

**(CONVENIENCE TRANSLATION OF FINANCIAL  
STATEMENTS ORIGINALLY ISSUED IN TURKISH)**

**ARÇELİK ANONİM ŞİRKETİ**

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE INTERIM PERIOD TOGETHER WITH INDEPENDENT AUDITORS  
JANUARY 1 – JUNE 30, 2025**

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

**Report on Review of Interim Condensed Consolidated Financial Statements**

**To the Board of Directors of Arçelik Anonim Şirketi**

**Introduction**

We have reviewed the accompanying interim condensed consolidated statement of financial position of Arçelik Anonim Şirketi and its subsidiaries (the Group) as of June 30, 2025 and the interim condensed consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and the consolidated statement of cash flows for the six-month period then ended, and explanatory notes. Group management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with Turkish Accounting Standard 34, Interim Financial Reporting (TAS 34). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

**Scope of Review**

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

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with TAS 34.

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

Mehmet Can Altıntaş, SMMM  
Partner

July 25, 2025  
İstanbul, Türkiye

# ARÇELİK ANONİM ŞİRKETİ

CONTENTS	PAGES
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION .....	1-3
CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS .....	4
CONDENSED CONSOLIDATED STATEMENTS OF OTHER COMPREHENSIVE INCOME .....	5
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY ...	6
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS .....	7
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS .....	8-60
NOTE 1 - GROUP'S ORGANISATION AND NATURE OF OPERATIONS .....	8
NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS .....	11
NOTE 3 – BUSINESS COMBINATION .....	22
NOTE 4 - SEGMENT REPORTING .....	22
NOTE 5 - CASH AND CASH EQUIVALENTS .....	24
NOTE 6 - FINANCIAL INVESTMENTS .....	24
NOTE 7 - BORROWINGS .....	25
NOTE 8 - DERIVATIVE INSTRUMENTS .....	31
NOTE 9- TRADE RECEIVABLES AND PAYABLES .....	32
NOTE 10 - OTHER PAYABLES .....	33
NOTE 11 - INVENTORIES .....	33
NOTE 12 - INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD .....	33
NOTE 13 - PROPERTY, PLANT AND EQUIPMENT .....	34
NOTE 14 - OTHER INTANGIBLE ASSETS .....	35
NOTE 15 –ASSETS HELD FOR SALE .....	35
NOTE 16 - COMMITMENTS, CONTINGENT ASSETS AND LIABILITIES .....	36
NOTE 17 - OTHER PROVISIONS .....	37
NOTE 18 - PREPAID EXPENSES .....	37
NOTE 19 - CURRENT INCOME TAX ASSETS .....	37
NOTE 20 - EMPLOYEE BENEFIT OBLIGATIONS .....	38
NOTE 21 - OTHER ASSETS AND LIABILITIES .....	38
NOTE 22 - EQUITY .....	38
NOTE 23 - OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES .....	41
NOTE 24 - INCOME AND EXPENSES FROM INVESTMENT ACTIVITIES .....	42
NOTE 25 - FINANCIAL INCOME .....	42
NOTE 26 - FINANCIAL EXPENSES .....	43
NOTE 27 – EXPLANATIONS REGARDING NET MONETARY POSITION GAINS/(LOSES) .....	44
NOTE 28 – TAX ASSETS AND LIABILITIES .....	45
NOTE 29 - EARNINGS PER SHARE .....	47
NOTE 30 - RELATED PARTY DISCLOSURES .....	48
NOTE 31 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT .....	50
NOTE 32 - FINANCIAL INSTRUMENTS .....	58
NOTE 33 - SUPPLEMENTARY CASH FLOW INFORMATION .....	60
NOTE 34 - EVENTS AFTER BALANCE SHEET DATE .....	60

ARÇELİK ANONİM ŞİRKETİ

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS OF JUNE 30, 2025, AND DECEMBER 31, 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated.)

		Reviewed	Audited
	Notes	June 30, 2025	December 31, 2024
<b>ASSETS</b>			
<b>Current assets:</b>			
Cash and cash equivalents	5	60,075,144	59,288,814
Trade receivables			
-Due from related parties	30	1,801,090	752,501
-Trade receivables, third parties	9	129,242,952	107,669,038
Other receivables			
-Other receivables, related parties		146,194	46,633
-Other receivables, third parties		788,257	1,143,986
Derivative instruments	8	721,667	477,646
Inventories	11	92,582,139	83,682,532
Prepaid expenses	18	6,301,221	5,633,214
Current income tax assets	19	2,130,275	2,155,529
Other current assets	21	5,840,989	6,877,278
<b>Subtotal</b>		<b>299,629,928</b>	<b>267,727,171</b>
Assets held for sale	15	3,491,048	-
<b>Total current assets</b>		<b>303,120,976</b>	<b>267,727,171</b>
<b>Non-current assets:</b>			
Financial investments	6	256,441	274,113
Trade receivables			
-Trade receivables, third parties	9	308,470	40,660
Derivative instruments	8	-	40,663
Investments accounted for using the equity method	12	3,154,249	2,913,755
Property, plant and equipment	13	105,490,742	105,958,368
Intangible assets			
-Goodwill		9,758,326	9,972,002
-Other intangible assets	14	43,731,868	42,368,454
Prepaid expenses	18	5,097,539	6,430,966
Deferred tax assets	28	30,815,462	26,869,067
Other non-current assets		1,077,924	1,447,369
<b>Total non-current assets</b>		<b>199,691,021</b>	<b>196,315,417</b>
<b>Total assets</b>		<b>502,811,997</b>	<b>464,042,588</b>

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

ARÇELİK ANONİM ŞİRKETİ

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS OF JUNE 30, 2025, AND DECEMBER 31, 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

		Reviewed	Audited
	Notes	June 30, 2025	December 31, 2024
<b>LIABILITIES</b>			
<b>Current liabilities:</b>			
Short-term borrowings	7	84,931,362	59,944,956
Short-term portion of long-term borrowings	7	45,093,149	12,704,147
Trade payables			
-Due to related parties	30	9,357,003	6,566,135
-Trade payables, third parties	9	113,655,811	112,895,833
Derivative instruments	8	1,166,665	381,618
Employee benefit obligations	20	16,761,730	19,964,404
Other payables			
-Other payables, related parties		2,236	1,405
-Other payables, third parties	10	8,952,094	6,801,871
Current income tax liabilities	28	104,134	320,369
Provisions			
-Other provisions	17	12,954,161	15,836,945
Other current liabilities	21	22,751,144	22,708,713
<b>Total current liabilities</b>		<b>315,729,489</b>	<b>258,126,396</b>
<b>Non-current liabilities:</b>			
Long-term borrowings	7	75,109,665	88,411,168
Provisions			
-Provision for employee benefits		9,948,353	8,660,702
-Other provisions	17	4,302,207	3,396,030
Derivative instruments	8	2,140,664	-
Trade payables, third parties	9	35,739	-
Deferred tax liabilities	28	5,913,289	5,463,912
Other non-current liabilities	21	14,421,307	12,404,744
<b>Total non-current liabilities</b>		<b>111,871,224</b>	<b>118,336,556</b>
<b>Total liabilities</b>		<b>427,600,713</b>	<b>376,462,952</b>

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

(CONVENIENCE TRANSLATION INTO ENGLISH OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

ARÇELİK ANONİM ŞİRKETİ

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS OF JUNE 30, 2025, AND DECEMBER 31, 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

		Reviewed	Audited
	Notes	June 30, 2025	December 31, 2024
<b>EQUITY</b>			
Paid-in capital	22	675,728	675,728
Adjustment to share capital	22	26,797,573	26,797,573
Treasury shares	22	(13,210,964)	(13,443,818)
Other accumulated comprehensive income and expense not to be reclassified to profit or loss			
Gains/ losses on revaluation and remeasurement			
-Gain/loss arising from defined benefit plans		(5,821,733)	(4,740,728)
Other accumulated comprehensive income and expense to be reclassified to profit or loss			
Currency translation differences		13,360,478	13,445,419
Gains/(losses) from financial assets measured at fair value through other comprehensive income		3,472	3,960
Gains/ losses on hedge			
-Gains/ losses on hedges of net investment in foreign operations		(22,097,570)	(17,342,724)
-Gains/ losses on cash flow hedges		(4,433,483)	(90,273)
Restricted reserves	22	21,044,808	21,277,662
Retained earnings		56,738,660	49,817,313
Net income for the period		(4,074,613)	1,970,718
Equity holders of the parent		68,982,356	78,370,830
Non-controlling interest		6,228,928	9,208,806
<b>Total equity</b>		<b>75,211,284</b>	<b>87,579,636</b>
<b>Total liabilities and equity</b>		<b>502,811,997</b>	<b>464,042,588</b>

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

(CONVENIENCE TRANSLATION INTO ENGLISH OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

ARÇELİK ANONİM ŞİRKETİ

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS  
FOR THE PERIOD ENDED JUNE 30, 2025, AND 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

		Reviewed	Reviewed		
	Notes	January 1- June 30, 2025	January 1- June 30, 2024	April 1- June 30, 2025	April 1- June 30, 2024
Net sales	4	237,035,579	242,984,171	121,363,552	137,188,323
Cost of sales		(169,409,582)	(173,614,379)	(86,891,079)	(99,216,716)
<b>Gross profit</b>	<b>4</b>	<b>67,625,997</b>	<b>69,369,792</b>	<b>34,472,473</b>	<b>37,971,607</b>
General administrative expenses		(15,409,690)	(14,055,716)	(7,412,294)	(7,770,119)
Marketing expenses		(46,469,741)	(47,183,286)	(23,752,062)	(27,583,413)
Research and development expenses		(2,976,322)	(2,422,301)	(1,601,171)	(1,526,006)
Other income from operating activities	23	11,241,550	26,952,439	4,184,321	22,125,872
Other expenses from operating activities	23	(8,715,380)	(8,604,523)	(3,250,239)	(3,208,952)
<b>Operating profit</b>		<b>5,296,414</b>	<b>24,056,405</b>	<b>2,641,028</b>	<b>20,008,989</b>
Income from investment activities	24	68,740	1,368,934	36,318	1,331,257
Expenses from investment activities	24	(13,761)	(174,555)	(8,570)	(137,258)
Share of profit/loss of investments accounted for using the equity method	12	(69,251)	(313,433)	40,258	(164,873)
<b>Operating income before financial income</b>		<b>5,282,142</b>	<b>24,937,351</b>	<b>2,709,034</b>	<b>21,038,115</b>
Financial income	25	8,201,812	13,816,537	4,832,360	4,326,017
Financial expenses	26	(24,804,860)	(26,268,713)	(13,249,049)	(10,009,110)
Net monetary position gains	27	8,035,802	10,175,456	3,432,843	3,438,331
<b>Profit/(loss) from continuing operations before tax</b>		<b>(3,285,104)</b>	<b>22,660,631</b>	<b>(2,274,812)</b>	<b>18,793,353</b>
<b>Tax income/(expense), continuing operations</b>					
- Taxes on expense	28	(1,048,368)	(1,956,269)	(146,617)	(372,035)
- Deferred tax income/(expense)	28	(689,595)	1,876,628	(532,834)	1,378,905
<b>Net income/(loss)</b>		<b>(5,023,067)</b>	<b>22,580,990</b>	<b>(2,954,263)</b>	<b>19,800,223</b>
<b>Attributable to</b>					
Non-controlling interest		(948,454)	(293,710)	(618,242)	(503,519)
<b>Equity holders of the parent</b>	<b>29</b>	<b>(4,074,613)</b>	<b>22,874,700</b>	<b>(2,336,021)</b>	<b>20,303,742</b>
<b>Earnings/(loss) per share (kurus)</b>	<b>29</b>	<b>(6.714)</b>	<b>37.694</b>	<b>(3.849)</b>	<b>33,457</b>

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

ARÇELİK ANONİM ŞİRKETİ

CONDENSED CONSOLIDATED STATEMENTS OF OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED JUNE 30, 2025 AND 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

	Reviewed January 1- June 30, 2025	Reviewed January 1- June 30, 2024	April 1- June 30, 2025	April 1- June 30, 2024
Net income/(loss)	(5,023,067)	22,580,990	(2,954,263)	19,800,223
Other comprehensive income				
Not to be reclassified to profit or loss	(1,395,182)	873,291	(1,589,490)	657,415
Gain/(loss) arising from defined benefit plans	(1,392,798)	879,076	(1,600,054)	667,503
Share of other comprehensive income of investments accounted for using equity method that will not be reclassified to profit or loss	(2,384)	(5,785)	10,564	(10,088)
Not to be reclassified to profit or loss, tax effect	314,177	(236,103)	348,899	(183,951)
Gain/(loss) arising from defined benefit plans, tax effect	314,177	(236,103)	348,899	(183,951)
To be reclassified to profit or loss	(8,717,551)	(10,849,594)	(5,465,439)	(4,959,077)
Currency translation differences	1,392,780	(10,025,606)	770,864	(4,704,047)
Other comprehensive expense related with hedges of net investments in foreign operations	(6,339,793)	(1,662,428)	(3,110,124)	(552,529)
Other comprehensive income related with cash flow hedge				
Share of other comprehensive income of investments accounted for using the equity method that will be reclassified to profit or loss	(3,709,681)	656,519	(3,121,082)	293,995
-Currency translation differences of investments accounted for using the equity method	(60,369)	207,628	(4,888)	3,649
-Gain from cash flow hedges of investments accounted for using equity method	(60,476)	207,628	(4,995)	3,649
-Gain from cash flow hedges of investments accounted for using equity method	107	-	107	-
Other losses not to be reclassified to profit or loss	(488)	(25,707)	(209)	(145)
To be reclassified to profit or loss, tax effect	2,514,481	252,158	1,560,258	64,571
Other comprehensive income related with hedges of net investments in foreign operations, tax effect	1,584,947	415,607	777,530	138,125
Other comprehensive income related with cash flow hedge, tax effect	929,534	(164,129)	782,728	(73,497)
Tax effect other comprehensive expense on financial assets at fair value through other comprehensive income	-	680	-	(57)
Other comprehensive loss (net of tax)	(7,284,075)	(9,960,248)	(5,145,772)	(4,421,042)
Total comprehensive expense	(12,307,142)	12,620,742	(8,100,035)	15,379,181
Attributable to:				
Non-controlling interest	(681,818)	514,763	(446,414)	77,403
Equity holders of the parent	(11,625,324)	12,105,979	(7,653,621)	15,301,778

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

**ARÇELİK ANONİM ŞİRKETİ****CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY  
FOR THE PERIOD ENDED JUNE 30, 2025, AND 2024**

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

	Paid-in capital	Adjustment to share capital	Treasury shares	Other comprehensive income not to be reclassified under profit and loss	Other comprehensive income to be reclassified under profit and loss			Retained earnings					Equity holders of the parent	Non-controlling interest	Total equity
				Gain/(loss) arising from defined benefit plans	Gains/ losses on financial assets measured at fair value throughout comprehensive income	Gains/losses on hedge	Currency translation differences	Restricted reserves	Retained earnings	Net income/(loss)					
<b>Balance at January 1, 2024- Previously reported</b>	675,728	26,797,573	(13,443,818)	(3,931,679)	27,434	(16,632,779)	42,582,406	21,277,662	32,213,455	-	89,565,982	10,769,896	100,335,878		
Restatement effect (Note 2.1)	-	-	-	-	-	-	(12,391,729)	-	17,603,858	-	5,212,129	(5,212,129)	-		
<b>Balance at January 1, 2024- Restated</b>	675,728	26,797,573	(13,443,818)	(3,931,679)	27,434	(16,632,779)	30,190,677	21,277,662	49,817,313	-	94,778,111	5,557,767	100,335,878		
Transfers	-	-	-	-	-	-	-	-	-	-	-	-	-		
<b>Total comprehensive income(loss)</b>	-	-	-	637,188	(25,027)	(754,431)	(10,626,451)	-	-	22,874,700	12,105,979	514,763	12,620,742		
Net income/(loss)	-	-	-	-	-	-	-	-	-	22,874,700	22,874,700	(293,710)	22,580,990		
<b>Other comprehensive income/(loss)</b>	-	-	-	637,188	(25,027)	(754,431)	(10,626,451)	-	-	-	(10,768,721)	808,473	(9,960,248)		
Dividends	-	-	-	-	-	-	-	-	-	-	-	(800,047)	(800,047)		
Transactions with non-controlling shares	-	-	-	-	-	-	-	-	-	-	-	5,632,546	5,632,546		
Acquisition of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	5,909,301	5,909,301		
<b>As of June 30, 2024</b>	675,728	26,797,573	(13,443,818)	(3,294,491)	2,407	(17,387,210)	19,564,226	21,277,662	49,817,313	22,874,700	106,884,090	16,814,330	123,698,420		
<b>Balance at January 1, 2025</b>	675,728	26,797,573	(13,443,818)	(4,740,728)	3,960	(17,432,997)	13,445,419	21,277,662	49,817,313	1,970,718	78,370,830	9,208,806	87,579,636		
Transfers	-	-	-	-	-	(1,563,170)	(1,150,609)	-	6,775,153	(1,970,718)	2,090,656	(2,090,656)	-		
<b>Total comprehensive income(loss)</b>	-	-	-	(1,081,005)	(488)	(7,534,886)	1,065,668	-	-	(4,074,613)	(11,625,324)	(681,818)	(12,307,142)		
Net income/(loss)	-	-	-	-	-	-	-	-	-	(4,074,613)	(4,074,613)	(948,454)	(5,023,067)		
<b>Other comprehensive income(loss)</b>	-	-	-	(1,081,005)	(488)	(7,534,886)	1,065,668	-	-	-	(7,550,711)	266,636	(7,284,075)		
Dividends	-	-	-	-	-	-	-	-	-	-	-	(207,404)	(207,404)		
Increase/(decrease) arising from the sale of treasury shares	-	-	232,854	-	-	-	-	(232,854)	146,194	-	146,194	-	146,194		
<b>As of June 30, 2025</b>	675,728	26,797,573	(13,210,964)	(5,821,733)	3,472	(26,531,053)	13,360,478	21,044,808	56,738,660	(4,074,613)	68,982,356	6,228,928	75,211,284		

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

(CONVENIENCE TRANSLATION INTO ENGLISH OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

ARÇELİK ANONİM ŞİRKETİ

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE PERIOD ENDED JUNE 30, 2025, AND 2024

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

		Reviewed	
		January 1- June 30, 2025	January 1- June 30, 2024
Notes			
<b>Cash flows from operating activities:</b>			
<b>Net income/(loss):</b>		<b>(5,023,067)</b>	<b>22,580,990</b>
<i>Adjustments to reconcile net cash provided from operating activities to net income after taxes</i>			
Adjustments for depreciation and amortisation expense	13,14	10,371,909	8,960,083
Adjustments for impairment loss	33	252,943	(192,968)
Adjustments for provisions	33	4,612,756	3,922,901
Adjustments for interest income	25	(1,376,620)	(1,977,754)
Adjustments for interest expense	26	10,493,919	6,580,981
Adjustments for income arised from government grants	23	(277,515)	(253,715)
Adjustments for unrealised foreign exchange losses (gains)		3,694,548	3,063,728
Adjustments for fair value losses on derivative financial instruments	25,26	1,754,051	3,224,539
Adjustments for undistributed profits of investments accounted for using equity method	12	69,251	313,433
Adjustments for tax expense/income	28	1,737,963	79,641
Adjustments for losses (gains) on disposal of non-current assets	24	(27,167)	142,738
Adjustment for bargained acquisition profit		-	(19,861,446)
Other adjustments to reconcile profit	25,26	1,455,222	688,370
Adjustments for dividend (income)	24	(383)	(2,708)
Adjustments for contingent liabilities	24,26	291,845	(968,154)
Adjustments related to losses (gains) arising from the disposal of subsidiaries, joint ventures, and financial investments or changes in their shares	24	(27,429)	(23,912)
Adjustment for monetary gain/(loss)		(10,533,953)	(18,658,235)
<b>Adjustments regarding net profit reconciliation for the period</b>		<b>17,468,273</b>	<b>7,618,512</b>
<b>Changes in operating assets and liabilities:</b>			
Adjustments for decrease (increase) in trade receivables		(22,926,724)	2,046,229
Adjustments for decrease (increase) in inventories		(9,070,818)	513,475
Decrease (increase) in prepaid expenses		(668,007)	(3,319,981)
Adjustments for increase (decrease) in trade payables		3,016,804	(2,794,396)
Increase (decrease) in employee benefit liabilities		(1,628,155)	(3,415,740)
Adjustments for increase (decrease) in other operating payables		2,114,606	(1,807,533)
Increase (decrease) in government grants and assistance		180,920	46,138
Other adjustments for other increase (decrease) in working capital		(1,566,921)	455,561
Income taxes refund (paid)		(440,326)	(499,225)
Other cash outflows	20	(3,282,547)	-
<b>Cash flows from operating activities</b>		<b>(16,802,895)</b>	<b>(1,156,960)</b>
<b>Investing activities:</b>			
Cash outflows from accusations/payments to gain control of subsidiaries		-	10,519,338
Cash inflows from disposals resulting in loss of control of subsidiaries		11,137	-
Cash outflows due to share acquisition or capital increase in affiliates and / or joint ventures	12	(466,679)	(613,941)
Cash outflows from purchases of property, plant and equipment and intangible assets		(7,146,971)	(11,063,214)
Cash inflows from sale of property, plant and equipment and intangible assets		114,978	80,454
Dividends received	12,24	119,497	64,226
Cash outflows due to sale of shares in associates or joint ventures or capital reduction	6,24	(6,584)	(12,157)
Cash inflows from the disposal of equity or debt instruments of other entities or funds	6	-	26,350
<b>Cash flows from investing activities</b>		<b>(7,374,622)</b>	<b>(998,944)</b>
<b>Financing activities:</b>			
Proceeds from borrowings	7	96,650,869	77,038,045
Repayments of borrowings	7	(68,702,660)	(74,477,513)
Bonds issued	7	13,034,331	8,839,091
Payments of lease liabilities	7	(2,831,714)	(2,265,650)
Dividends paid		(207,404)	(800,047)
Cash inflows from derivative instruments (net)		(2,741,272)	(1,936,968)
Cash inflows from the sale of treasury shares	22	146,194	-
Interest paid		(9,794,051)	(6,588,907)
Interest received		1,236,880	1,942,557
Other outflows of cash	25,26	(1,455,222)	(688,370)
<b>Cash flows from financing activities</b>		<b>25,335,951</b>	<b>1,062,238</b>
<b>Inflation impact on cash and cash equivalents</b>			
<b>Net increase/(decrease) in cash and cash equivalents before currency translation differences</b>		<b>(3,373,757)</b>	<b>(8,382,545)</b>
Effect of currency translation differences		2,861,913	(11,630,891)
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>646,590</b>	<b>(21,107,102)</b>
<b>Cash and cash equivalents at January 1</b>	5	<b>59,196,396</b>	<b>82,165,313</b>
<b>Cash and cash equivalents at June 30</b>	5	<b>59,842,986</b>	<b>61,058,211</b>

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

## ARÇELİK ANONİM ŞİRKETİ

### NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

#### NOTE 1 - GROUP’S ORGANISATION AND NATURE OF OPERATIONS

Arçelik Anonim Şirketi (“Arçelik” or “the Company”) and its subsidiaries (collectively, “the Group”) undertake all commercial and industrial activities in respect of the production, sales and marketing, customer services after sales, exportation and importation of consumer durable goods and consumer electronics. The Group operates forty manufacturing plants in Turkey, Romania, Russia, China, Republic of South Africa, Poland, Slovakia, Italy, Thailand, Pakistan, India, Bangladesh and Egypt. The Company is controlled by Koç Holding A.Ş., the parent company, Koç Family and the companies owned by Koç Family (Note 22). The Company’s head office is located at: Karaağaç Caddesi No: 2-6 Söğütözü 34445 Beyoğlu İstanbul / Turkey.

The Company is registered to the Capital Markets Board (“CMB”) and its shares have been quoted on the Borsa İstanbul (“BIST”) since 1986. As of June 30, 2025, the publicly listed shares are 25.15% of the total shares. (December 31, 2024: 25.15%) (Includes treasury shares of 10.00% as of June 30, 2025, and December 31, 2024: 10.19%)

The average number of personnel employed by categories in the Group is 13,183 monthly paid (1 January - 30 June 2024: 12,351) and 38,466 hourly paid (1 January - 30 June 2024: 36,823) totaling to 51,650 (1 January - 30 June 2024: 49,174).

Subsidiaries and branches	Country of incorporation	Core business	Nature of business
<i>Continuing operations as of balance sheet date:</i>			
Arcelik Hitachi Home Appliances B.V. (Arçelik Hitachi)	Netherlands	Investment	Holding
Arcelik Hitachi Home Appliances IBC Co. Ltd.	Thailand	Service	Service
Arcelik Hitachi Home Appliances Sales (Hong Kong) Limited	Hong Kong, China	Sales	Consumer Durables
Arcelik Hitachi Home Appliances Sales (Malaysia) Sdn. Bhd.	Malaysia	Sales	Consumer Durables
Arcelik Hitachi Home Appliances Sales (Middle East) Fze	United Arab Emirates	Sales	Consumer Durables
Arcelik Hitachi Home Appliances (Shanghai) Co., Ltd.	China	Production/Sales	Consumer Durables
Arcelik Hitachi Home Appliances Sales (Singapore) Pte. Ltd	Singapore	Sales	Consumer Durables
Arcelik Hitachi Home Appliances Sales (Thailand) Ltd.	Thailand	Sales	Consumer Durables
Arcelik Hitachi Home Appliances (Thailand) Ltd.	Thailand	Production/Sales	Consumer Durables
Arcelik Hitachi Home Appliances Sales (Vietnam) Co., Ltd.	Vietnam	Sales	Consumer Durables
Arcelik Hitachi Taiwan Home Appliances Sales Ltd.	Taiwan	Sales	Consumer Durables
Arch R&D Co. Ltd. (“Arch R&D”)	China	R&D	Developing technology and design
Arctic Foundation (“Arctic Foundation”)	Romania	Foundation	Foundation
Arcwaste Collection SRL (“Arcwaste”) (*)	Romania	Service	Service
Arçelik Pazarlama A.Ş. (“Pazarlama A.Ş.”)	Turkey	Service/Sales/Marketing	Consumer Durables/Electronics
Bauknecht AG (“Bauknecht”)	Switzerland	Sales	Consumer Durables
Bauknecht Hausgeräte GmbH (“Bauknecht Hausgeräte”)	Germany	Sales	Consumer Durables
Beko A and NZ Pty Ltd. (“Beko Australia”)	Australia	Sales	Consumer Durables
Beko A and NZ Pty Ltd. New Zealand Branch (“Beko New Zealand”) (*)	New Zealand	Sales	Consumer Durables
Beko AE LLC (Beko AE)	United Arab Emirates	Sales	Consumer Durables
Beko Algeria EURL (“Beko Algeria”)	Algeria	Sales	Consumer Durables
Beko APAC IBC Co. (“Beko APAC”)	Thailand	Service	Service
Beko Appliances Malaysia Sdn. Bhd. (“Beko Malaysia”)	Malaysia	Sales	Consumer Durables
Beko Austria AG (“Beko Austria”)	Austria	Sales	Consumer Durables/Electronics
Beko Azerbaijan MMC (“Beko Azerbaijan”)	Azerbaijan	Sales	Consumer Durables
Beko B.V. (“Beko B.V.”)	Netherlands	Investment	Holding
Beko Balkans D.O.O (“Beko Balkans”)	Serbia	Sales	Consumer Durables/Electronics
Beko Bangladesh B.V (“Beko Bangladesh”)	Netherlands	Investment	Holding
Beko Belgium N.V. (“Beko Belgium”)	Belgium	Sales	Consumer Durables
Beko Canada INC (“Beko Canada”)	Canada	Sales	Consumer Durables
Beko Central Asia LLC (“Beko Central Asia”)	Kazakhstan	Sales	Consumer Durables
Beko Croatia d.o.o (“Beko Croatia”)	Croatia	Sales	Consumer Durables
Beko Egypt Home Appliances Industries LLC (“Beko Egypt LLC”)	Egypt	Production/Sales	Consumer Durables/Electronics
Beko Egypt Trading LLC (“Beko Egypt”)	Egypt	Sales	Consumer Durables
Beko Electrical Appliances Co. Ltd. (“Beko China”)	China	Sales	Consumer Durables
Beko Europe Austria GmbH (Beko Europe Austria”)	Austria	Sales	Consumer Durables
Beko Europe B.V. (“Beko Europe”)	Netherlands	Investment	Holding
Beko Europe Bulgaria EOOD (“Beko Bulgaria”)	Bulgaria	Sales	Consumer Durables
Beko Europe Denmark A/S (“Beko Europe Denmark”)	Denmark	Service	Service
Beko Europe Estonia OÜ (“Beko Estonia”)	Estonia	Sales	Consumer Durables
Beko Europe Iberia, S.A. (“Beko Iberia”)	Portugal	Sales	Consumer Durables
Beko Europe Latvia SIA (“Beko Latvia”)	Latvia	Sales	Consumer Durables
Beko Europe Lithuania UAB (“Beko Lithuania”)	Lithuanian	Sales	Consumer Durables
Beko Europe Management SRL (“Beko Europe Management”)	Italy	Sales	Consumer Durables
Beko Europe R&D SRL (“Beko R&D”)	Italy	R&D	Developing technology and design
Beko France S.A.S. (“Beko France”)	France	Sales	Consumer Durables/Electronics

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

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

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

Subsidiaries and branches (continued)	Country of incorporation	Core business	Nature of business
<i>Continuing operations as of balance sheet date: (continued)</i>			
Beko Germany GmbH ("Beko Germany")	Germany	Sales	Consumer Durables/Electronics
Beko Greece SMSA ("Beko Greece")	Greece	Production/Sales	Consumer Durables
Beko Gulf DMCC ("Beko Gulf DMCC")	United Arab Emirates	Production/Sales	Consumer Durables
Beko Gulf FZE ("Beko Gulf")	United Arab Emirates	Sales	Consumer Durables/Electronics
Beko Hong Kong Ltd. ("Beko Hong Kong")	Hong Kong, China	Purchase	Consumer Durables/Electronics
Beko Hungary Kft ("Beko Hungary")	Hungary	Sales	Consumer Durables/Electronics
Beko Ireland (Beko PLC Branch) ("Beko Ireland") (*)	Republic of Ireland	Sales	Consumer Durables/Electronics
Beko Italy Manufacturing SRL (Beko Italy Manufacturing")	Italy	Production/Sales	Consumer Durables/Electronics
Beko Italy SRL ("Beko Italy")	Italy	Sales	Consumer Durables/Electronics
Beko LLC. ("Beko Russia")	Russia	Production/Sales	Consumer Durables/Electronics
Beko Maghreb Sarl ("Beko Maghreb")	Morocco	Sales	Consumer Durables
Beko Manufacturing Slovakia spol. S.R.O. ("Beko Manufacturing Slovakia")	Slovakia	Purchase	Consumer Durables/Electronics
Beko Morocco Household Appliances SARL ("Beko Morocco")	Morocco	Sales	Consumer Durables/Electronics
Beko Netherlands B.V. ("Beko Netherlands")	Netherlands	Sales	Consumer Durables
Beko Nordic AB, Finland Rep Office of Beko Nordic AB ("Beko Finland") (*)	Finland	Sales	Consumer Durables/Electronics
Beko Nordic AB. ("Beko Sweden")	Sweden	Sales	Consumer Durables/Electronics
Beko Nordic AS ("Beko Norway")	Norway	Sales	Consumer Durables/Electronics
Beko Nordic DK, Denmark Branch of Beko Nordic AS ("Beko Denmark") (*)	Denmark	Sales	Consumer Durables/Electronics
Beko Pilipinas Corporation ("Beko Philippines")	Republic of the Philippines	Sales	Consumer Durables
Beko Plc. ("Beko UK")	England	Sales	Consumer Durables/Electronics
Beko Poland Manufacturing Sp. Z O.O. ("Beko Poland Manufacturing")	Poland	Production/Sales	Consumer Durables/Electronics
Beko Portugal, Unipessoal LDA ("Beko Portugal")	Portugal	Sales	Consumer Durables/Electronics
Beko Romania SA ("Arctic")	Romania	Production/Sales	Consumer Durables/Electronics
Beko S.A. ("Beko Polska")	Poland	Sales	Consumer Durables/Electronics
Beko S.A., Czech Branch of Beko S.A. ("Beko Czech")	Czech Republic	Sales	Consumer Durables/Electronics
Beko Shanghai Trading Co Ltd. ("Beko Shanghai")	China	Sales	Consumer Durables/Electronics
Beko Slovakia S.R.O. ("Beko Slovakia")	Slovakia	Sales	Consumer Durables/Electronics
Beko Spain Electronics S.L. ("Beko Spain")	Spain	Sales	Consumer Durables/Electronics
Beko Switzerland GmbH ("Beko Switzerland")	Switzerland	Sales	Consumer Durables/Electronics
Beko Thai Co. Ltd. ("Beko Thailand")	Thailand	Production/Sales	Consumer Durables
Beko Ukraine LLC. ("Beko Ukraine")	Ukraine	Sales	Consumer Durables
Beko US INC. ("Beko US")	United States of America	Sales	Consumer Durables
Dawlance ( Private) Ltd. ("Dawlance")	Pakistan	Production/Sales	Consumer Durables
Defy Appliances (Proprietary) Ltd. ("Defy")	Republic of the South Africa	Production/Sales	Consumer Durables
Defy (Botswana) (Proprietary) Ltd. ("Defy Botswana")	Botswana	Sales	Consumer Durables
Defy (Namibia) (Proprietary) Ltd. ("Defy Namibia")	Namibia	Sales	Consumer Durables
Defy Sales East Africa Limited ("Defy Kenya")	Kenya	Sales	Consumer Durables
Defy (Swaziland) (Proprietary) Ltd. ("Defy Swaziland")	Svaziland	Sales	Consumer Durables
DEL Electronics (Private) Ltd. ("DEL")	Pakistan	Sales	Consumer Durables
European Appliances Balkans d.o.o. Beograd ("European Balkans")	Serbia	Service	Service
European Appliances Belgium NV ("European Belgium")	Belgium	Sales	Consumer Durables
European Appliances Croatia d.o.o. ("European Croatia")	Croatia	Sales	Consumer Durables
European Appliances Czech spol. S.R.O. ("European Czech")	Czech Republic	Sales	Consumer Durables
European Appliances Finland OY ("European Finland")	Finland	Service	Service
European Appliances France Holdings SAS ("European France Holdings")	France	Investment	Holding
European Appliances France SAS ("European France")	France	Sales	Consumer Durables
European Appliances Greece SA("European Greece")	Greece	Sales	Consumer Durables
European Appliances Hungary KFT ("European Hungary")	Hungary	Sales	Consumer Durables
European Appliances Italy SRL ("European Italy")	Italy	Sales	Consumer Durables
European Appliances Netherlands BV ("European Netherlands")	Netherlands	Sales	Consumer Durables
European Appliances Nordic AB ("European Nordic")	Sweden	Sales	Consumer Durables
European Appliances Norway AS ("European Norway")	Norway	Service	Service
European Appliances Poland Sp. Z.O.O.("European Poland")	Poland	Sales	Consumer Durables
European Appliances Romania SRL ("European Romania")	Romania	Sales	Consumer Durables
European Appliances Slovakia spol. S.R.O. ("European Slovakia")	Slovakia	Sales	Consumer Durables
European Appliances Ukraine LLC ("European Ukraine")	Ukraine	Sales	Consumer Durables
European Home Appliances Spain S.A. ("European Spain")	Spain	Sales	Consumer Durables
General Domestic Appliances Holdings LTD ("General Appliances")	England	Investment	Holding
Grundig Multimedia A.G. ("Grundig Switzerland")	Switzerland	Sales	Electronics
Hotpoint Ireland Ltd ("Hotpoint Ireland")	Republic of Ireland	Sales	Consumer Durables
Hotpoint UK Appliances Limited ("Hotpoint UK")	England	Sales	Consumer Durables/Electronics
IHP Appliances LLC ("IHP Appliances")	Russia	Production/Sales	Consumer Durables/Electronics
IHP Kazakhstan LLP ("IHP Kazakhstan")	Kazakhstan	Sales	Consumer Durables/Electronics
Indesit Company International Business SA ("Indesit International")	Switzerland	Treasury	Treasury
Indesit Company UK Holdings LTD ("Indesit UK")	England	Investment	Holding
IRE Beteiligungs GmbH ("IRE Beteiligungs")	Germany	Sales	Electronics
Pan Asia Private Equity Ltd. ("Pan Asia")	British Virgin Islands	Investment	Holding
PT Beko Appliances Indonesia ("PT Indonesia")	Indonesia	Sales	Consumer Durables
PT Home Appliances IND ("PT IND")	Indonesia	Sales	Consumer Durables

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

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

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

<b>Subsidiaries and branches (continued)</b>	<b>Country of incorporation</b>	<b>Core business</b>	<b>Nature of business</b>
<b><i>Continuing operations as of balance sheet date: (continued)</i></b>			
PT. Arcelik Hitachi Home Appliances Sales Indonesia (Arçelik Hitachi Indonesia)	Indonesia	Sales	Consumer Durables
Singer Bangladesh Limited (“Singer Bangladesh”)	Bangladesh	Production/Sales	Consumer Durables/Electronics
United Refrigeration Industries Ltd. (“URIL”)	Pakistan	Production/Sales	Consumer Durables

(\*) Branches of the Subsidiary, which operate in a different country, are separately presented.

<b><i>Ceased operations as of reporting date:</i></b>	<b>Country of incorporation</b>	<b>Core business</b>	<b>Nature of business</b>
Beko Cesko (“Beko Cesko”)	Czech Republic	-	-
Grundig Intermedia Ges.m.b.H (“Grundig Austria”)	Austria	-	-
Vietbeko LLC. (“Vietbeko”)	Vietnam	-	-

**Associates**

Koç Finansman A.Ş. (“Koç Finansman”)	Turkey	Finance	Consumer Finance
Ram Dış Ticaret A.Ş. (“Ram Dış Ticaret”)	Turkey	Sales	Foreign Trade

**Joint Ventures**

Arçelik-LG Klima Sanayi ve Ticaret A.Ş. (“Arçelik-LG”)	Turkey	Production/Sales	Consumer Durables
VoltBek Home Appliances Private Limited (“VoltBek”)	India	Production/Sales	Consumer Durables

**Approval of consolidated financial statements**

The consolidated financial statements as of and for the period ended 30 June 2025 were approved for issue by the Board of Directors on 25 July 2025.

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS**

**2.1 Basis of presentation**

**Financial reporting standards**

The condensed consolidated financial statements of the Group have been prepared in accordance with the Turkish Financial Reporting Standards, (“TFRS”) and interpretations as adopted in line with international standards by the Public Oversight Accounting and Auditing Standards Authority of Turkey (“POA”) in line with the communiqué numbered II-14.1 “Communiqué on the Principles of Financial Reporting In Capital Markets” (“the Communiqué”) announced by the Capital Markets Board of Turkey (“CMB”) on June 13, 2013 which is published on Official Gazette numbered 28676. TFRS are updated in harmony with the changes and updates in International Financial and Accounting Standards (“IFRS”) by the communiqués announced by the POA.

The condensed interim consolidated financial statements are presented in accordance with “Announcement regarding with TAS Taxonomy” which was published on July 3, 2024 by POA and the format and mandatory information recommended by CMB.

The Group prepared its condensed consolidated interim financial statements for the six months period ended June 30, 2025, in accordance with TAS 34 “Interim Reporting” standard. Interim condensed consolidated financial statements do not include all the information required for the annual financial statements and therefore they should be read in conjunction with the annual consolidated financial statements for the year ended 31 December 2024.

Foreign subsidiaries have prepared their statutory financial statements in accordance with the related local laws and regulations. Condensed consolidated financial statements have been prepared under the historical cost convention except for the derivative instruments, contingent liabilities and available for sale financial assets presented at fair values.

**Financial reporting in hyperinflationary economy**

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

The Group has prepared its consolidated financial statements for the period ended 30 June 2025 by applying TAS 29, based on the relevant Capital Markets Board (CMB) decision, the announcement made by the Public Oversight Accounting and Auditing Standards Authority (POA) on 23 November 2023, and the published 'Implementation Guide on Financial Reporting in Hyperinflationary Economies.

According to the standard, financial statements prepared in the currency of a hyperinflationary economy must be expressed in terms of the purchasing power of that currency as of the balance sheet date. Prior period financial statements are also restated in the same current measurement unit as of the end of the reporting period for comparative purposes. Accordingly, the Group has restated and presented its consolidated financial statements dated June 30, 2024 and December 31, 2024 in purchasing power terms as of June 30, 2025.

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

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

**2.1 Basis of presentation**

The adjustments made in accordance with TAS 29 were performed using the adjustment coefficient calculated based on the Consumer Price Index (“CPI”) published by the Turkish Statistical Institute (“TÜİK”). As of June 30, 2025, the indices and adjustment coefficients used in the adjustment of the consolidated financial statements are as follows:

<b>Period End</b>	<b>Index</b>	<b>Conversion Factor</b>	<b>Three-year Inflation Rate</b>
June 30, 2025	3,132.17	1.00000	220%
December 31, 2024	2,684.55	1.16674	291%
June 30, 2024	2,319.29	1.35049	324%

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

The consolidated financial statements for the current period, prepared in Turkish Lira (TRY), are expressed in terms of purchasing power at the balance sheet date. Amounts from prior reporting periods have also been adjusted to reflect the purchasing power at the end of the current reporting period.

- Monetary assets and liabilities are not adjusted as they are already stated in terms of current purchasing power at the balance sheet date. Where the inflation-adjusted values of non-monetary items exceed their recoverable amount or net realizable value, the provisions of TAS 36 “Impairment of Assets” and TAS 2 “Inventories” are applied, respectively.
- Non-monetary assets, liabilities, and equity items that are not expressed in terms of current purchasing power at the balance sheet date have been adjusted using the relevant adjustment coefficients.
- All items in the comprehensive income statement, except for those relating to the effects of non-monetary items in the statement of financial position, have been indexed using coefficients calculated based on the periods when the related income and expense accounts were initially recognized in the financial statements.
- The effect of inflation on the Group’s net monetary asset position for the current period is recognized in the consolidated income statement under “net monetary position gain/(loss)” (Note 27).

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

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

**2.1 Basis of presentation (Continued)**

**New and amended standards and interpretations**

The accounting policies adopted in preparation of the consolidated financial statements as of June 30, 2025 are consistent with those of the previous financial year, except for the adoption of new and amended TFRS and TFRS interpretations effective as of January 1, 2025 and thereafter. The effects of these standards and interpretations on the Group's financial position and performance have been disclosed in the related paragraphs.

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

- Amendments to TAS 21 - Lack of exchangeability

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

**ii) Standards issued but not yet effective and not early adopted**

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

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

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

- TFRS 17 - The new Standard for insurance contracts

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

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

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

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

The following two amendments to IFRS 9 and IFRS 7 and Annual Improvements to IFRS Accounting Standards as well as IFRS 18 and IFRS 19 are issued by IASB but not yet adapted/issued by POA. Therefore, they do not constitute part of TFRS. The Group will make the necessary changes to its consolidated financial statements after the amendments and new Standard are issued and become effective under TFRS.

- Amendments to IFRS 9 and IFRS 7 – Classification and measurement of financial instruments
- Annual Improvements to IFRS Accounting Standards – Volume 11
- Amendments to IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity

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

- IFRS 19 – Subsidiaries without Public Accountability: Disclosures

The standard is not applicable for the Group.

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

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

**2.1 Basis of presentation (Continued)**

**Functional and presentation currency**

Items included in the financial statements of each of the Group’s entities are measured using the currency of the primary economic environment in which the entity operates (‘the functional currency’). The consolidated financial statements are presented in TRY, which is the functional currency of Arçelik and the presentation currency of the Group.

**Financial statements of subsidiaries operating in countries other than Turkey**

The Financial statements of subsidiaries operating in countries other than Turkey are compiled by the TFRS promulgated by the POA to reflect the proper presentation and content. Subsidiaries’ assets and liabilities are translated into TRY from the foreign exchange rate at the reporting date and income and expenses are translated into TRY at the average foreign exchange rate and indexing has been applied to bring the income and expenses to the current period's purchasing power. Exchange differences arising from the translation of the opening net assets and differences between the average and balance sheet date rates are recognized in the “currency translation difference” under the use of equity.

**Consolidation principles**

- (a) The consolidated financial statements include the accounts of the parent company, Arçelik, and its Subsidiaries and Associates on the basis set out in sections (b) to (f) below. The financial statements of the companies included in the consolidation have been prepared as of the date of the consolidated financial statements and are based on the statutory records with adjustments and reclassifications for the purpose of presentation in conformity TAS/TFRS promulgated by the POA as set out in the communiqué numbered II-14.1, and Group accounting and disclosure policies.
- (b) Subsidiaries are the Companies controlled by Arçelik when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.
- (c) Subsidiaries are consolidated from the date on which the control is transferred to the Group and are no longer consolidated from the date that the control ceases.

The statement of financial position and statements profit or loss of the Subsidiaries are consolidated on a line-by-line basis and the carrying value of the investment held by Arçelik and its Subsidiaries is eliminated against the related shareholders’ equity. Intercompany transactions and balances between Arçelik and its Subsidiaries are eliminated on consolidation. The cost of, and the dividends arising from, shares held by Arçelik in its Subsidiaries are eliminated from shareholders’ equity and income for the year, respectively.

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

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

2.1 Basis of presentation (Continued)

Consolidation principles (Continued)

The table below sets out all Subsidiaries included in the scope of consolidation discloses their direct and indirect ownership, which are identical to their economic interests, as of June 30, 2025, and December 31, 2024 (%) and their functional currencies:

	Functional currency	June 30, 2025		December 31, 2024	
		Ownership Interest	Effective shareholding	Ownership Interest	Effective shareholding
Continuing operations as of balance sheet date:					
Arçelik Hitachi	Euro	60	60	60	60
Arçelik Hitachi Dubai	Dirham	60	60	60	60
Arçelik Hitachi Hong Kong	Hong Kong Dollar	60	60	60	60
Arçelik Hitachi Indonesia	Indonesian Rup.	40.5	40.5	40.5	40.5
Arçelik Hitachi Malaysia	Malaysian Ringgit	60	60	60	60
Arçelik Hitachi Sales Thailand	Thai Baht	60	60	60	60
Arçelik Hitachi Shanghai	Chinese Yuan	57	57	57	57
Arçelik Hitachi Singapore	Singapore Dollar	60	60	60	60
Arçelik Hitachi Taiwan	Taiwanese Dollar	60	60	60	60
Arçelik Hitachi Thailand	Thai Baht	50.4	50.4	50.4	50.4
Arçelik Hitachi Thailand IBC	Thai Baht	60	60	60	60
Arçelik Hitachi Vietnam	Vietnamese Dong	60	60	60	60
Arch R&D	Chinese Yuan	100	100	100	100
Arctic Foundation	Romanian Lei	72.54	72.54	72.54	72.54
Arcwaste	Romanian Lei	72.54	72.54	72.54	72.54
Bauknecht	Swiss Franc	75	75	75	75
Bauknecht Hausgeräte	Euro	75	75	75	75
Beko AE	Dirham	100	100	100	100
Beko Algeria	Algerian Dinar	100	100	100	100
Beko APAC	Thai Baht	100	100	100	100
Beko Australia	Australian Dollar	100	100	100	100
Beko Austria	Euro	75	75	75	75
Beko Azerbaijan	Azerbaijan Manat	100	100	100	100
Beko B.V.	Euro	100	100	100	100
Beko Balkans	Serbian Dinar	75	75	75	75
Beko Bangladesh	Euro	100	100	100	100
Beko Belgium	Euro	75	75	75	75
Beko Bulgaria	Bulgarian Lev	75	75	75	75
Beko Canada	Canadian Dollar	100	100	100	100
Beko Central Asia	Kazakhstan Tenge	100	100	100	100
Beko China	Chinese Yuan	100	100	100	100
Beko Croatia	Croatian Kuna	75	75	75	75
Beko Czech	Czech Koruna	75	75	75	75
Beko Denmark	Danish Krone	75	75	75	75
Beko Egypt	Egyptian Lira	100	100	100	100
Beko Egypt LLC	Egyptian Lira	100	100	100	100
Beko Estonia	Euro	75	75	75	75
Beko Europe	Euro	75	75	75	75
Beko Europe Austria	Euro	75	75	75	75
Beko Europe Denmark	Danish Krone	75	75	75	75
Beko Europe Management	Euro	75	75	75	75
Beko Finland	Euro	75	75	75	75
Beko France	Euro	75	75	75	75
Beko Germany	Euro	75	75	75	75
Beko Greece	Euro	75	75	75	75
Beko Gulf	Dirham	100	100	100	100
Beko Gulf DMCC	Dirham	100	100	100	100
Beko Holdings (***)	Euro	-	-	75	75
Beko Hong Kong	US Dollar	100	100	100	100
Beko Hungary	Hungarian Forint	75	75	75	75
Beko Iberia	Euro	75	75	75	75
Beko Ireland	Euro	75	75	75	75
Beko Israel (*)	New Israeli Shekel	-	-	100	100
Beko Italy	Euro	75	75	75	75
Beko Italy Manufacturing	Euro	75	75	75	75
Beko Latvia	Euro	75	75	75	75
Beko Lithuania	Euro	75	75	75	75
Beko Maghreb	Moroccan Dirham	100	100	100	100
Beko Malaysia	Malaysian Ringgit	100	100	100	100

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

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

2.1 Basis of presentation (Continued)

Consolidation principles (Continued)

Continuing operations as of balance sheet date: (Continued)	Functional currency	June 30, 2025		December 31, 2024	
		Ownership Interest	Effective shareholding	Ownership Interest	Effective shareholding
Beko Manufacturing Slovakia	Euro	75	75	75	75
Beko Morocco	Moroccan Dirham	100	100	100	100
Beko Netherlands	Euro	75	75	75	75
Beko New Zealand	New Zealand Dollar	100	100	100	100
Beko Norway	Norwegian Kroner	75	75	75	75
Beko Philippines	Philippine Peso	100	100	100	100
Beko Poland Manufacturing	Euro	75	75	75	75
Beko Polska	Polish Zloty	75	75	75	75
Beko Portugal	Euro	75	75	75	75
Beko Romania	Romanian Lei	72.54	72.54	72.54	72.54
Beko Russia	Russian Ruble	100	100	100	100
Beko Shanghai	Chinese Yuan	100	100	100	100
Beko Slovakia	Euro	75	75	75	75
Beko Spain	Euro	75	75	75	75
Beko Sweden	Swedish Krona	75	75	75	75
Beko Switzerland	Swiss Franc	75	75	75	75
Beko Thailand	Thai Baht	100	100	100	100
Beko UK	British Pound	75	75	75	75
Beko Ukraine	Ukrainian Hryvnia	75	75	75	75
Beko US	US Dollar	100	100	100	100
Beko R&D	Euro	75	75	75	75
Dawlance	Pakistani Rupee	100	100	100	100
Defy	South Africa Rand	100	100	100	100
Defy Botswana	Botswana Pula	100	100	100	100
Defy Kenya	Kenya Shilling	100	100	100	100
Defy Namibia	Namibian Dollar	100	100	100	100
Defy Swaziland	Svazi Lilangeni	100	100	100	100
DEL	Pakistani Rupee	100	100	100	100
European Balkans	Serbian Dinar	75	75	75	75
European Belgium	Euro	75	75	75	75
European Croatia	Euro	75	75	75	75
European Czech	Czech Koruna	75	75	75	75
European Finland	Euro	75	75	75	75
European France	Euro	75	75	75	75
European France Holdings	Euro	75	75	75	75
European Greece	Euro	75	75	75	75
European Hungary	Hungarian Forint	75	75	75	75
European Italy	Euro	75	75	75	75
European Netherlands	Euro	75	75	75	75
European Nordic	Swedish Krona	75	75	75	75
European Norway	Norwegian Kroner	75	75	75	75
European Poland	Polish Zloty	75	75	75	75
European Romania	Romanian Lei	75	75	75	75
European Slovakia	Euro	75	75	75	75
European Spain	Euro	75	75	75	75
European Ukraine	Ukrainian Hryvnia	75	75	75	75
General Appliances	British Pound	75	75	75	75
Grundig Switzerland	Swiss Franc	75	75	75	75
Hotpoint Ireland	Euro	75	75	75	75
Hotpoint UK	British Pound	75	75	75	75
IHP Appliances	Russian Ruble	100	100	100	100
IHP Appliances Sales (**)	Russian Ruble	-	-	100	100
IHP Kazakhstan	Kazakhstan Tenge	100	100	100	100
Indesit International	Swiss Franc	75	75	75	75
Indesit UK	British Pound	75	75	75	75
Ire Beteiligungs	Euro	75	75	75	75
Pan Asia	US Dollar	100	100	100	100
Pazarlama A.Ş.	Turkish Lira	100	100	100	100
PT Home Appliances IND	Indonesian Rupiah	67	67	67	67
PT Beko Appliances Indonesia	Indonesian Rupiah	100	100	100	100
Singer Bangladesh	Bangladeshi Taka	56.99	56.99	56.99	56.99
United Refrigeration Industries	Pakistani Rupee	100	100	100	100

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

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

**2.1 Basis of presentation (Continued)**

**Consolidation principles (Continued)**

Ceased operations as of balance sheet date:	Functional currency	June 30, 2025		December 31, 2024	
		Ownership Interest	Effective shareholding	Ownership Interest	Effective shareholding
Beko Cesko	-	75	75	100	100
Grundig Austria	-	75	75	100	100
Vietbeko	-	100	100	100	100

(\*) All shares of Beko Israel Household Appliances Ltd. (“Beko Israel”), a 100% owned subsidiary of the Group, were sold on 24 February 2025.

(\*\*) IHP Appliances Sales has merged into IHP Appliances, a subsidiary of the Group, as of January 2025.

(\*\*\*) Beko Europe Holdings BV has merged into Beko Europe BV, a subsidiary of the Group, as of April 2025.

- (d) Associates and joint ventures are companies in which the Group has attributable interest of more than 20% and less than 50% of the ordinary share capital held for the long-term and over which a significant influence is exercised. Associates are accounted for using the equity method.

Unrealized gains on transactions between the Group and its associates are eliminated to the extent of the Group’s interest in the associates. The Group ceases to account the associate using the equity method if it loses the significant influence or the net investment in the associate becomes nil, unless it has entered to a liability or a commitment. After the date of the caesura of the significant influence, the investment is carried at fair value.

The table below sets out all associates and joint ventures shows their direct and indirect ownership as of June 30, 2025 and December 31 2024 (%):

	June 30, 2025	December 31, 2024
Arçelik - LG	45.00	45.00
Koç Finansman	47.00	47.00
Ram Dış Ticaret	33.50	33.50
VoltBek	49.00	49.00

- (e) Financial assets in which the Group has ownership interests below 20%, or in which a significant influence is not exercised by the Group that have quoted market prices in active markets and/or whose fair values can be reliably measured are classified as financial assets measured at fair value through other comprehensive income in the consolidated financial statements.
- (f) The non-controlling share in the net assets and results of Subsidiaries for the year are separately classified as “non-controlling interest” in the consolidated statements of financial position and consolidated statements of profit or loss.

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

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

**2.1 Basis of presentation (Continued)**

**Going concern**

The Group prepared consolidated financial statements in accordance with the going concern assumption.

**Offsetting**

Financial assets and liabilities are offset and reported in the net amount when there is a legally enforceable right or when there is an intention to settle the assets and liabilities on a net basis or realize the assets and settle the liabilities simultaneously.

**Comparatives and restatement of prior periods’ financial statements**

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

Except changes pointed below paragraphs, Group has applied consistent accounting policies in the preparation of consolidated financial statements presented the Group does not have any other significant changes in accounting policy and accounting estimates in the current period.

Due to the restatement resulting from the indexing of the shareholding of subsidiaries operating abroad by the parent company, net monetary position gains/(losses) arising from this restatement have been classified among the consolidated net profit for the period, consolidated retained earnings, non-controlling interests and consolidated foreign exchange translation differences in the statement of changes in equity as of January 1, 2024, and June 30, 2024. The amounts restated for the June 30, 2025 purchasing power are indicated below, respectively.

As of January 1, 2024, a reclassification of TRY (12,391,729) in foreign exchange translation differences, TRY (5,212,135) in non-controlling interests, and TRY 17,603,864 in retained earnings was made.

As of June 30, 2024, the reclassifications were as follows: TRY 17,603,864 in retained earnings, TRY (15,410,502) in foreign exchange translation differences, TRY (5,212,135) in non-controlling interests, and TRY 3,018,773 in net profit for the period. The reclassifications have also been reported in the comparative period’s financial position statement and income statement.

These changes do not have any impact on the Group's total equity.

Except for the restatements detailed above, the Group’s adjustments arising from the provisional accounting of business combinations completed in 2024, upon finalization of the purchase price allocation, have been disclosed in Note 3.

**2.2 Restatement and errors in the accounting policies and estimates**

Any change in the accounting policies resulted from the first-time adoption of a new standard is made either retrospectively or prospectively in accordance with the transition requirements. Changes without any transition requirement, material changes in accounting policies or material errors are corrected, retrospectively by restating the prior period condensed consolidated financial statements. If changes in accounting estimates are related to only one period, they are recognized in the period when changes are applied; if changes in estimates are related to future periods, they are recognized both in the period where the change is applied and future periods prospectively.

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

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

**2.3 Summary of Significant Accounting Policies**

The condensed consolidated financial statements for the interim period ended June 30, 2025, have been prepared in accordance with TAS 34, Interim Financial Reporting. The significant accounting policies used in the preparation of the condensed consolidated financial statements are consistent with those disclosed in detail in the consolidated financial statements as at December 31, 2024. Consequently, the interim condensed consolidated financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2024.

**NOTE 3 - BUSINESS COMBINATION**

The business combinations carried out by the Group in 2024, the details of which are disclosed below, were provisionally accounted for in the consolidated financial statements as of June 30, 2024. The purchase price allocation (PPA) study was finalized in 2024, and the effects of the final accounting were reflected in the consolidated financial statements as of December 31, 2024. In accordance with TFRS 3 – Business Combinations, the statement of profit or loss, cash flows and other comprehensive income and the statement of changes in equity for the comparative period ended June 30, 2024 have been retrospectively adjusted in the consolidated financial statements for the period ended June 30, 2025.

The purchase price for the acquisition of Whirlpool Corporation’s manufacturing, sales, and marketing subsidiaries operating in Europe was determined as 25% of the fair value of Arçelik’s own manufacturing, sales, and marketing subsidiaries operating in Europe prior to the transfer. As the fair values of these subsidiaries had not yet been determined at the time of the provisional accounting, a provisional fair value was assumed to be 75% of the provisionally recognized net assets of Whirlpool Corporation’s European manufacturing, sales, and marketing subsidiaries acquired. Accordingly, an amount of TRY 22,420,297 was recognized in retained earnings as a contribution from the parent company, Arçelik. Following the finalization of the purchase price allocation, the amounts relating to the parent company's contribution and the total net identifiable assets of Whirlpool Corporation’s European subsidiaries were retrospectively adjusted. As a result of this adjustment, an income from bargained acquisition amounting to TRY 19,539,916 was recognized in the statement of profit or loss.

In line with the Group’s growth strategy in the Middle East and North Africa (“MENA”) region, and as disclosed in public announcements dated January 17, 2023 and June 23, 2023, all shares of Whirlpool MEEA DMCC and Whirlpool Maroc S.a r.l., two subsidiaries operating in the MENA market and incorporated in the United Arab Emirates and Morocco respectively, along with Whirlpool’s other operations in the MENA region, were transferred to Beko B.V. on April 1, 2024, following the closing procedures set forth in the MENA share purchase agreement. As the fair values of these subsidiaries had not been determined during the comparative period at the time of the provisional accounting, the completion of the purchase price allocation study resulted in a retrospective adjustment, and an income of TRY 321,530 arising from a bargain purchase was recognized in the comparative statement of profit or loss.

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

NOTE 3 - BUSINESS COMBINATION (Continued)

i) In order to contribute to the Group's growth target in the European region, as stated in the material event disclosure dated January 17, 2023, and in line with Arçelik's growth strategy, a Shareholder Agreement has been signed between Arçelik and Whirlpool Corporation for the merger of all of Whirlpool Corporation's production, sales, and marketing subsidiaries operating in Europe under a new company, Beko Europe BV, which will be controlled by Arçelik with a 75% shareholding, and Whirlpool Corporation holding a non-controlling interest with a 25% shareholding. Additionally, as of April 1, 2024, the relevant agreements, including the Partnership Agreement, Brand License Agreements, and agreements related to operations and supply principles, have been signed in accordance with the principles mentioned in the material event disclosure dated January 17, 2023. Thus, as of April 1, 2024, the control of all production, sales, and marketing subsidiaries of Whirlpool Corporation operating in Europe has been transferred to Arçelik.

The purchase price, the fair values of the acquired assets and liabilities used provisionally within the scope of TFRS 3 are summarized in the table below:

	1 April 2024
Purchase price – cash	5,632,546
Contingent purchase price (*)	1,722,453
<b>Total purchase price</b>	<b>7,354,999</b>
Cash and cash equivalents	10,807,573
Trade receivables	31,215,688
Provision for expected credit loss (Note 9)	(1,251,866)
Derivative instruments	61,277
Inventories	23,573,555
Provision for inventories	(1,367,406)
Other current assets	5,517,207
Property, plant, and equipment (Note 13)	38,480,082
Intangible assets (Note 14)	9,350,889
Deferred tax assets (Note 28)	16,068,113
Other non-current assets	1,476,251
Trade payables and other payables	(64,944,215)
Deferred tax liabilities (Note 28)	(2,635,144)
Lease liabilities (Note 7)	(7,430,933)
Retirement benefit obligation provision	(7,084,746)
Other liabilities	(19,032,109)
<b>Total net identifiable assets (100%)</b>	<b>32,804,216</b>
Net assets corresponding to the acquired 75% stake	24,603,162
Non-controlling interest fair value adjustment (**)	2,291,753
<b>Representing the 75% share acquired</b>	<b>26,894,915</b>
Income from bargained acquisition (Note 23) (***)	(19,539,916)
<b>Total consideration transferred</b>	<b>7,354,999</b>

(\*) The contingent purchase price refers to the amounts to be paid if Beko Europe B.V. benefits from unused tax losses and tax incentives in Italy and Poland. The amounts likely to be paid are recorded as contingent liabilities under business combinations.

(\*\*) According to TFRS 3, non-controlling interests can be measured based on the proportional share of net assets or fair value. The non-controlling interests arising from this acquisition have been recorded at their fair values, which have been calculated using the discounted cash flow method. The difference between the proportional share of net assets and fair value has been included in the calculation of the bargained price.

(\*\*\*) The gain of TRY 19,539,916 resulting from the bargained acquisition is recognized under "Other Income from Operating Activities" (Note 23)

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 3 - BUSINESS COMBINATION (Continued)**

The details of the cash inflow resulting from the acquisition are as follows:

Total consideration in cash	-
Cash and cash equivalents - acquired	10,807,573
<b>Cash inflow due to acquisition of subsidiary (net)</b>	<b>10,807,573</b>

ii) To contribute to the Group's growth target in the Middle East and North Africa region, as stated in the announcements dated January 17, 2023 and June 23, 2023, all shares of Whirlpool's two subsidiaries, Whirlpool MEEA DMCC and Whirlpool Maroc S.a r.l., operating in the Middle East and North Africa ("MENA") market, established in the United Arab Emirates and Morocco, and Whirlpool's operations in the MENA region, were acquired by Beko B.V. on April 1, 2024, following the closing transactions stipulated in the MENA share purchase agreement.

Additionally, as of April 1, 2024, a Partnership Agreement, Trademark License Agreements, and other agreements related to operations and supply terms were signed between Beko B.V. and Whirlpool Corporation, in accordance with the principles outlined in the January 17, 2023, material event disclosure.

The purchase price, the fair values of the acquired assets and liabilities used provisionally within the scope of TFRS 3 are summarized in the table below:

	<b>1 April 2024</b>
Cash and cash equivalents	844,313
Trade receivables	722,299
Provision for expected credit loss (Note 9)	(51,186)
Inventories	529,877
Provision for inventories (Note 11)	(4,219)
Other current assets	41,252
Property, plant and equipment (Note 13)	15,330
Intangible assets (Note 14)	478,036
Deferred tax assets (Note 28)	43,342
Trade payables and other payables	(815,487)
Deferred tax liabilities (Note 28)	(108,571)
Other liabilities	(240,908)
<b>Total net identifiable assets (100%)</b>	<b>1,454,078</b>
Income from bargained acquisition (Note 23) (*)	(321,530)
<b>Total consideration transferred</b>	<b>1,132,548</b>

(\*)The difference between the total amount attributable to the net assets and the purchase price has been calculated, resulting in the recognition of negative goodwill.

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 3 - BUSINESS COMBINATION (Continued)**

The details of the cash inflow resulting from the acquisition are as follows:

Total consideration transferred - cash	(1,132,548)
Cash and cash equivalents - acquired	844,313
<b>Net cash outflow from the acquisition</b>	<b>(288,235)</b>

**NOTE 4 - SEGMENT REPORTING**

The reportable segments of Arçelik have been organized by management into white goods and consumer electronics. White goods reportable segment comprises washing machines, dryers, dish washers, refrigerators, ovens, cookers and the services provided for these products. The consumer goods reportable segment comprises televisions primarily with flat screens, computers, cash registers, other electronic devices and the services provided to consumers for these products. Other segment comprises the revenues from air conditioners, home appliances and furniture and kitchen gadgets except products included in white goods and consumer electronics.

Arçelik's reportable segments are strategic business units that present various products and services. Each segment is managed independently due to differences in required technologies and marketing strategies.

Information about the operational segments is as follows. The performance of operational segments is evaluated based on gross profitability.

- a) The operational segments, prepared in accordance with the reportable segments for the six-month period ended June 30, 2025, are as follows:

	<b>White goods</b>	<b>Consumer electronics</b>	<b>Other</b>	<b>Total</b>
Net sales (*)	175,123,924	11,786,216	50,125,439	237,035,579
Gross profit	48,163,089	1,261,879	18,201,029	67,625,997
Depreciation and amortization	9,761,743	391,104	372,606	10,525,453
Capital expenditures	6,676,856	402,226	221,433	7,300,515

(\*) The Group recognized net sales amounting to TRY 232,906,675 with respect to the performance obligations satisfied at a point in time for the period ended June 30, 2025 (2024: TRY 240,595,932).

- b) The operational segments, prepared in accordance with the reportable segments for the six-month period ended June 30, 2024, are as follows:

	<b>White goods</b>	<b>Consumer electronics</b>	<b>Other</b>	<b>Total</b>
Net sales	182,372,441	13,930,553	46,681,177	242,984,171
Gross profit	52,068,323	2,018,320	15,283,149	69,369,792
Depreciation and amortization	8,292,882	357,692	361,182	9,011,756
Capital expenditures	10,211,068	568,717	335,102	11,114,887

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 4 - SEGMENT REPORTING (Continued)**

- c) The operational segments for the period from April 1 to June 30, 2025 have been prepared in accordance with the reportable segments and are presented as follows:

	<b>White goods</b>	<b>Consumer electronics</b>	<b>Other</b>	<b>Total</b>
Net sales (*)	88,282,517	5,807,436	27,273,599	121,363,552
Gross profit	23,885,338	617,922	9,969,213	34,472,473
Depreciation and amortization	5,036,791	205,199	194,909	5,436,899
Capital expenditures	3,430,831	187,489	108,150	3,726,470

(\*) For the period from April 1 to June 30, 2025, the Group recognized net sales of TRY 119,312,300 related to performance obligations satisfied at a point in time. (2023: TRY 134,659,340).

- d) The operational segments for the period from April 1 to June 30, 2024 have been prepared in accordance with the reportable segments and are presented as follows:

	<b>White goods</b>	<b>Consumer electronics</b>	<b>Other</b>	<b>Total</b>
Net sales (*)	101,987,690	6,162,265	29,038,368	137,188,323
Gross profit	26,751,889	1,030,612	10,189,106	37,971,607
Depreciation and amortization	4,876,832	160,259	203,331	5,240,422
Capital expenditures	6,254,666	303,254	216,556	6,774,476

- e) Revenue, grouped geographically based on the location of customers for the six-month period ended June 30, is presented below:

<b>2025</b>	<b>Turkey</b>	<b>Europe</b>	<b>Asia Pacific</b>	<b>Africa</b>	<b>Other</b>	<b>Total</b>
Total segment revenue	80,720,869	109,562,628	26,066,442	11,116,090	9,569,550	237,035,579

<b>2024</b>	<b>Turkey</b>	<b>Europe</b>	<b>Asia Pacific</b>	<b>Africa</b>	<b>Other</b>	<b>Total</b>
Total segment revenue	88,273,015	104,087,766	29,702,133	9,848,304	11,072,953	242,984,171

- f) Revenue, grouped geographically based on the location of customers for the three months period ended June 30 is presented below:

<b>2025</b>	<b>Turkey</b>	<b>Europe</b>	<b>Asia Pacific</b>	<b>Africa</b>	<b>Other</b>	<b>Total</b>
Total segment revenue	40,923,412	55,485,018	14,362,970	5,785,666	4,806,486	121,363,552

<b>2024</b>	<b>Turkey</b>	<b>Europe</b>	<b>Asia Pacific</b>	<b>Africa</b>	<b>Other</b>	<b>Total</b>
Total segment revenue	43,276,900	67,904,408	15,875,649	5,315,860	4,815,506	137,188,323

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

NOTE 5 - CASH AND CASH EQUIVALENTS

	June 30, 2025	December 31, 2024
Cash in hand	64,321	111,135
Cash at banks		
- demand deposits	8,925,665	11,116,357
- time deposits	49,082,372	46,260,443
Cheques and notes	594,936	397,878
Other (*)	1,175,692	1,310,583
<b>Cash and cash equivalents in cash flow statement</b>	<b>59,842,986</b>	<b>59,196,396</b>
Interest income accruals	232,158	92,418
	<b>60,075,144</b>	<b>59,288,814</b>

(\*) As of June 30, 2025, TRY 1,067,722 consists of credit card receivables with a maturity of less than 3 months (December 31, 2024: TRY 1,186,843).

The maturity breakdown of cash and cash equivalents is as follows:

Up to 30 days	53,768,969	53,505,874
30-90 days	6,306,175	5,782,940
	<b>60,075,144</b>	<b>59,288,814</b>

NOTE 6 - FINANCIAL INVESTMENTS

*Financial assets for which fair value gains and losses are recognized in other comprehensive income;*

	June 30, 2025	December 31, 2024
Financial assets for which fair value gains and losses are recognized in other comprehensive income	256,441	274,113
<b>Total</b>	<b>256,441</b>	<b>274,113</b>

The details of financial investments for the six months period ended June 30, are as follows:

	2025	2024
<b>As of January 1</b>	<b>274,113</b>	<b>238,763</b>
Additions	6,584	12,157
Disposals	-	(26,355)
Currency translation differences	1,081	(3,450)
Other	(25,337)	-
<b>As of June 30</b>	<b>256,441</b>	<b>221,115</b>

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 7 - BORROWINGS**

**a) Short-term borrowings**

	<b>June 30, 2025</b>	<b>December 31, 2024</b>
Short-term bank borrowings	67,216,457	40,600,193
Short-term lease liabilities	3,602,376	2,849,400
Liabilities from factoring	1,175,662	1,227,319
Other short-term borrowings <sup>(*)</sup>	12,936,867	15,268,044
<b>Total short-term borrowings</b>	<b>84,931,362</b>	<b>59,944,956</b>
Short-term portion of long-term bank borrowings and interest accruals	12,902,778	6,725,165
Short term portion of long-term bond issued and interest accruals	32,190,371	5,978,982
<b>Total short-term portion of long-term borrowings</b>	<b>45,093,149</b>	<b>12,704,147</b>

<sup>(\*)</sup> Other short-term borrowings include financial liabilities arising from credit card use.

As of June 30, 2025, the details of short-term bank borrowings and credit cards borrowings are as follows:

<b>Currency</b>	<b>Effective interest rate per annum (%)</b>	<b>Original Currency</b>	<b>TRY Equivalent</b>
Turkish Lira	32.1	25,198,369,788	25,198,370
Euro	5.1	673,315,172	31,344,572
US Dollar	5.7	251,980,223	10,014,299
Bangladeshi Taka	12.6	13,844,092,532	4,502,791
Pakistani Rupee	12.3	15,825,722,194	2,205,156
Thai Baht	5.7	1,596,014,893	1,947,138
Russian Ruble	22.6	2,710,792,466	1,364,532
Australian Dollar	3.3	32,357,615	839,654
Norwegian Krone	6.1	198,066,148	780,598
Chinese Yuan	3.7	117,866,924	649,706
Czech Koruna	8.8	202,635,911	381,442
Malaysian Ringgit	6.6	32,440,204	305,133
Indonesian Rupiah	9.5	95,478,500,000	233,922
Swedish Krona	3.5	78,449,670	327,676
Polish Zloty	7.0	5,306,039	58,335
			<b>80,153,324</b>

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 7- BORROWINGS (Continued)**

**a) Short-term borrowings (Continued)**

As of December 31, 2024, the details of short-term bank borrowings are as follows:

<b>Currency</b>	<b>Effective interest rate per annum (%)</b>	<b>Original Currency</b>	<b>TRY Equivalent</b>
Turkish Lira	30.9	17,655,884,032	20,599,787
US Dollar	5.8	260,185,306	10,692,688
Euro	5.9	235,394,118	10,091,208
Bangladeshi Taka	12.5	11,904,831,347	4,097,781
Pakistani Rupee	15.5	20,693,307,319	3,036,796
Russian Ruble	23.2	4,821,907,104	1,883,668
Thai Baht	5.6	1,168,318,571	1,410,561
Australian Dollar	9.0	32,215,764	823,311
Romanian Lei	7.6	70,195,921	601,263
Norwegian Krone	6.1	161,416,770	582,629
Chinese Yuan	3.7	81,638,785	457,062
Swedish Krona	4.0	112,270,896	417,730
Moroccan Dirham	6.0	100,604,843	409,890
Malaysian Ringgit	6.6	31,436,518	289,608
Indonesian Rupiah	9.3	99,606,224,859	254,510
Czech Koruna	8.8	127,492,393	217,295
Swiss Franc	5.8	53,902	2,450
			<b>55,868,237</b>

As of June 30, 2025, the details of payables due to factoring activities are as follows:

<b>Currency</b>	<b>Effective interest rate per annum (%)</b>	<b>Original Currency</b>	<b>TRY Equivalent</b>
Euro	3.0	10,968,530	510,614
British Pound	5.9	7,981,862	435,074
Polish Zloty	6.2	20,915,292	229,945
Other	25.0	58,487	29
			<b>1,175,662</b>

As of December 31, 2024, the details of payables due to factoring activities are as follows:

<b>Currency</b>	<b>Effective interest rate per annum (%)</b>	<b>Original Currency</b>	<b>TRY Equivalent</b>
Euro	4.6	15,313,406	656,475
Polish Zloty	6.8	35,080,673	353,665
British Pound	6.3	4,206,883	217,173
Other	21.5	15,588	6
			<b>1,227,319</b>

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 7 - BORROWINGS (Continued)**

**b) Long-term borrowings**

	<b>June 30, 2025</b>	<b>December 31, 2024</b>
Long-term bank borrowings	47,490,267	43,206,117
Long-term bonds issued (*)	19,808,698	37,657,026
Long-term lease liabilities	7,810,700	7,548,025
	<b>75,109,665</b>	<b>88,411,168</b>

**(\*) Long term bond issued:**

***Year 2025***

The Company issued a bond amounting to TRY 2.5 billion, which was listed on Borsa İstanbul as of May 13, 2025. The bond has a maturity date of May 15, 2026, and pays fixed coupon interest every three months. The coupon rate is determined based on TLREF plus an additional 100 basis points.

The Company issued bond amounting to TRY 6,500,000 thousands, quoted on June 13, 2025, in Borsa İstanbul, with a fixed interest payment at maturity. The maturity date of the bond is September 12, 2025, and the coupon interest rate is 47.5%.

The Company issued bond amounting to TRY 4,000,000 thousands, quoted on June 26, 2025, in Borsa İstanbul, with a fixed interest payment at maturity. The maturity date of the bond is October 7, 2025, and the coupon interest rate is 46.5%.

***Before 2025:***

The Company issued bond amounting to TRY 1,875,500 thousands quoted on April 8, 2024 in Borsa İstanbul fixed interest coupon payments every 3 months. Maturity of the bonds is April 6, 2026, and the coupon rate is 46.5%.

The Company issued bond amounting to USD 400 million quoted on September 25, 2023 and USD 100 million quoted on November 17, 2023 in Euronext Dublin Stock Exchange with semi-annually interest payment. Maturity of the bonds is September 25, 2028, and the coupon rate is 8.5%.

The company issued green bond amounting to EUR 350 million, quoted in Ireland Stock Exchange with annual interest payment on May 27, 2021. Maturity of the bond is May 27, 2026 and coupon rate is 3%, The Group has a commitment to finance its projects within the scope of the Green Financing Framework, which it has created based on its sustainability strategy, with the funds obtained from the green bond issuance.

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 7 - BORROWINGS (Continued)**

As of June 30, 2025, the details of the long-term bank borrowings are as follows:

<b>Currency</b>	<b>Effective interest rate per annum (%)</b>	<b>Original Currency</b>	<b>TRY Equivalent</b>
Euro	5.1	1,068,221,925	49,770,080
South Africa Rand	9.5	1,500,000,000	3,357,600
US Dollar	7.6	45,159,887	1,794,762
Pakistani Rupee	13.5	7,564,377,527	1,054,020
Romanian Lei	7.5	231,760,786	2,113,311
British Pound	7.4	10,370,000	565,246
Bangladeshi Taka	12.5	2,752,950,211	895,397
Turkish Lira	44.4	128,953,615	128,954
Moroccan Dirham	6.0	36,873,035	162,455
Chinese Yuan	4.8	100,000,000	551,220
			<b>60,393,045</b>
Short-term portion of long-term loans and interest accruals			(12,902,778)
			<b>47,490,267</b>

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 7 - BORROWINGS (Continued)**

**b) Long-term borrowings (Continued)**

As of December 31, 2024, the details of the long-term bank borrowings are as follows:

<b>Currency</b>	<b>Effective interest rate per annum (%)</b>	<b>Original Currency</b>	<b>TRY Equivalent</b>
Euro	4.6	939,668,862	40,280,811
South Africa Rand	9.5	1,764,874,728	3,870,791
US Dollar	8.4	50,843,606	2,089,491
Pakistani Rupee	17.2	7,716,524,926	1,132,420
Bangladeshi Taka	12.5	2,669,510,290	918,877
Romanian Lei	7.5	103,261,941	884,492
British Pound	7.4	10,000,000	516,233
Turkish Lira	37.4	204,130,933	238,167
			<b>49,931,282</b>
Short-term portion of long-term loans and interest accruals			(6,725,165)
			<b>43,206,117</b>

As of June 30, 2025, detail of discounted amounts of long-term bonds issued is given below:

<b>Currency</b>	<b>Effective interest rate per annum (%)</b>	<b>Original currency</b>	<b>TRY equivalent</b>
US Dollar	8.5	511,317,935	20,265,362
Euro	3.0	351,006,849	16,339,150
Turkish Lira	47.9	15,394,556,414	15,394,557
			<b>51,999,069</b>
Short-term portion of long-term bonds issued and interest accruals			(32,190,371)
			<b>19,808,698</b>

As of December 31, 2024, detail of discounted amounts of long-term bonds issued is given below:

<b>Currency</b>	<b>Effective interest rate per annum (%)</b>	<b>Original currency</b>	<b>TRY equivalent</b>
US Dollar	8.5	511,505,525	20,946,146
Euro	3.0	356,271,233	15,271,023
Turkish Lira	46.4	6,358,605,000	7,418,839
			<b>43,636,008</b>
Short-term portion of long-term bonds issued and interest accruals			(5,978,982)
			<b>37,657,026</b>

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

NOTE 7 - BORROWINGS (Continued)

b) Long-term borrowings (Continued)

The payment schedule of the principal amounts of long-term bank borrowings and bonds is as follows:

	June 30, 2025	December 31, 2024
2026	1,459,688	23,135,223
2027	31,226,713	27,946,995
2028	23,440,126	22,632,380
2029 to 2034	11,172,438	7,148,545
	<b>67,298,965</b>	<b>80,863,143</b>

The analysis of borrowings and bonds issued in terms of periods remaining to contractual re-pricing dates is as follows:

	June 30, 2025	December 31, 2024
Up to 3 months	49,378,243	33,670,345
3 - 12 months	73,205,060	31,376,561
1-5 years	63,351,595	80,178,032
Over 5 years	4,009,872	1,597,860
	<b>189,944,770</b>	<b>146,822,798</b>

As of June 30, 2025, and 2024, financial debt reconciliation is as follows:

	Lease Liabilities	Borrowings and bonds issued due within 1 year	Borrowings and bonds issued due after 1 year	Total
<b>2025</b>				
Financial debt as of January 1	10,397,425	69,799,703	80,863,143	161,060,271
Cash flows	(2,831,714)	34,621,109	6,361,431	38,150,826
Transfer	-	19,886,035	(19,886,035)	-
Changes in interest accruals	609,766	90,102	-	699,868
Changes in factoring liabilities	-	(137,774)	-	(137,774)
Changes in lease liabilities	2,805,788	-	-	2,805,788
Currency translation adjustments	554,450	7,242,067	6,966,959	14,763,476
Inflation adjustments	(122,639)	(5,079,107)	(7,006,533)	(12,208,279)
Financial debt as of June 30	11,413,076	126,422,135	67,298,965	205,134,176
	Lease Liabilities	Borrowings and bonds issued due within 1 year	Borrowings and bonds issued due after 1 year	Total
<b>2024</b>				
Financial debt as of January 1	6,419,872	95,175,496	70,073,709	171,669,077
Cash flows	(2,265,650)	6,201,236	5,198,387	9,133,973
Changes in interest accruals	480,457	(488,383)	-	(7,926)
Transfer	-	597,176	(597,176)	-
Changes in factoring liabilities	-	48,901	-	48,901
Changes in lease liabilities	2,306,024	-	-	2,306,024
Acquisitions	7,430,933	-	-	7,430,933
Currency translation adjustments	(1,222,263)	(5,430,509)	1,896,332	(4,756,440)
Inflation adjustments	(305,505)	(11,116,704)	(10,648,847)	(22,071,056)
Financial debt as of June 30	12,843,868	84,987,213	65,922,405	163,753,486

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

NOTE 8 - DERIVATIVE INSTRUMENTS

Valuation of outstanding derivative instruments which were transacted by the Group for foreign exchange risk management purposes is performed by marking to market at the valuation date, and the fair value of these instruments is disclosed as either an asset or a liability in the statement of financial position.

	June 30, 2025			December 31, 2024		
	Contract amount	Fair value assets	/(liabilities)	Contract amount	Fair value assets	/(liabilities)
<b>Short-term derivative instruments</b>						
<b>Held for trading:</b>						
Foreign currency forward transactions	155,590,020	568,510	(606,667)	67,396,068	276,391	(291,137)
Foreign currency swap contracts	77,176,679	153,157	(231,939)	79,619,713	201,255	(90,481)
<b>Cash flow hedge:</b>						
Forward commodity purchase and sale transactions (**)	4,538,180	-	(328,059)			
<b>Short-term derivative instruments, net</b>						
		721,667	(1,166,665)		477,646	(381,618)
<b>Long-term derivative instruments</b>						
<b>Cash flow hedge:</b>						
Interest rate swap contracts (*)	17,427,459	-	(2,140,664)	16,048,618	40,663	
<b>Long-term derivative instruments, net</b>						
			(2,140,664)		40,663	

(\*) This transaction comprises a cross-currency swap entered into in Euro to hedge the foreign exchange risk related to a bond issuance abroad amounting to USD 400 million, dated 25 September 2023, maturing on 25 September 2028. In order to hedge against exchange rate risk, the Group has entered into a cross-currency swap transaction to convert its USD-denominated bond issuance, amounting to USD 400 million, into Euro. The swap has been designated as a hedging instrument within the scope of a cash flow hedge, in order to mitigate parity risk arising from highly probable forecasted Euro-denominated revenues. As of 30 June 2025, the bond liability designated within the scope of this hedge amounts to TRY 15,896,960. For the period ended 30 June 2025, the post-tax impact of the cash flow hedge has been recognized under the "cash flow hedge – other comprehensive income/(expense)" line item in the consolidated statement of other comprehensive income, amounting to TRY (2,545,440).

(\*\*) Cash flow hedge accounting is applied to relevant transactions to hedge against foreign exchange risk. Accordingly, a post-tax gain of TRY 234,707 has been recognized under the 'Cash Flow Hedge – Other Comprehensive Income/(Expense)' line item within the Statement of Other Comprehensive Income.

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

NOTE 9 - TRADE RECEIVABLES AND PAYABLES

	June 30, 2025	December 31, 2024
<b>Short-term trade receivables:</b>		
Trade receivables	124,215,158	102,962,408
Notes receivables	2,929,619	2,986,293
Cheques receivables	4,255,566	3,727,203
<b>Short-term trade receivables (gross)</b>	<b>131,400,343</b>	<b>109,675,904</b>
Provision for expected credit loss	(2,157,391)	(2,006,866)
<b>Short-term trade receivables (net)</b>	<b>129,242,952</b>	<b>107,669,038</b>

As of June 30, 2025, the Group has offset TRY 9,691,011 (December 31, 2024: TRY 11,281,874) from trade receivables that are collected from factoring companies as part of the non-recourse factoring.

In line with the general financial market convention in Pakistan, Dawlance has hypothecation on its trade receivables amounting to TRY 497,164 related with its local bank borrowings (December 31, 2024: TRY 905,630).

The movements of expected credit loss for the six months period ended June 30, are as follows:

	2025	2024
<b>As of January, 1</b>	<b>2,006,866</b>	<b>1,273,913</b>
Current year additions (Note 23)	187,424	190,458
Provisions no longer required (Note 23)	(79,944)	(147,897)
Acquisitions	-	1,303,052
Write-offs (*)	(28,229)	(85,478)
Currency translation differences	94,114	(216,433)
Inflation adjustments	(22,840)	(44,988)
<b>As of June, 30</b>	<b>2,157,391</b>	<b>2,272,627</b>

(\*) Doubtful receivables, for which no possibility of collection is foreseen, and no further cash inflow are expected, are written off from the records along with the related provisions.

	June 30, 2025	December 31, 2024
<b>Long-term trade receivables:</b>		
Trade receivables	308,470	40,660
	<b>308,470</b>	<b>40,660</b>

	June 30, 2025	December 31, 2024
<b>Short-term trade payables:</b>		
Trade payables	103,998,902	105,236,354
Accrued payables	9,656,909	7,659,479
	<b>113,655,811</b>	<b>112,895,833</b>

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

NOTE 9- TRADE RECEIVABLES AND PAYABLES (Continued)

	June 30, 2025	December 31, 2024
<b>Long-term trade payables:</b>		
Trade payables	35,739	-
	<b>35,739</b>	<b>-</b>

NOTE 10 - OTHER PAYABLES

	June 30, 2025	December 31, 2024
Taxes and duties payable	4,873,896	5,879,349
Factoring payables	3,711,763	537,698
Dividends payable to shareholders	46,366	48,520
Deposits and guarantees received	55,502	47,663
Other	264,567	288,641
	<b>8,952,094</b>	<b>6,801,871</b>

NOTE 11 - INVENTORIES

	June 30, 2025	December 31, 2024
Raw materials and supplies	38,872,712	36,979,523
Work in progress	2,697,527	2,783,968
Finished goods	39,968,874	36,513,288
Trade goods	12,634,923	8,980,286
<b>Inventories (gross)</b>	<b>94,174,036</b>	<b>85,257,065</b>
Provision for impairment on inventories	(1,591,897)	(1,574,533)
<b>Inventories (net)</b>	<b>92,582,139</b>	<b>83,682,532</b>

In line with the general financial market convention in Pakistan, Dawlance has hypothecation on its inventories amounting to TRY 339,694 related with its local bank borrowings (December 31, 2024: TRY 851,769).

NOTE 12 - INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

		June 30, 2025		December 31, 2024
	%	TRY	%	TRY
Koç Finansman	47.0	1,230,097	47.0	1,218,531
Arçelik – LG	45.0	1,130,131	45.0	1,052,540
VoltBek	49.0	656,690	49.0	505,994
Ram Dış Ticaret	33.5	137,331	33.5	136,690
		<b>3,154,249</b>		<b>2,913,755</b>

The movements of associates for the six months period ended June 30, are as follows:

	2025	2024
<b>As of January 1</b>	<b>2,913,755</b>	<b>2,452,864</b>
Shares of income/loss of associates	(69,251)	(313,433)
Shares of other comprehensive income/loss of associates	(2,277)	(5,785)
Elimination of gross profit on inventories	24,933	9,601
Cash dividends from associates	(119,114)	(61,518)
Share participation in associates	466,679	613,941
Currency translation differences	(60,476)	207,628
<b>As of June 30</b>	<b>3,154,249</b>	<b>2,903,298</b>

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

NOTE 12 - INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD (Continued)

*Shares of income/loss from investments accounted for using the equity method:*

	January 1- June 30, 2025	January 1- June 30, 2024	April 1- June 30, 2025	April 1- June 30, 2024
Koç Finansman	127,655	46,778	105,503	8,025
Arçelik-LG	57,911	(43,421)	26,438	21,310
Ram Dış Ticaret	691	(37,899)	14,384	(45,981)
VoltBek	(255,508)	(278,891)	(106,067)	(148,227)
	<b>(69,251)</b>	<b>(313,433)</b>	<b>40,258</b>	<b>(164,873)</b>

NOTE 13 - PROPERTY, PLANT AND EQUIPMENT

	2025	2024
<b>As of January 1</b>		
Cost	208,313,565	181,241,703
Accumulated depreciation	(102,355,197)	(106,127,503)
<b>Net carrying value</b>	<b>105,958,368</b>	<b>75,114,200</b>
<b>Net carrying value at the beginning of the period</b>	<b>105,958,368</b>	<b>75,114,200</b>
Additions	7,614,234	10,250,690
Acquisitions	-	38,495,412
Disposals	(565,761)	(261,339)
Transfers (*)	(3,828,660)	(534,662)
Currency translation differences	4,025,850	(7,705,109)
Depreciation for the period	(7,713,289)	(6,956,484)
<b>Net carrying value at the end of the period</b>	<b>105,490,742</b>	<b>108,402,708</b>
<b>As of June 30</b>		
Cost	220,765,854	215,255,447
Accumulated depreciation	(115,275,112)	(106,852,739)
<b>Net carrying value</b>	<b>105,490,742</b>	<b>108,402,708</b>

(\*) The Group has reclassified land, buildings, and equipment held for sale from the Property, Plant and Equipment category to the 'Assets Held for Sale' line item in the financial statements in accordance with the relevant accounting standards. The related assets, with a carrying amount of TRY 3,491,048, were reclassified through the 'Transfers' line item in the fixed assets movement schedule (Note 15).

As of June 30, 2025, the net book value of the right of use assets classified under property, plant and equipment is TRY 11,690,641 (June 30, 2024: TRY 11,929,437).

Additions to rights-to-use assets for the six months period ended June 30, 2025 TRY 3,266,723 (June 30, 2024: TRY 2,441,102), depreciation expenses are TRY 2,656,086 (June 30, 2024: TRY 2,058,110).

There is no mortgage on property, plant and equipment as of June 30, 2025 (December 31, 2024: None).

As of 30 June 2025, the capitalized borrowing cost related to property, plant and equipment amounts to TRY 30,551 (30 June 2024: TRY 68,247).

The total of depreciation expenses capitalized in 2025 is TRY 153,544 (2024: TRY 51,673).

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 14 - OTHER INTANGIBLE ASSETS**

	<b>2025</b>	<b>2024</b>
<b>As of January 1</b>		
Cost	69,267,071	60,489,787
Accumulated amortization	(26,898,617)	(26,968,766)
<b>Net carrying value</b>	<b>42,368,454</b>	<b>33,521,021</b>
<b>Net carrying value at the beginning of the period</b>	<b>42,368,454</b>	<b>33,521,021</b>
Additions	2,953,004	3,305,299
Acquisitions	-	9,828,925
Disposals	(153)	(1,398)
Transfers	337,612	534,662
Currency translation differences	885,115	(2,698,781)
Amortization for the period	(2,812,164)	(2,055,272)
<b>Net carrying value at the end of the period</b>	<b>43,731,868</b>	<b>42,434,456</b>
<b>As of June 30</b>		
Cost	77,346,037	70,190,489
Accumulated amortization	(33,614,169)	(27,756,033)
<b>Net carrying value</b>	<b>43,731,868</b>	<b>42,434,456</b>

As of June 30, 2025, total amount of capitalized borrowing cost is zero (June 30, 2024: None).

**NOTE 15 –ASSETS HELD FOR SALE**

As part of the production optimization plan announced by the Group in 2024, manufacturing operations at the Lodz and Wroclaw plants in Poland were discontinued in April 2025. Accordingly, the related land, buildings, and equipment have been classified as non-current assets held for sale. As of June 30, 2025, the carrying amount of these assets is TRY 3,491,048 (December 31, 2024: None). The sale process is actively ongoing, and the disposals are expected to be completed within the next twelve months.

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 16 - COMMITMENTS, CONTINGENT ASSETS AND LIABILITIES**

As of June 30, 2025, export commitments from Turkey under the scope of inward processing authorization certificates as export incentives amounts to full USD 1,559,706,185 (December 31, 2024: USD 1,812,803,260). In case that the related tax advantages are not utilized, it is possible to close of the certificates including export commitments without any sanctions.

	<b>June 30, 2025</b>	<b>December 31, 2024</b>
Collaterals obtained	51,037,744	47,465,588

Collaterals/ pledges/ mortgages/bill of guarantees (“CPMB”) position of the Group as of June 30, 2025 and December 31, 2024 are as follows:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>
<b>CPMB’s given by the Company</b>		
A, CPMB’s given for Company’s own legal personality	14,258,666	7,497,607
B, CPMB’s given on behalf of fully consolidated companies	40,779,602	37,489,911
C, CPMB’s given on behalf of third parties for ordinary course of business	-	-
D, Total amount of other CPMB’s	-	-
i) Total amount of CPMB’s given on behalf of the majority shareholder	-	-
ii) Total amount of CPMB’s given on behalf of other Group companies which are not in scope of B and C	-	-
iii) Total amount of CPMB’s given on behalf of third parties which are not in scope of C	-	-
<b>Total</b>	<b>55,038,268</b>	<b>44,987,518</b>

TRY equivalents of CPMB given as of June 30, 2025 and December 31, 2024 are as follows on original currency basis are as follows:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>
<b>CPMB's given by the Company</b>		
Euro	33,947,168	28,631,105
Turkish Lira	5,720,933	1,562,545
US Dollar	5,651,394	6,187,147
Other currencies	9,718,773	8,606,721
	<b>55,038,268</b>	<b>44,987,518</b>

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 17 - OTHER PROVISIONS**

	<b>June 30, 2025</b>	<b>December 31, 2024</b>
<b>Other short-term provisions</b>		
Warranty provisions	4,738,679	5,036,942
Assembly provisions	2,954,195	2,137,310
Provisions for transportation costs	2,235,904	1,708,991
Provisions for restructuring	704,226	1,127,465
Provisions for lawsuit risks (*)	609,087	3,791,712
Other	1,712,070	2,034,525
	<b>12,954,161</b>	<b>15,836,945</b>
<b>Other long-term provisions</b>		
Warranty provisions	3,004,889	3,012,537
Provisions for lawsuit risks	983,739	104,051
Other	313,579	279,442
	<b>4,302,207</b>	<b>3,396,030</b>

(\*) Within the scope of the Whirlpool Euro Holdings B.V. acquisition, a payment of EUR 72,250,000 was made in 2025 related to the litigation provision amounting to EUR 62,500,000 recorded in the opening balance sheet concerning the competition law investigation initiated in France prior to the acquisition. The related provision was subsequently reversed. The amount exceeding the provision was recovered from the counterparty. There is no additional income or expense impact on the Group’s Income Statement.

**NOTE 18 - PREPAID EXPENSES**

	<b>June 30, 2025</b>	<b>December 31, 2024</b>
<b>Short-term prepaid expenses</b>		
Prepaid expenses for following months	4,413,513	4,498,494
Advances given for inventories	1,887,708	1,134,720
	<b>6,301,221</b>	<b>5,633,214</b>
<b>Long-term prepaid expenses</b>		
Advances given for property, plant and equipment	4,320,065	5,659,867
Other	777,474	771,099
	<b>5,097,539</b>	<b>6,430,966</b>

**NOTE 19 - CURRENT INCOME TAX ASSETS**

	<b>June 30, 2025</b>	<b>December 31, 2024</b>
Prepaid taxes and funds	2,130,275	2,155,529

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 20 - EMPLOYEE BENEFIT OBLIGATIONS**

	<b>June 30, 2025</b>	<b>December 31, 2024</b>
Payables to personnel (*)	14,076,305	15,892,963
Social security payables	1,474,752	2,348,025
Accruals for bonuses and premiums	1,210,673	1,723,416
	<b>16,761,730</b>	<b>19,964,404</b>

(\*) As of December 31, 2024, an amount of TRY 11,239,066 was recognized under employee payables in relation to a restructuring-related provision for compensation, of which TRY 3,282,547 was paid during the year 2025.

**NOTE 21 - OTHER ASSETS AND LIABILITIES**

	<b>June 30, 2025</b>	<b>December 31, 2024</b>
<b>Other current assets:</b>		
Value added tax and private consumption tax receivable	1,708,191	3,328,099
Taxes and funds deductible	1,373,213	1,406,633
Advance given	693,077	447,413
Income accruals	891,451	320,644
Deposits and guarantees given	65,377	320,420
Other	1,109,680	1,054,069
	<b>5,840,989</b>	<b>6,877,278</b>

	<b>June 30, 2025</b>	<b>December 31, 2024</b>
<b>Other current liabilities:</b>		
Accruals of quotas and incentive premiums	18,291,844	17,802,202
Advances received	1,577,522	2,990,973
Deferred income from customer contracts	929,610	821,359
Value added tax and special consumption tax payables	1,163,134	560,656
Other	789,034	533,523
	<b>22,751,144</b>	<b>22,708,713</b>

	<b>June 30, 2025</b>	<b>December 31, 2024</b>
<b>Other long-term liabilities:</b>		
Liabilities related to acquisitions (*)	7,187,414	5,481,077
Deferred income from customer contracts	5,177,035	4,848,026
Other	2,056,858	2,075,641
	<b>14,421,307</b>	<b>12,404,744</b>

(\*\*) This line item reflects the fair values, as of June 30, 2025 and December 31, 2024, of the purchase consideration related to the acquisition of 100% of the shares of IHP Appliances JSC and IHP Appliances Sales LLC, with a transaction date of August 31, 2022. Additionally, it includes a contingent consideration amounting to TRY 1,573,780 payable to Whirlpool Euro Holdings B.V. in connection with the acquisition of a 75% equity interest in Whirlpool Corporation’s European subsidiaries as of the April 1, 2024 transaction (December 31, 2024: TRY 1,449,264).

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

NOTE 22 - EQUITY

**Paid-in capital**

The Company adopted the registered share capital system available to companies registered to the CMB and set a limit on its registered share capital representing registered type shares with a nominal value of kurus1, Registered and issued share capital of the Company is as follows:

	June 30, 2025	December 31, 2024
Authorized share capital	1,500,000	1,500,000
Issued share capital in nominal value	675,728	675,728

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

The shareholding structure of the Company is as follows:

	June 30, 2025		December 31, 2024	
	Share (%)	Amount	Share (%)	Amount
<b>Shareholders</b>				
Koç Holding A.Ş.	41.43	279,929	41.43	279,929
Temel Ticaret ve Yatırım A.Ş.	2.75	18,577	2.75	18,577
Koç Family Members	8.67	58,590	8.67	58,590
<b>Total Koç Family members and companies owned by Koç Family members</b>	<b>52.85</b>	<b>357,096</b>	<b>52.85</b>	<b>357,096</b>
 Teknosan Büro Makine ve Levazımı Ticaret ve Sanayi A.Ş.	12.05	81,428	12.05	81,428
Burla Ticaret ve Yatırım A.Ş.	5.56	37,572	5.56	37,572
Koç Holding Emekli ve Yardım Sandığı Vakfı	4.46	30,167	4.27	28,863
Vehbi Koç Vakfı	0.12	809	0.12	809
Treasury shares (*)	10.00	67,572	10.19	68,876
Other	14.96	101,084	14.96	101,084
<b>Paid-in capital</b>	<b>100.00</b>	<b>675,728</b>	<b>100.00</b>	<b>675,728</b>
Adjustment to share capital (**)		26,797,573		26,797,573
<b>Total share capital</b>		<b>27,473,301</b>		<b>27,473,301</b>

(\*) The above amount refers to shares that are repurchased by the company and are publicly traded.

(\*\*) Capital adjustment differences represent the disparity between the total amount of cash and cash equivalents added to capital after adjustment for inflation accounting and the amount before such adjustment. Capital adjustment differences have no use other than being added to capital.

All shareholders of the Company have equal rights and there are no preference shares outstanding.

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 22 - EQUITY(Continued)**

The historical values and inflation adjustment effects of the following accounts under equity, in accordance with TFRS and VUK financial statements, as of June 30, 2025, are as follows:

<b>June 30, 2025 (TFRS)</b>	<b>Historical value</b>	<b>Inflation adjustment effect</b>	<b>Indexed value</b>
Paid-in capital	675,728	26,797,573	27,473,301
Treasury shares	3,095,543	10,115,421	13,210,964
Legal reserves	887,707	6,909,571	7,797,278
Special reserves	10,687	25,879	36,566

<b>June 30, 2025 (VUK)</b>	<b>Historical value</b>	<b>Inflation adjustment effect</b>	<b>Indexed value</b>
Paid-in capital	675,728	22,563,257	23,238,985
Treasury shares	3,095,543	9,638,890	12,734,433
Legal reserves	887,707	10,965,196	11,852,903
Special reserves	10,687	27,229	37,916

**Treasury Shares**

Within the scope of the share buyback program implemented for a period of three years pursuant to the Board of Directors’ resolutions dated July 1, 2021 and May 24, 2022, and conducted in accordance with the relevant regulations, the Company repurchased shares with a nominal value of TRY 68,876, representing 10.19% of its share capital. In line with the requirements of the Capital Markets Board’s Communiqué on Repurchased Shares No. II-22.1 (“the Communiqué”), any portion exceeding 10% of the share capital must be disposed of within three years from the acquisition date. Accordingly, on June 27, 2025, the Company sold shares with a nominal value of TRY 1,304 for a total consideration of TRY 146,194, in accordance with the provisions of the Communiqué and the rules on special transaction disclosures of the stock exchange.

As a result of this sale, the restricted reserves under equity related to the repurchased shares amounting to TRY 232,854 were released, and a net decrease of TRY 86,660 was recognized in equity based on purchasing power as of June 30, 2025.

As of June 30, 2025, the remaining repurchased shares held by the Company represent 10.00% of its share capital, with a total acquisition cost of TRY 13,210,964 on a purchasing power-adjusted basis (December 31, 2024: 10.19%, TRY 13,443,818).

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 22 - EQUITY(Continued)**

**Restricted reserves**

The Turkish Commercial Code (“TCC”) stipulates that the legal reserve is appropriated out of statutory profits at the rate of 5% per annum, until the total reserve reaches 20% of the Group’s paid-in share capital. Other legal reserves are appropriated out of 10% of the distributable income after 5% dividend is paid to shareholders. Under the TCC, legal reserves can only be used for compensating losses, continuing operations in severe conditions or preventing unemployment and taking actions for relieving its effects in case general legal reserves do not exceed half of paid-in capital or issued capital.

The details of these restricted reserves are as follows:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>
Legal reserves	13,210,964	13,443,818
Reserves for treasury shares	7,797,278	7,797,278
Special reserves	36,566	36,566

**NOTE 23 - OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES**

	<b>1 January- 30 June 2025</b>	<b>1 January- 30 June 2024</b>	<b>1 April- 30 June 2025</b>	<b>1 April- 30 June 2024</b>
<b>Other income from operating activities:</b>				
Foreign exchange gains arising from trading activities	9,131,358	6,492,580	3,698,592	1,896,676
Interest income arising from trading activities	1,434,244	173,335	204,913	82,969
Reversals of restructuring provisions (*)	279,863	-	6,115	-
Income from claims and grants	277,515	253,715	193,010	130,043
Expected credit loss provisions no longer required (Note 9)	79,944	147,897	62,299	141,594
Gain on bargain purchase (Note 3) (**)	-	19,861,446	-	19,861,446
Other	38,626	23,466	19,392	13,144
	<b>11,241,550</b>	<b>26,952,439</b>	<b>4,184,321</b>	<b>22,125,872</b>

(\*) As disclosed in the material event announcement dated April 9, 2025, regarding the restructuring plan for the Italy operations, the estimated number of employees to be impacted has been revised downward compared to previous estimates. As a result of this update, approximately TRY 280 million of the restructuring provision recognized as of December 31, 2024, has been reversed and recognized as income in the consolidated financial statements.

(\*\*) The relevant amount arises from the finalization of the purchase price allocation exercise related to the business combinations carried out in the Europe and Middle East & North Africa regions, within the measurement period defined under TFRS 3 – Business Combinations. In accordance with TFRS 3, the amount has been retrospectively recognized in the financial statements for the period corresponding to the year 2024. Since the restructuring provisions related to these business combinations were reflected in the financial statements in the fourth quarter of 2024, the comparative period includes only the bargain purchase gain, and does not contain any restructuring provision expenses.

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

NOTE 23 - OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES  
(Continued)

	1 January- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2025	1 April- 30 June 2024
<b>Other expenses from operating activities:</b>				
Foreign exchange losses arising from trading activities	(6,031,897)	(5,080,323)	(1,784,133)	(1,655,181)
Interest charges arising from trading activities	(1,835,927)	(3,053,467)	(774,697)	(1,165,658)
Provision for expected credit losses (Note 9)	(187,424)	(190,458)	(96,891)	(137,827)
Other	(660,132)	(280,275)	(594,518)	(250,286)
	<b>(8,715,380)</b>	<b>(8,604,523)</b>	<b>(3,250,239)</b>	<b>(3,208,952)</b>

NOTE 24 - INCOME AND EXPENSES FROM INVESTMENT ACTIVITIES

	1 January- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2025	1 April- 30 June 2024
<b>Income from investment activities:</b>				
Income from sales of property plant and equipment	40,928	31,817	35,935	18,052
Gain on sale of financial assets	27,429	23,912	-	-
Dividend income from financial investments	383	2,708	383	2,708
Income arising from changes in contingent liabilities (*)	-	1,310,497	-	1,310,497
	<b>68,740</b>	<b>1,368,934</b>	<b>36,318</b>	<b>1,331,257</b>
<b>Expenses from investment activities:</b>				
Loss from sales of property plant and equipment	(13,761)	(174,555)	(8,570)	(137,258)
	<b>(13,761)</b>	<b>(174,555)</b>	<b>(8,570)</b>	<b>(137,258)</b>

(\*) The contingent purchase consideration for IHP Appliances JSC and IHP Appliances Sales LLC, the acquisitions of which were completed on August 31, 2022, is reflected in the financial statements at fair value. Due to changes in market conditions and market circumstances, the fair value of the contingent liability has decreased compared to previous reporting periods. The resulting change in value has been recognized as income in the financial statements.

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 25 – FINANCIAL INCOME**

	<b>1 January- 30 June 2025</b>	<b>1 January- 30 June 2024</b>	<b>1 April- 30 June 2024</b>	<b>1 April- 30 June 2024</b>
Foreign exchange gains (*)	5,363,450	9,788,696	3,317,074	2,159,019
Interest income	1,376,620	1,977,754	785,007	986,329
Gains on derivative instruments	1,184,046	1,509,971	526,451	814,203
Other	277,696	540,116	203,828	366,466
	<b>8,201,812</b>	<b>13,816,537</b>	<b>4,832,360</b>	<b>4,326,017</b>

(\*) Foreign exchange gains are related to cash and cash equivalents, financial borrowings and other financial liabilities.

**NOTE 26 - FINANCIAL EXPENSES**

	<b>1 January- 30 June 2025</b>	<b>1 January- 30 June 2024</b>	<b>1 April- 30 June 2024</b>	<b>1 April- 30 June 2024</b>
Foreign exchange losses (*)	(10,493,919)	(6,580,981)	(5,862,188)	(2,930,936)
Interest expenses (**)	(9,348,081)	(13,382,393)	(5,016,776)	(2,814,872)
Losses on derivative instruments	(2,938,097)	(4,734,510)	(1,346,331)	(3,295,640)
Interest expense from contingent liability	(291,845)	(342,343)	(145,450)	(130,323)
Other	(1,732,918)	(1,228,486)	(878,304)	(837,339)
	<b>(24,804,860)</b>	<b>(26,268,713)</b>	<b>(13,249,049)</b>	<b>(10,009,110)</b>

(\*) TRY 609,766 of the interest expenses consists of the interest expense on the lease liabilities (2024: TRY 480,457).

(\*\*) Foreign exchange losses are related to cash and cash equivalents, financial borrowings and other liabilities.

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

NOTE 27 – EXPLANATIONS REGARDING NET MONETARY POSITION GAINS/(LOSES)

Non-monetary items	June 30, 2025	June 30, 2024
<b>Statement of financial position items</b>	<b>7,542,778</b>	<b>10,295,585</b>
Inventories	3,778,397	5,873,345
Prepaid expenses	246,565	850,021
Investments accounted for using the equity method, financial investments, subsidiaries	11,236,723	17,802,272
Property, plant, and equipment	6,403,026	7,310,015
Intangible assets	2,691,432	3,004,641
Deferred tax assets	1,806,296	1,287,891
Other liabilities	(526,413)	(737,039)
Paid-in capital	(5,447,704)	(7,477,972)
Treasury shares	1,730,412	2,665,879
Other accumulated comprehensive income and expenses not to be reclassified to profit or loss	561,188	123,628
Other accumulated comprehensive income and expenses to be reclassified to profit or loss	2,701,698	3,335,171
Restricted reserves	(2,869,928)	(4,247,044)
Retained earnings	(14,768,914)	(19,495,223)
<b>Profit or Loss Statement Items</b>	<b>493,024</b>	<b>(120,129)</b>
Revenue	(8,271,012)	(12,620,047)
Cost of sales	6,702,961	9,616,010
Research and development expenses	34,612	47,764
Marketing expenses	1,198,125	1,539,666
General and administrative expenses	324,574	513,216
Other income/expenses from operating activities	(75,795)	156,303
Income/expenses from investment activities	(6,016)	(10,231)
Finance income/expenses	585,575	637,190
<b>Net Monetary Position Gains/(Losses)</b>	<b>8,035,802</b>	<b>10,175,456</b>

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

NOTE 28 – TAX ASSETS AND LIABILITIES

	June 30, 2025	December 31, 2024
Corporate income taxes	1,610,817	1,364,071
Prepaid tax	(1,506,683)	(1,043,702)
<b>Tax liabilities, net</b>	<b>104,134</b>	<b>320,369</b>
Deferred tax assets	30,815,462	26,869,067
Deferred tax liabilities	(5,913,289)	(5,463,912)
<b>Deferred tax assets, net</b>	<b>24,902,173</b>	<b>21,405,155</b>

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

The corporation tax rate is 25% in Turkey (December 31, 2024: 25%), Corporation tax rate is applied to net income of the companies after adjusting for certain disallowable expenses, exempt income and allowances.

Income tax expense for the six months period ended June 30 is as follows:

	1 January- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2024	1 April- 30 June 2024
<b>Tax income/(expense)</b>				
- Current period tax expense	(1,048,368)	(1,956,269)	(146,617)	(372,035)
- Deferred tax income	(689,595)	1,876,628	(532,834)	1,378,905
<b>Total tax income/(expense), net</b>	<b>(1,737,963)</b>	<b>(79,641)</b>	<b>(679,451)</b>	<b>1,006,870</b>

The Group recognizes deferred tax assets and liabilities based upon temporary differences arising between their statement of financial position accounts prepared in accordance with TAS/TFRS promulgated by POA Financial Reporting Standards and their statutory financial statements. These temporary differences usually result from the recognition of revenue and expenses in different reporting periods for TAS/TFRS and Tax Laws.

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

NOTE 28 - TAX ASSETS AND LIABILITIES (Continued)

The breakdown of cumulative temporary differences and the resulting deferred tax assets/liabilities provided using principal tax rates is as follows:

	Cumulative temporary differences		Deferred tax assets/ (liabilities)	
	June 30, 2025	December 31, 2024	June 30, 2025	December 31, 2024
Property, plant and equipment and intangible assets	27,734,906	27,108,382	(7,287,169)	(7,512,406)
Reduced corporate tax application (*)	-	-	6,259,379	6,482,263
Available tax deductions	-	-	11,183,862	11,590,277
Provisions for warranty, assembly and transportation expenses	(7,977,904)	(7,054,234)	1,970,439	1,720,972
Inventories	(5,195,793)	(2,516,140)	1,484,589	862,210
Provisions for employment termination benefits	(3,596,306)	(4,518,851)	852,435	1,057,709
Provision for expected credit losses	(2,095,775)	(1,958,861)	600,039	544,062
Derivative instruments	(2,585,662)	136,691	646,416	(34,173)
Cost and expense provisions	(10,411,622)	(8,863,620)	2,310,469	1,860,383
Other	(24,396,603)	(17,661,898)	6,881,714	4,833,858
			<b>24,902,173</b>	<b>21,405,155</b>

**Tax Advantages Obtained Under the Investment Incentive System:**

(\*) Earnings derived from investments benefiting from an investment incentive certificate are subject to corporate income tax at reduced rates, starting from the fiscal period in which the investment is partially or fully commissioned, and continuing until the maximum investment contribution amount is reached. Within this framework, as of June 30, 2025, the Group recognized deferred tax assets amounting to TRY 6,259,379 (December 31, 2024: TRY 6,482,263) in the consolidated financial statements, representing tax advantages expected to be utilized in the foreseeable future. As a result of the recognition of these deferred tax assets, a deferred tax expense amounting to TRY 222,884 has been recorded in the consolidated statement of profit or loss for the period between January 1 and June 30, 2025.

Deferred tax assets are recognized for deductible temporary differences, carry forward tax losses and indefinite-life investment incentives which allows payment of corporate tax at discounted rates, as long as it is probable that sufficient taxable income will be generated in the future. In this context, the Group recognizes deferred tax assets from investment incentives based on long-term plans, including taxable profit projections derived from business models, which are re-evaluated at each balance sheet date to assess recoverability of such deferred tax assets. The Group expects to recover such deferred tax assets within 10 years from the balance sheet date.

In the sensitivity analysis performed as of June 30, 2025, when the inputs of the key macroeconomic and sectoral assumptions that form the business plans are increased/decreased by 10%, there is no change in the projected 5-year recovery periods of deferred tax assets related to investment incentives.

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 28 - TAX ASSETS AND LIABILITIES (Continued)**

Movements in deferred tax asset / (liabilities) for the periods ended June 30 are as follows:

	2025	2024
<b>Balance as of January 1</b>	21,405,155	8,158,126
Deferred tax income recognized in statement of profit or loss	(689,595)	1,876,628
Deferred tax income recognized directly in the equity	2,828,658	16,055
Acquisitions	-	13,367,740
Currency translation differences	1,357,955	(927,294)
<b>Balance as of June 30</b>	<b>24,902,173</b>	<b>22,491,255</b>

Subsidiaries accumulated and undistributed profits are being used in financing investments and working capital requirements, and the dividend payments are subject to Group management’s approval. Complete distribution of these accumulated profits is not anticipated as of balance sheet date, and consequently no resulting deferred tax liability is accrued.

**NOTE 29 - EARNINGS PER SHARE**

Earnings per share disclosed in the condensed consolidated statements of income are determined by dividing the net income per share by the weighted average number of shares that have been outstanding during the year.

The Companies can increase their share capital by making a pro-rata distribution of shares (“bonus shares”) to existing shareholders from retained earnings. In earnings per share calculation, this bonus share issuance is accepted as shares issued. Hence, weighted average stock share, which is used in the calculation of earnings per share, is acquired by retrospective application of bonus share issue.

Earnings per share are as follows:

	1 January- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2025	1 April- 30 June 2024
Profit for the year attributable to equity holders of the parent (*)	(4,074,613)	22,874,700	(2,336,021)	20,303,742
Weighted average number of ordinary shares with nominal value (kurus1 per value) (**)	60,688,073,468	60,685,191,700	60,688,073,468	60,685,191,700
<b>Earnings per share (kurus)</b>	<b>(6.714)</b>	<b>37.694</b>	<b>(3.849)</b>	<b>33.457</b>

(\*) There has been a change in the net profit attributable to the parent company for the comparative period. For detailed information, see Note 2.1.

(\*\*) Further details for the treasury shares please refer to Note 22.

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

NOTE 30 - RELATED PARTY DISCLOSURES

(i) Balances with related parties

	June 30, 2025	December 31, 2024
<b>(a) Due from related parties:</b>		
Koçtaş Yapı Marketleri Ticaret A.Ş. <sup>(1)</sup>	455,277	254,278
Wat Motor Sanayi ve Ticaret A.Ş. <sup>(1)</sup>	442,676	167,868
Bilkom Bilişim Hizmetleri A.Ş. <sup>(1)</sup>	384,182	-
Ford Otomotiv Sanayi A.Ş. <sup>(1)</sup>	107,803	38,198
Setur Servis Turistik A.Ş. <sup>(1)</sup>	102,797	-
Voltbek <sup>(3)</sup>	64,075	38,773
Token Finansal Teknolojiler A.Ş. <sup>(1)</sup>	513	166,861
Other	243,767	86,523
	<b>1,801,090</b>	<b>752,501</b>

	June 30, 2025	December 31, 2024
<b>(b) Due to related parties:</b>		
<b>Short-term trade payables</b>		
Arçelik-LG <sup>(3)</sup>	4,929,247	1,098,677
Zer Merkezi Hizmetler ve Ticaret A.Ş. <sup>(1)</sup>	3,132,438	3,146,818
Ram Dış Ticaret A.Ş. <sup>(2)</sup>	642,565	666,016
Koç Sistem Bilgi ve İletişim Hizmetleri A.Ş. <sup>(1)</sup>	252,041	400,447
Ingage Dijital Pazarlama Hizmetleri A.Ş. <sup>(1)</sup>	60,038	120,466
Entek Elektrik Üretimi A.Ş. <sup>(1)</sup>	48,040	544,980
Token Finansal Teknolojiler A.Ş. <sup>(1)</sup>	9,619	141,583
Other	283,015	447,148
	<b>9,357,003</b>	<b>6,566,135</b>

<sup>(1)</sup> Koç Holding group companies

<sup>(2)</sup> Subsidiaries

<sup>(3)</sup> Joint venture

(c) Deposits:

	June 30, 2025	December 31, 2024
Yapı ve Kredi Bankası A.Ş. and its subsidiaries <sup>(1)</sup>	846,745	340,469

(d) Derivative instruments

	Contract amount	Fair value assets/(liabilities)
<b>June 30, 2025</b>		
Yapı ve Kredi Bankası A.Ş. and its subsidiaries <sup>(1)</sup>	-	-
	Contract Amount	Fair value assets/(liabilities)
<b>December 31, 2024</b>		
Yapı ve Kredi Bankası A.Ş. and its subsidiaries <sup>(1)</sup>	3,308,632	- (13,853)

<sup>(1)</sup> Koç Holding group companies

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 30 - RELATED PARTY DISCLOSURES (Continued)**

**(ii) Transactions with related parties**

	1 January- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2025	1 April- 30 June 2024
<b>(a) Sales of goods and services:</b>				
Bilkom Bilişim Hizmetleri A.Ş. <sup>(1)</sup>	1,344,552	1,600,664	690,021	556,333
Token Finansal Teknolojiler A.Ş. <sup>(1)</sup>	805,410	416,651	312,380	221,284
Koçtaş Yapı Marketleri Ticaret A.Ş. <sup>(1)</sup>	246,509	425,980	183,601	252,591
WAT Motor <sup>(1)</sup>	128,611	65,462	39,624	17,867
Other	196,645	79,711	61,804	54,834
	<b>2,721,727</b>	<b>2,588,468</b>	<b>1,287,430</b>	<b>1,102,909</b>

	1 January- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2025	1 April- 30 June 2024
<b>(b) Purchases of goods and services:</b>				
Arçelik-LG <sup>(3)</sup>	9,132,609	8,624,873	5,328,395	5,579,124
Zer Merkezi Hizmetler ve Ticaret A.Ş. <sup>(1)</sup>	7,468,569	8,085,077	4,404,694	4,742,730
Ram Dış Ticaret <sup>(2)</sup>	1,476,805	2,087,023	729,671	799,535
Koç Sistem Bilgi ve İletişim Hizmetleri A.Ş. <sup>(1)</sup>	704,796	723,855	304,650	420,648
Token Finansal Teknolojiler A.Ş. <sup>(1)</sup>	605,113	576,694	193,506	193,411
Bilkom Bilişim Hizmetleri A.Ş. <sup>(1)</sup>	317,600	402,853	33,472	125,476
Ingage Dijital Pazarlama Hizmetleri A.Ş. <sup>(1)</sup>	292,417	454,548	181,810	378,935
Setur Servis Turistik A.Ş. <sup>(1)</sup>	112,923	190,574	68,273	123,857
Other	1,601,601	3,490,966	703,578	1,876,993
	<b>21,712,433</b>	<b>24,636,463</b>	<b>11,948,049</b>	<b>14,240,709</b>

The Group purchases direct and indirect materials and receives services from Zer Merkezi Hizmetler A.Ş. and Ram Dış Ticaret A.Ş. The average payment term is around sixty days.

The Group purchases air conditioners produced by Arçelik-LG. Purchasing conditions are determined in line with sales conditions.

<sup>(1)</sup> Koç Holding group companies

<sup>(2)</sup> Associates

<sup>(3)</sup> Joint Ventures

**(c) Key management compensation:**

Senior executives of Arçelik A.Ş. are defined as the Chairman and Members of the Board of Directors, the General Manager, Deputy General Managers, and Executive Directors directly reporting to the General Manager.

In the six months period ended June 30, 2025, the total benefits provided to senior executives of Arçelik A.Ş. by our company and its subsidiaries, calculated on the basis of purchasing power as of June 30, 2025, amounted to TRY 183,593 (June 30, 2024: TRY 192,600).

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 30 - RELATED PARTY DISCLOSURES (Continued)**

**(ii) Transactions with related parties (Continued)**

**(d) Other transactions:**

	1 January- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2025	1 April- 30 June 2024
<i>Interest income:</i>				
Yapı ve Kredi Bankası A.Ş. and its subsidiaries <sup>(1)</sup>	14,504	14,383	4,798	6,136

<sup>(1)</sup> Koç Holding group companies

**NOTE 31 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT**

The Group has focused on managing various financial risks, including the effects of changes in debt and capital market prices, foreign exchange rates, and interest rates due to its operations. The Group’s overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the financial performance of the Group.

***Hedging operations and derivative instruments***

***Liquidity Risk***

The risk of failure in settling financial liabilities is eliminated by managing the condensed consolidated financial position statement and expected cash flows in harmony. In this context, the maturities of the financial liabilities are kept in line with the maturities of assets to eliminate any duration mismatch, to maintain short term liquidity with effective inventory term, trade receivables and trade payables term, net working capital objectives are set, and condensed consolidated statement of financial position ratios are aimed to be kept at particular levels.

Cash flow estimations for midterm and long-term liquidity management of the Group are made by taking into account financial markets and sector dynamics and cash flow cycle is observed and is tested by various scenarios.

**Interest Rate Risk**

Changes in interest rates create significant risks over financial results with due to the impact on interest sensitive assets and liabilities. These exposures are managed by establishing a fixed-floating balance in the condensed consolidated financial statements and balancing interest rate sensitive assets and maturity with inter balance sheet items and using derivative instruments when considered necessary.

In this context, matching maturities of receivables and payables but also contractual re-pricing dates is crucial. In order to minimize the exposures to interest rate volatility, contractual re-pricing date of financial liabilities and receivables and “fixed interest/ floating interest”, “short-term/ long-term” balance within liabilities are structured coherently.

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

---

**NOTE 31 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT  
(Continued)**

***Funding risk***

The ability to fund the existing and prospective debt requirements is managed by maintaining the availability of adequate committed funding lines from high quality lenders.

***Credit risk***

The Group is exposed to credit risk arising from receivables from credit financed sales and deposits with banks.

Credit risk of receivables from third parties is managed by securing receivables with collaterals covering receivables at the highest possible proportion, Methods used are as follows:

- Bank guarantees (guarantee letters, letter of credits etc.),
- Credit insurance (Global insurance policies, Eximbank and factoring insurance etc.),
- Mortgages,
- Endorsed cheques and notes.

In credit risk control, for the customers which are not secured with collaterals, the credit quality of the customer is assessed by taking into account its financial position, past experience and other factors, Individual risk limits are set in accordance and the utilization of credit limits is regularly monitored.

For banks, the ratings of the independent rating institutions are taken into consideration.

Same credit risk management principles are used for the management of the financial assets. Investments are made to instruments with highest liquidity and credit note of the company of transaction is taken into consideration.

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 31 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT  
(Continued)**

Details of credit and receivable risk as of June 30, 2025 and December 31, 2024 are as follows:

	<b>Trade receivables</b>			
<b>June 30, 2025</b>	<b>Related parties</b>	<b>Third parties</b>	<b>Bank deposits</b>	<b>Derivative instruments</b>
<b>Maximum exposed credit risk as of reporting date <sup>(1)</sup></b>	<b>1,801,090</b>	<b>129,551,422</b>	<b>58,240,195</b>	<b>721,667</b>
Secured portion of the maximum credit risk by guarantees, etc. <sup>(2)</sup>	-	(100,125,592)	-	-
A. Net book value of financial asset either are not due or not impaired	1,801,090	123,316,848	58,240,195	721,667
-Secured portion by guarantees, etc.	-	(95,484,319)	-	-
B. Net book value of overdue but not impaired financial assets	-	6,248,268	-	-
- Secured portion by guarantees, etc.	-	(4,613,343)	-	-
C. Net book value of the impaired assets	-	27,930	-	-
- Overdue (Gross book value)	-	2,143,697	-	-
- Impairment (-)	-	(2,115,767)	-	-
- Secured portion of the net value by guarantees, etc.	-	(27,930)	-	-
D. Expected credit losses (-)	-	(41,624)	-	-
	<b>Trade receivables</b>			
<b>December 31, 2024</b>	<b>Related parties</b>	<b>Third parties</b>	<b>Bank deposits</b>	<b>Derivative instruments</b>
<b>Maximum exposed credit risk as of reporting date <sup>(1)</sup></b>	<b>752,501</b>	<b>107,709,698</b>	<b>57,469,218</b>	<b>518,309</b>
Secured portion of the maximum credit risk by guarantees, etc. <sup>(2)</sup>	-	(86,018,990)	-	-
A. Net book value of financial asset either are not due or not impaired	752,501	103,239,307	57,469,218	518,309
-Secured portion by guarantees, etc.	-	(82,708,572)	-	-
B. Net book value of overdue but not impaired financial assets	-	4,576,282	-	-
- Secured portion by guarantees, etc.	-	(3,375,576)	-	-
C. Net book value of the impaired assets	-	(65,158)	-	-
- Overdue (Gross book value)	-	1,900,975	-	-
- Impairment (-)	-	(1,966,133)	-	-
- Secured portion of the net value by guarantees, etc.	-	65,158	-	-
D. Expected credit losses (-)	-	(40,733)	-	-

<sup>(1)</sup> These amounts represent the maximum credit risk exposure as of the balance sheet date, without taking into account collateral held or other factors that increase credit reliability.

<sup>(2)</sup> Major part of guarantees is composed of mortgages and trade receivable insurances.

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 31 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT  
(Continued)**

**a) Credit quality of financial assets which are not overdue and not impaired,**

	<b>June 30, 2025</b>	<b>December 31, 2024</b>
Group 1	3,310,482	2,178,857
Group 2	120,179,581	99,745,255
Group 3	1,627,875	2,067,696
	<b>125,117,938</b>	<b>103,991,808</b>

Group 1 - New customers (customers for a period less than 3 months).

Group 2 - Existing customers with no defaults in the past (customers for a period of more than 3 months).

Group 3 - Existing customers with some defaults in the past of which were fully recovered.

**b) Aging analysis of the receivables which are overdue but not impaired**

	<b>June 30, 2025</b>	<b>December 31, 2024</b>
0-1 month	3,792,777	3,106,457
1-3 months	1,159,238	567,332
3-12 months	917,999	554,760
1-5 years	378,254	347,733
	<b>6,248,268</b>	<b>4,576,282</b>

The Group has applied the simplified approach stated in TFRS 9 for the calculation of expected credit loss provision for trade receivables. This approach allows expected credit loss provision for all trade receivables. In order to measure expected credit losses, the Group appropriately classified its trade receivables based on maturity and credit risk characteristics. The expected credit loss ratio for each class of trade receivables, which is grouped using past loan loss experiences and forward-looking macroeconomic indicators, is calculated and the expected credit loss provision has been calculated by multiplying the determined rate and totals of trade receivable.

Description for the measurements as of June 30, 2025 is as follows;

<b>June 30, 2025</b>	<b>Undue</b>	<b>Overdue 0-1 month</b>	<b>Overdue 1-3 months</b>	<b>Overdue more than 3 months</b>	<b>Total</b>
Expected credit rate (%)	0.006	0.02	0.16	1.20	
Gross carrying amount (*)	123,008,378	3,327,777	2,276,370	2,787,818	<b>131,400,343</b>
Expected credit loss	(6,728)	(798)	(1,223)	(32,875)	<b>(41,624)</b>

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

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 31 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT  
(Continued)**

Description for the measurements as of December 31, 2024, is as follows;

<b>December 31, 2024</b>	<b>Undue</b>	<b>Overdue 0-1 month</b>	<b>Overdue 1-3 months</b>	<b>Overdue more than 3 months</b>	<b>Total</b>
Expected credit loss rate (%)	0.004	0.06	0.56	1.36	
Gross carrying amount (*)	103,198,647	2,144,656	1,947,519	2,385,082	<b>109,675,904</b>
Expected credit loss	(3,773)	(1,363)	(3,070)	(32,527)	<b>(40,733)</b>

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

***Foreign exchange risk***

Since the Group operates in a diverse geographical area, operations are performed using multiple currencies. Therefore, foreign exchange risk is one of the most significant financial risks that the Group is exposed to.

Trade relations between the Company and its subsidiaries are structured within the framework of relevant legislations and managed centrally by subsidiaries’ functional currencies. Thus, foreign currency risk born by the subsidiaries is minimized. It is aimed to set the ratio of foreign exchange risk position over equity at a predetermined interval.

The main principle of foreign currency risk management is to minimize the impact of foreign exchange fluctuations by maintaining foreign exchange asset position close to zero.

On balance sheet methods are preferred for the management of foreign currency risk as in other risk items. However, when necessary, derivative instruments are also used for maintaining foreign currency position at a predetermined level.

***Foreign currency hedge of net investments in foreign operations***

The Group designated some portion of the Euro dominated bonds issued and Ruble dominated contingent liabilities as a hedging instrument in order to hedge the foreign currency risk arisen from the translation of net assets of part of the subsidiaries operating in Europe and Russia from Euro and Ruble to Turkish Lira. Gains or losses on the hedging instrument relating to the effective portion of the hedge are recognized in equity in foreign currency hedge of net investments in foreign operations fund in order to net off the increment value fund arisen from the translation of the net assets of investments in foreign operations. As of June 30, 2025, a portion of bank borrowings amounting to EUR 400,000,000 and contingent liabilities RUB 10,723,767,308 (before tax) was designated as a net investment hedging instrument (December 31, 2024: EUR 500,000,000 and RUB 10,320,844,478 respectively).

***Foreign currency position***

Assets and liabilities denominated in foreign currency held by the Group before consolidation adjustments are as follows:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>
Assets	79,817,912	82,850,817
Liabilities	(154,432,816)	(136,598,088)
<b>Net position of financial statement</b>	<b>(74,614,904)</b>	<b>(53,747,271)</b>
Net position of derivative instruments	25,151,372	40,199,641
<b>Foreign currency position (net)</b>	<b>(49,463,532)</b>	<b>(13,547,630)</b>

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF JUNE 30, 2025, AND DECEMBER 2024

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

NOTE 31 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT  
(Continued)

Currencies, other than the functional currencies of the Company and its’ subsidiaries are accepted as foreign currencies. The original currencies are presented in thousands (‘000).

The original currency amounts of assets and liabilities denominated in foreign currencies and the total TRY equivalent as of June 30, 2025 are as follows:

	Euro	USD Dollar	GBP	RUB	Other Currency’s TRY Equivalent	TRY Equivalent
<b>Current Assets</b>						
Trade receivables	533,845	364,439	39,130	6,401,031	3,389,486	48,080,017
Monetary financial assets	308,747	125,963	5,057	63,911	614,281	20,301,146
Other	2,274	35,883	12,594	-	1,055,885	3,274,294
<b>Non-Current Assets</b>						
Trade receivables	28,633	143,632	-	-	35,024	7,076,245
Other non-current assets	-	431	19,613	-	-	1,086,210
<b>Total Assets</b>	<b>873,499</b>	<b>670,348</b>	<b>76,394</b>	<b>6,464,942</b>	<b>5,094,676</b>	<b>79,817,912</b>
<b>Current Liabilities</b>						
Trade payables	432,325	790,960	2,716	394,322	4,624,293	56,531,328
Financial liabilities	723,351	285,864	4	-	1,094,733	46,129,742
Other monetary liabilities	1,372	10,555	31,394	11,152,102	1,503,041	9,311,244
<b>Non-Current Liabilities</b>						
Trade payables	27,501	11,776	-	-	-	1,748,238
Financial liabilities	407,859	545,160	-	-	-	40,652,856
Other monetary liabilities	121	1,323	-	-	1,180	59,408
<b>Total Liabilities</b>	<b>1,592,529</b>	<b>1,645,638</b>	<b>34,114</b>	<b>11,546,424</b>	<b>7,223,247</b>	<b>154,432,816</b>
<b>Net Position of Financial Statement</b>	<b>(719,030)</b>	<b>(975,290)</b>	<b>42,280</b>	<b>(5,081,482)</b>	<b>(2,128,571)</b>	<b>(74,614,904)</b>
Off-balance sheet derivative assets (*)	402,369	941,445	240,507	11,152,102	13,428,176	88,297,924
Off-balance sheet derivative liabilities (*)	(557,338)	(241,852)	(272,012)	(2,200,000)	(11,663,429)	(63,146,552)
Net position of off-balance sheet items	(154,789)	699,593	(31,505)	8,952,102	1,764,747	25,151,372
<b>Net Asset/(Liability) Position of Foreign Currency</b>	<b>(873,819)</b>	<b>(275,697)</b>	<b>10,775</b>	<b>3,870,620</b>	<b>(363,824)</b>	<b>(49,463,532)</b>
Amount Subject to Cash Flow Hedge Accounting		97,485				3,874,288
<b>Net Foreign Currency Position After Cash Flow Hedge</b>	<b>(873,819)</b>	<b>(178,212)</b>	<b>10,775</b>	<b>3,870,620</b>	<b>(363,824)</b>	<b>(45,589,244)</b>
Net Asset/(Liability) Position of Foreign Currency Monetary Items	(719,030)	(975,290)	42,280	(5,081,482)	(2,128,597)	(74,614,930)
Hedge Amount of Foreign Currency Assets	557,338	(158,148)	272,012	2,200,000	11,663,429	47,249,592
Hedge Amount of Foreign Currency Liabilities	802,369	541,445	240,507	11,152,102	13,428,202	91,013,651

(\*) Some portion of EUR denominated bonds issued designated as hedging instrument against to the foreign currency risk arisen from the conversion of net investments in foreign operation at subsidiaries located in Europe, is included in off balance sheet derivative assets.

**(CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED  
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)**

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2025**

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 31 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT  
(Continued)**

The original currency amounts of assets and liabilities denominated in foreign currencies and the total TRY equivalent as of December 31, 2024 are as follows:

	<b>Euro</b>	<b>US Dollar</b>	<b>British Pound</b>	<b>Russian Ruble</b>	<b>Other Currency's TRY Equivalent</b>	<b>TRY Equivalent</b>
<b>Current Assets</b>						
Trade receivables	371,273	265,355	44,915	4,424,187	4,170,029	35,038,368
Monetary financial assets	362,243	316,063	65	33	1,243,996	29,765,550
Other	146,345	50,574	12,796		2,213,375	11,226,076
<b>Non-Current Assets</b>						
Trade receivables	28,566	111,150	19,613	-	-	6,804,960
Other non-current assets	-	386	-	-	-	15,863
<b>Total Assets</b>	<b>908,427</b>	<b>743,528</b>	<b>77,389</b>	<b>4,424,220</b>	<b>7,627,400</b>	<b>82,850,817</b>
<b>Current Liabilities</b>						
Trade payables	454,672	664,472	91,146	208,456	5,686,467	57,272,076
Financial liabilities	158,809	284,654			303,343	18,809,642
Other monetary liabilities	15,469	58,374	27	10,288,311	1,709,476	8,792,082
<b>Non-Current Liabilities</b>						
Trade payables	27,500	879	-	-	-	1,215,018
Financial liabilities	649,635	551,354	-	-	-	50,508,108
Other monetary liabilities	-	3	-	-	1,043	1,162
<b>Total Liabilities</b>	<b>1,306,085</b>	<b>1,559,736</b>	<b>91,173</b>	<b>10,496,767</b>	<b>7,700,329</b>	<b>136,598,088</b>
<b>Net Position of Financial Statement</b>	<b>(397,658)</b>	<b>(816,208)</b>	<b>(13,784)</b>	<b>(6,072,547)</b>	<b>(72,929)</b>	<b>(53,747,271)</b>
Off-balance sheet derivative assets (*)	772,442	1,073,639	120,000	12,020,844	7,131,691	95,259,215
Off-balance sheet derivative liabilities (*)	(836,999)	(111,880)	(109,070)	(4,910,000)	(7,031,447)	(55,059,574)
Net position of off-balance sheet items	(64,557)	961,759	10,930	7,110,844	100,244	40,199,641
<b>Net Asset/(Liability) Position of Foreign Currency</b>	<b>(462,215)</b>	<b>145,551</b>	<b>(2,854)</b>	<b>1,038,297</b>	<b>27,315</b>	<b>(13,547,630)</b>
Net Asset/(Liability) Position of Foreign Currency Monetary Items	(397,658)	(816,208)	(13,784)	(6,072,547)	(72,930)	(53,747,270)
Hedge Amount of Foreign Currency Assets	836,999	111,880	109,070	4,910,000	7,031,446	55,059,575
Hedge Amount of Foreign Currency Liabilities	772,442	1,073,639	120,000	12,020,844	7,131,691	95,259,215

(\*)Some portion of EUR denominated bonds issued designated as hedging instrument against to the foreign currency risk arisen from the conversion of net investments in foreign operation at subsidiaries located in Europe, is included in off balance sheet derivative assets.

**(CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED  
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)**

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2025**

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 31 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT  
(Continued)**

As of June 30, 2025, and December 31, 2024, if related currencies had appreciated by 10% against TRY with all other variables held constant, profit before tax and other comprehensive income (before tax) as a result of foreign exchange losses on the translation of foreign exchange position is presented in the tables below. Secured portions include impact of derivative instruments.

	Gain/Loss		Other Comprehensive Income	
	Foreign exchange appreciation by 10%	Foreign exchange depreciation by 10%	Foreign exchange appreciation by 10%	Foreign exchange depreciation by 10%
<b>June 30, 2025</b>				
USD net asset/liability	(3,876,037)	3,876,037	(3,372,903)	3,372,903
Secured portion from USD risk	2,780,351	(2,780,351)	2,780,351	(2,780,351)
<b>USD Net effect</b>	<b>(1,095,686)</b>	<b>1,095,686</b>	<b>(592,552)</b>	<b>592,552</b>
EUR net asset/liability	257,580	(257,580)	(3,036,701)	3,036,701
Secured portion from EUR risk	(4,325,433)	4,325,433	(720,583)	720,583
<b>EUR Net effect</b>	<b>(4,067,853)</b>	<b>4,067,853</b>	<b>(3,757,284)</b>	<b>3,757,284</b>
GBP net asset/liability	230,461	(230,461)	293,821	(293,821)
Secured portion from GBP risk	(171,727)	171,727	(171,727)	171,727
<b>GBP Net effect</b>	<b>58,734</b>	<b>(58,734)</b>	<b>122,094</b>	<b>(122,094)</b>
RUB net asset/liability	305,576	(305,576)	1,094,615	(1,094,615)
Secured portion from RUB risk	(110,741)	110,741	450,622	(450,622)
<b>RUB Net effect</b>	<b>194,835</b>	<b>(194,835)</b>	<b>1,545,237</b>	<b>(1,545,237)</b>
Other net asset/liability	(212,859)	212,859	1,407,910	(1,407,910)
Secured portion from other currency risk	176,479	(176,479)	176,476	(176,476)
<b>Other Currency Net effect</b>	<b>(36,380)</b>	<b>36,380</b>	<b>1,584,386</b>	<b>(1,584,386)</b>
	<b>(4,946,350)</b>	<b>4,946,350</b>	<b>(1,098,119)</b>	<b>1,098,119</b>

	Gain/Loss		Other Comprehensive Income	
	Foreign exchange appreciation by 10%	Foreign exchange depreciation by 10%	Foreign exchange appreciation by 10%	Foreign exchange depreciation by 10%
<b>December 31, 2024</b>				
USD net asset/liability	(3,354,324)	3,354,324	(2,813,486)	2,813,486
Secured portion from USD risk	3,952,487	(3,952,487)	3,952,487	(3,952,487)
<b>USD Net effect</b>	<b>598,163</b>	<b>(598,163)</b>	<b>1,139,001</b>	<b>(1,139,001)</b>
EUR net asset/liability	438,736	(438,736)	(2,581,331)	2,581,331
Secured portion from EUR risk	(2,420,222)	2,420,222	(276,752)	276,752
<b>EUR Net effect</b>	<b>(1,981,486)</b>	<b>1,981,486</b>	<b>(2,858,083)</b>	<b>2,858,083</b>
GBP net asset/liability	(71,158)	71,158	(22,436)	22,436
Secured portion from GBP risk	56,425	(56,425)	56,425	(56,425)
<b>GBP Net effect</b>	<b>(14,733)</b>	<b>14,733</b>	<b>33,989</b>	<b>(33,989)</b>
RUB net asset/liability	165,959	(165,959)	813,770	(813,770)
Secured portion from RUB risk	(125,399)	125,399	277,783	(277,783)
<b>RUB Net effect</b>	<b>40,560</b>	<b>(40,560)</b>	<b>1,091,553</b>	<b>(1,091,553)</b>
Other net asset/liability	(7,291)	7,291	1,681,551	(1,681,551)
Secured portion from other currency risk	10,022	(10,022)	10,022	(10,022)
<b>Other Currency Net effect</b>	<b>2,731</b>	<b>(2,731)</b>	<b>1,691,573</b>	<b>(1,691,573)</b>
	<b>(1,354,765)</b>	<b>1,354,765</b>	<b>1,098,033</b>	<b>(1,098,033)</b>

**(CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED  
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)**

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2025**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

**NOTE 31 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT  
(Continued)**

Import and exports performed to / from Turkey for the period ended as of June 30, 2025, and 2024 are as follows:

	<b>June 30, 2025</b>	<b>June 30, 2024</b>
	<b>TRY</b>	<b>TRY</b>
EUR	22,853,041	25,564,934
USD	8,966,402	9,750,066
GBP	7,212,584	8,761,115
Other	5,721,650	8,090,342
<b>Total exports</b>	<b>44,753,677</b>	<b>52,166,457</b>
USD	22,731,925	25,565,562
EUR	6,265,331	8,748,932
Other	723,092	353,213
<b>Total imports</b>	<b>29,720,348</b>	<b>34,667,707</b>

**NOTE 32 - FINANCIAL INSTRUMENTS**

***Fair value of financial instruments***

***Contingent consideration from acquisition transactions***

Group measures the contingent consideration liabilities arising from purchase/acquisition transactions at their fair value on its condensed consolidated financial statements. In this context, the contingent consideration liability in relation to the acquisition of IHP Appliances JSC and IHP Appliances Sales LLC, whose acquisitions have been completed as of August 31, 2022 are measured at fair value in the condensed consolidated financial statements as of June 30, 2025.

The contingent consideration liability is calculated by discounting the expected future cash flows of the acquired companies to date. Estimations on earnings before interest tax depreciation amortization (“EBITDA”), long term growth rate and discount rates are taken into account in the calculation of discounted future cash flows of the acquired companies. According to the Group's assessments, EBITDA growth rates are the key assumptions used in the calculation of the discounted contingent consideration liabilities.

Under the assumption of 1% increase/decrease in EBITDA growth rates as at June 30, 2025, all other variables held constant, the Group's contingent consideration liability would have been increased by TRY 432,898 /decreased by TRY 802,875.

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

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2025

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

NOTE 32 - FINANCIAL INSTRUMENTS (Continued)

Fair value hierarchy table

The Group classifies the fair value measurement of each class of financial instruments according to the source, using the three-level hierarchy, as follows:

Level 1: Market price valuation techniques for the determined financial instruments traded in markets (unadjusted)

Level 2: Other valuation techniques includes direct or indirect observable inputs, The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates.

Level 3: Valuation techniques does not contain observable market inputs.

Fair value hierarchy table as of June 30, 2025, is as follows:

Financial assets carried at fair value in statement of  
financial position

	Level 1	Level 2	Level 3
Derivative instruments (asset) (Note 8)	-	721,667	-
Financial investments (Note 6)	164,301	91,041	1,099

Financial liabilities carried at fair value in statement  
of financial position

Derivative instruments (liability) (Note 8)	-	3,307,329	-
Other long term liabilities (Note 21)	-	-	7,187,414

Fair value hierarchy table as of December 31, 2024 is as follows:

Financial assets carried at fair value in statement of  
financial position

	Level 1	Level 2	Level 3
Derivative instruments (asset) (Note 8)	-	518,309	-
Financial investments (Note 6)	188,633	6,339	79,141

Financial liabilities carried at fair value in statement  
of financial position

Derivative instruments (liability) (Note 8)	-	381,618	-
Other long term liabilities (Note 21)	-	-	5,481,077

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

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2025

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 30 June 2025 unless otherwise indicated.)

NOTE 33 - SUPPLEMENTARY CASH FLOW INFORMATION

Statements of cash flows are presented within the condensed consolidated financial statements.

Details of “adjustments for provisions” and “adjustments for impairment loss” lines presented in the condensed consolidated statements of cash flows are as follows:

	1 January- June 30, 2025	1 January- June 30, 2024
<b>Adjustments for provisions:</b>		
Quota incentives	2,489,885	2,678,063
Provision for assembly and transportation cost	1,878,595	1,975,746
Provisions for legal claims	745,381	32,711
Provision for employment termination benefits	375,927	399,180
Unused vacation	46,261	(4,730)
Warranty provision	(416,739)	48,803
Accruals for bonuses and premiums	(437,584)	(857,754)
Other provisions	(68,970)	(349,118)
	<b>4,612,756</b>	<b>3,922,901</b>
	1 January- June 30, 2025	1 January- June 30, 2024
<b>Adjustments for impairment loss:</b>		
Provision for impairment on inventories	145,463	(235,529)
Provision for expected credit loss	107,480	42,561
	<b>252,943</b>	<b>(192,968)</b>

NOTE 34 - EVENTS AFTER BALANCE SHEET DATE

None.