

**Kordsa Teknik Tekstil A.Ş. and
Its Subsidiaries**

Convenience Translation into English of
the Consolidated Financial Statement
for the Interim Period
1 January - 31 March 2026
(Originally Issued in Turkish)

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KORDSA TEKNİK TEKSTİL A.Ş. AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2026 AND 31 DECEMBER 2025

(Amounts expressed in Turkish Lira (“TL”) unless otherwise indicated.)

| | Notes | Not Reviewed 31 March 2026 US Dollar(*) | Audited 31 December 2025 US Dollar(*) | Not Reviewed 31 March 2026 | Audited 31 December 2025 |
|--|-------|--|--|----------------------------------|--------------------------------|
| ASSETS | | | | | |
| Current Assets: | | | | | |
| Cash and Cash Equivalents | 4 | 118.250.377 | 152.080.604 | 5.249.855.546 | 6.515.999.943 |
| Financial Investments | | 13 | 325.822 | 569 | 13.960.078 |
| Trade Receivables | 6 | 133.967.137 | 114.559.754 | 5.947.618.432 | 4.908.392.861 |
| <i>Due from Related Parties</i> | 19 | 7.168.903 | 8.340.303 | 318.271.356 | 357.346.133 |
| <i>Due from Third Parties</i> | 6 | 126.798.234 | 106.219.451 | 5.629.347.076 | 4.551.046.728 |
| Other Receivables | 7 | 9.876.735 | 20.486.811 | 438.488.532 | 877.771.776 |
| <i>Other Receivables from Third Parties</i> | 7 | 9.876.735 | 20.486.811 | 438.488.532 | 877.771.776 |
| Derivatives | | 1.404.063 | 222.323 | 62.334.926 | 9.525.573 |
| Inventories | 8 | 199.245.942 | 181.252.455 | 8.845.742.758 | 7.765.888.322 |
| Prepayments | | 13.880.075 | 5.334.338 | 616.221.185 | 228.553.425 |
| <i>Prepayments to Third Parties</i> | | 13.880.075 | 5.334.338 | 616.221.185 | 228.553.425 |
| Current Tax Assets | 18 | 3.019.801 | 1.277.414 | 134.067.400 | 54.731.682 |
| Other Current Assets | | 8.093.203 | 9.379.223 | 359.306.656 | 401.859.317 |
| <i>Other Current Assets from Third Parties</i> | | 8.093.203 | 9.379.223 | 359.306.656 | 401.859.317 |
| Subtotal | | 487.737.346 | 484.918.744 | 21.653.636.004 | 20.776.682.977 |
| Non-current assets held for sale | | 68.221 | 63.985 | 3.028.742 | 2.741.462 |
| Current Assets | | 487.805.567 | 484.982.729 | 21.656.664.746 | 20.779.424.439 |
| Non-Current Assets: | | | | | |
| Financial Investments | | 65.631 | 64.799 | 2.913.758 | 2.776.360 |
| Other Receivables | 7 | 2.596.556 | 2.510.221 | 115.276.964 | 107.552.183 |
| <i>Other Receivables from Third Parties</i> | 7 | 2.596.556 | 2.510.221 | 115.276.964 | 107.552.183 |
| Investment Properties | 11 | 16.065.142 | 16.065.142 | 713.229.643 | 688.322.247 |
| Property, Plant and Equipment | 9 | 289.292.909 | 293.511.870 | 12.843.476.927 | 12.575.721.543 |
| Right of Use Assets | 10 | 22.401.267 | 22.496.497 | 994.528.892 | 963.878.158 |
| Intangible Assets | | 272.779.664 | 275.400.074 | 12.110.353.227 | 11.799.708.950 |
| <i>Goodwill</i> | | 154.516.597 | 154.516.597 | 6.859.934.299 | 6.620.371.767 |
| <i>Other Intangible Assets</i> | | 118.263.067 | 120.883.477 | 5.250.418.928 | 5.179.337.183 |
| Prepayments | | 1.126.200 | 1.107.494 | 49.998.901 | 47.451.365 |
| <i>Prepayments to Third Parties</i> | | 1.126.200 | 1.107.494 | 49.998.901 | 47.451.365 |
| Deferred Tax Assets | 18 | 61.956.209 | 61.938.097 | 2.750.614.043 | 2.653.781.134 |
| Other Non-Current Assets | | 17.084.092 | 15.743.433 | 758.467.045 | 674.538.427 |
| Non-Current Assets | | 683.367.670 | 688.837.627 | 30.338.859.400 | 29.513.730.367 |
| Total Assets | | 1.171.173.237 | 1.173.820.356 | 51.995.524.146 | 50.293.154.806 |

(*) The Group’s functional currency is the U.S. Dollar; however the presentation currency is Turkish Lira. The conversion of U.S. Dollar and Turkish Lira amounts are explained in Note 2.1.

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

KORDSA TEKNİK TEKSTİL A.Ş. AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2026 AND 31 DECEMBER 2025

(Amounts expressed in Turkish Lira (“TL”) unless otherwise indicated.)

| LIABILITIES | Notes | Not Reviewed | Audited | Not Reviewed | Audited |
|---|-------|-------------------------------|----------------------------------|-----------------------|-----------------------|
| | | 31 March 2026 US Dollar(*) | 31 December 2025 US Dollar(*) | 31 March 2026 | 31 December 2025 |
| Current Liabilities | | | | | |
| Short Term Borrowings | 5 | 121.354.919 | 130.755.818 | 5.397.393.510 | 5.612.418.891 |
| Short Term Portion of Long Term Borrowings | 5 | 59.058.187 | 86.198.524 | 2.626.677.831 | 3.699.890.614 |
| Short Term Lease Liabilities | 5 | 3.969.259 | 3.984.265 | 176.537.172 | 171.016.199 |
| Trade Payables | 6 | 114.436.997 | 89.277.769 | 5.109.864.786 | 3.832.060.753 |
| <i>Due to Related Parties</i> | 19 | 3.583.353 | 1.975.967 | 159.373.585 | 84.814.218 |
| <i>Due to Third Parties</i> | | 110.853.644 | 87.301.802 | 4.950.491.201 | 3.747.246.535 |
| Payables Related to Employee Benefits | | 5.117.764 | 4.499.926 | 227.618.173 | 193.149.880 |
| Other Payables | 7 | 57.082.305 | 7.584.170 | 2.542.649.177 | 325.534.551 |
| <i>Other Payables to Related Parties</i> | 19 | 48.055.471 | - | 2.137.319.934 | - |
| <i>Other Payables to Third Parties</i> | 7 | 9.026.834 | 7.584.170 | 405.329.243 | 325.534.551 |
| Deferred Income | | 432.979 | 996.161 | 19.257.218 | 42.758.114 |
| <i>Deferred Income from Third Parties</i> | | 432.979 | 996.161 | 19.257.218 | 42.758.114 |
| Current Tax Liabilities | | 4.657.155 | 208.848 | 207.132.078 | 8.964.376 |
| Short Term Provisions | | 11.324.272 | 10.817.078 | 503.659.443 | 464.300.361 |
| <i>Short Term Employee Benefits</i> | | 10.482.347 | 9.965.430 | 466.213.910 | 427.745.148 |
| <i>Other Short Term Provisions</i> | | 841.925 | 851.648 | 37.445.533 | 36.555.213 |
| Other Current Liabilities | | 23.537.627 | 21.065.773 | 1.043.010.937 | 904.204.079 |
| <i>Other Current Liabilities to Third Parties</i> | | 23.537.627 | 21.065.773 | 1.043.010.937 | 904.204.079 |
| Derivative Financial Instruments | | 1.082.416 | 1.235.342 | 27.988.172 | 53.024.462 |
| Subtotal | | 402.053.880 | 356.623.674 | 17.881.788.497 | 15.307.322.280 |
| Liability directly associated with the assets held for sale | | 1.531.349 | 1.446.129 | 68.108.451 | 62.072.029 |
| Total Current Liabilities | | 403.585.229 | 358.069.803 | 17.949.896.948 | 15.369.394.309 |
| Non-Current Liabilities | | | | | |
| Long Term Borrowings | 5 | 235.465.665 | 239.944.731 | 10.472.594.460 | 10.299.123.696 |
| Long Term Lease Liabilities | 5 | 22.194.952 | 22.562.126 | 987.144.886 | 968.431.874 |
| Other Payables | | 530.937 | 552.037 | 23.614.020 | 23.695.019 |
| Deferred Income | | 539.486 | 539.482 | 23.994.179 | 23.156.128 |
| Long Term Provisions | | 12.725.406 | 12.113.993 | 565.976.448 | 519.967.899 |
| <i>Long Term Employee Benefits</i> | | 11.147.382 | 10.692.477 | 495.792.084 | 458.952.120 |
| <i>Other Long Term Provisions</i> | | 1.578.024 | 1.421.516 | 70.184.364 | 61.015.779 |
| Deferred Tax Liabilities | 18 | 38.451.359 | 39.424.751 | 1.710.166.527 | 1.692.224.629 |
| Total Long-Term Liabilities | | 309.907.805 | 315.137.120 | 13.783.490.520 | 13.526.599.245 |
| Total Liabilities | | 713.493.034 | 673.206.923 | 31.733.387.468 | 28.895.993.554 |
| Shareholder's Equity | | | | | |
| Equity attributable to the Parent | | 361.874.703 | 406.430.570 | 16.001.001.473 | 17.354.168.365 |
| Paid-in Capital | | 14.594.427 | 14.594.427 | 194.529.076 | 194.529.076 |
| Share Premium (Discounts) | | 4.654.099 | 4.654.099 | 62.052.856 | 62.052.856 |
| Share Advance | | - | 49.482.855 | - | 2.060.570.002 |
| Other Comprehensive Income (Expenses) That will not be Reclassified to Profit or Loss | | (1.428.385) | (1.682.548) | 4.432.929.482 | 4.313.311.558 |
| <i>Revaluation And Remeasurement Gains/(Losses)</i> | | (4.432.198) | (4.686.361) | (69.630.706) | (80.934.912) |
| <i>Defined Benefit Plans Remeasurement Gains/(Losses)</i> | | (4.432.198) | (4.686.361) | (69.630.706) | (80.934.912) |
| <i>Revaluation and Reclassification Gains/(Losses)</i> | | 3.003.813 | 3.003.813 | 40.027.097 | 40.027.097 |
| <i>Other Revaluation and Reclassification Gains/(Losses)</i> | | 3.003.813 | 3.003.813 | 40.027.097 | 40.027.097 |
| <i>Currency Translation Differences</i> | | - | - | 4.462.533.091 | 4.354.219.373 |
| Other Comprehensive Income (Expenses) That will be Reclassified to Profit or Loss | | 226.151.199 | 222.093.964 | 11.744.575.368 | 11.189.822.666 |
| <i>Currency Translation Differences</i> | | 297.589.929 | 295.082.039 | 12.701.939.646 | 12.214.736.236 |
| <i>Gains/(Losses) on Hedge Reserve</i> | | (71.418.462) | (72.967.807) | (957.094.127) | (1.024.643.419) |
| <i>Investment Hedging Losses Related to Foreign Operations</i> | | (72.225.411) | (72.473.771) | (978.258.817) | (989.086.966) |
| <i>Cash Flow Hedge Gains/Losses</i> | | 806.949 | (494.036) | 21.164.690 | (35.556.453) |
| <i>Revaluation and Reclassification Gains/(Losses)</i> | | (20.268) | (20.268) | (270.151) | (270.151) |
| <i>Other Revaluation and Reclassification Gains/(Losses)</i> | | (20.268) | (20.268) | (270.151) | (270.151) |
| Restricted Reserves | | 30.101.102 | 30.101.102 | 480.427.363 | 480.427.363 |
| Retained Earnings | | 87.044.611 | 125.175.469 | (946.545.156) | 544.769.666 |
| (Loss)/Profit for The Period | | 757.650 | (37.988.798) | 33.032.484 | (1.491.314.822) |
| Total Non-Controlling Interests | | 95.805.500 | 94.182.863 | 4.261.135.205 | 4.042.992.887 |
| Total Equity | | 457.680.203 | 500.613.433 | 20.262.136.678 | 21.397.161.252 |
| Total Equity and Liabilities | | 1.171.173.237 | 1.173.820.356 | 51.995.524.146 | 50.293.154.806 |

(*) The Group's functional currency is the U.S. Dollar; however the presentation currency is Turkish Lira. The conversion of U.S. Dollar and Turkish Lira amounts are explained in Note 2.1.

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

KORDSA TEKNİK TEKSTİL A.Ş. AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AS AT 31 MARCH 2026 AND 2025

(Amounts expressed in Turkish Lira (“TL”) unless otherwise indicated.)

| | Notes | Not Reviewed 1 January-31 March 2026 US Dollar(*) | Not Reviewed 1 January- 1 March 2025 US Dollar(*) | Not Reviewed 1 January- 31 March 2026 | Not Reviewed 1 January- 31 March 2025 |
|--|-------|--|--|---|---|
| Profit or Loss | | | | | |
| Revenue | 13 | 200.827.399 | 217.186.051 | 8.755.793.678 | 7.846.866.860 |
| Cost of Sales | 13 | (169.429.004) | (186.909.834) | (7.386.867.573) | (6.752.996.243) |
| Gross Profit | | 31.398.395 | 30.276.217 | 1.368.926.105 | 1.093.870.617 |
| General and Administrative Expenses | 14 | (16.309.449) | (15.662.431) | (711.069.146) | (565.878.920) |
| Selling, Marketing and Distribution Expenses | 14 | (10.174.060) | (9.925.078) | (443.574.805) | (358.590.097) |
| Research and Development Expenses | 14 | (1.297.877) | (1.636.980) | (56.585.625) | (59.143.614) |
| Other Income from Operating Activities | 15 | 11.907.606 | 4.388.306 | 519.154.982 | 154.730.691 |
| Other Expenses from Operating Activities | 15 | (1.452.265) | (2.792.686) | (63.316.684) | (97.081.396) |
| Operating Profit | | 14.072.350 | 4.647.348 | 613.534.827 | 167.907.281 |
| Income from Investing Activities | 16 | 2.077.215 | 2.767.359 | 90.563.653 | 99.983.847 |
| Expense from Investing Activities | 16 | (336.180) | (6.889) | (14.656.992) | (248.906) |
| Operating Profit Before Finance Costs | | 15.813.385 | 7.407.818 | 689.441.488 | 267.642.222 |
| Finance Income | 17 | 5.463.770 | 7.938.922 | 238.212.721 | 286.830.852 |
| Finance Expense (-) | 17 | (16.287.053) | (22.114.545) | (710.092.691) | (798.991.873) |
| Profit Before Tax from Continuing Operations | | 4.990.102 | (6.767.805) | 217.561.518 | (244.518.799) |
| Tax (Expense)/Benefit from Continuing Operations | | (1.846.891) | (847.997) | (80.521.893) | (30.637.852) |
| <i>Current Tax Expense</i> | 18 | <i>(2.807.157)</i> | <i>(892.042)</i> | <i>(122.388.139)</i> | <i>(32.229.197)</i> |
| <i>Deferred Tax (Expense) /Income</i> | 18 | <i>960.266</i> | <i>44.045</i> | <i>41.866.246</i> | <i>1.591.345</i> |
| Profit for the Year from Continuing Operations | | 3.143.211 | (7.615.802) | 137.039.625 | (275.156.651) |
| Net Loss/(Profit) for the Year From Discontinued Operations | | (82.624) | (1.883) | (3.602.306) | (68.030) |
| Profit for the Period | | 3.060.587 | (7.617.685) | 133.437.319 | (275.224.681) |
| Profit /(Loss) Attributable To: | | | | | |
| Non-Controlling Interest | | 2.302.937 | 1.755.455 | 100.404.835 | 63.424.052 |
| Owners of the Company | | 757.650 | (9.373.140) | 33.032.484 | (338.648.733) |
| Earnings (Loss) per Shares | | | | | |
| <i>Earnings/(Losses) per Share from Continuing Operations</i> | | <i>0,05</i> | <i>(0,64)</i> | <i>(1,79)</i> | <i>(17,41)</i> |
| <i>Earnings/(Losses) per Share from Discontinuing Operations</i> | | <i>(0,003)</i> | <i>(0,000)</i> | <i>(0,094)</i> | <i>(0,002)</i> |

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

KORDSA TEKNİK TEKSTİL A.Ş. AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME
AS AT 31 MARCH 2026 AND 2025

(Amounts expressed in Turkish Lira (“TL”) unless otherwise indicated.)

| | Not Reviewed 1 January- 31 March 2026 Notes | Not Reviewed 1 January- 31 March 2025 US Dollar(*) | Not Reviewed 1 January- 31 March 2026 | Not Reviewed 1 January- 31 March 2025 |
|--|---|--|--|--|
| PROFIT/(LOSS) FOR THE PERIOD | 3.060.587 | (7.617.685) | 133.437.319 | (275.224.681) |
| OTHER COMPREHENSIVE INCOME/(EXPENSES) | | | | |
| Items That Will Not Be Reclassified To Profit Or Loss | | | | |
| <i>Defined Benefit Plans Remeasurement Gains (Losses), Before Tax</i> | 254.163 | 73.585 | 119.617.924 | 287.481.763 |
| <i>Taxes on Other Comprehensive Income that will Not be Reclassified to Profit or Loss</i> | 338.885 | 98.113 | 15.072.275 | 3.711.994 |
| <i>Gains (Losses) on Foreign Currency Translation Differences</i> | (84.722) | (24.528) | (3.768.069) | (927.999) |
| | - | - | 108.313.718 | 284.697.768 |
| Items That Will Be Reclassified To Profit Or Loss | 3.376.936 | 1.837.028 | 672.490.185 | 1.235.835.065 |
| <i>Gains (Losses) on Foreign Currency Translation Differences</i> | 1.827.591 | 4.682.535 | 604.940.893 | 1.338.642.349 |
| <i>Gains/Losses on Hedging Investments in Foreign Operations</i> | 331.147 | - | 14.437.546 | - |
| <i>Taxes on Gains/losses on Hedging Investments in Foreign Operations</i> | (82.787) | - | (3.609.397) | - |
| <i>Hedging Gains/ (Losses) on Cash Flow Risk</i> | 1.655.194 | (3.794.009) | 72.164.110 | (137.076.379) |
| <i>Taxes on Other Comprehensive Income that will be Reclassified to Profit or Loss</i> | (354.209) | 948.502 | (15.442.967) | 34.269.095 |
| OTHER COMPREHENSIVE INCOME (EXPENSE) | 3.631.099 | 1.910.613 | 792.108.109 | 1.523.316.828 |
| TOTAL COMPREHENSIVE INCOME (EXPENSE) | 6.691.686 | (5.707.072) | 925.545.428 | 1.248.092.147 |
| Total comprehensive income attributable to: | | | | |
| Owners of the Company | 5.069.049 | (7.748.874) | 707.403.110 | 910.020.068 |
| Non-controlling interests | 1.622.637 | 2.041.802 | 218.142.318 | 338.072.079 |

(*) The Group’s functional currency is the U.S. Dollar; however the presentation currency is Turkish Lira. The conversion of U.S. Dollar and Turkish Lira amounts are explained in Note 2.1.

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

KORDSA TEKNİK TEKSTİL A.Ş. AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
AS AT 31 MARCH 2026 AND 2025

(Amounts expressed in Turkish Lira (“TL”) unless otherwise indicated.)

| | | | | | Accumulated Other Comprehensive Income or Expenses Not to be Reclassified to Profit or Loss | | | Accumulated Other Comprehensive Income or Expenses to be Reclassified to Profit or Loss | | | | Retained Earnings | | | Equity | | |
|--|-----------------|-----------------|-------------------------------------|--|---|---|------------|---|--|---------------------|---|---------------------|------------------------------|---------------------------|-----------------|---|---------------------------|
| | Paid-in capital | Share advance | Share Issuance Premiums / Discounts | Valuation Fund for Put Options on Non-Controlling Shares | Revaluation and Measurement Gains / Losses | | | Foreign Currency Translation Differences | Gains / (losses) on hedging of a net investment in a foreign operation | Hedging Gain / Loss | Revaluation and Remeasurement Gain / Loss | Restricted Reserves | Prior Years' Profit / Losses | Net Period Profit or Loss | | Equity Attributable to the Parent Company | Non-controlling interests |
| | | | | | Cash Flow Hedge Gain/(Loss) | Other Revaluation and Classification Gains/Loss | | | | | | | | | | | |
| Balances as of 1 January 2025 | 194.529.076 | - | 62.052.856 | (753.189.126) | 1.967.355.158 | (105.971.754) | 40.027.097 | 10.780.943.130 | (954.135.431) | 63.647.527 | (270.151) | 458.633.027 | 2.840.775.345 | (1.096.131.983) | 13.498.264.771 | 3.706.940.789 | 17.205.205.560 |
| Transfer | - | - | - | - | - | - | - | - | - | - | - | - | (1.096.131.983) | 1.096.131.983 | - | - | - |
| Total comprehensive income | - | - | - | - | 284.697.768 | 2.783.996 | - | 1.063.994.321 | - | (102.807.284) | - | - | - | (338.648.733) | 910.020.068 | 338.072.079 | 1.248.092.147 |
| Increase / (decrease) due to other changes | - | - | - | (374.740.248) | - | - | - | - | - | - | - | - | - | - | (374.740.248) | - | (374.740.248) |
| | 194.529.076 | - | 62.052.856 | (1.127.929.374) | 2.252.052.926 | (103.187.758) | 40.027.097 | 11.844.937.451 | (954.135.431) | (39.159.757) | (270.151) | 458.633.027 | 1.744.643.362 | (338.648.733) | 14.033.544.591 | 4.045.012.868 | 18.078.557.459 |
| Balances as of 31 March 2025 | 194.529.076 | - | 62.052.856 | (1.127.929.374) | 2.252.052.926 | (103.187.758) | 40.027.097 | 11.844.937.451 | (954.135.431) | (39.159.757) | (270.151) | 458.633.027 | 1.744.643.362 | (338.648.733) | 14.033.544.591 | 4.045.012.868 | 18.078.557.459 |
| Balances as of 1 January 2026 | 194.529.076 | 2.060.570.002 | 62.052.856 | - | 4.354.219.373 | (80.934.912) | 40.027.097 | 12.214.736.236 | (989.086.966) | (35.556.453) | (270.151) | 480.427.363 | 544.769.666 | (1.491.314.822) | 17.354.168.365 | 4.042.992.887 | 21.397.161.252 |
| Transfer | - | - | - | - | - | - | - | - | - | - | - | - | (1.491.314.822) | 1.491.314.822 | - | - | - |
| Share advance | - | (2.060.570.002) | - | - | - | - | - | - | - | - | - | - | - | - | (2.060.570.002) | - | (2.060.570.002) |
| Total comprehensive income | - | - | - | - | 108.313.718 | 11.304.206 | - | 487.203.410 | 10.828.149 | 56.721.143 | - | - | - | 33.032.484 | 707.403.110 | 218.142.318 | 925.545.428 |
| Balances as of 31 March 2026 | 194.529.076 | - | 62.052.856 | - | 4.462.533.091 | (69.630.706) | 40.027.097 | 12.701.939.646 | (978.258.817) | 21.164.690 | (270.151) | 480.427.363 | (946.545.156) | 33.032.484 | 16.001.001.473 | 4.261.135.205 | 20.262.136.678 |

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

KORDSA TEKNİK TEKSTİL A.Ş. AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENT OF CASH FLOW
AS AT 31 MARCH 2026 AND 2025

(Amounts expressed in Turkish Lira (“TL”) unless otherwise indicated.)

| | Notes | Not Reviewed 1 January- 31 March 2026 US Dollar | Not Reviewed 1 January- 31 March 2025 US Dollar | Not Reviewed 1 January- 31 March 2026 | Not Reviewed 1 January- 31 March 2025 |
|--|-------|---|---|---|---|
| A. CASH FLOWS FROM OPERATING ACTIVITIES | | 21.526.657 | 41.811.234 | 971.033.682 | 1.507.353.484 |
| Profit (Loss) For The Period | | 3.060.587 | (7.617.685) | 133.437.319 | (275.224.681) |
| <i>Profit/(Loss) for the Period from Continuing Operations</i> | | <i>3.143.212</i> | <i>(7.615.802)</i> | <i>137.039.625</i> | <i>(275.156.651)</i> |
| <i>Profit/(Loss) from Discontinuing Operations</i> | | <i>(82.624)</i> | <i>(1.883)</i> | <i>(3.602.306)</i> | <i>(68.030)</i> |
| Adjustments to Reconcile Profit/(Loss) for the Period | | 23.314.106 | 28.137.398 | 1.048.963.963 | 970.901.010 |
| Adjustments Related to Depreciation and Amortization | 14 | 10.994.344 | 10.917.953 | 479.338.052 | 394.462.330 |
| Adjustments Related to Provisions For (Reversal) of Impairment | | (1.203.299) | 415.303 | (52.462.141) | 15.004.778 |
| <i>Adjustments Related to Impairment of Receivables (Reversal)</i> | | <i>(212.892)</i> | <i>319.740</i> | <i>(9.281.781)</i> | <i>11.552.122</i> |
| <i>Adjustments Related to Provision For (Reversal) of Inventory Allowances</i> | 8 | <i>(990.407)</i> | <i>95.563</i> | <i>(43.180.360)</i> | <i>3.452.656</i> |
| Adjustments Related to Provisions | | 2.030.558 | 2.043.600 | 88.529.498 | 76.605.363 |
| <i>Adjustments Related to Provision (Reversal) to Employee Benefits</i> | | <i>2.030.558</i> | <i>1.699.154</i> | <i>88.529.498</i> | <i>61.389.942</i> |
| <i>Adjustments Related to Other Provision (Reversal)</i> | | <i>-</i> | <i>344.446</i> | <i>-</i> | <i>15.215.421</i> |
| Adjustments Related to Interest (Income) and Expense | | 11.279.746 | 10.212.137 | 490.732.163 | 367.755.016 |
| <i>Adjustments Related to Interest Income</i> | 16 | <i>(1.649.706)</i> | <i>(2.722.275)</i> | <i>(71.924.866)</i> | <i>(98.354.987)</i> |
| <i>Adjustments Related to Interest Expenses</i> | 17 | <i>14.116.649</i> | <i>13.626.211</i> | <i>615.466.167</i> | <i>492.310.908</i> |
| <i>Adjustments Related to Unrealized Finance Expenses On Credit Purchases</i> | 6 | <i>(1.278.111)</i> | <i>(1.097.294)</i> | <i>(56.845.385)</i> | <i>(41.514.709)</i> |
| <i>Adjustments Related to Unrealized Finance Income On Credit Sales</i> | 6 | <i>90.914</i> | <i>405.496</i> | <i>4.036.247</i> | <i>15.313.804</i> |
| Adjustments Related to Unrealized Currency Translation Difference | | 1.940.872 | 3.185.424 | 118.169.742 | 67.965.512 |
| Currency Difference (Income)/Expense (Net) | | (4.620.361) | (3.420.369) | (201.441.263) | (123.576.918) |
| Other Finance (Income)/Expense (Net) | | 1.097.375 | 961.553 | 47.844.015 | 34.740.638 |
| Adjustments Related to Fair Value Losses (Gains) | 17 | 229.619 | 3.008.228 | 10.011.051 | 108.686.393 |
| <i>Adjustments Related to Fair Value Losses /(Gains) Of Derivatives</i> | 17 | <i>229.619</i> | <i>3.008.228</i> | <i>10.011.051</i> | <i>108.686.393</i> |
| Adjustments Related to Tax (Income)/Expense | 18 | 1.846.891 | 847.997 | 80.521.893 | 30.637.852 |
| Adjustments Related to Losses /(Gains) On Disposal of Non-Current Assets | 16 | (281.639) | (344) | (12.279.047) | (80.449) |
| <i>Adjustments Related to Gains on Disposal of Tangible Assets</i> | 16 | <i>(281.639)</i> | <i>(2.227)</i> | <i>(12.279.047)</i> | <i>(80.449)</i> |
| Other | | - | (34.085) | - | (1.299.504) |
| Changes In Working Capital | | (4.848.036) | 21.291.521 | (211.367.600) | 811.677.155 |
| Adjustments Related to Decrease (Increase) in Trade Receivables | | (19.285.406) | 5.006.660 | (840.816.725) | 180.225.778 |
| Adjustments Related to Decrease (Increase) in Other Receivables | | 10.505.630 | (3.167.950) | 458.030.751 | (114.457.096) |
| Adjustments Related to Decrease (Increase) in Inventories | | (17.003.080) | 16.446.740 | (741.310.485) | 594.215.804 |
| Adjustments Related to Decrease (Increase) in Prepaid Expenses | | (8.564.443) | (10.354.179) | (373.397.746) | (374.093.398) |
| Adjustments Related to Increase (Decrease) in Trade Payables | | 26.890.469 | 14.911.433 | 1.172.386.833 | 540.615.404 |
| Increase/(Decrease) in Retirement Pay And Employee Benefit Obligation | | (186.735) | (1.769.832) | (8.141.371) | (22.729.052) |
| Adjustments Related to Increase (Decrease) in Other Payables | | (49.421) | 1.487.423 | (2.154.678) | 53.740.155 |
| Adjustments Related to Increase (Decrease) in Deferred Income | | (563.182) | 1.087.605 | (24.553.941) | 39.294.845 |
| Adjustments Related to Other Increase/(Decrease) in Working Capital | | 4.493.156 | (533.221) | 195.895.290 | (19.265.102) |
| <i>Decrease/(Increase) in Other Assets From Operating Activities</i> | | <i>558.540</i> | <i>657.146</i> | <i>24.351.545</i> | <i>23.742.496</i> |
| <i>Increase/(Decrease) in Other Liabilities From Operating Activities</i> | | <i>3.934.616</i> | <i>(1.190.367)</i> | <i>171.543.745</i> | <i>(43.007.598)</i> |
| Payments Related to the Provision of Employee Benefits | | - | (344.446) | - | (12.444.713) |
| Income Tax Returns/(Payments) | | (1.166.009) | (1.476.384) | (50.836.342) | (53.341.329) |
| Other | | 80.985 | (2.329) | 3.530.814 | (84.141) |
| B. CASH FLOWS FROM INVESTING ACTIVITIES | | (1.168.014) | (3.750.489) | (50.923.781) | (111.724.059) |
| Proceeds From Sales Of Property, Plant And Equipment and Intangible Assets | | 865.772 | 64.297 | 37.746.428 | 2.323.020 |
| Cash Outflows from the Acquisition of Property, Plant and Equipment and Intangible Assets | | (3.683.491) | (6.537.061) | (160.595.075) | (212.402.066) |
| Interest Received | | 1.649.706 | 2.722.275 | 71.924.866 | 98.354.987 |
| C. CASH FLOWS FROM FINANCING ACTIVITIES | | (53.879.305) | (31.750.167) | (2.381.563.839) | (1.170.904.014) |
| Proceeds From Borrowings | 5 | 20.064.437 | 133.428.727 | 874.781.385 | 4.820.739.877 |
| Cash Inflows Outflows From Borrowing Transactions | 5 | (71.191.611) | (148.292.857) | (3.137.051.540) | (5.381.556.439) |
| Cash Outflows For Financial Lease Liabilities | 5 | (886.991) | (711.468) | (38.671.588) | (25.705.113) |
| Cash Outflows from Derivatives (net) | | (415.293) | - | (18.106.183) | - |
| Interest Paid | 5 | (1.449.847) | (16.174.569) | (62.515.913) | (584.382.339) |
| NET INCREASE/ DECREASE IN CASH AND CASH EQUIVALENT BEFORE THE EFFECT OF THE CURRENCY TRANSLATION DIFFERENCE (A+B+C) | | (33.520.662) | 6.310.577 | (1.461.453.938) | 224.725.411 |
| D. EFFECT OF THE CURRENCY TRANSLATION DIFFERENCE ON CASH AND CASH EQUIVALENT | | (309.565) | (531.935) | 195.309.541 | 295.204.979 |
| NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS (A+B+C+D) | | (33.830.227) | 5.778.642 | (1.266.144.397) | 519.930.390 |
| E. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD | | 152.080.604 | 120.671.648 | 6.515.999.943 | 4.257.331.933 |
| CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (A+B+C+D+E) | | 118.250.377 | 126.450.290 | 5.249.855.546 | 4.777.262.323 |

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

KORDSA TEKNİK TEKSTİL A.Ş. AND ITS SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
AS AT 31 MARCH 2026

(Amounts expressed in Turkish Lira (“TL”) unless otherwise indicated.)

NOTE 1 – ORGANISATION AND NATURE OF OPERATIONS OF THE GROUP

Kordsa Teknik Tekstil Anonim Şirketi (“Kordsa” or the “Company”) was established in 1973 as a subsidiary of Hacı Ömer Sabancı Holding A.Ş. (“Sabancı Holding”) in İzmit district of Kocaeli city and is registered in Turkey. The Company operates under the Turkish Commercial Code.

The Company is mainly engaged in production of carcass and industrial fabrics included in the structure of vehicle tires, manufacture of industrial fabrics included in the structure of rubber and plastic materials such as transmission belts, V belts, rubber hoses etc., production of heavy denier fibre and connection fabrics, conversion of any type of yarn into cord fabric, fabric for mechanical rubber goods and other rubber reinforcement materials and the marketing thereof, production of Nylon 6, Nylon 6.6 and PET (Polyethylene-terephthalate) HMLS (High Modulus Low Shrinkage) polyester, and rayon heavy decitex yarn for use in tires and mechanical rubber goods; participating in capitals and management of every domestic and foreign company that is founded for mainly marketing, sales, import and export along with commercial and industrial infrastructure services, transportation services, mining, tourism, construction, advanced composite manufacture to civil aviation sector, carbon fiber weaving and prepreg production for the luxury automotive industry and motorsports while providing these companies with the same management and behavioural principles to operate more efficiently, rationally and profitably, in accordance with and responding to the current conditions, creating competition conditions in favour of these companies.

Kordsa changed its name which was “Kordsa Endüstriyel İplik ve Kord Bezi Sanayi ve Ticaret Anonim Şirketi”, to “Kordsa Teknik Tekstil Anonim Şirketi” in accordance with the decision made at the General Assembly for the year 2016 dated 27 March 2017. The change of the title has been registered by the Registry of Commerce of Kocaeli on 10 April 2017.

Kordsa is registered with the Capital Markets Board of Turkey (“CMB”) and its shares have been traded in Borsa İstanbul (“BIST”) since 1986. As at 31 March 2026, 28,89% of the Group’s shares are listed on BIST. As of the same date, the shareholders owning the Group’s shares and the percentage of the shares are as follows:

| Shareholder Structure | Shareholding (%) | |
|------------------------------|-------------------------|-------------------------|
| | 31 March 2026 | 31 December 2025 |
| Sabancı Holding A.Ş. | 71,11 | 71,11 |
| Other | 28,89 | 28,89 |
| | 100,00 | 100,00 |

Company’s main shareholder and the ultimate controlling party is Sabancı Holding A.Ş.

Number of employees within the group is 4.011. (31 December 2025: 3.903).

The address of the registered office is as follows:

Kordsa Teknik Tekstil A.Ş.
Alikahya Fatih Mah.
Sanayici Cad. No:90
41310 İzmit
Kocaeli

KORDSA TEKNİK TEKSTİL A.Ş. AND ITS SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
AS AT 31 MARCH 2026

(Amounts expressed in Turkish Lira (“TL”) unless otherwise indicated.)

NOTE 1 – ORGANISATION AND NATURE OF OPERATIONS OF THE GROUP (continued)

Subsidiaries

Geographical divisions in which the subsidiaries that are consolidated in the consolidated financial statements as at 31 March 2026 and 31 December 2025 in accordance with the operating country and segment reporting purpose are as follows:

31 March 2026

| Company name | Country | Geographical division | Area of activity | Functional Currency |
|--------------------------------------|--------------------------|--------------------------------|--|----------------------------|
| Nile Kordsa Company SAE (**) | Egypt | Europe, Middle East and Africa | Cord fabric manufacture and trade | Egyptian Pound |
| Kordsa Inc. | United States of America | North America | Industrial yarn and cord fabric manufacture and trade | USD |
| Kordsa Advanced Materials Inc. | United States of America | North America | Advanced composite manufacture to civil aviation sector | USD |
| Fabric Development Inc. | United States of America | North America | Advanced composite manufacture to civil aviation sector | USD |
| Textile Products. Inc. | United States of America | North America | Advanced composite manufacture to civil aviation sector | USD |
| Axiom Materials Inc. | United States of America | North America | Advanced composite manufacture to civil aviation sector | USD |
| Microtex Composites S.r.l | Italy | Europe | Carbon fiber weaving and prepreg production for the luxury automotive industry and motorsports | EUR |
| Kordsa Brezilya S.A. | Brazil | South America | Industrial yarn and cord fabric manufacture and trade | Brazilian Real |
| PT Indo Kordsa Tbk (*) | Indonesia | Asia | Industrial yarn and cord fabric manufacture and trade | USD |
| Thai Indo Kordsa Co., Ltd. | Thailand | Asia | Cord fabric manufacture and trade | Thai Baht |
| Kordsa Advanced Materials Gmbh (***) | Germany | Europe | Research and Development Facility | EUR |

31 December 2025

| Company name | Country | Geographical division | Area of activity | Functional Currency |
|--------------------------------------|--------------------------|---------------------------------|--|----------------------------|
| Nile Kordsa Company SAE (**) | Egypt | Europe, Middle East, and Africa | Cord fabric manufacture and trade | Egyptian Pound |
| Kordsa Inc. | United States of America | North America | Industrial yarn and cord fabric manufacture and trade | USD |
| Kordsa Advanced Materials Inc. | United States of America | North America | Advanced composite manufacture in the civil aviation sector | USD |
| Fabric Development Inc. | United States of America | North America | Advanced composite manufacture in the civil aviation sector | USD |
| Textile Products Inc. | United States of America | North America | Advanced composite manufacture to civil aviation sector | USD |
| Axiom Materials Inc. | United States of America | North America | Advanced composite manufacture in the civil aviation sector | USD |
| Microtex Composites S.r.l | Italy | Europe | Carbon fiber weaving and prepreg production for the luxury automotive industry and motorsports | EUR |
| Kordsa Brezilya S.A. | Brazil | South America | Industrial yarn and cord fabric manufacture and trade | Brazilian Real |
| PT Indo Kordsa Tbk (*) | Indonesia | Asia | Industrial yarn and cord fabric manufacture and trade | USD |
| Thai Indo Kordsa Co., Ltd. | Thailand | Asia | Cord fabric manufacture and trade | Thai Baht |
| Kordsa Advanced Materials Gmbh (***) | Germany | Europe | Research and Development Facility | EUR |

(*) The Company’s shares are traded on the Indonesia Stock Exchange (“IDX”).

(**) According to the Group’s Board of Directors, decision numbered 2015/29 dated 31 December 2015, Group’s shares amounting to %51, Nile Kordsa Company for Industrial Fabrics S.A.E. %51 of rates, has been classified as “Assets Held for sale” in the consolidated statement of financial position as of 31 December 2015

(***)According to Group Board of Directors Resolution No. 2025/31 dated 20 November 2025, the Company resolved to classify the financial statements of Kordsa Advanced Materials GmbH, in which it holds 100% ownership as of 31 December 2025, under the balance sheet item “Discontinued Operations.

The Company and its subsidiaries will collectively be referred to as the "Group".

KORDSA TEKNİK TEKSTİL A.Ş. AND ITS SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
AS AT 31 MARCH 2026

(Amounts expressed in Turkish Lira (“TL”) unless otherwise indicated.)

NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS

2.1 Basis of Presentation

Statement of Compliance to Turkish Financial Reporting Standards (“TFRS”s)

The accompanying consolidated financial statements are prepared in accordance with Turkish Financial Reporting Standards (“TFRS”) published by Public Oversight Accounting and Auditing Standards Authority (“POA”) as set out in the Communiqué numbered II-14.1 “Communiqué on Principles of Financial Reporting in Capital Markets” published in the Official Gazette numbered 28676 on 13 June 2013. TFRSs consist of standards and interpretations which are published as Turkish Accounting Standards (“TAS”), Turkish Financial Reporting Standards, interpretations of TAS, and interpretations of TFRS.

The consolidated financial statements are presented in accordance with the TFRS Taxonomy Announcement and Financial Statements Example and User Guide published by CMB on 4 July 2024.

The Company and its Turkish subsidiaries maintain their books of account and prepare their statutory financial statements in accordance with accounting principles in the Turkish Commercial Code (“TCC”) and tax legislation. Subsidiaries that are registered in foreign countries maintain their books of account and prepare their statutory statements in accordance with the prevailing accounting principles in their registered countries.

Approval of the Financial Statements:

These consolidated financial statements have been approved to be issued during the meeting of the Board of Directors held on 29 April 2026, and have been signed by the Chief Finance Officer Şermin Mutlu and Global Finance Manager Ceyda Özdemir Kolay on behalf of the Board of Directors. General Assembly and related regulatory authorities have the right to make changes to these consolidated financial statements.

Conversion to presentation currency

Each item in the financial statements of the companies within the group is accounted for using the currency that is functional in the primary economic environment in which the companies operate (the ‘functional currency’). The functional currency of the Group is US Dollars. The presentation currency of the Group is TL. Financial statements prepared in USD within the scope of TAS 21 (“Effects of Currency Changes”) have been translated into TL using the following method:

- a. Assets in the balance sheet are translated into TL using the USD buy exchange rate of 44,3961 TL = 1 USD (December 2025: 42,8457) announced by the Central Bank of the Republic of Turkey and the liabilities are converted into TL using the foreign exchange selling rate of 44,4761 TL = 1 USD (December 2025: 42,9229). The capital account of the company is shown over the nominal capital amount, all other equity items are kept at their historical TL values and all differences are accounted for in the foreign currency translation differences account.
- b. The profit or loss and other comprehensive income statement are translated into TL using the monthly average exchange rates of 43,5986 TL= 1 USD (March 2025: 36,1297).
- c. All the resulting exchange differences are presented as a separate component of equity under the name of translation differences.

KORDSA TEKNİK TEKSTİL A.Ş. AND ITS SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
AS AT 31 MARCH 2026

(Amounts expressed in Turkish Lira (“TL”) unless otherwise indicated.)

NOTE 2 – BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS
(continued)

2.1 Basis of Presentation (continued)

Basis of Consolidation

The table below sets out all Subsidiaries and shows their shareholding rates as at 31 March 2026:

| Subsidiaries | Direct and indirect ownership interest by the Group and its subsidiaries (%) | Proportion of effective interest (%) |
|--------------------------------|---|---|
| Nile Kordsa Company SAE | 51,00 | 51,00 |
| Kordsa Inc. | 100,00 | 100,00 |
| Microtex Composites S.r.l. | 100,00 | 100,00 |
| Kordsa Advanced Materials Inc. | 100,00 | 100,00 |
| Axiom Materials Inc. | 100,00 | 100,00 |
| Fabric Development Inc. | 100,00 | 100,00 |
| Textile Products. Inc. | 100,00 | 100,00 |
| Kordsa Brasil S.A. | 97,31 | 97,31 |
| PT Indo Kordsa Tbk | 61,59 | 61,59 |
| Thai Indo Kordsa Co., Ltd. | 64,19 | 39,53 |
| Kordsa Advanced Materials GmbH | 100,00 | 100,00 |

The table below sets out all Subsidiaries and shows their shareholding rates as at 31 December 2025:

| Subsidiaries | Direct and indirect ownership interest by the Group and its subsidiaries (%) | Proportion of effective interest (%) |
|------------------------------------|---|---|
| Nile Kordsa Company SAE | 51,00 | 51,00 |
| Kordsa Inc. | 100,00 | 100,00 |
| Microtex Composites S.r.l. | 100,00 | 100,00 |
| Kordsa Advanced Materials Inc. (*) | 100,00 | 100,00 |
| Axiom Materials Inc. | 100,00 | 100,00 |
| Fabric Development Inc. | 100,00 | 100,00 |
| Textile Products. Inc. | 100,00 | 100,00 |
| Kordsa Brasil S.A. | 97,31 | 97,31 |
| PT Indo Kordsa Tbk | 61,59 | 61,59 |
| Thai Indo Kordsa Co., Ltd. | 64,19 | 39,53 |
| Kordsa Advanced Materials GmbH | 100,00 | 100,00 |

(*) Kordsa Inc., our 100% subsidiary located in the USA, has completed the acquisition of the 39% minority shares of Microtex Composites S.r.l., of which it held a 61% stake, for 34.940.344 (thirty-four million nine hundred forty thousand three hundred forty-four) EUR. With this transaction, Kordsa Inc. has become the sole shareholder of Microtex Composites S.r.l. with a 100% ownership stake.”

Basis of Consolidation (continued)

The consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company and its subsidiaries. Control is achieved when the Company:

- has power over the investee;
- is exposed, or has rights, to variable returns from its involvement with the investee; and
- has the ability to use its power to affect the amount of the investor’s returns.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control listed above.

KORDSA TEKNİK TEKSTİL A.Ş. AND ITS SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
AS AT 31 MARCH 2026

(Amounts expressed in Turkish Lira (“TL”) unless otherwise indicated.)

NOTE 2 – BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS
(continued)

2.1 Basis of Presentation (continued)

When the Group has less than a majority of the voting rights of an investee, it has power over the investee when the voting rights are sufficient to give it the practical ability to direct the relevant activities of the investee unilaterally. The Group considers all relevant facts and circumstances in assessing whether or not the Group’s voting rights in an investee are sufficient to the control power, including:

- The comparison of voting rights held by the Group to those held by the other shareholders;
- Potential voting rights held by the Group and other shareholders;
- Rights arising from other contractual arrangements; and
- Any additional facts and circumstances that indicate whether the Group has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders’ meetings.

The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases. Income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated statement of profit or loss from the date the Group gains control until the date when the Group ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income is attributed to the owners of the Company and the non-controlling interests. Total comprehensive income of subsidiaries is attributed to the owners of the Company and the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

The accounting policies of subsidiaries have been changed when necessary to align them with the policies adopted by the Group.

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements.

Changes in the Group’s ownership interests in existing subsidiaries

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the Group's interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the Company.

KORDSA TEKNİK TEKSTİL A.Ş. AND ITS SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
AS AT 31 MARCH 2026

(Amounts expressed in Turkish Lira (“TL”) unless otherwise indicated.)

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

2.1 Basis of Presentation (continued)

Changes in the Group’s ownership interests in existing subsidiaries (continued)

When the Group loses control of a subsidiary, a gain or loss is recognised in profit or loss and is calculated as the difference between (i) the aggregate of the fair value of the consideration received and the fair value of any retained interest and (ii) the previous carrying amount of the assets (including goodwill), and liabilities of the subsidiary and any non-controlling interests. All amounts previously recognised in other comprehensive income in relation to that subsidiary are accounted for as if the Group had directly disposed of the related assets or liabilities of the subsidiary (i.e. reclassified to profit or loss or transferred to another category of equity as specified/permitted by applicable TFRSs). The fair value of any investment retained in the former subsidiary at the date when control is lost is regarded as the fair value on initial recognition for subsequent accounting under TFRS 9 (“Financial Instruments”), when applicable, the cost on initial recognition of an investment in an associate or a joint venture.

2.2 Changes in Accounting Policies, Comparative Information and Restatement of Prior Periods’ Financial Statements

Accounting policies have been consistently applied by the Group in all periods presented in the consolidated financial statements. Significant changes in accounting policies are applied retrospectively and previous period consolidated financial statements are rearranged.

There is no change in accounting policies while preparing the consolidated financial statements as of 31 March 2026.

2.3 Changes in Accounting Estimates and Errors

Changes in the accounting estimates should be accounted for in financial statements prospectively; if the change is related to only one period, it should be accounted at the current year that the change is performed, but if it is related to more than one period it should be accounted at both the current and future periods. There are no significant changes in the accounting estimates for the current period.

2.4 New and Amended Turkish Financial Reporting Standards

a) Amendments that are mandatorily effective from 2026

| | |
|---------------------------------|--|
| Amendments to TFRS 9 and TFRS 7 | <i>Classification and Measurement of Financial Instruments</i> |
| Amendments to TFRS 9 and TFRS 7 | <i>Power Purchase Arrangements</i> |
| Annual Improvements | <i>Annual Improvements to TFRSs – Volume 11</i> |

Amendments to TFRS 9 and TFRS 7 Classification and Measurement of Financial Instruments

The amendments address matters identified during the post-implementation review of the classification and measurement requirements of TFRS 9 *Financial Instruments*. Amendments are effective from annual reporting periods beginning on or after 1 January 2026.

Amendments to TFRS 9 and TFRS 7 Power Purchase Arrangements

The amendments aim at enabling entities to include information in their financial statements that in the IASB’s view more faithfully represents contracts referencing nature-dependent electricity. Amendments are effective from annual reporting periods beginning on or after 1 January 2026.

KORDSA TEKNİK TEKSTİL A.Ş. AND ITS SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
AS AT 31 MARCH 2026

(Amounts expressed in Turkish Lira (“TL”) unless otherwise indicated.)

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

Annual Improvements to TFRSs – Volume 11

The pronouncement comprises the following amendments:

- TFRS 1: Hedge accounting by a first-time adopter
- TFRS 7: Gain or loss on derecognition
- TFRS 7: Disclosure of deferred difference between fair value and transaction price
- TFRS 7: Introduction and credit risk disclosures
- TFRS 9: Lessee derecognition of lease liabilities
- TFRS 9: Transaction price
- TFRS 10: Determination of a ‘de facto agent’
- TAS 7: Cost method

Amendments are effective from annual reporting periods beginning on or after 1 January 2026.

The aforementioned standard, amendments and improvements do not have any significant effect on the Group's consolidated financial position and performance.

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

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

| | |
|-----------------------|--|
| TFRS 17 | <i>Insurance Contracts</i> |
| Amendments to TFRS 17 | <i>Initial Application of TFRS 17 and TFRS 9 – Comparative Information</i> |
| TFRS 18 | <i>Subsidiaries without Public Accountability: Statements</i> |
| TFRS 19 | <i>Subsidiaries without Public Accountability: Disclosures</i> |
| Amendments to TFRS 19 | <i>Subsidiaries without Public Accountability: Disclosures</i> |

TFRS 17 *Insurance Contracts*

TFRS 17 requires insurance liabilities to be measured at a current fulfillment value and provides a more uniform measurement and presentation approach for all insurance contracts. These requirements are designed to achieve the goal of a consistent, principle-based accounting for insurance contracts. TFRS 17 has been deferred for insurance, reinsurance and pension companies for a further year and will replace TFRS 4 *Insurance Contracts* on 1 January 2027.

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

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

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

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

TFRS 18 Presentation and Disclosures in Financial Statements

TFRS 18 includes requirements for all entities applying TFRS for the presentation and disclosure of information in financial statements. This standard is effective from annual reporting periods beginning on or after 1 January 2027.

TFRS 19 Subsidiaries without Public Accountability: Disclosures

TFRS 19 specifies the disclosure requirements an eligible subsidiary is permitted to apply instead of the disclosure requirements in other IFRS Accounting Standards. This standard is effective from annual reporting periods beginning on or after 1 January 2027.

Amendments to TFRS 19 Subsidiaries without Public Accountability: Disclosures

The amendments cover new or amended Turkish Financial Reporting Standards that were not considered when TFRS 19 was first issued. Amendments are effective from annual reporting periods beginning on or after 1 January 2027.

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

NOTE 3 - SEGMENT REPORTING

The reportable geographical segments for segment reporting are as follows:

| a) Segment Assets | 31 March 2026 | 31 December 2025 |
|---|-----------------------|-------------------------|
| North America | 20.406.837.845 | 18.985.215.880 |
| Europe, Middle East and Africa | 12.693.262.601 | 11.552.738.548 |
| Asia | 12.288.834.089 | 11.399.528.869 |
| South America | 3.249.538.531 | 2.930.900.914 |
| Segment Assets (*) | 48.638.473.066 | 44.868.384.211 |
| Unallocated Assets | 5.436.878.550 | 7.358.139.006 |
| Less: Intersegment Eliminations | (2.079.827.470) | (1.933.368.411) |
| Total Assets per Consolidated Financial Statements | 51.995.524.146 | 50.293.154.806 |
| | | |
| b) Segment Liabilities | 31 March 2026 | 31 December 2025 |
| Europe, Middle East and Africa | 24.688.977.088 | 22.556.999.969 |
| North America | 3.741.403.941 | 3.461.795.839 |
| South America | 569.583.983 | 380.036.235 |
| Asia | 1.964.977.538 | 1.659.663.447 |
| Segment Liabilities (**) | 30.964.942.550 | 28.058.495.490 |
| Unallocated Assets | 3.149.089.239 | 2.902.709.106 |
| Less: Intersegment Eliminations | (2.380.644.321) | (2.065.211.042) |
| Total Assets per Consolidated Financial Statements | 31.733.387.468 | 28.895.993.554 |

(*) Segment assets mainly comprised assets regarding operations. Deferred tax assets, time deposits and financial investments have not been associated with segments.

(**) Segment liabilities mainly comprised liabilities regarding operations. Tax liabilities, and other financial liabilities have not been associated with segments.

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NOTE 3 - SEGMENT REPORTING (continued)

b) Segment analysis for the period 1 January – 31 March 2026

| | Europe, Middle East and Africa(**) | North America | South America | Asia | Elimination (*) | Total |
|---------------------------------|--|--------------------|-------------------|--------------------|---------------------|--------------------|
| External Revenue | 3.049.563.702 | 3.485.689.480 | 951.835.631 | 1.268.704.865 | - | 8.755.793.678 |
| Intersegment Revenue | 193.914.682 | 153.688.712 | - | 324.729.504 | (672.332.898) | - |
| Revenue | 3.243.478.384 | 3.639.378.192 | 951.835.631 | 1.593.434.369 | (672.332.898) | 8.755.793.678 |
| Segment Operating Expenses, net | (3.056.267.695) | (3.510.005.155) | (889.506.451) | (1.330.768.143) | 644.288.593 | (8.142.258.851) |
| Segment Operating Results | 187.210.689 | 129.373.037 | 62.329.180 | 262.666.226 | (28.044.305) | 613.534.827 |
| Operating Profit | 187.210.689 | 129.373.037 | 62.239.180 | 262.666.226 | (28.044.305) | 613.534.827 |

c) Segment analysis for the period 1 January – 31 March 2025

| | Europe, Middle East and Africa(**) | North America | South America | Asia | Elimination (*) | Total |
|---------------------------------|--|---------------------|-------------------|--------------------|-------------------|--------------------|
| External revenue | 3.247.702.871 | 2.510.702.201 | 783.732.517 | 1.304.729.271 | - | 7.846.866.860 |
| Intersegment revenue | 168.948.812 | 143.596.170 | - | 191.419.669 | (503.964.651) | - |
| Revenue | 3.416.651.683 | 2.654.298.371 | 783.732.517 | 1.496.148.940 | (503.964.651) | 7.846.866.860 |
| Segment operating expenses, net | (3.375.635.008) | (2.739.939.444) | (708.976.353) | (1.395.880.602) | 541.471.828 | (7.678.959.579) |
| Segment operating results | 41.016.675 | (85.641.073) | 74.756.164 | 100.268.338 | 37.507.177 | 167.907.281 |
| OPERATING PROFIT | 41.016.675 | (85.641.073) | 74.756.164 | 100.268.338 | 37.507.177 | 167.907.281 |

(*) Unallocated consolidation adjustments are included in this line.

(**) Kordsa Teknik Tekstil A.Ş. has been included in Europe, Middle East and Africa Segment.

The reportable geographical segments for segment reporting are as follows:

| | 1 January – 31 March 2026 | 1 January – 31 March 2025 |
|---------------------------------|--------------------------------------|--------------------------------------|
| a) External Revenue | | |
| Industrial Yarn and Cord Fabric | 6.071.638.384 | 5.904.425.404 |
| Advanced Composite Materials | 2.514.261.729 | 1.736.807.539 |
| Other | 169.893.565 | 205.633.917 |
| | 8.755.793.678 | 7.846.866.860 |

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NOTE 4 – CASH AND CASH EQUIVALENTS

The details of cash and cash equivalents as at 31 March 2026 and 31 December 2025 are as follows:

| | 31 March 2026 | 31 December 2025 |
|----------------------|----------------------|-------------------------|
| Cash | 462.389 | 418.428 |
| Bank-Demand Deposits | 3.035.758.080 | 1.498.284.978 |
| Bank-Time Deposits | 480.630.612 | 520.662.901 |
| Other (*) | 1.733.004.465 | 4.496.633.636 |
| | 5.249.855.546 | 6.515.999.943 |

Time deposits have less than 3 months maturity. There are no time deposits denominated in the European Union currency (“Euro”) (31 December 2025: 0.50%), and no time deposits denominated in USD (31 December 2025: 1%). Average annual interest rate for time deposits are 12,46% for BRL (31 December 2025: 12,46%) Bank balances with the related parties are disclosed in Note 19.

(*) Other cash and cash equivalents consist of short-term free liquid funds that the Company bought from Ak Portföy Yönetimi A.Ş. The interest rate of the related fund is 38,44% (31 December 2025: 37,81%). The interest rate for US Dollars %3,18. The interest rate for Euro %2,47.

NOTE 5 – BORROWINGS

| | 31 March 2026 | 31 December 2025 |
|---|-----------------------|-------------------------|
| Short-Term Borrowings | 5.397.393.510 | 5.612.418.891 |
| Short-Term Portion of Long Term Borrowings | 2.626.677.831 | 3.699.890.614 |
| Short Term Lease Liabilities | 176.537.172 | 171.016.199 |
| Total Short-Term Financial Borrowings | 8.200.608.513 | 9.483.325.704 |
| Long-Term Borrowings | 10.472.594.460 | 10.299.123.696 |
| Long-term liabilities arising from lease transactions | 987.144.886 | 968.431.874 |
| Total Long-Term Financial Borrowings | 11.459.739.346 | 11.267.555.570 |
| Total Borrowings | 19.660.347.859 | 20.750.881.274 |

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NOTE 5 – BORROWINGS (continued)

The details of long and short term borrowings as of 31 March 2026 and 31 December 2025 are as follows:

| | 31 March 2026 | | 31 December 2025 | |
|---|---|-----------------------|---|-----------------------|
| | Weighted average effective interest rate % | TL | Weighted average effective interest rate % | TL |
| Short-Term Borrowings | | | | |
| TL Borrowings | 22,38 | 3.735.627.297 | 22,53 | 4.695.409.558 |
| USD Borrowings | 5,91 | 1.509.582.313 | 6,54 | 750.347.963 |
| EUR Borrowings | 2,31 | 152.183.900 | 2,50 | 166.661.370 |
| | | 5.397.393.510 | | 5.612.418.891 |
| Short-Term Portion of Long Term Borrowings | | | | |
| USD Borrowings | 7,43 | 2.223.706.174 | 7,39 | 2.714.778.050 |
| EUR Borrowings | 4,42 | 402.971.657 | 6,66 | 985.112.564 |
| | | 2.626.677.831 | | 3.699.890.614 |
| Total Short-Term Borrowings | | 8.024.071.341 | | 9.312.309.505 |
| Long-Term Borrowings | | | | |
| USD Borrowings | 7,14 | 8.079.933.767 | 7,16 | 7.797.755.556 |
| EUR Borrowings | 5,18 | 2.392.660.693 | 5,05 | 2.501.368.140 |
| Total Long-Term Borrowings | | 10.472.594.460 | | 10.299.123.696 |

As of 31 March 2026 and 31 December 2025, the redemption schedules of the long term-borrowings are summarized below:

| | 31 March 2026 | 31 December 2025 |
|--------------|-----------------------|-------------------------|
| 1 to 2 years | 2.644.808.745 | 2.695.475.888 |
| 2 to 3 years | 2.637.760.443 | 2.559.038.380 |
| 3 to 4 years | 2.599.666.862 | 2.521.658.006 |
| 4 to 5 years | 2.584.547.604 | 2.515.501.312 |
| Over 5 years | 5.810.806 | 7.450.110 |
| | 10.472.594.460 | 10.299.123.696 |

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NOTE 5 – BORROWINGS (continued)

As of 31 March 2026 and 31 December 2025, the redemption schedules of leasing are summarized below:

| | 31 March 2026 | 31 December 2025 |
|--------------|----------------------|-------------------------|
| 1 to 2 years | 215.742.674 | 160.665.662 |
| 2 to 3 years | 77.472.754 | 78.876.897 |
| 3 to 4 years | 74.029.186 | 56.904.752 |
| 4 to 5 years | 62.506.625 | 138.099.739 |
| Over 5 years | 557.393.647 | 533.884.824 |
| | 987.144.886 | 968.431.874 |

The reconciliation of the Group’s obligations arising from its financial activities are as follows:

| | 1 January- 31 March 2026 | 1 January- 31 March 2025 |
|--|-------------------------------------|-------------------------------------|
| 1 January Financial Liabilities | 20.750.881.274 | 18.644.696.583 |
| Proceed from Borrowings | 874.781.385 | 4.820.739.877 |
| Repayment of Borrowings | (3.137.051.540) | (5.381.556.439) |
| Interest Expense Recognized in the Statement of Profit or Loss (Note 17) | 615.466.167 | 492.310.908 |
| Interest Payment | (62.515.913) | (584.382.339) |
| New lease agreements | 47.912.475 | 10.102.141 |
| Lease payments | (38.671.588) | (25.705.113) |
| Currency Translation Differences | 609.545.599 | 1.174.356.169 |
| 31 March Financial Liabilities | 19.660.347.859 | 19.150.561.787 |

NOTE 6 - TRADE RECEIVABLES AND TRADE PAYABLES

| | 31 March 2026 | 31 December 2025 |
|--|----------------------|-------------------------|
| Trade Receivables | | |
| Trade Receivables | 5.747.761.420 | 4.661.664.349 |
| Cheques Received | 10.308.349 | 17.192.846 |
| Due from Related Parties (Note 19) | 318.271.356 | 357.346.133 |
| | 6.076.341.125 | 5.036.203.328 |
| Less: Provision for Doubtful Receivables | (124.686.446) | (129.187.675) |
| Less: Unearned Credit Finance Income | (4.036.247) | 1.377.208 |
| | 5.947.618.432 | 4.908.392.861 |

As at 31 March 2026, the annual interest rates used for the discount of trade receivables and payables are 47,89%, 7,55% and 6,00% for TL, USD and EUR, respectively (2025: 45,34%, 7,62%, and 5,62%). As at 31 March 2026, the average maturity of trade receivables is 64 days and the average maturity of trade payables is 54 days (31 December 2025: 66 days, 50 days respectively).

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NOTE 6 - TRADE RECEIVABLES AND TRADE PAYABLES (continued)

As of 31 March 2026, trade receivables amounting to TL 915.213.767 (31 December 2025: TL 634.685.143) were past due but not impaired. The aging of these receivables as of 31 March 2026 and 31 December 2025 are as follows:

| | 31 March 2026 | 31 December 2025 |
|----------------|----------------------|-------------------------|
| Up to 1 month | 713.462.555 | 381.610.535 |
| 1 to 3 months | 140.222.086 | 195.843.366 |
| 3 to 12 months | 61.529.126 | 57.231.242 |
| | 915.213.767 | 634.685.143 |

As of 31 March 2026, trade receivables amounting to TL 124.686.446 (2025: TL 129.187.669) are overdue and the provision for doubtful receivables has been set aside. As of 31 March 2026 and 31 December 2025, the aging schedule of the related receivables is as follows:

| | 31 March 2026 | 31 December 2025 |
|----------------|----------------------|-------------------------|
| Up to 1 month | 20.087.836 | 4.285.910 |
| 1 to 3 months | 8.928.744 | 7.426.285 |
| 3 to 12 months | 10.121.447 | 21.735.508 |
| 1 to 5 years | 85.548.419 | 95.739.972 |
| | 124.686.446 | 129.187.675 |

Movement schedules of provision for doubtful receivables for the three months periods ended 31 March 2026 and 2025 are as follows:

| | 1 January- 31 March 2025 | 1 January- 31 March 2024 |
|----------------------------------|-------------------------------------|-------------------------------------|
| Balance on 1 January | 129.187.675 | 48.600.401 |
| Additions | - | 14.068.733 |
| Reversals | (9.281.781) | (2.516.611) |
| Currency Translation Differences | 4.780.552 | 4.527.166 |
| Balance on 31 March | 124.686.446 | 64.679.689 |

| | 31 March 2026 | 31 December 2025 |
|--|----------------------|-------------------------|
| Trade Payables | | |
| Trade Payables | 5.007.336.586 | 3.792.123.169 |
| Due to Related Parties (Note 19) | 159.373.585 | 84.814.218 |
| | 5.166.710.171 | 3.876.937.387 |
| Less: Unrealized Credit Finance Expense on Purchases | (56.845.385) | (44.876.634) |
| | 5.109.864.786 | 3.832.060.753 |

NOTE 7 - OTHER RECEIVABLES AND PAYABLES

| Other Short-Term Receivables | 31 March 2026 | 31 December 2025 |
|-------------------------------------|----------------------|-------------------------|
| Taxes and Other Duties (*) | 241.684.312 | 222.723.085 |
| Other | 196.804.220 | 655.048.691 |
| | 438.488.532 | 877.771.776 |

| Other Long-Term Receivables | 31 March 2026 | 31 December 2025 |
|---------------------------------------|----------------------|-------------------------|
| Litigation Guarantee Receivables (**) | 113.604.153 | 101.578.311 |
| Other | 1.672.811 | 5.973.872 |
| | 115.276.964 | 107.552.183 |

(*) Prepaid taxes and other withholding taxes mainly comprise VAT receivables of Kordsa Brazil arising from production incentives related to state regulations.

(**) Litigation guarantee receivables comprise guarantees given to courts by Kordsa Brazil.

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NOTE 7 - OTHER RECEIVABLES AND PAYABLES (continued)

| Other Short Term Payables | 31 March 2026 | 31 December 2025 |
|---|----------------------|-------------------------|
| Other Payables to Related Parties(*) (Notes 19) | 2.137.319.934 | - |
| Taxes and Duties Payable | 347.601.453 | 284.022.490 |
| Other | 57.727.790 | 41.512.061 |
| | 2.542.649.177 | 325.534.551 |

(*) Following the Capital Markets Board’s decision, as announced in its Weekly Bulletin dated March 4, 2026 (No. 2026/12), not to approve the Company’s application for the prospectus regarding the issuance and public offering of shares with a nominal value of TL 289.776.399, and subsequent to the Board’s approval of the increase of the Company’s registered capital ceiling from TL 500.000.000 to TL 10.000.000.000, all capital increase alternatives will be evaluated in the upcoming period. In this context, the capital advance is recorded under “other payables to related parties.

NOTE 8 - INVENTORIES

| | 31 March 2026 | 31 December 2025 |
|----------------------------------|----------------------|-------------------------|
| Raw Materials and Supplies | 3.413.245.226 | 2.796.037.105 |
| Finished Goods | 3.695.083.190 | 3.640.208.607 |
| Semi-Finished Goods | 1.409.703.359 | 1.061.242.130 |
| Spare Parts | 581.566.748 | 564.015.117 |
| Other Inventories | 301.679.404 | 282.712.404 |
| | 9.401.277.927 | 8.344.215.363 |
| Less: Provision for Obsolescence | (555.535.169) | (578.327.041) |
| | 8.845.742.758 | 7.765.888.322 |

Movement schedules for provision for impairment in value as of 31 March 2026 and 2025 are as follows:

| | 1 January- 31 March 2026 | 1 January- 31 March 2025 |
|----------------------------------|-------------------------------------|-------------------------------------|
| Balances at 1 January | 578.327.041 | 457.136.332 |
| Additions | 33.222.770 | 5.986.375 |
| Disposals | (76.403.130) | (2.533.719) |
| Currency Translation Differences | 20.388.488 | 35.215.303 |
| Balanced at 31 March | 555.535.169 | 495.804.291 |

The amount of provision for impairment of inventory is charged to cost of goods sold for the interim periods of 31 March 2026 and 2025.

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NOTE 9 - PROPERTY, PLANT AND EQUIPMENT

The movement of property, plant and equipment for the interim period ended 31 March 2026 is as follows:

| | 1 January 2026 | Additions | Disposals | Transfers | Currency Translation Differences | 31 March 2026 |
|----------------------------------|-----------------------|--------------------|---------------------|--------------------|---|-----------------------|
| Cost | | | | | | |
| Land and Land Improvements | 582.951.589 | - | - | - | 13.919.910 | 596.871.499 |
| Buildings | 4.499.246.422 | - | - | - | 147.239.366 | 4.646.485.788 |
| Machinery and Equipment | 21.820.192.684 | 37.438.075 | (6.207.356) | 10.788.731 | 791.015.585 | 22.653.227.719 |
| Motor Vehicles | 17.867.334 | - | (5.623.037) | - | 696.243 | 12.940.540 |
| Furniture and Fixtures | 977.792.070 | 398.849 | (417.781) | 139.623 | 48.863.358 | 1.026.776.119 |
| Construction in Progress | 1.816.063.963 | 110.153.474 | (23.651.180) | (13.118.999) | 67.444.351 | 1.956.891.609 |
| | 29.714.114.062 | 147.990.398 | (35.899.354) | (2.190.645) | 1.069.178.813 | 30.893.193.274 |
| Accumulated Depreciation: | | | | | | |
| Land Improvements | 138.437.572 | 1.258.530 | - | - | 5.162.994 | 144.859.096 |
| Buildings | 2.575.820.871 | 31.536.421 | - | - | 81.175.976 | 2.688.533.268 |
| Machinery and Equipment | 13.764.138.415 | 253.232.667 | (6.207.356) | - | 501.361.809 | 14.512.525.535 |
| Motor Vehicles | 12.628.288 | 280.034 | (1.401.533) | - | 589.495 | 12.096.284 |
| Furniture and Fixtures | 647.367.373 | 14.558.263 | (238.843) | - | 30.015.371 | 691.702.164 |
| | 17.138.392.519 | 300.865.915 | (7.847.732) | - | 618.305.645 | 18.049.716.347 |
| Net Book Value | 12.575.721.543 | | | | | 12.843.476.927 |

Depreciation and amortization expenses for the current period related to property, plant and equipment, intangible assets and right-of-use assets amounting to TL 341.792.274 (2025: TL 1.293.114.208) have been included in cost of goods sold; TL 16.092.588 (2025: TL 32.389.054) in research and development expenses; TL 117.676.548 (2025: TL 420.750.523) in general administrative expenses; and TL 3.776.642 (2025: TL 11.340.082) in marketing expenses.

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NOTE 9 - PROPERTY, PLANT AND EQUIPMENT (continued)

The movement of property, plant and equipment for the year ended 31 March 2025 is as follows:

| | 1 January 2025 | Additions | Disposals | Transfers | Currency translation differences | 31 March 2025 |
|----------------------------------|-----------------------|--------------------|--------------------|---------------------|---|-----------------------|
| Cost: | | | | | | |
| Land and Land Improvements | 468.700.923 | - | - | - | 33.565.503 | 502.266.426 |
| Buildings | 3.630.266.471 | - | - | 384.994 | 267.867.680 | 3.898.519.145 |
| Machinery and Equipment | 19.589.714.326 | 95.437.509 | (3.003.598) | 56.353.451 | 1.521.923.231 | 21.260.424.919 |
| Motor Vehicles | 16.484.603 | - | - | - | 1.323.223 | 17.807.826 |
| Furniture and Fixtures | 815.460.773 | 1.085.262 | (540.153) | - | 73.473.257 | 889.479.139 |
| Construction in Progress | 1.124.321.198 | 109.960.469 | (1.117.817) | (86.979.989) | 87.234.351 | 1.233.418.212 |
| | 25.644.948.294 | 206.483.240 | (4.661.568) | (30.241.544) | 1.985.387.245 | 27.801.915.667 |
| Accumulated Depreciation: | | | | | | |
| Land Improvements | 109.662.052 | 1.057.446 | - | - | 7.915.581 | 138.437.572 |
| Buildings | 1.979.156.120 | 24.904.587 | - | - | 150.604.328 | 2.575.820.871 |
| Machinery and Equipment | 11.632.872.769 | 194.176.145 | (1.088.180) | - | 922.360.962 | 13.764.138.415 |
| Motor Vehicles | 11.687.385 | 307.217 | - | - | 999.197 | 12.628.288 |
| Furniture and Fixtures | 520.274.663 | 34.360.810 | (345.311) | - | 56.376.809 | 647.367.373 |
| | 14.253.652.989 | 254.806.205 | (1.433.491) | - | 1.138.256.877 | 15.645.282.580 |
| Net Book Value | 11.391.295.305 | | | | | 12.156.633.087 |

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NOTE 10 - RIGHT OF USE ASSETS

| | 1 January 2026 | Addition | Disposals | Transfers | Currency translation differences | 31 March 2026 |
|--------------------------------------|---------------------------|-------------------|--------------------|------------------|---|--------------------------|
| Cost | | | | | | |
| Properties | 1.371.923.982 | 4.957.223 | - | - | 40.637.368 | 1.417.518.573 |
| Vehicles | 120.212.525 | 22.460.784 | (2.237.433) | - | 4.406.748 | 144.842.624 |
| Other | 108.338.631 | 20.494.468 | (262.638) | - | 4.290.380 | 132.860.841 |
| | 1.600.475.138 | 47.912.475 | (2.500.071) | - | 49.334.496 | 1.695.222.038 |
| Accumulated Depreciation: | | | | | | |
| Properties | 487.450.520 | 32.824.988 | - | - | 12.189.574 | 532.465.105 |
| Vehicles | 72.489.585 | 10.443.133 | (2.237.433) | - | 2.189.294 | 82.884.579 |
| Other | 76.656.875 | 6.183.493 | (262.638) | - | 2.765.732 | 85.343.462 |
| | 636.596.980 | 49.451.614 | (2.500.071) | - | 17.144.600 | 700.693.146 |
| Net Book Value | 963.878.158 | | | | | 994.528.892 |

| | 1 January 2025 | Addition | Disposals | Transfers | Currency translation differences | 31 March 2025 |
|----------------------------------|---------------------------|-------------------|------------------|------------------|---|--------------------------|
| Cost | | | | | | |
| Properties | 1.119.777.519 | 1.518.757 | - | - | 84.482.222 | 1.205.778.498 |
| Fixtures | 2.201.161 | - | - | - | 112.793 | 2.313.954 |
| Vehicles | 147.817.689 | 8.255.117 | - | - | 10.823.957 | 166.896.763 |
| Other | 134.074.638 | 328.267 | - | - | 9.501.939 | 143.904.844 |
| | 1.403.871.007 | 10.102.141 | - | - | 104.920.911 | 1.518.894.059 |
| Accumulated Depreciation: | | | | | | |
| Properties | 290.334.293 | 21.638.031 | - | - | 23.059.991 | 335.032.315 |
| Fixtures | - | 54.657 | - | - | 111.508 | 166.165 |
| Vehicles | 100.863.151 | 9.865.962 | - | - | 7.472.110 | 118.201.223 |
| Other | 87.829.192 | 6.663.550 | - | - | 6.501.119 | 100.993.861 |
| | 479.026.636 | 38.222.200 | - | - | 37.144.728 | 554.393.564 |
| Net Book Value | 924.844.371 | | | | | 964.500.495 |

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NOTE 11 – INVESTMENT PROPERTIES

| | 31 March 2026 | 31 March 2025 |
|----------------------------------|----------------------|----------------------|
| Balance on 1 January | 688.322.247 | 587.832.293 |
| Currency Translation Differences | 24.907.396 | 41.409.500 |
| Balance on 31 March | 713.229.643 | 629.241.793 |

As of 31 March 2026, the fair value of the Group’s investment property in PT Indo Kordsa Company in the Asia Pacific Region has been revalued by independent experts who are not related to the Group and have appropriate qualifications and recent experience in the valuation of properties. The estimated fair values of lands owned have been determined by taking reference of the market transaction prices of similar properties. When determining the fair values of the lands the highest value in use has been considered. In the current period, no different valuation methodology is performed. As of 31 March 2025, the fair value hierarchy level of investment properties measured by the revaluation method is 2.

NOTE 12 - COLLATERAL, PLEDGE, MORTGAGE AND SURETIES

Commitments and contingencies, from which the Group management does not anticipate any significant losses or liabilities are summarized below :

| a) Guarantees given | 31 March 2026 | 31 December 2025 |
|--|----------------------|-------------------------|
| Pledges given to banks | 1.030.565.189 | 1.001.749.184 |
| Sureties | - | 596.629.700 |
| Letter of credits | 1.726.923.909 | 1.280.459.419 |
| Letter of guarantees | 4.802.087.059 | 5.667.769.610 |
| Commitments and Others | 128.978 | 172.563 |
| | 7.559.705.135 | 8.546.780.476 |
| b) Guarantees received | 31 March 2026 | 31 December 2025 |
| Letter of guarantees | 48.902.401 | 72.369.508 |
| Cheques and notes received as collateral | 331.350 | 331.350 |
| Letter of credits | 1.254.190 | 1.210.391 |
| | 50.487.941 | 73.911.249 |

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NOTE 12 - COLLATERAL, PLEDGE, MORTGAGE AND SURETIES (continued)

| 31 March 2026 | TL Equivalent | TL | USD | EUR | Thai Baht | Other TL Equivalent |
|--|----------------------|----------------------|-------------------|-------------------|--------------------|----------------------------|
| A.Total amount of CPMSs given on behalf of own legal entity | 7.559.705.135 | 3.945.738.602 | 61.854.580 | 11.941.000 | 138.439.093 | 72.548.352 |
| B. Total amount of CPMSs given on behalf of subsidiaries consolidated in full | - | - | - | - | - | - |
| C. CPMS given for continuation of its economic activities on behalf of third parties | | | | | | |
| D.Total amount of other CPMS | | | | | | |
| i. Total amount of CPMS given on behalf of the majority shareholder | - | - | - | - | - | - |
| ii Total amount of CPMS given on behalf of other Group companies which are not in scope of B and C | - | - | - | - | - | - |
| iii. Total amount of CPMS given on behalf of third parties which are not in scope of clause C | - | - | - | - | - | - |
| | 7.559.705.135 | 3.945.738.602 | 61.854.580 | 11.941.000 | 138.439.093 | 72.548.352 |
| 31 December 2025 | TL Equivalent | TL | USD | EUR | Thai Baht | Other TL Equivalent |
| A.Total of CPMSs given on behalf of own legal personality | 7.950.150.776 | 4.854.241.141 | 56.614.554 | 4.000.000 | 138.470.893 | 281.215.110 |
| B. Total of CPMSs given on behalf of subsidiaries consolidated in full | 596.629.700 | - | 13.900.000 | - | - | - |
| C. CPMS given for continuation of its economic activities on behalf of third parties | | | | | | |
| D.Total amount of other CPMS | | | | | | |
| i. Total amount of CPMS given on behalf of the major shareholder | - | - | - | - | - | - |
| ii Total amount of CPMS given on behalf of other Group companies which are not in scope of B and C | - | - | - | - | - | - |
| iii. Total amount of CPMS given on behalf of third parties which are not in scope of clause C | - | - | - | - | - | - |
| | 8.546.780.476 | 4.854.241.141 | 70.514.554 | 4.000.000 | 138.470.893 | 281.215.110 |

Group equity ratio to other CPMS given by the Group is 0 % as of 31 March 2026 (31 December 2025: 0%).

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NOTE 13 - REVENUE AND COST OF SALES

| | 1 January- 31 March 2026 | 1 January- 31 March 2025 |
|---------------------------|-------------------------------------|-------------------------------------|
| Sales Income (Gross) | 8.862.411.274 | 7.930.974.278 |
| Sales Returns (-) | (25.850.493) | (29.242.264) |
| Sales Discounts (-) | (54.650.380) | (32.875.955) |
| Other Sales Discounts (-) | (26.116.723) | (21.989.199) |
| Sales Income (Net) | 8.755.793.678 | 7.846.866.860 |
| Cost Of Sales (-) | (7.386.867.573) | (6.752.996.243) |
| Gross Profit | 1.368.926.105 | 1.093.870.617 |

NOTE 14 - EXPENSES BY NATURE

| | 1 January- 31 March 2026 | 1 January- 31 March 2025 |
|--|-------------------------------------|-------------------------------------|
| Raw Material and Supply Expenses | 4.670.154.236 | 4.287.857.692 |
| Personnel Expenses | 1.700.209.899 | 1.435.476.915 |
| Energy Expenses | 581.593.568 | 536.727.324 |
| Depreciation and Amortization Expenses | 479.338.052 | 394.462.330 |
| Distribution Expenses | 224.752.490 | 169.984.277 |
| Packaging Expenses | 137.628.794 | 118.643.576 |
| Consultancy Expenses | 71.376.534 | 54.805.214 |
| Idle Mill Expenses | 121.260.920 | 199.275.095 |
| Maintenance Expenses | 13.130.765 | 18.978.570 |
| Other | 598.651.891 | 520.397.881 |
| | 8.598.097.149 | 7.736.608.874 |

NOTE 15 – OTHER OPERATING INCOME AND EXPENSES

| | 1 January- 31 March 2026 | 1 January- 31 March 2025 |
|---|-------------------------------------|-------------------------------------|
| Other Operating Income | | |
| Unearned Finance Income on Credit Sales | 60.247.791 | 86.324.598 |
| Domestic Production Incentive Income (*) | 77.052.770 | 56.894.234 |
| Foreign Exchange Gain/Loss on Trade Receivables/Payables -net | 121.449.828 | 3.817.515 |
| Export Incentive Income | 5.699.647 | 4.364.804 |
| Insurance Claim Income (**) | 222.495.529 | - |
| Other | 32.209.417 | 3.329.540 |
| | 519.154.982 | 154.730.691 |

(*) Domestic production incentive income refers to the Brazilian Subsidiary’s sales tax return income on finished goods produced and sold in its own country.

(**) It had previously been publicly disclosed that, due to the flood incident that occurred at the Company’s Indonesia facility, the Company recognized insurance income amounting to USD 20 Million (TL 842.5 Million in total) in its financial statements for the third quarter of 2025. As a result of ongoing negotiations with the insurance company, the aforementioned insurance income has been revised to USD 25 Million. Accordingly, additional insurance income of USD 5 Million (TL 222.5 Million) has been reflected to the financial statements for the first quarter of 2026. Discussions with the insurance company regarding scrap values, repair and replacement options, and the final compensation amount are ongoing.

| | 1 January- 31 March 2026 | 1 January- 31 March 2025 |
|--------------------------------------|-------------------------------------|-------------------------------------|
| Other Operating Expenses | | |
| Donations | - | 3.622 |
| Finance Expenses on Credit Purchases | 38.903.413 | 51.607.169 |
| Taxes and Duties | 16.233.732 | 12.624.984 |
| Other | 8.179.539 | 32.845.621 |
| | 63.316.684 | 97.081.396 |

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NOTE 16 – INCOME AND EXPENSES FROM INVESTING ACTIVITIES

| Income from Investing Activities | 1 Ocak- 31 March 2026 | 1 Ocak- 31 March 2025 |
|---|----------------------------------|----------------------------------|
| Interest Income | 71.924.866 | 98.354.987 |
| Proceeds From Share Sales (*) | 11.921.996 | - |
| Gain on Sales of Property, Plant, and Equipment | 4.567.172 | 329.355 |
| Other | 2.149.619 | 1.299.505 |
| | 90.563.653 | 99.983.847 |

(*)A Share Transfer Agreement has been executed for the sale and transfer of all shares held by our Company in our affiliate B PREG Kompozit ve Tekstil Mühendislik Danışmanlık Sanayi Ticaret A.Ş.in which we hold a 10% shareholding, to Sabancı Arf İnovasyon ve Ticarileştirme Anonim Şirketi, an existing shareholder of B PREG, in consideration of participation units of Ak Portföy Yönetimi A.Ş. Sabancı Holding Private Equity Fund with a value of EUR 500.000. The participation units have been received in exchange for the share transfers.

| | 1 Ocak- 31 March 2026 | 1 Ocak- 31 March 2025 |
|---|----------------------------------|----------------------------------|
| Loss on Sales of Property, Plant, and Equipment | 4.210.121 | 248.906 |
| Other | 10.446.871 | - |
| | 14.656.992 | 248.906 |

NOTE 17 – FINANCIAL INCOME AND EXPENSES

| Finance Income | 1 January - 31 March 2026 | 1 January- 31 March 2025 |
|-----------------------|--------------------------------------|-------------------------------------|
| Foreign Exchange Gain | 238.212.721 | 284.770.287 |
| Other | - | 2.060.565 |
| | 238.212.721 | 286.830.852 |

| Finance Expenses | 1 January - 31 March 2026 | 1 January- 31 March 2025 |
|----------------------------------|--------------------------------------|-------------------------------------|
| Interest Expenses | 615.466.167 | 492.310.908 |
| Foreign Exchange Losses | 36.771.458 | 161.193.369 |
| Losses on Derivative Instruments | 10.011.051 | 108.686.393 |
| Other | 47.844.015 | 36.801.203 |
| | 710.092.691 | 798.991.873 |

NOTE 18 - TAXATION ON INCOME

Corporate Tax

| | 31 March 2026 | 31 December 2025 |
|--|----------------------|-------------------------|
| Corporate Tax Payable | 122.388.139 | 233.117.736 |
| Less: Prepaid Taxes on Income | (49.323.461) | (278.885.042) |
| Current Tax (Asset)/ Liability, net | 73.064.678 | (45.767.306) |

The Group and its subsidiaries located in Turkey are subject to the tax legislation and practices in force in Turkey. Corporate tax is declared until the evening of the twenty-fifth day of the fourth month following the end of the relevant accounting period and is paid in one installment until the end of the relevant month.

In Turkey, the corporate tax rate is 25% as of 31 March 2026 (31 December 2025: 25%). Tax legislation in Turkey does not allow the Company and its subsidiaries to file consolidated tax returns. Therefore, the tax provision reflected in the financial statements has been calculated on a company-by-company basis.

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NOTE 18 - TAXATION ON INCOME (continued)

Corporate Tax (continued)

According to the Corporate Tax Law, financial losses shown on the declaration can be deducted from the corporate tax base of the period, provided that they do not exceed 5 years. Declarations and related accounting records can be examined by the tax office within five years and tax accounts can be revised. Dividend payments made to resident joint-stock companies in Turkey, to those who are not liable and exempt from corporate tax and income tax, and to real persons and non-resident legal entities in Turkey are subject to 15% income tax.

The corporate tax rate is applied to the net corporate income to be found as a result of adding the expenses that are not accepted as deductible in accordance with the tax laws to the commercial income of the corporations, and deducting the exceptions and deductions in the tax laws.

The taxes on income presented in the consolidated statement of profit or loss for the periods ended 31 March 2026 and 2025 are summarized as follows:

| | 1 January- 31 March 2026 | 1 January- 31 March 2025 |
|--------------------------------------|-------------------------------------|-------------------------------------|
| Current Period Corporate Tax Expense | (122.388.139) | (32.229.197) |
| Deferred Tax Income/(Expense) | 41.866.246 | 1.591.345 |
| | (80.521.893) | (30.637.852) |

Deferred Tax

Tax rates used for deferred tax assets and liabilities calculated on temporary differences that are expected to be realised or settled based on the taxable income under the liability method are mentioned below:

| Country | 31 March 2026 | 31 December 2025 |
|--------------------------|----------------------|-------------------------|
| Turkey | %25 | %25 |
| Egypt | %30 | %30 |
| United States of America | %25 | %25 |
| Brazil | %34 | %34 |
| Indonesia | %22 | %22 |
| Thailand | %20 | %20 |
| Italy | %24 | %24 |

The composition of cumulative temporary differences and the related deferred income tax assets and liabilities in respect of items for which deferred income tax has been provided on 31 March 2026 and 31 December 2025 using the enacted tax rates are as follows:

| | Deferred tax assets/(liabilities) | |
|---|--|-------------------------|
| | 31 March 2026 | 31 December 2025 |
| Derivative Financial Instruments | (8.634.287) | 7.055.778 |
| Tangible and Intangible Assets | (1.575.765.590) | (1.583.907.022) |
| Research and Development | 716.169.875 | 484.914.240 |
| Inventories | (114.219.269) | (36.830.309) |
| Provision for Employment Termination Benefits | 143.840.887 | 94.517.905 |
| Prepaid Expenses | 136.978.956 | 232.827.223 |
| Deductible Financial Losses | 1.201.672.382 | 1.166.335.920 |
| Finance Income | 51.138.722 | 40.284.242 |
| Other, Net | 489.265.840 | 556.358.528 |
| Net Deferred Tax Assets | 1.040.447.516 | 961.556.505 |

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NOTE 18 – TAXATION ON INCOME (continued)

Deferred Tax (continued)

| | 1 January- 31 March 2026 | 1 January- 31 March 2025 |
|--|-------------------------------------|-------------------------------------|
| Balance on 1 January | 961.556.505 | 190.064.378 |
| Current Year Deferred Tax Income/(Expense) – net | 41.866.246 | 1.591.345 |
| Charges to Equity | (22.820.433) | 33.341.096 |
| Currency Translation Differences | 59.845.198 | 24.794.877 |
| Balance on 31 March | 1.040.447.516 | 249.791.696 |

NOTE 19 - RELATED PARTY DISCLOSURES

| Bank Balances: | 31 March 2026 | 31 December 2025 |
|---|----------------------|-------------------------|
| Akbank T.A.Ş. – Time Deposit | - | 1.756.753.903 |
| Akbank T.A.Ş. – Demand Deposit | 159.474.522 | 90.265.925 |
| | 159.474.522 | 1.847.019.828 |
| | 31 March 2026 | 31 December 2025 |
| Akbank T.A.Ş. – Bank Borrowings | 3.183.663.776 | 3.777.603.568 |
| | 3.183.663.776 | 3.777.603.568 |
| | 31 March 2026 | 31 December 2025 |
| Other Cash and Cash Equivalents: | | |
| Ak Portföy Yönetimi A.Ş. | 1.596.059.506 | 2.720.172.011 |
| | 1.596.059.506 | 2.720.172.011 |
| | 31 March 2026 | 31 December 2025 |
| Due from Related Parties: | | |
| Brisa Bridgestone Sabancı Lastik Sanayi ve Tic. A.Ş. (“Brisa”) | 298.067.739 | 344.865.797 |
| Çimsa Çimento Sanayi ve Ticaret A.Ş. (“Çimsa”) | 19.696.527 | 11.053.508 |
| Sabancı Dijital Teknoloji Hizm. A.Ş (“SabancıDx”) | 249.235 | 222.162 |
| Akçansa Çimento Sanayi ve Ticaret A.Ş. (“Akçansa”) | 179.799 | 582.553 |
| Enerjisa Enerji Üretim A.Ş. (“Enerjisa”) | - | 239.529 |
| Diğer | 78.056 | 382.584 |
| | 318.271.356 | 357.346.133 |
| | 31 March 2026 | 31 December 2025 |
| Due to Related Parties: | | |
| Aksigorta A.Ş.(“Aksigorta”) | 69.377.743 | 13.966.644 |
| Sabancı Dijital Teknoloji Hizm. A.Ş. (“SabancıDx”) | 43.698.714 | 4.670.776 |
| Enerjisa Enerji Üretim A.Ş. (“Enerjisa”) | 43.320.020 | 46.778.985 |
| Afyon Çimento Sanayi T.A.Ş. | - | 12.688.374 |
| Akbank T.A.Ş. | 875.321 | 5.137.166 |
| Hacı Ömer Sabancı Holding A.Ş | 600.000 | 868.071 |
| Diğer | 1.501.787 | 704.202 |
| | 159.373.585 | 84.814.218 |

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NOTE 19 - RELATED PARTY DISCLOSURES (continued)

| Other Payables to Related Parties: | 31 March 2026 | 31 March 2025 |
|---|-------------------------------------|-------------------------------------|
| Hacı Ömer Sabancı Holding A.Ş. | 2.137.319.934 | - |
| | 2.137.319.934 | - |
| | 1 January- 31 March 2026 | 1 January- 31 March 2025 |
| Product Sales: | | |
| Brisa Bridgestone Sabancı Lastik | 196.705.034 | 186.326.839 |
| Sanayi ve Tic. A.Ş. (“Brisa”) | 34.637.425 | 7.802.431 |
| Diğer | 231.342.459 | 194.129.270 |
| | 1 January- 31 March 2026 | 1 January- 31 March 2025 |
| Product Received: | | |
| Carrefoursa | 970.805 | 977.106 |
| | 970.805 | 977.106 |
| | 1 January- 31 March 2026 | 1 January- 31 March 2025 |
| Service Received: | | |
| Aksigorta | 145.640.671 | 104.689.640 |
| Enerjisa Enerji Üretim A.Ş. (“Enerjisa”) | 122.935.107 | 120.927.555 |
| SabancıDX | 82.185.725 | 44.134.074 |
| Agesa | 5.945.765 | - |
| Diğer | 3.469.935 | 1.174.903 |
| | 360.177.203 | 270.926.172 |
| | 1 January- 31 March 2026 | 1 January- 31 March 2025 |
| Interest Income: | | |
| Akbank T.A.Ş. | 14.671.031 | 494.065 |
| | 1 January- 31 March 2026 | 1 January- 31 March 2026 |
| Interest Expense: | | |
| Akbank T.A.Ş. | 23.116.158 | 39.657.115 |
| Hacı Ömer Sabancı Holding A.Ş. | 63.969.413 | - |
| | 87.085.571 | - |
| | 1 January- 31 March 2026 | 1 January- 31 March 2025 |
| Foreign Exchange Gains/(Losses), net | | |
| Akbank T.A.Ş. | (17.244.777) | (53.075.278) |
| | 1 January- 31 March 2026 | 1 January- 31 March 2025 |
| Other Income: | | |
| Akbank T.A.Ş. | 246.707 | 206.671 |
| SabancıDX | 790.795 | 753.020 |
| Enerjisa Enerji Üretim A.Ş. (“Enerjisa”) | 225.237 | 115.787 |
| | 1.262.739 | 1.075.478 |

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NOTE 19 - RELATED PARTY DISCLOSURES (continued)

Transactions with key management personnel:

The Group defined its top management as the board of directors, the president (CEO) and vice presidents, and the general managers of the subsidiaries.

Details of the remunerations provided which is consisted of per diem payment, salary and other additional remunerations by the Group for 2026 and 2025 are as follows:

| | 1 January- 31 March 2026 | 1 January- 31 March 2025 |
|------------------------------|-------------------------------------|-------------------------------------|
| Short-Term Employee Benefits | 60.970.552 | 32.158.114 |
| Post-Employment Benefits | 627.476 | 661.798 |
| Other Long-Term Benefits | 195.405 | 82.649 |
| | 61.793.433 | 32.902.561 |

NOTE 20 - INTERESTS IN OTHER ENTITIES

Financial information in respect of each of the Group’s subsidiaries that has material non-controlling interests is set out below:

| 31 March 2026 | | | | |
|------------------------|-------------------------------|------------------------------------|--|------------------------------|
| | | Net Profit/Loss Attributable to | Accumulated Profit/(Loss) Allocated to | Dividends Distributed to |
| | Non-controlling Interest % | Non-controlling Interest | Non-controlling Interests | Non-controlling Interests |
| Subsidiaries | | | | |
| PT Indo Kordsa Tbk (*) | 38,41% | 98.527.503 | 4.107.407.765 | - |
| Other | | 1.877.332 | 153.727.440 | - |
| Total | | 100.404.835 | 4.261.135.205 | - |

| 31 March 2025 | | | | |
|------------------------|-------------------------------|------------------------------------|--|------------------------------|
| | | Net Profit/Loss Attributable to | Accumulated Profit/(Loss) Allocated to | Dividends Distributed to |
| | Non-controlling Interest % | Non-controlling Interest | Non-controlling Interests | Non-controlling Interests |
| Subsidiaries | | | | |
| PT Indo Kordsa Tbk (*) | 38,41% | 51.397.117 | 3.795.901.190 | - |
| Other | | 12.026.935 | 249.111.678 | - |
| Total | | 63.424.052 | 4.045.012.868 | - |

(*) Consists of consolidated financial statements of PT Indo Kordsa Tbk and Thai Indo Kordsa Co., Ltd.

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NOTE 20 - INTERESTS IN OTHER ENTITIES (continued)

After the consolidation adjustments for the mentioned subsidiaries, the summary financial information before elimination transactions is as follows:

Summary statement of financial position:

| | PT Indo Kordsa Tbk | |
|---|---------------------------|-------------------------|
| | 31 March 2026 | 31 December 2025 |
| Cash and Cash Equivalents | 1.601.260.566 | 928.611.046 |
| Other Current Assets | 2.624.524.721 | 2.660.985.312 |
| Non-Current Assets | 8.514.834.382 | 8.258.510.688 |
| Total Assets | 12.770.819.469 | 11.848.107.046 |
| Other Short-Term Liabilities | 1.837.154.643 | 1.485.240.015 |
| Other Long-Term Liabilities | 884.099.913 | 837.912.735 |
| Total Liabilities | 2.721.254.556 | 2.323.152.750 |
| Total Equity | 10.049.564.913 | 9.524.954.296 |
| Total Equity Attributable to Owners of the Company | 9.647.925.228 | 9.132.564.361 |
| Non-Controlling Interest (*) | 401.639.685 | 392.389.935 |

(*) Arises from the consolidation of Thai Indo Kordsa Co., Ltd. under PT Indo Kordsa Tbk.

Summary statement of profit and loss:

| | PT Indo Kordsa Tbk | |
|---------------------------------------|--------------------------------------|--------------------------------------|
| | 1 January – 31 March 2026 | 1 January – 31 March 2025 |
| Revenue | 1.593.434.369 | 1.496.148.940 |
| Cost of Sales | (1.291.642.563) | (1.178.520.659) |
| Depreciation and Amortization Expense | (112.386.092) | (107.430.300) |
| Operating Profit/ (Loss) | 262.650.413 | 100.268.338 |
| Net Financial Income /(Expense) | 32.517.057 | 20.627.046 |
| Profit /(loss) Before Tax | 295.167.470 | 120.895.384 |
| Tax Expenses (-) | (64.457.915) | (25.746.682) |
| Non-Controlling Interests (*) | (16.093.461) | (24.111.870) |
| Profit for the Year | 214.616.094 | 71.036.832 |

(*) Arises from the consolidation of Thai Indo Kordsa Co., Ltd. under PT Indo Kordsa Tbk.

NOTE 21 - NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS

Foreign currency position

Group’s assets and liabilities denominated in foreign currencies at 31 March 2026 and 31 December 2025 are as follows:

| | 31 March 2026 | 31 December 2025 |
|--------------------------------------|------------------------|-------------------------|
| Assets | 2.886.376.634 | 3.445.199.107 |
| Liabilities | (8.305.109.883) | (10.373.553.517) |
| Net Foreign Currency Position | (5.418.733.249) | (6.928.354.410) |

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NOTE 21 - NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (continued)

| 31 March 2026 | Total TL equivalent | TL (*) | Euro (*) | Indonesian Rupiah (‘000) (*) | Other TL equivalent(**) |
|--|------------------------|------------------------|---------------------|---------------------------------|----------------------------|
| Assets: | | | | | |
| Trade Receivables | 1.910.854.225 | 125.651.203 | 27.534.927 | 68.198.323.219 | 203.926.292 |
| Cash and Cash Equivalents | 566.133.987 | 277.696.994 | 4.222.603 | 19.803.344.656 | 21.422.110 |
| Other Monetary Receivables and Assets | 357.647.591 | 222.627.100 | 1.184.076 | 28.174.787.794 | 790.924 |
| Other Non-Monetary Receivables and Assets | - | - | - | - | - |
| Current Assets | 2.834.635.803 | 625.975.297 | 32.941.606 | 116.176.455.669 | 226.139.326 |
| Other Monetary Receivables and Assets | 51.740.831 | 28.754.458 | - | 8.760.685.916 | - |
| Non-Current Assets | 51.740.831 | 28.754.458 | - | 8.760.685.916 | - |
| Total Assets (a) | 2.886.376.634 | 654.729.755 | 32.941.606 | 124.937.141.585 | 226.139.326 |
| Liabilities: | | | | | |
| Trade Payables | 1.028.823.280 | 339.477.657 | 6.880.725 | 73.888.936.195 | 143.429.676 |
| Financial Liabilities | 4.115.314.932 | 3.825.000.000 | 5.555.000 | - | - |
| Other Monetary Payable and Liabilities | 253.304.816 | 181.507.009 | 139.997 | 24.472.893.463 | - |
| Current Liabilities | 5.397.443.028 | 4.345.984.666 | 12.575.722 | 98.361.829.658 | 143.429.676 |
| Financial Liabilities | 2.267.635.978 | - | 44.445.000 | - | - |
| Other Monetary Receivables and Assets | 3.413.372 | - | - | 1.298.582.356 | - |
| Non-Current Liabilities | 2.271.049.350 | - | 44.445.000 | 1.298.582.356 | - |
| Total Liabilities (b) | 7.668.492.378 | 4.345.984.666 | 57.020.722 | 99.660.412.014 | 143.429.676 |
| Off-Balance Sheet Derivative Assets (c) | (636.617.505) | - | (12.500.000) | - | - |
| Off-Balance Sheet Derivative Liabilities (d) | - | - | - | - | - |
| Net Foreign Currency Asset /(Liability) Position (a-b+c-d) | (5.418.733.249) | (3.691.254.911) | (36.579.116) | 25.276.729.571 | 82.709.650 |
| Fair Value of Financial Instruments Used for Foreign Exchange Hedge | (70.566) | - | - | - | - |
| Hedges Amount of Foreign Currency Amount | (636.617.505) | - | (12.500.000) | - | - |

(*) The amounts are denominated in the related currency.

(**) The amounts are in British Pound (GBP), Japanese Yen (JPY), Swiss Franc (CHF), Thailand Baht (THB), Brazilian Real (BRL).

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NOTE 21 - NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (continued)

| 31 December 2025 | Total TL equivalent | TL (*) | Euro (*) | Indonesian Rupiah ('000) (*) | Other TL equivalent(**) |
|--|----------------------------|------------------------|---------------------|---|------------------------------------|
| Assets: | | | | | |
| Trade Receivables | 1.672.399.870 | 110.562.177 | 24.128.501 | 60.376.447.141 | 193.562.767 |
| Cash and Cash Equivalents | 1.412.129.942 | 68.216.954 | 22.378.995 | 28.872.145.604 | 144.467.778 |
| Other Monetary Receivables and Assets | 335.677.611 | 176.787.716 | 1.291.298 | 36.322.902.242 | 734.873 |
| Other Non-Monetary Receivables and Assets | - | - | - | - | - |
| Current Assets | 3.420.207.423 | 355.566.847 | 47.798.794 | 125.571.494.987 | 338.765.418 |
| Non-Current Assets Held for Sale | - | - | - | - | - |
| Other Monetary Receivables and Assets | 24.991.684 | 2.786.964 | - | 8.651.908.110 | - |
| Non-Current Assets | 24.991.684 | 2.786.964 | - | 8.651.908.110 | - |
| Total Assets (a) | 3.445.199.107 | 358.353.811 | 47.798.794 | 134.223.403.097 | 338.765.418 |
| Liabilities: | | | | | |
| Trade Payables | 1.007.876.435 | 333.384.913 | 5.898.985 | 75.510.378.679 | 182.549.664 |
| Financial Liabilities | 5.979.765.526 | 5.265.000.000 | 14.000.000 | - | - |
| Other Monetary Payable and Liabilities | 229.866.422 | 181.609.492 | 139.997 | 15.898.699.169 | - |
| Current Liabilities | 7.217.508.383 | 5.779.994.405 | 20.038.982 | 91.409.077.848 | 182.549.664 |
| Financial Liabilities | 2.518.825.225 | - | 50.000.000 | - | - |
| Other Monetary Receivables and Assets | 3.297.305 | - | - | 1.282.458.396 | - |
| Non-Current Liabilities | 2.522.122.530 | - | 50.000.000 | 1.282.458.396 | - |
| Total Liabilities (b) | 9.739.630.913 | 5.779.994.405 | 70.038.982 | 92.691.536.244 | 182.549.664 |
| Off-Balance Sheet Derivative Assets (c) | (633.922.604) | (720.000.000) | 1.711.763 | - | - |
| Off-Balance Sheet Derivative Liabilities (d) | - | - | - | - | - |
| Net Foreign Currency Asset /(Liability) Position (a-b+c-d) | (6.928.354.410) | (6.141.640.594) | (20.528.425) | 41.531.866.853 | 156.215.754 |
| Fair Value of Financial Instruments Used for Foreign Exchange Hedge | | | | | |
| Hedges Amount of Foreign Currency Amount | 388.596 | - | - | - | - |
| | (633.922.604) | (720.000.000) | 1.711.763 | - | - |

(*) The amounts are denominated in the related currency.

(**) The amounts are in British Pound (GBP), Japanese Yen (JPY), Swiss Franc (CHF), Thailand Baht (THB), Brazilian Real (BRL).

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NOTE 21 - NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (continued)

Foreign currency position (continued)

TL conversion rates of the foreign currencies where the Group operates are as follows:

| Closing Rates | 31 March 2026 | 31 December 2025 |
|--------------------------------|----------------------|-------------------------|
| USD (Buy/Sell) | 44,3961/44,4761 | 42,8457/42,9229 |
| Euro | 50,9294 | 50,2859 |
| Indonesian Rupiah (1000 Units) | 2,6257 | 2,5665 |
| Brazilian Real | 8,5060 | 7,7867 |
| Thai Baht | 1,3520 | 1,3566 |
| Egyptian Pound | 0,8231 | 0,8986 |

| Average Rates | 31 March 2026 | 31 March 2025 |
|--------------------------------|----------------------|----------------------|
| USD | 43,5986 | 36,1297 |
| Euro | 51,0567 | 37,9912 |
| Indonesian Rupiah (1000 Units) | 2,5997 | 2,2206 |
| Brazilian Real | 8,2938 | 6,1816 |
| Thai Baht | 1,3796 | 1,0641 |
| Egyptian Pound | 0,8650 | 0,7172 |

Foreign currency position as of 31 March 2026 and 31 December 2025 regarding the 10% changes in foreign currency rates is depicted in the table below:

| 31 March 2026 | Profit / (Loss) | | Equity | |
|---|---|---|---|---|
| | Appreciation of Foreign Currency | Depreciation of Foreign Currency | Appreciation of Foreign Currency | Depreciation of Foreign Currency |
| Increase/(Decrease) 10% Of TL Parity | | | | |
| TL Net Asset/Liability | (369.125.486) | 369.125.486 | - | - |
| Hedged Portion of TL Amounts(-) | - | - | - | - |
| Net Effect Of TL | (369.125.486) | 369.125.486 | - | - |
| Increase/(Decrease) 10% Of EUR Parity | | | | |
| EUR Net Asset/Liability | (186.295.234) | 186.295.234 | - | - |
| Hedged Portion of EUR Amounts (-) | - | - | - | - |
| Net Effect Of EUR | (186.295.234) | 186.295.234 | - | - |
| Increase/(Decrease) 10% of Other Parities | | | | |
| Other Foreign Currency Net Asset/Liability | 13.547.395 | (13.547.595) | - | - |
| Hedged Portion of Other Foreign Currency Amounts(-) | - | - | - | - |
| Net Effect of Other Foreign Currencies | 13.547.395 | (13.547.595) | - | - |
| | (541.873.325) | 541.873.325 | - | - |

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NOTE 21 - NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (continued)

| 31 December 2025 | Profit / (Loss) | | Equity | |
|---|----------------------------------|----------------------------------|----------------------------------|----------------------------------|
| | Appreciation of Foreign Currency | Depreciation of Foreign Currency | Appreciation of Foreign Currency | Depreciation of Foreign Currency |
| Increase/(Decrease) 10% Of TL Parity | | | | |
| TL Net Asset/Liability | (614.164.039) | 614.164.039 | - | - |
| Hedged Portion of TL Amounts(-) | - | - | - | - |
| Net Effect Of TL | (614.164.039) | 614.164.039 | - | - |
| Increase/(Decrease) 10% Of EUR Parity | | | | |
| EUR Net Asset/Liability | (103.228.890) | 103.228.890 | - | - |
| Hedged Portion of EUR Amounts (-) | - | - | - | - |
| Net Effect Of EUR | (103.228.890) | 103.228.890 | - | - |
| Increase/(Decrease) 10% of Other Parities | | | | |
| Other Foreign Currency Net Asset/Liability | 24.557.487 | (24.557.487) | - | - |
| Hedged Portion of Other Foreign Currency Amounts(-) | - | - | - | - |
| Net Effect of Other Foreign Currencies | 24.557.487 | (24.557.487) | - | - |
| | (692.835.441) | 692.835.441 | - | - |

Export and import balances from Turkey as of 31 March 2026 and 2025 are as follows:

| | 31 March 2026 | | 31 March 2025 | |
|---------------------|----------------------|---------------|----------------------------------|----------------------------------|
| | Original Amount | TL Equivalent | Original Amount | TL Equivalent |
| Euro | 27.266.152 | 1.388.648.762 | 45.752.293 | 1.738.183.087 |
| USD | 18.465.338 | 805.062.907 | 18.526.238 | 669.347.421 |
| Other | 22.161 | 22.161 | - | - |
| Total export | 2.193.733.830 | | 2.407.530.508 | |
| | | | 1 January - 31 March 2026 | 1 January - 31 March 2025 |
| Total import | | | 1.485.313.960 | 1.388.146.624 |

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NOTE 22 – NON-CURRENT ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS

According to The Group’s Board of Management, decision numbered 2015/29 dated 31 December 2016, shares belonging to company partners, Nile Kordsa Company for Industrial Fabrics S.A.E. 51% of rates, would be classified as “Non-current Assets Held for Sale” in the balance sheet as of 31 December 2016. Hence, in the preparation of the consolidated financial statements as of 31 March 2026 and 31 December 2025, Nile Kordsa Company for Industrial Fabrics S.A.E. financials, non-current assets classified as held for sale in the statement of financial position (31 March 2026: None, 31 December 2025: None) and liabilities related to asset groups classified as held for sale (31 March 2026: 59.207.316 TL, 31 December 2025: 46.353.055 TL).

Between the dates of 1 January- 31 March 2026 and 1 January- 31 March 2025, the operating results of Nile Kordsa are given below:

NILE KORDSA

| | 1 January- 31 March 2026 | 1 January- 31 March 2025 |
|--|-------------------------------------|-------------------------------------|
| GROSS PROFIT | | |
| Revenue | - | - |
| Cost of sales (-) | - | - |
| OPERATING PROFIT | | |
| General administrative expenses (-) | - | - |
| Marketing expenses (-) | - | - |
| Research and development expenses (-) | - | - |
| Other income from operating activities | - | - |
| Other expenses from operating activities (-) (*) | (54.498) | (68.030) |
| OPERATING PROFIT/LOSS | (54.498) | (68.030) |
| Gain from investing activities | - | - |
| Loss from investing activities (-) | - | - |
| PROFIT/LOSS BEFORE TAX FROM CONTINUING OPERATIONS | (54.498) | (68.030) |
| Finance income | - | - |
| Finance expenses (-) | - | - |
| TAX EXPENSE/INCOME FROM CONTINUING OPERATIONS | (54.498) | (68.030) |
| Current tax expense | - | - |
| Deferred tax benefit | - | - |
| PROFIT/ LOSS FOR THE PERIOD | (54.498) | (68.030) |

(*) Provisions recognized for the net assets related to Nile Kordsa in the consolidated financial statements.

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NOTE 22 – NON-CURRENT ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (continued)

In the preparation of the consolidated financial statements as of 31 March 2026 and 31 March 2025, the financial statements of Kordsa Advanced Materials GmbH have been classified in the statement of financial position as non-current assets held for sale (31 March 2026: TL 3.028.742, 31 December 2025: 2.741.462) and liabilities directly associated with assets held for sale (31 March 2026: TL 8.901.135, 31 December 2025: 15.718.974).

The results of operations of Kordsa Advanced Materials GmbH for the periods between 1 January – 31 March 2026 and 1 January – 31 March 2025 are presented below.

| | 1 January- 31 March 2026 | 1 January- 31 March 2025 |
|--|-----------------------------|-----------------------------|
| GROSS PROFIT | | |
| Revenue | - | - |
| Cost of sales (-) | - | - |
| OPERATING PROFIT | - | - |
| General administrative expenses (-) | - | - |
| Marketing expenses (-) | - | - |
| Research and development expenses (-) | - | - |
| Other income from operating activities | - | - |
| Other expenses from operating activities (-) (*) | (3.547.808) | - |
| OPERATING PROFIT/LOSS | (3.547.808) | - |
| Gain from investing activities | - | - |
| Loss from investing activities (-) | - | - |
| PROFIT/LOSS BEFORE TAX FROM CONTINUING OPERATIONS | (3.547.808) | - |
| Finance income | - | - |
| Finance expenses (-) | - | - |
| TAX EXPENSE/INCOME FROM CONTINUING OPERATIONS | (3.547.808) | - |
| Current tax expense | - | - |
| Deferred tax benefit | - | - |
| PROFIT/ LOSS FOR THE PERIOD | (3.547.808) | - |

NOTE 23 – EVENTS AFTER THE REPORTING PERIOD

None.