 and 31 December 2024 is shown below. This analysis assumes all other variables, especially interest rates, remain constant.

31 March 2025		
	Profit/(Loss)	
	Appreciation of foreign currency	Depreciation of foreign currency
In the case of change of USD at 10% ratio compared to TL;		
1- USD net asset / liability	5.910.448	(5.910.448)
2- Part of hedged from USD risk (-)	--	--
<b>3- USD net effect (1+2)</b>	<b>5.910.448</b>	<b>(5.910.448)</b>
In the case of change of EUR at 10% ratio compared to TL		
4- EUR net asset / liability	(6.438.688)	6.438.688
5- Part of hedged from EUR risk (-)	--	--
<b>6- EUR net effect (4+5)</b>	<b>(6.438.688)</b>	<b>6.438.688</b>
In the case of change of GBP at 10% ratio compared to TL		
7- GBP net asset / liability	(56.423)	56.423
8- Part of hedged from GBP risk (-)	--	--
<b>9-GBP net effect (7+8)</b>	<b>(56.423)</b>	<b>56.423</b>
<b>TOTAL (3+6+9)</b>	<b>(584.663)</b>	<b>584.663</b>

31 December 2024		
	Profit/(Loss)	
	Appreciation of foreign currency	Depreciation of foreign currency
In the case of change of USD at 10% ratio compared to TL;		
1- USD net asset / liability	(1.645.482)	1.645.482
2- Part of hedged from USD risk (-)	--	--
<b>3- USD net effect (1+2)</b>	<b>(1.645.482)</b>	<b>1.645.482</b>
In the case of change of EUR at 10% ratio compared to TL		
4- EUR net asset / liability	(14.881.411)	14.881.411
5- Part of hedged from EUR risk (-)	--	--
<b>6- EUR net effect (4+5)</b>	<b>(14.881.411)</b>	<b>14.881.411</b>
In the case of change of GBP at 10% ratio compared to TL		
7- GBP net asset / liability	(51.674)	51.674
8- Part of hedged from GBP risk (-)	--	--
<b>9-GBP net effect (7+8)</b>	<b>(51.674)</b>	<b>51.674</b>
<b>TOTAL (3+6+9)</b>	<b>(16.578.567)</b>	<b>16.578.567</b>

## 27 Subsequent Events

None.