

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

**ARÇELİK ANONİM ŞİRKETİ**

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE INTERIM PERIOD JANUARY 1 - MARCH 31, 2025**

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ARÇELİK ANONİM ŞİRKETİ

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

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

		Unaudited	Audited
	Notes	March 31, 2025	December 31, 2024
<b>ASSETS</b>			
<b>Current assets:</b>			
Cash and cash equivalents	4	43,866,671	55,929,301
Trade receivables			
-Due from related parties	28	784,743	709,862
-Trade receivables, third parties	8	112,067,670	101,568,131
Other receivables			
-Other receivables, third parties		713,640	1,123,155
Derivative instruments	7	518,497	450,581
Inventories	10	88,464,036	78,940,785
Prepaid expenses	16	6,649,338	5,314,017
Current income tax assets	17	1,708,168	2,033,389
Other current assets	19	5,514,942	6,487,587
<b>Total current assets</b>		<b>260,287,705</b>	<b>252,556,808</b>
<b>Non-current assets:</b>			
Financial investments	5	248,267	258,581
Trade receivables			
-Trade receivables, third parties		477,856	38,356
Derivative instruments	7	-	38,359
Investments accounted for using the equity method	11	3,016,293	2,748,652
Property, plant and equipment	12	100,081,700	99,954,393
Intangible assets			
-Goodwill		9,208,472	9,406,953
-Other intangible assets	13	40,491,586	39,967,710
Prepaid expenses	16	5,786,755	6,066,565
Deferred tax assets	26	26,414,527	25,346,571
Other non-current assets		1,704,602	1,365,351
<b>Total non-current assets</b>		<b>187,430,058</b>	<b>185,191,491</b>
<b>Total assets</b>		<b>447,717,763</b>	<b>437,748,299</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 MARCH 31, 2025, AND DECEMBER 31, 2024

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

		Unaudited	Audited
	Notes	March 31, 2025	December 31, 2024
<b>LIABILITIES</b>			
<b>Current liabilities:</b>			
Short-term borrowings	6	67,734,061	56,548,264
Short-term portion of long-term borrowings	6	11,500,533	11,984,285
Trade payables			
-Due to related parties	28	8,838,644	6,194,075
-Trade payables, third parties	8	110,352,291	106,498,757
Derivative instruments	7	609,095	359,994
Employee benefit obligations	18	17,841,138	18,833,151
Other payables			
-Other payables, third parties	9	7,313,389	6,417,779
Current income tax liabilities	26	456,337	302,215
Provisions			
-Other provisions	15	15,142,434	14,939,568
Other current liabilities	19	19,053,781	21,421,958
<b>Total current liabilities</b>		<b>258,841,703</b>	<b>243,500,046</b>
<b>Non-current liabilities:</b>			
Long-term borrowings	6	79,328,606	83,401,478
Provisions			
-Provision for employee benefits		7,977,055	8,169,956
-Other provisions	15	3,197,891	3,203,599
Derivative instruments	7	569,785	-
Deferred tax liabilities	26	5,415,985	5,154,308
Other non-current liabilities	19	12,700,530	11,701,848
<b>Total non-current liabilities</b>		<b>109,189,852</b>	<b>111,631,189</b>
<b>Total liabilities</b>		<b>368,031,555</b>	<b>355,131,235</b>

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ARÇELİK ANONİM ŞİRKETİ

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS OF MARCH 31, 2025

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

		Unaudited March 31, 2025	Audited December 31, 2024
	Notes		
<b>EQUITY</b>			
Paid-in capital	20	675,728	675,728
Adjustment to share capital	20	25,240,839	25,240,839
Treasury shares	20	(12,682,044)	(12,682,044)
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		(4,321,559)	(4,472,101)
Other accumulated comprehensive income and expense to be reclassified to profit or loss			
-Currency translation differences		14,179,665	12,683,554
Gains/(losses) from financial assets measured at fair value through other comprehensive income		3,472	3,736
Gains/ losses on hedge			
-Gains/ losses on hedges of net investment in foreign operations		(18,645,022)	(16,360,024)
-Gains/ losses on cash flow hedges		(501,919)	(85,158)
Restricted reserves	20	20,071,994	20,071,994
Retained earnings		48,853,538	46,994,488
Net income for the period		(1,640,076)	1,859,050
Equity holders of the parent		71,234,616	73,930,062
Non-controlling interest		8,451,592	8,687,002
<b>Total equity</b>		<b>79,686,208</b>	<b>82,617,064</b>
<b>Total liabilities and equity</b>		<b>447,717,763</b>	<b>437,748,299</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 YEAR ENDED MARCH 31, 2025, AND 2024

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

	Notes	Unaudited	
		March 31, 2025	March 31, 2024
Net sales	3	109,117,642	99,801,065
Cost of sales		(77,842,714)	(70,182,018)
<b>Gross profit</b>		<b>31,274,928</b>	<b>29,619,047</b>
General administrative expenses		(7,544,236)	(5,929,432)
Marketing expenses		(21,430,415)	(18,489,273)
Research and development expenses		(1,297,230)	(845,507)
Other income from operating activities	21	6,657,341	4,553,076
Other expenses from operating activities	21	(5,155,468)	(5,089,839)
<b>Operating profit</b>		<b>2,504,920</b>	<b>3,818,072</b>
Income from investment activities	22	30,586	35,543
Expenses from investment activities	22	(4,896)	(35,183)
Share of profit/loss of investments accounted for using the equity method	11	(103,304)	(140,141)
<b>Operating income before financial income/(expense)</b>		<b>2,427,306</b>	<b>3,678,291</b>
Financial income	23	3,178,527	8,952,752
Financial expenses	24	(10,901,018)	(15,338,274)
Net monetary position gain/(loss)	25	4,342,139	6,355,372
<b>Profit from continuing operations before tax</b>		<b>(953,046)</b>	<b>3,648,141</b>
<b>Tax income/(expense), continuing operations</b>			
- Taxes on expense	26	(850,654)	(1,494,465)
- Deferred tax income/(expense)	26	(147,879)	469,521
<b>Net income / (loss)</b>		<b>(1,951,579)</b>	<b>2,623,197</b>
<b>Attributable to</b>			
Non-controlling interest		(311,503)	197,918
<b>Equity holders of the parent</b>		<b>(1,640,076)</b>	<b>2,425,279</b>
<b>Earnings per share (kr)</b>	27	<b>(2.703)</b>	<b>3.996</b>

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ARÇELİK ANONİM ŞİRKETİ

CONDENSED CONSOLIDATED STATEMENTS OF OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED MARCH 31, 2025 AND 2024

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

	Unaudited	
	March 31, 2025	March 31, 2024
Net income	(1,951,579)	2,623,197
Other comprehensive income		
Not to be reclassified to profit or loss	183,297	203,645
Gain/ loss arising from defined benefit plans	195,512	199,585
Share of other comprehensive income of investments accounted for using equity method that will not be reclassified to profit or loss	(12,215)	4,060
Not to be reclassified to profit or loss, tax effect	(32,755)	(49,199)
Gain/ loss arising from defined benefit plans, tax effect	(32,755)	(49,199)
To be reclassified to profit or loss	(2,016,631)	(5,556,740)
Currency translation differences	1,637,882	(5,020,021)
Other comprehensive income related with hedges of net investments in foreign operations	(3,046,664)	(1,047,008)
Other comprehensive income related with cash flow hedge	(555,248)	341,982
Share of other comprehensive income of investments accounted for using the equity method that will be reclassified to profit or loss	(52,337)	192,417
-Currency translation differences of investments accounted for using the equity method	(52,337)	192,417
-Gains/(losses) from financial assets measured at fair value through other comprehensive income	(264)	(24,110)
To be reclassified to profit or loss, tax effect	900,153	176,955
Other comprehensive income related with hedges of net investments in foreign operations, tax effect	761,666	261,758
Other comprehensive income related with cash flow hedge, tax effect	138,487	(85,496)
Other comprehensive income/(expense) related to financial assets at fair value through other comprehensive income, tax effect	-	693
Other comprehensive income/ (loss) (net of tax)	(965,936)	(5,225,339)
Total comprehensive income	(2,917,515)	(2,602,142)
Attributable to:		
Non-controlling interest	(222,069)	412,575
Equity holders of the parent	(2,695,446)	(3,014,717)

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 YEAR ENDED MARCH 31, 2025, AND 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in terms of purchasing power of the TRY at 31 March 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				
Balance at January 1, 2024-Previously reported	675,728	25,240,839	(12,682,044)	(3,708,894)	25,879	(15,690,305)	40,169,529	20,071,994	30,388,120	-	84,490,846	10,159,640	94,650,486	
Restatement effect (Note 2.1)	-	-	-	-	-	-	(11,689,567)	-	16,606,368	-	4,916,801	(4,916,801)	-	
Balance at January 1, 2024-Restated	675,728	25,240,839	(12,682,044)	(3,708,894)	25,879	(15,690,305)	28,479,962	20,071,994	46,994,488	-	89,407,647	5,242,839	94,650,486	
Transfers	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total comprehensive income	-	-	-	154,446	(23,417)	(528,764)	(5,042,261)	-	-	2,425,279	(3,014,717)	412,575	(2,602,142)	
Net income	-	-	-	-	-	-	-	-	-	2,425,279	2,425,279	197,918	2,623,197	
Other comprehensive income	-	-	-	154,446	(23,417)	(528,764)	(5,042,261)	-	-	-	(5,439,996)	214,657	(5,225,339)	
As of March 31, 2024	675,728	25,240,839	(12,682,044)	(3,554,448)	2,462	(16,219,069)	23,437,701	20,071,994	46,994,488	2,425,279	86,392,930	5,655,414	92,048,344	
Balance at January 1, 2025	675,728	25,240,839	(12,682,044)	(4,472,101)	3,736	(16,445,182)	12,683,554	20,071,994	46,994,488	1,859,050	73,930,062	8,687,002	82,617,064	
Transfers	-	-	-	-	-	-	-	-	1,859,050	(1,859,050)	-	-	-	
Total comprehensive income	-	-	-	150,542	(264)	(2,701,759)	1,496,111	-	-	(1,640,076)	(2,695,446)	(222,069)	(2,917,515)	
Net income	-	-	-	-	-	-	-	-	-	(1,640,076)	(1,640,076)	(311,503)	(1,951,579)	
Other comprehensive income	-	-	-	150,542	(264)	(2,701,759)	1,496,111	-	-	-	(1,055,370)	89,434	(965,936)	
Dividends	-	-	-	-	-	-	-	-	-	-	-	(13,341)	(13,341)	
As of March 31, 2025	675,728	25,240,839	(12,682,044)	(4,321,559)	3,472	(19,146,941)	14,179,665	20,071,994	48,853,538	(1,640,076)	71,234,616	8,451,592	79,686,208	

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ARÇELİK ANONİM ŞİRKETİ

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE YEAR ENDED MARCH 31, 2025, AND 2024

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

		Unaudited	
		January 1- March 31, 2025	January 1- March 31, 2024
	Notes		
<b>Cash flows from operating activities:</b>			
<b>Net income:</b>		<b>(1,951,579)</b>	<b>2,623,197</b>
<i>Adjustments to reconcile net cash provided from operating activities to net income after taxes</i>			
Adjustments for depreciation and amortisation expense	12,13	4,720,201	3,532,711
Adjustments for impairment loss	31	136,966	(13,191)
Adjustments for other provisions	31	887,956	2,181,316
Adjustments for interest income	23	(558,090)	(935,248)
Adjustments for interest expense	24	4,369,280	3,443,221
Adjustments for income arised from government grants	21	(79,716)	(116,664)
Adjustments for unrealised foreign exchange losses (gains)		664,695	2,771,375
Adjustments for fair value (gains) losses on derivative financial instruments	23,24	881,238	700,995
Adjustments for undistributed profits of investments accounted for using equity method	11	103,304	140,141
Adjustments for tax expense/income	26	998,533	1,024,944
Adjustments for losses (gains) on disposal of non-current assets	22	185	22,197
Other adjustments to reconcile profit (loss)	23,24	736,507	205,174
Adjustments for contingent liabilities	24	138,101	200,006
Adjustments related to losses (gains) arising from the disposal of subsidiaries, joint ventures, and financial investments or changes in their shares	22	-	(22,557)
Adjustments for Gains/Losses from Disposal or Change in Share of Associates, Joint Ventures, and Financial Investment	22	(25,875)	-
Monetary gain/(loss)		(6,921,231)	(10,153,975)
<b>Adjustments regarding net profit reconciliation for the period</b>		<b>4,100,475</b>	<b>5,603,642</b>
<b>Changes in operating assets and liabilities:</b>			
Adjustments for decrease (increase) in trade receivables		(10,905,230)	4,801,053
Adjustments for decrease (increase) in inventories		(9,585,542)	3,894,521
Decrease (increase) in prepaid expenses		(1,335,322)	(1,992,512)
Adjustments for increase (decrease) in trade payables		6,875,150	(301,497)
Increase (decrease) in employee benefit liabilities		(817,242)	(2,091,244)
Adjustments for increase (decrease) in other operating payables		966,661	(1,297,990)
Increase (decrease) in government grants and assistance		99,786	69,310
Other adjustments for other increase (decrease) in working capital		1,039,501	(369,051)
Income taxes refund (paid)		(96,201)	(48,722)
<b>Cash flows from operating activities</b>		<b>(9,657,964)</b>	<b>8,267,510</b>
<b>Investing activities:</b>			
Cash outflows from accusations/payments to gain control of subsidiaries		10,821	-
Cash outflows due to share acquisition or capital increase in affiliates and / or joint ventures	11	(442,231)	(581,403)
Cash outflows from purchases of property, plant and equipment and intangible assets		(3,291,463)	(4,069,549)
Cash inflows from sale of property, plant and equipment and intangible assets		40,338	78,774
Dividends received	11	-	62,137
Cash inflows due to sale of shares in associates or joint ventures or capital reduction	5	(5,533)	(3,254)
Cash inflows from the disposal of equity or debt instruments of other entities or funds		-	24,031
<b>Cash flows from investing activities</b>		<b>(3,688,068)</b>	<b>(4,489,264)</b>
<b>Financing activities:</b>			
Proceeds from borrowings	6	42,440,167	24,635,755
Repayments of borrowings	6	(33,070,040)	(31,905,004)
Bonds issued	6	-	5,827,919
Payments of lease liabilities	6	(1,156,374)	(846,795)
Dividends paid		(13,341)	-
Cash inflows from derivative instruments (net)		(508,673)	147,627
Interest paid		(5,126,386)	(3,866,581)
Interest received		604,057	952,478
Other inflows (outflows) of cash	23,24	(736,507)	(205,174)
<b>Cash flows from financing activities</b>		<b>2,432,903</b>	<b>(5,259,775)</b>
<b>Inflation impact on cash and cash equivalents</b>			
		(1,990,039)	(5,608,397)
<b>Net increase/(decrease) in cash and cash equivalents before currency translation differences</b>		<b>(12,903,168)</b>	<b>(7,089,926)</b>
Effect of currency translation differences		886,505	(6,069,060)
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>(12,016,663)</b>	<b>(13,158,986)</b>
<b>Cash and cash equivalents at January 1</b>	4	<b>55,842,119</b>	<b>77,509,529</b>
<b>Cash and cash equivalents at March 31</b>	4	<b>43,825,456</b>	<b>64,350,543</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 AND FOR THE YEAR ENDED MARCH 31, 2025, AND 2024

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 31 March 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-five 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 20). 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 (“BİST”) since 1986. As of March 31, 2025, the publicly listed shares are 25.15% of the total shares. (December 31, 2024: 25.15%) (Includes treasury shares of 10.19% as of March 31, 2025, and December 31, 2024)

The average number of personnel employed by categories in the Group is 13,442 monthly paid (1 January - 31 March 2024: 10,056) and 39.959 hourly paid (1 January - 31 March 2024: 31,576) totaling to 53,401 (1 January - 31 March 2024: 41,632).

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”) <sup>(*)</sup>	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”) <sup>(*)</sup>	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 Holdings BV (“Beko Holdings”)	Netherlands	Investment	Holding
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  
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ARÇELİK ANONİM ŞİRKETİ

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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")	Swaziland	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

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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>
<i>Continuing operations as of balance sheet date: (continued)</i>			
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>Ceased operations as of reporting date:</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**

These consolidated financial statements as of and for the year ended March 31, 2025, has been approved for issue by the Board of Directors on April 25, 2025.

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
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(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 31 March 2025 unless otherwise indicated.)

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**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 three months period ended March 31, 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. Consolidated financial statements have been prepared under the historical cost convention except for the derivative instruments and available for sale financial assets presented at fair values.

**Financial reporting in hyperinflationary economy**

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

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

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

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

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
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**NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS  
(Continued)**

**2.1 Basis of presentation**

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

<b>Year End</b>	<b>Index</b>	<b>Conversion Factor</b>	<b>Three-year Inflation Rate</b>
31 March 2025	2,954.69	1.00000	250%
31 December 2024	2,684.55	1.10063	291%
31 March 2024	2,139.47	1.38104	309%

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

- Current period consolidated financial statements prepared in TRY are expressed in terms of the purchasing power at the balance sheet date, and amounts from previous reporting periods are also adjusted and expressed in terms of the purchasing power at the end of the reporting period.
- Monetary assets and liabilities are not adjusted as they are already expressed in terms of the current purchasing power at the balance sheet date. In cases where the inflation-adjusted values of non-monetary items exceed their recoverable amount or net realizable value, the provisions of IAS 36 “Impairment of Assets” and IAS 2 “Inventories” are applied, respectively.
- Non-monetary assets and liabilities and equity items that are not expressed in terms of the current purchasing power at the balance sheet date have been adjusted using the relevant adjustment coefficients.
- All items in the comprehensive income statement, except for those that have an impact on the comprehensive income statement of non-monetary items on the balance sheet, have been indexed using the coefficients calculated for the periods when the income and expense accounts were first reflected in the financial statements.
- The impact of inflation on the Group's net monetary asset position in the current period is recorded in the net monetary gain/(loss) account in the consolidated income statement (Note 25).

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
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**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 March 31, 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.

**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
- Amendments to IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity
- IFRS 18 – The new Standard for Presentation and Disclosure in Financial Statements

The 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 mentioned standard is not applicable to the Group.

**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
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**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 TAS/IFRS 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 recognised 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/IFRS 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.



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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 March 31, 2025, and December 31, 2024 (%) and their functional currencies:

	Functional currency	March 31, 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	96.72	96.72
Arcwaste	Romanian Lei	72.54	72.54	96.72	96.72
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	100	100
Beko Azerbaijan	Azerbaijan Manat	100	100	100	100
Beko B.V.	Euro	100	100	100	100
Beko Balkans	Serbian Dinar	75	75	100	100
Beko Bangladesh	Euro	100	100	100	100
Beko Belgium	Euro	75	75	100	100
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	100	100
Beko Czech	Czech Koruna	75	75	100	100
Beko Denmark	Danish Krone	75	75	100	100
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	100	100
Beko France	Euro	75	75	100	100
Beko Germany	Euro	75	75	100	100
Beko Greece	Euro	75	75	100	100
Beko Gulf	Dirham	100	100	100	100
Beko Gulf DMCC	Dirham	100	100	100	100
Beko Holdings	Euro	75	75	75	75
Beko Hong Kong	US Dollar	100	100	100	100
Beko Hungary	Hungarian Forint	75	75	100	100
Beko Iberia	Euro	75	75	75	75
Beko Ireland	Euro	75	75	100	100
Beko Israel <sup>(*)</sup>	New Israeli Shekel	-	-	100	100
Beko Italy	Euro	75	75	100	100
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

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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	March 31, 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	100	100
Beko New Zealand	New Zealand Dollar	100	100	100	100
Beko Norway	Norwegian Kroner	75	75	100	100
Beko Philippines	Philippine Peso	100	100	100	100
Beko Poland Manufacturing	Euro	75	75	75	75
Beko Polska	Polish Zloty	75	75	100	100
Beko Portugal	Euro	75	75	100	100
Beko Romania	Romanian Lei	72.54	72.54	96.72	96.72
Beko Russia	Russian Ruble	100	100	100	100
Beko Shanghai	Chinese Yuan	100	100	100	100
Beko Slovakia	Euro	75	75	100	100
Beko Spain	Euro	75	75	100	100
Beko Sweden	Swedish Krona	75	75	100	100
Beko Switzerland	Swiss Franc	75	75	100	100
Beko Thailand	Thai Baht	100	100	100	100
Beko UK	British Pound	75	75	100	100
Beko Ukraine	Ukrainian Hryvnia	75	75	100	100
Beko US	US Dollar	100	100	100	100
Beko R&D	Euro	75	75	100	100
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 <sup>(**)</sup>	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

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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	March 31, 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.

- (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 March 31, 2025 and December 31 2024 (%):

	March 31, 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 AND FOR THE YEAR ENDED MARCH 31, 2025, AND 2024**

(Amounts expressed in thousands of Turkish Lira (“TRY”) in terms of purchasing power of the TRY at 31 March 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 March 31, 2024. The amounts restated for the March 31, 2025 purchasing power are indicated below, respectively.

As of January 1, 2024, a reclassification of TRY (11,689,567) in foreign exchange translation differences, TRY (4,916,801) in non-controlling interests, and TRY 16,606,368 in retained earnings was made.

As of March 31, 2024, the reclassifications were as follows: TRY 16,606,368 in retained earnings, TRY (13,569,186) in foreign exchange translation differences, TRY (4,916,801) in non-controlling interests, and TRY 1,879,619 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.

**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 recognised 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  
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**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 March 31, 2025, have been prepared in accordance with IAS 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 - 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 of these segments is administrated separately due to the necessity of different technologies and marketing strategies.

Information about the operational segments is as follows. Gross profitability is evaluated regarding the performance of the operational segments.

- a) Operational segments which have been prepared in accordance with the reportable segments for three months period ended March 31, 2025 are as follows:

	<b>White goods</b>	<b>Consumer electronics</b>	<b>Other</b>	<b>Total</b>
Net sales (*)	81,920,666	5,640,002	21,556,974	109,117,642
Gross profit	22,902,089	607,468	7,765,371	31,274,928
Depreciation and amortization	4,457,219	175,371	167,628	4,800,218
Capital expenditures	3,062,094	202,569	106,817	3,371,480

(\*) The Group recognised net sales amounting to TRY 107,157,717 with respect to the performance obligations satisfied at a point in time for the year ended March 31, 2025 (2024: TRY 99,668,297).

- b) Operational segments which have been prepared in accordance with the reportable segments for the three months period ended March 31, 2024 are as follows:

	<b>White goods</b>	<b>Consumer electronics</b>	<b>Other</b>	<b>Total</b>
Net sales	75,829,855	7,328,108	16,643,102	99,801,065
Gross profit	23,881,911	931,741	4,805,395	29,619,047
Depreciation and amortization	3,222,484	186,245	148,907	3,557,636
Capital expenditures	3,732,218	250,421	111,835	4,094,474

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
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NOTE 3 - SEGMENT REPORTING (Continued)

- c) Sales revenue grouped geographically based on the location of the customers for the three months period ended March 31 are shown as below:

January 1 - March 31, 2025	Turkey	Europe	Asia Pacific	Africa	Other	Total
Total segment revenue	37,542,393	51,013,382	11,040,313	5,028,384	4,493,170	109,117,642
January 1 - March 31, 2024	Turkey	Europe	Asia Pacific	Africa	Other	Total
Total segment revenue	42,446,469	34,133,076	13,043,024	4,275,619	5,902,877	99,801,065

NOTE 4 - CASH AND CASH EQUIVALENTS

	March 31, 2025	December 31, 2024
Cash in hand	122,282	104,837
Cash at banks		
- demand deposits	8,785,869	10,486,465
- time deposits	33,115,588	43,639,163
Cheques and notes	600,982	375,333
Other (*)	1,200,735	1,236,321
<b>Cash and cash equivalents in cash flow statement</b>	<b>43,825,456</b>	<b>55,842,119</b>
Interest income accruals	41,215	87,182
	<b>43,866,671</b>	<b>55,929,301</b>

(\*) As of March 31, 2025, TRY 1,105,886 consists of credit card receivables with a maturity of less than 3 months (December 31, 2024: TRY 1,119,592).

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

Up to 30 days	39,944,238	50,474,042
30-90 days	3,922,433	5,455,259
	<b>43,866,671</b>	<b>55,929,301</b>

ARÇELİK ANONİM ŞİRKETİ

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
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**NOTE 5 - FINANCIAL INVESTMENTS**

*Fair value gain/ losses of financial assets reflected to other comprehensive income*

	<b>March 31, 2025</b>	<b>December 31, 2024</b>
Financial assets that its fair value gain/losses of reflected to other comprehensive income	248,267	258,581
<b>Total</b>	<b>248,267</b>	<b>258,581</b>

The details of financial investments for the three months period ended March 31, are as follows:

	<b>2025</b>	<b>2024</b>
<b>As of January 1</b>	<b>258,581</b>	<b>225,235</b>
Additions	5,533	3,254
Disposal	-	(24,863)
Currency translation differences	(556)	(1,844)
Inflation effect	(15,291)	-
<b>As of March 31</b>	<b>248,267</b>	<b>201,782</b>

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
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NOTE 6 - BORROWINGS

a) Short-term borrowings

	March 31, 2025	December 31, 2024
Short-term bank borrowings	49,646,571	38,299,643
Short-term lease liabilities	3,426,317	2,687,943
Payables due to factoring activities	1,480,377	1,157,775
Other short-term borrowings <sup>(*)</sup>	13,180,796	14,402,903
<b>Total short-term borrowings</b>	<b>67,734,061</b>	<b>56,548,264</b>
Short-term portion of long-term bank borrowings and interest accruals	10,910,989	6,344,093
Short term portion of long-term bond issued and interest accruals	589,544	5,640,192
<b>Total short-term portion of long-term borrowings</b>	<b>11,500,533</b>	<b>11,984,285</b>

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

As of March 31, 2025, the details of short-term bank borrowings and credit cards borrowings are as follows:

Currency	Effective interest rate per annum (%)	Original Currency	TRY Equivalent
Turkish Lira	30.9	24,528,610,136	24,528,610
Euro	5.9	362,496,051	14,754,278
US Dollar	5.7	258,325,724	9,755,826
Bangladeshi Taka	12.6	14,319,812,208	4,455,037
Pakistani Rupee	13.0	25,467,414,038	3,413,652
Thai Baht	5.7	1,403,708,296	1,560,362
Russian Ruble	23.5	3,251,503,288	1,458,559
Australian Dollar	5.8	31,236,080	740,598
Norwegian Krone	6.1	144,366,657	517,757
Chinese Yuan	3.8	94,863,090	490,490
Czech Koruna	8.8	237,761,066	387,692
Malaysian Ringgit	6.6	31,935,588	272,034
Indonesian Rupiah	9.5	93,346,066,667	212,829
Swedish Krona	5.4	56,027,077	209,833
Swiss Franc	2.3	820,163	35,020
Polish Zloty	7.0	3,574,119	34,790
			<b>62,827,367</b>



**ARÇELİK ANONİM ŞİRKETİ**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
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**NOTE 6 - 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	19,432,554
US Dollar	5.8	260,185,306	10,086,795
Euro	5.9	235,394,118	9,519,398
Bangladeshi Taka	12.5	11,904,831,347	3,865,584
Pakistani Rupee	15.5	20,693,307,319	2,864,718
Russian Ruble	23.2	4,821,907,104	1,776,931
Thai Baht	5.6	1,168,318,571	1,330,632
Australian Dollar	9.0	32,215,764	776,659
Romanian Lei	7.6	70,195,921	567,193
Norwegian Krone	6.1	161,416,770	549,615
Chinese Yuan	3.7	81,638,785	431,163
Swedish Krona	4.0	112,270,896	394,060
Moroccan Dirham	6.0	100,604,843	386,664
Malaysian Ringgit	6.6	31,436,518	273,198
Indonesian Rupiah	9.3	99,606,224,859	240,089
Czech Koruna	8.8	127,492,393	204,982
Swiss Franc	5.8	53,902	2,311
			<b>52,702,546</b>

As of March 31, 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	3.3	21,380,084	870,210
British Pound	4.5	7,019,721	342,536
Polish Zloty	6.7	27,494,208	267,629
Other	25.5	3,924	2
			<b>1,480,377</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	619,277
Polish Zloty	6.8	35,080,673	333,624
British Pound	6.3	4,206,883	204,868
Other	21.5	15,588	6
			<b>1,157,775</b>

ARÇELİK ANONİM ŞİRKETİ

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NOTE 6 - BORROWINGS (Continued)

b) Long-term borrowings

	March 31, 2025	December 31, 2024
Long-term bank borrowings	37,537,925	40,757,905
Long-term bonds issued (*)	34,936,841	35,523,219
Long-term lease liabilities	6,853,840	7,120,354
	<b>79,328,606</b>	<b>83,401,478</b>

(\*) Long term bond issued:

*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.

As of March 31, 2025, the details of the long-term bank borrowings are as follows:

Currency	Effective interest rate per annum (%)	Original Currency	TRY Equivalent
Euro	5.5	957,704,673	38,980,400
South Africa Rand	9.5	1,505,929,998	3,133,087
US Dollar	7.5	51,896,818	1,959,914
Pakistani Rupee	13.1	7,600,577,816	1,018,780
Romanian Lei	7.5	211,837,538	1,722,536
British Pound	7.4	10,185,000	496,992
Bangladeshi Taka	13.0	2,752,932,487	856,465
Turkish Lira	57.6	193,788,481	193,789
Moroccan Dirham	6.0	22,238,142	86,951
			<b>48,448,914</b>
Short-term portion of long-term loans and interest accruals			(10,910,989)
			<b>37,537,925</b>

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED MARCH 31, 2025, AND 2024

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NOTE 6 - BORROWINGS (Continued)

b) Long-term borrowings (Continued)

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

Currency	Effective interest rate per annum (%)	Original Currency	TRY Equivalent (*)
Euro	5.5	939,669,862	37,998,363
South Africa Rand	9.5	1,764,874,728	3,651,455
US Dollar	8.4	50,843,606	1,971,092
Pakistani Rupee	17.2	7,716,524,926	1,068,253
Bangladeshi Taka	12.5	2,669,510,290	866,809
Romanian Lei	7.5	103,261,941	834,373
British Pound	7.4	10,000,000	486,981
Turkish Lira	57.6	204,130,933	224,672
			<b>47,101,998</b>
Short-term portion of long-term loans and interest accruals			(6,344,093)
			<b>40,757,905</b>

As of March 31, 2025, detail of discounted amounts of long-term bonds issued is given below:

Currency	Effective interest rate per annum (%)	Original currency	TRY equivalent
US Dollar	8.5	500,808,424	18,853,410
Euro	3.0	358,860,274	14,604,823
Turkish Lira	46.5	2,068,151,119	2,068,152
			35,526,385
Short-term portion of long-term bonds issued and interest accruals			(589,544)
			<b>34,936,841</b>

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

Currency	Effective interest rate per annum (%)	Original currency	TRY equivalent
US Dollar	8.5	511,505,525	19,759,250
Euro	3.0	356,271,233	14,405,703
Turkish Lira	46.4	6,358,605,127	6,998,458
			<b>41,163,411</b>
Short-term portion of long-term bonds issued and interest accruals			(5,640,192)
			<b>35,523,219</b>

ARÇELİK ANONİM ŞİRKETİ

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
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NOTE 6 - BORROWINGS (Continued)

b) Long-term borrowings (Continued)

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

	March 31, 2025	December 31,2024
2026	18,077,812	21,824,285
2027	26,529,441	26,363,401
2028	20,872,707	21,349,935
2029 to 2034	6,994,806	6,743,503
	<b>72,474,766</b>	<b>76,281,124</b>

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

	March 31, 2025	December 31,2024
Up to 3 months	41,927,906	31,762,442
3 - 12 months	31,595,331	29,598,634
1-5 years	70,842,923	75,634,809
Over 5 years	962,045	1,507,318
	<b>145,328,205</b>	<b>138,503,203</b>

As of March 31, 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	9,808,297	65,844,606	76,281,124	151,934,027
Cash flows	(1,156,374)	9,370,127	-	8,213,753
Transfer	-	4,575,884	(4,575,884)	-
Changes in interest accruals	229,211	(986,317)	-	(757,106)
Changes in factoring liabilities	-	322,602	-	322,602
Changes in lease liabilities	1,476,103	-	-	1,476,103
Currency translation adjustments	(7,864)	26,179	4,997,973	5,016,288
Inflation adjustments	(69,216)	(3,344,804)	(4,228,447)	(7,642,467)
Financial debt as of March 31	10,280,157	75,808,277	72,474,766	158,563,200
	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	6,056,097	89,782,503	66,103,075	161,941,675
Cash flows	(846,795)	(3,122,391)	1,681,061	(2,288,125)
Changes in interest accruals	185,678	(609,038)	-	(423,360)
Changes in factoring liabilities	-	335,369	-	335,369
Changes in lease liabilities	1,571,622	-	-	1,571,622
Currency translation adjustments	(343,895)	(2,730,670)	3,056,903	(17,662)
Inflation adjustments	(104,512)	(6,314,916)	(7,254,191)	(13,673,619)
Financial debt as of March 31	6,518,195	77,340,857	63,586,848	147,445,900

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NOTE 7 - DERIVATIVE INSTRUMENTS

Valuation of outstanding derivative instruments which were transacted by the Group for foreign exchange risk management purposes are made through marketing to market value at the date of valuation and the fair value of these instruments are disclosed as asset or liability in the statement of financial position.

	March 31, 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	195,385,619	291,431	(445,684)	63,577,124	260,730	(274,640)
Foreign currency						
swap contracts	66,436,176	186,948	(163,411)	75,108,127	189,851	(85,354)
<b>Cash flow hedge:</b>						
Forward commodity						
purchase and sale	5,224,682	40,118	(10,836)	63,577,124	260,730	(274,640)
transactions (*)						
<b>Short-term derivative instruments, net</b>						
		<b>518,497</b>	<b>(609,095)</b>		<b>450,581</b>	<b>(359,994)</b>
<b>Long-term derivative instruments</b>						
<b>Cash flow hedge:</b>						
Interest rate swap						
contracts (*)	25,165,808	-	(569,785)	15,139,236	38,359	-
<b>Long-term derivative instruments, net</b>						
		<b>-</b>	<b>(569,785)</b>		<b>38,359</b>	<b>-</b>

(\*) The currency swap transaction is a swap transaction involving the exchange of a 400 million US dollar-denominated bond issued abroad on September 25, 2023, with a maturity date of September 25, 2028, for an Euro-denominated bond for the purpose of hedging against exchange rate risk.

The Group converted its USD 400 million nominal value bond issue into EUR through a foreign currency swap transaction. The foreign currency swap transaction is used as a hedging tool against parity risk exposure due to highly probable estimated EUR-based sales revenues and cash flow hedge accounting is applied. Accordingly, the amount of the related bond liability as of March 31, 2025 is TRY 15,106,240. The after-tax impact recorded in the "gains/(losses) from cash flow hedges" account in the other comprehensive income statement for the three months period ended March 31, 2025 related to this transaction is TRY 416,761.

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NOTE 8 - TRADE RECEIVABLES AND PAYABLES

	March 31, 2025	December 31, 2024
<b>Short-term trade receivables:</b>		
Trade receivables	109,409,465	97,128,194
Notes receivables	2,109,672	2,817,079
Cheques receivables	2,479,866	3,516,008
<b>Short-term trade receivables (gross)</b>	<b>113,999,003</b>	<b>103,461,281</b>
Provision for expected credit loss	(1,931,333)	(1,893,150)
<b>Short-term trade receivables (net)</b>	<b>112,067,670</b>	<b>101,568,131</b>

As of March 31, 2025, the Group has offsetted TRY 11,230,643 (December 31, 2024: TRY 10,642,604) 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 922,397 related with its local bank borrowings (December 31, 2024: TRY 854,323).

The movements of expected credit loss for the three months period ended March 31, are as follows:

	2025	2024
<b>As of January, 1</b>	<b>1,893,150</b>	<b>1,201,728</b>
Current year additions (Note 21)	85,404	49,649
Provisions no longer required (Note 21)	(16,646)	(5,946)
Write-offs (*)	(18,787)	(26,537)
Currency translation differences	1,947	(62,406)
Inflation adjustments	(13,735)	(27,724)
<b>As of March, 31</b>	<b>1,931,333</b>	<b>1,128,764</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.

	March 31, 2025	December 31, 2024
<b>Short-term trade payables:</b>		
Trade payables	102,259,452	99,273,291
Debt accruals	8,092,839	7,225,466
	<b>110,352,291</b>	<b>106,498,757</b>

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**NOTE 9 - OTHER PAYABLES**

	<b>March 31, 2025</b>	<b>December 31, 2024</b>
Taxes and duties payable	4,764,079	5,546,204
Deposits and guarantees received	45,164	44,962
Other	2,504,146	826,613
	<b>7,313,389</b>	<b>6,417,779</b>

**NOTE 10 - INVENTORIES**

	<b>March 31, 2025</b>	<b>December 31, 2024</b>
Raw materials and supplies	36,306,680	34,884,133
Work in progress	2,437,164	2,626,219
Finished goods	41,208,016	34,444,317
Trade goods	9,831,221	8,471,431
<b>Inventories (gross)</b>	<b>89,783,081</b>	<b>80,426,100</b>
Provision for impairment on inventories	(1,319,045)	(1,485,315)
<b>Inventories (net)</b>	<b>88,464,036</b>	<b>78,940,785</b>

In line with the general financial market convention in Pakistan, Dawlance has hypothecation on its inventories amounting to TRY 1,021,977 related with its local bank borrowings (December 31, 2024: TRY 803,505).

**NOTE 11 - INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD**

		<b>March 31, 2025</b>		<b>December 31, 2024</b>
	<b>%</b>	<b>TRY</b>	<b>%</b>	<b>TRY</b>
Koç Finansman	47.0	1,175,048	47.0	1,149,485
Arçelik – LG	45.0	998,984	45.0	992,900
VoltBek	49.0	726,245	49.0	477,322
Ram Dış Ticaret	33.5	116,016	33.5	128,945
		<b>3,016,293</b>		<b>2,748,652</b>

The movements of associates for the three months period ended March 31, are as follows:

	<b>2025</b>	<b>2024</b>
<b>As of January 1</b>	<b>2,748,652</b>	<b>2,313,876</b>
Shares of income/loss of associates	(103,304)	(140,141)
Shares of other comprehensive income/loss of associates	(12,215)	4,060
Elimination of gross profit on inventories	(6,734)	6,108
Share participation in associates	442,231	581,403
Cash dividends from associates	-	(62,137)
Currency translation differences	(52,337)	192,417
<b>As of March 31</b>	<b>3,016,293</b>	<b>2,895,586</b>

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NOTE 11 - INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD (Continued)

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

	2025	2024
Arçelik – LG	29,689	(61,063)
Koç Finansman	20,897	36,557
Ram Dış Ticaret	(12,917)	7,624
VoltBek	(140,973)	(123,259)
	<b>(103,304)</b>	<b>(140,141)</b>

NOTE 12 - PROPERTY, PLANT AND EQUIPMENT

	2025	2024
<b>As of January 1</b>		
Cost	196,509,784	170,971,882
Accumulated depreciation	(96,555,391)	(100,113,929)
<b>Net carrying value</b>	<b>99,954,393</b>	<b>70,857,953</b>
<b>Net carrying value at the beginning of the period</b>	<b>99,954,393</b>	<b>70,857,953</b>
Additions	3,760,535	4,458,351
Disposals	(402,474)	(33,409)
Transfers	(265,582)	(331,082)
Currency translation differences	620,078	(2,706,771)
Depreciation for the period	(3,585,250)	(2,706,879)
<b>Net carrying value at the end of the period</b>	<b>100,081,700</b>	<b>69,538,163</b>
<b>As of March 31</b>		
Cost	206,449,373	170,830,287
Accumulated depreciation	(106,367,673)	(101,292,124)
<b>Net carrying value</b>	<b>100,081,700</b>	<b>69,538,163</b>

As of March 31, 2025, the net book value of the right of use assets classified under tangible assets is TRY 10,661,831 (March 31, 2024: TRY 7,164,963).

Additions to rights-to-use assets for the three months period ended March 31, 2025 TRY 1,861,478 (March 31, 2024: TRY 1,725,704), depreciation expenses are TRY 1,223,318 (March 31, 2024: TRY 730,843).

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

As of 31 March 2025, the capitalized borrowing cost related to property, plant and equipment amounts to TRY 40,711 (31 March 2024: TRY 47,202).

The total of depreciation expenses capitalized in 2025 is TRY 80,017 (2024: TRY 24,925).



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NOTE 13 - OTHER INTANGIBLE ASSETS

	2025	2024
<b>As of January 1</b>		
Cost	65,342,154	57,062,211
Accumulated amortization	(25,374,444)	(25,440,616)
<b>Net carrying value</b>	<b>39,967,710</b>	<b>31,621,595</b>
<b>Net carrying value at the beginning of the period</b>	<b>39,967,710</b>	<b>31,621,595</b>
Additions	1,472,423	1,361,827
Disposals	(121)	(1,271)
Transfers	265,582	331,082
Currency translation differences	960	(1,040,164)
Amortization for the period	(1,214,968)	(850,757)
<b>Net carrying value at the end of the period</b>	<b>40,491,586</b>	<b>31,422,312</b>
<b>As of March 31</b>		
Cost	68,228,769	57,531,626
Accumulated amortization	(27,737,183)	(26,109,314)
<b>Net carrying value</b>	<b>40,491,586</b>	<b>31,422,312</b>

As of March 31, 2025, total amount of capitalized borrowing cost is zero (March 31, 2024: None).

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**NOTE 14 - COMMITMENTS, CONTINGENT ASSETS AND LIABILITIES**

As of March 31, 2025, export commitments from Turkey under the scope of inward processing authorization certificates as export incentives amounts to full USD 1,971,651,331 (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>March 31, 2025</b>	<b>December 31, 2024</b>
Collaterals obtained	45,289,804	44,776,021

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

	<b>March 31, 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	8,652,713	7,072,766
B, CPMB’s given on behalf of fully consolidated companies	38,666,537	35,365,600
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>47,319,250</b>	<b>42,438,366</b>

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

	<b>March 31, 2025</b>	<b>December 31, 2024</b>
<b>CPMB's given by the Company</b>		
Euro	30,244,612	27,008,765
US Dollar	5,090,136	5,836,562
Turkish Lira	4,647,298	1,474,006
Other currencies	7,337,204	8,119,033
	<b>47,319,250</b>	<b>42,438,366</b>

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NOTE 15 - OTHER PROVISIONS

	March 31, 2025	December 31, 2024
<b>Other short-term provisions</b>		
Warranty provisions	4,441,652	4,751,531
Provisions for lawsuit risks (*)	3,131,507	3,576,860
Assembly provisions	2,416,038	2,016,202
Provisions for transportation costs	2,141,731	1,612,154
Provisions for restructuring	1,070,460	1,063,579
Other	1,941,046	1,919,242
	<b>15,142,434</b>	<b>14,939,568</b>
<b>Other long-term provisions</b>		
Warranty provision	2,815,966	2,841,836
Provisions for lawsuit risks	99,024	98,155
Other	282,901	263,608
	<b>3,197,891</b>	<b>3,203,599</b>

(\*) Within the relevant amount, a litigation provision of EUR 62,500,000 has been reflected in the opening balance sheet regarding to an antitrust investigation initiated prior to the merger of Whirlpool Euro Holdings B.V. in France. The agreement signed for the transaction stipulates that, should the final amount resulting from the process be higher or lower than the recognized value, the difference will be mutually settled between the parties. Accordingly, since the fine has currently been notified as EUR 72,250,000, the excess amount over the provision is expected to be indemnified by the counterparty. As a result, no impact on the Group's income statement is anticipated.

NOTE 16 - PREPAID EXPENSES

	March 31, 2025	December 31, 2024
<b>Short-term prepaid expenses</b>		
Prepaid expenses for following months	4,614,206	4,243,594
Advances given for inventories	2,035,132	1,070,423
	<b>6,649,338</b>	<b>5,314,017</b>
<b>Long-term prepaid expenses</b>		
Advances given for property, plant and equipment	5,061,329	5,339,159
Other	725,426	727,406
	<b>5,786,755</b>	<b>6,066,565</b>

NOTE 17 - CURRENT INCOME TAX ASSETS

	March 31, 2025	December 31, 2024
Prepaid taxes and funds	1,708,168	2,033,389
	<b>1,708,168</b>	<b>2,033,389</b>

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NOTE 18 - EMPLOYEE BENEFIT OBLIGATIONS

	March 31, 2025	December 31, 2024
Payables to personnel	14,306,485	14,992,412
Social security payables	2,287,168	2,214,977
Accruals for bonuses and premiums	1,247,485	1,625,762
	<b>17,841,138</b>	<b>18,833,151</b>

NOTE 19 - OTHER ASSETS AND LIABILITIES

	March 31, 2025	December 31, 2024
<b>Other current assets:</b>		
Value added tax and private consumption tax receivable	2,232,597	3,139,517
Taxes and funds deductible	1,396,711	1,326,929
Advance given	629,902	422,061
Income accruals	410,669	302,475
Deposits and guarantees given	58,320	302,264
Other	786,743	994,341
	<b>5,514,942</b>	<b>6,487,587</b>

	March 31, 2025	December 31, 2024
<b>Other current liabilities:</b>		
Accruals of quotas and incentive premiums	15,261,759	16,793,467
Advances received	1,592,619	2,821,494
Deferred income	813,590	774,817
Value added tax and special consumption tax payables	747,427	528,887
Other	638,386	503,293
	<b>19,053,781</b>	<b>21,421,958</b>

	March 31, 2025	December 31, 2024
<b>Other long-term liabilities:</b>		
Liabilities related to acquisitions (*)	6,186,457	5,170,500
Deferred payment from customer contract	4,759,473	4,573,320
Other	1,754,600	1,958,028
	<b>12,700,530</b>	<b>11,701,848</b>

(\*) This item represents the fair value, as of 31 March 2025 and 31 December 2024, of the share purchase consideration determined in connection with the acquisition of all shares of IHP Appliances JSC and IHP Appliances Sales LLC, the transaction date of which was 31 August 2022. The item also includes the contingent consideration amounting to TRY 1,375,989 payable to Whirlpool Euro Holdings B.V. within the scope of the business combination.

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NOTE 20 - 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:

	March 31, 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:

	March 31, 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	4.27	28,863	4.27	28,863
Vehbi Koç Vakfı	0.12	809	0.12	809
Treasury shares (*)	10.19	68,876	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 (**)		25,240,839		25,240,839
<b>Total share capital</b>		<b>25,916,567</b>		<b>25,916,567</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.

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**NOTE 20 - 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 March 31, 2025, are as follows:

<b>March 31, 2025 (TFRS)</b>	<b>Historical value</b>	<b>Inflation adjustment effect</b>	<b>Indexed value</b>
Paid-in capital	675,728	25,240,839	25,916,567
Treasury shares	3,095,543	9,586,501	12,682,044
Legal reserves	887,707	6,467,749	7,355,456
Special reserves	10,687	23,807	34,494

<b>March 31, 2025 (VUK)</b>	<b>Historical value</b>	<b>Inflation adjustment effect</b>	<b>Indexed value</b>
Paid-in capital	675,728	20,860,435	21,536,163
Treasury shares	3,095,543	8,943,247	12,038,790
Legal reserves	887,707	10,096,682	10,984,389
Special reserves	10,687	24,450	35,137

**Treasury Shares**

Within the scope of the share buyback program initiated by the Board of Directors’ resolution dated July 1, 2021, based on transactions for which the settlement has been completed, shares with a total nominal value of TRY 68,876—corresponding to 10.19% of the Company’s share capital—have been repurchased. As of March 31, 2025, a total amount of TRY 12,682,044 has been paid, on a purchasing power basis, including transaction costs (December 31, 2024: TRY 12,682,044). As of the reporting date, there has been no change in the total nominal value of the repurchased shares.

**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 reserve is 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 does not exceed half of paid-in capital or issued capital.

The details of these restricted reserves are as follows:

	<b>March 31, 2025</b>	<b>December 31, 2024</b>
Legal reserves	12,682,044	12,682,044
Reserves for treasury shares	7,355,456	7,355,456
Special reserves	34,494	34,494

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**NOTE 21 - OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES**

	<b>January 1- March 31, 2025</b>	<b>January 1- March 31, 2024</b>
<b>Other income from operating activities:</b>		
Foreign exchange gains arising from trading activities	5,124,927	4,335,483
Interest income arising from trading activities	1,159,673	85,246
Income from claims and grants	79,716	116,664
Expected credit loss provisions no longer required (Note 8)	16,646	5,946
Other	276,379	9,737
	<b>6,657,341</b>	<b>4,553,076</b>
	<b>January 1- March 31, 2025</b>	<b>January 1- March 31, 2024</b>
<b>Other expenses from operating activities:</b>		
Foreign exchange losses arising from trading activities	(4,007,071)	(3,231,061)
Interest charges arising from trading activities	(1,001,097)	(1,780,838)
Provision for expected credit losses (Note 8)	(85,404)	(49,649)
Other	(61,896)	(28,291)
	<b>(5,155,468)</b>	<b>(5,089,839)</b>

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NOTE 22 - INCOME AND EXPENSES FROM INVESTMENT ACTIVITIES

	January 1- March 31, 2025	January 1- March 31, 2024
<b>Income from investment activities:</b>		
Gain on sale of subsidiary	25,875	-
Income from sales of property plant and equipment	4,711	12,986
Gain on sale of financial assets	-	22,557
	<b>30,586</b>	<b>35,543</b>
<b>Expenses from investment activities:</b>		
Loss from sales of property plant and equipment	(4,896)	(35,183)
	<b>(4,896)</b>	<b>(35,183)</b>

NOTE 23 - FINANCIAL INCOME

	2025	2024
Foreign exchange gains (*)	1,930,422	7,197,352
Gains on derivative instruments	620,333	656,343
Interest income	558,090	935,248
Other	69,682	163,809
	<b>3,178,527</b>	<b>8,952,752</b>

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

NOTE 24 - FINANCIAL EXPENSES

	2025	2024
Foreign exchange losses (*)	(4,369,280)	(3,443,221)
Interest expenses (**)	(4,085,877)	(9,968,726)
Losses on derivative instruments	(1,501,571)	(1,357,338)
Interest expense from contingent liability	(138,101)	(200,006)
Other	(806,189)	(368,983)
	<b>(10,901,018)</b>	<b>(15,338,274)</b>

(\*) TRY 229,211 of the interest expenses consists of the interest expense on the lease liabilities (2024: TRY 185,678).

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



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NOTE 25 – EXPLANATIONS REGARDING NET MONETARY POSITION GAINS/(LOSES)

Non-monetary items	March 31, 2025
<b>Statement of financial position items</b>	<b>3,897,608</b>
Inventories	2,259,389
Prepaid expenses	103,354
Investments accounted for using the equity method, financial investments, subsidiaries	6,670,298
Property, plant, and equipment	3,657,336
Intangible assets	1,632,593
Deferred tax assets	852,142
Other liabilities	(349,690)
Paid-in capital	(3,252,446)
Treasury shares	1,159,488
Other accumulated comprehensive income and expense not to be reclassified to profit or loss	275,207
Other accumulated comprehensive income and expense to be reclassified to profit or loss	1,535,122
Restricted reserves	(1,847,190)
Retained earnings	(8,797,995)
<b>Profit or Loss Statement Items</b>	<b>444,531</b>
Revenue	(1,967,390)
Cost of sales	1,548,208
Research and development expenses	12,761
Marketing expenses	351,662
General and administrative expenses	103,383
Other income/expenses from operating activities	5,675
Income/expenses from investment activities	(74)
Finance income/expenses	136,558
Tax expense for the period	253,748
<b>Net Monetary Position Gains/(Losses)</b>	<b>4,342,139</b>

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NOTE 26 – TAX ASSETS AND LIABILITIES

	March 31, 2025	December 31, 2024
Corporation and income taxes	2,006,461	1,286,778
Prepaid tax	(1,550,124)	(984,563)
<b>Tax liabilities (net)</b>	<b>456,337</b>	<b>302,215</b>
Deferred tax assets	26,414,527	25,346,571
Deferred tax liabilities	(5,415,985)	(5,154,308)
<b>Deferred tax assets, net</b>	<b>20,998,542</b>	<b>20,192,263</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 three months period ended March 31 is as follows:

	2025	2024
<b>Tax income</b>		
- Current period tax expense	(850,654)	(1,494,465)
- Deferred tax income	(147,879)	469,521
<b>Total tax income/(expense), net</b>	<b>(998,533)</b>	<b>(1,024,944)</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.

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NOTE 26 - 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)	
	March 31, 2025	December 31, 2024	March 31, 2025	December 31, 2024
Property, plant and equipment and intangible assets	28,204,954	25,572,326	(7,488,639)	(7,086,727)
Reduced corporate tax application (*)	-	-	5,919,137	6,114,955
Available tax deductions	-	-	10,438,491	10,933,531
Provisions for warranty, assembly and transportation expenses	(6,979,183)	(6,654,516)	1,769,808	1,623,456
Inventories	(2,888,950)	(2,373,566)	940,309	813,354
Provisions for employment termination benefits	(3,576,413)	(4,262,797)	862,491	997,776
Provision for expected credit losses	(1,826,207)	(1,847,865)	522,586	513,234
Derivative instruments	(16,433,239)	(10,488,945)	4,120,905	2,635,015
Cost and expense provisions	(6,703,672)	(5,161,191)	1,577,641	1,132,134
Other	(7,520,305)	(9,501,299)	2,335,813	2,515,535
<b>Deferred tax assets, net</b>			<b>20,998,542</b>	<b>20,192,263</b>

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

(\*) Earnings of the Group that are derived from investments linked to an investment incentive certificate are subject to corporate tax at discounted rates for a certain period, which starts when the investment starts to partly or fully operate and ends when the maximum investment contribution amount is reached. Within this scope, the Group has accounted for TRY 5,919,137 (December 31, 2024: TRY 6,114,955) of tax advantages as deferred tax assets which are expected to be recovered in the foreseeable future in the consolidated financial statements as of March 31, 2025. TRY 195,818 of deferred tax income is recognized in the consolidated profit or loss statement for the period between January 1 – March 31, 2025, from accounting of such deferred tax assets.

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 5 years from the balance sheet date.

In the sensitivity analysis performed as of March 31, 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.

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**NOTE 26 - TAX ASSETS AND LIABILITIES (Continued)**

Movements in deferred tax asset / (liabilities) for the periods ended March 31 are as follows:

	<b>2025</b>	<b>2024</b>
<b>Balance as of January 1</b>	<b>20,192,263</b>	<b>7,695,845</b>
Deferred tax income recognized in statement of profit or loss	(147,879)	469,521
Deferred tax income recognized directly in the equity	867,398	127,756
Currency translation differences	86,760	(12,830)
<b>Balance as of March 31</b>	<b>20,998,542</b>	<b>8,280,292</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 27 - 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:

	<b>January 1- March 31, 2025</b>	<b>January 1- March 31, 2024</b>
Profit for the year attributable to equity holders of the parent (*)	(1,640,076)	2,425,279
Weighted average number of ordinary shares with nominal value (kurus1 per value) (**)	60,685,191,700	60,685,191,700
<b>Earnings per share (kurus)</b>	<b>(2.703)</b>	<b>3.996</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 20.

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NOTE 28 - RELATED PARTY DISCLOSURES

(i) Balances with related parties

	March 31, 2025	December 31, 2024
<b>(a) Due from related parties:</b>		
Wat Motor Sanayi ve Ticaret A.Ş. (“Wat Motor”) <sup>(1)</sup>	328,865	158,356
Koçtaş Yapı Marketleri Ticaret A.Ş. <sup>(1)</sup>	130,465	239,869
Token Finansal Teknolojiler A.Ş. <sup>(1)</sup>	123,314	157,406
Setur Servis Turistik A.Ş. (“Setur”) <sup>(1)</sup>	43,117	-
Voltbek <sup>(3)</sup>	41,353	36,576
Ford Otomotiv Sanayi A.Ş. (“Ford Otosan”) <sup>(1)</sup>	32,474	36,033
Other	85,155	81,622
	<b>784,743</b>	<b>709,862</b>

	March 31, 2025	December 31, 2024
<b>(b) Due to related parties:</b>		
<b>Short-term trade payables</b>		
Arçelik-LG <sup>(3)</sup>	4,258,653	1,036,423
Zer Merkezi Hizmetler ve Ticaret A.Ş. <sup>(1)</sup>	2,943,094	2,968,508
Ram Dış Ticaret A.Ş. <sup>(2)</sup>	717,242	628,277
Bilkom Bilişim Hizmetleri A.Ş. <sup>(1)</sup>	159,637	-
Koç Sistem Bilgi ve İletişim Hizmetleri A.Ş. <sup>(1)</sup>	155,981	377,756
Ingage Dijital Pazarlama Hizmetleri A.Ş. <sup>(1)</sup>	154,062	113,640
Other	449,975	1,069,471
	<b>8,838,644</b>	<b>6,194,075</b>

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

<sup>(2)</sup> Subsidiaries

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

Maturity analysis of the present value of other payables to related parties is as follows:

(c) Deposits:

	March 31, 2025	December 31, 2024
Yapı ve Kredi Bankası A.Ş. and its subsidiaries <sup>(1)</sup>	178,094	321,177

(d) Derivative instruments

	Contract amount	Fair value assets/(liabilities)
<b>March 31, 2025</b>		
Yapı ve Kredi Bankası A.Ş. and its subsidiaries <sup>(1)</sup>	2,667,079	- (10,948)
<b>December 31, 2024</b>		
Yapı ve Kredi Bankası A.Ş. and its subsidiaries <sup>(1)</sup>	3,121,151	- (13,068)

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

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**NOTE 28 - RELATED PARTY DISCLOSURES (Continued)**

**(ii) Transactions with related parties**

<b>(a) Sales of goods and services:</b>	<b>2025</b>	<b>2024</b>
Bilkom Bilişim Hizmetleri A.Ş. <sup>(1)</sup>	617,443	985,155
Token Finansal Teknolojiler A.Ş. <sup>(1)</sup>	465,093	184,296
WAT Motor Sanayi ve Ticaret A.Ş. <sup>(1)</sup>	83,945	44,898
Koçtaş Yapı Marketleri Ticaret A.Ş. <sup>(1)</sup>	59,344	163,564
Entek Elektrik Üretimi A.Ş. (“Entek”) <sup>(1)</sup>	58,848	326
Koç Sistem Bilgi ve İletişim Hizmetleri A.Ş. <sup>(1)</sup>	4,372	521
Other	63,981	22,622
	<b>1,353,026</b>	<b>1,401,382</b>

<b>(b) Purchases of goods and services:</b>	<b>2025</b>	<b>2024</b>
Arçelik-LG <sup>(3)</sup>	3,588,654	2,873,165
Zer Merkezi Hizmetler ve Ticaret A.Ş. <sup>(1)</sup>	2,890,265	3,152,958
Ram Dış Ticaret <sup>(2)</sup>	704,799	1,214,534
Token Finansal Teknolojiler A.Ş. <sup>(1)</sup>	388,284	361,565
Koç Sistem Bilgi ve İletişim Hizmetleri A.Ş. <sup>(1)</sup>	377,473	286,026
Bilkom Bilişim Hizmetleri A.Ş. <sup>(1)</sup>	268,028	261,660
Ingage Dijital Pazarlama Hizmetleri A.Ş. <sup>(1)</sup>	104,340	71,328
Other	889,257	1,585,456
	<b>9,211,100</b>	<b>9,806,692</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 three months period ended March 31, 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 March 31, 2025, amounted to TRY 86,200 (March 31, 2024: TRY 90,690).

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NOTE 28 - RELATED PARTY DISCLOSURES (Continued)

(ii) Transactions with related parties (Continued)

(d) Other transactions:

	January 1- March 31, 2025	January 1 March 31, 2024
<i>Interest income:</i>		
Yapı ve Kredi Bankası A.Ş. and its subsidiaries	9,156	7,780

NOTE 29 - 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 market 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 of not only 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.

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**NOTE 29 - 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.



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**NOTE 29 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT  
(Continued)**

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

	<b>Trade receivables</b>			
<b>March 31, 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>784,743</b>	<b>112,545,526</b>	<b>41,942,672</b>	<b>518,497</b>
Secured portion of the maximum credit risk by guarantees, etc, <sup>(2)</sup>		(88,097,710)		
A, Net book value of financial asset either are not due or not impaired	784,743	107,205,942	41,942,672	518,497
-Secured portion by guarantees, etc,		(84,092,859)		
B, Net book value of overdue but not impaired financial assets		5,366,010		
- Secured portion by guarantees, etc,		(3,997,702)		
C, Net book value of the impaired assets		7,138		
- Overdue (Gross book value)		1,904,918		
- Impairment (-)		(1,897,769)		
- Secured portion of the net value by guarantees, etc,		(7,149)		
D, Expected credit losses (-)		(33,564)		
	<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>709,862</b>	<b>101,606,487</b>	<b>54,212,810</b>	<b>450,581</b>
Secured portion of the maximum credit risk by guarantees, etc, <sup>(2)</sup>		(81,144,854)		
A, Net book value of financial asset either are not due or not impaired	709,862	97,389,404	54,212,810	450,581
-Secured portion by guarantees, etc,		(78,022,014)		
B, Net book value of overdue but not impaired financial assets		4,316,973		
- Secured portion by guarantees, etc,		(3,184,304)		
C, Net book value of the impaired assets		(61,464)		
- Overdue (Gross book value)		1,793,260		
- Impairment (-)		(1,854,724)		
- Secured portion of the net value by guarantees, etc,		61,464		
D, Expected credit losses (-)		(38,426)		

<sup>(1)</sup> Amounts showing the maximum credit risk exposed as of reporting date by excluding guarantees in hand and other factors that increase the credit quality.

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

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**NOTE 29 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT  
(Continued)**

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

	<b>March 31, 2025</b>	<b>December 31, 2024</b>
Group 1	3,714,238	2,055,396
Group 2	102,716,683	94,093,337
Group 3	1,559,764	1,950,533
	<b>107,990,685</b>	<b>98,099,266</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>March 31, 2025</b>	<b>December 31, 2024</b>
0-1 month	3,086,607	2,930,433
1-3 months	1,455,959	535,185
3-12 months	477,588	523,325
1-5 years	345,856	328,030
	<b>5,366,010</b>	<b>4,316,973</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 March 31, 2025 is as follows;

<b>March 31, 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 loss rate (%)	0.004	0.01	0.62	1.10	
Gross carrying amount (*)	106,728,075	2,877,390	1,974,910	2,418,628	<b>113,999,003</b>
Expected credit lose	(3,846)	(298)	(2,823)	(26,597)	<b>(33,564)</b>

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

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NOTE 29 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT  
(Continued)

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

December 31, 2024	Undue	Overdue 0-1 month	Overdue 1-3 months	Overdue more than 3 months	Total
Expected credit loss rate (%)	0.004	0.06	0.56	1.36	
Gross carrying amount (*)	97,351,048	2,023,132	1,837,165	2,249,936	103,461,281
Expected credit loss	(3,559)	(1,286)	(2,896)	(30,685)	(38,426)

(\*) 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.

Inter 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 March 31, 2025, a portion of bank borrowings amounting to EUR 450,000,000 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:

	March 31, 2025	December 31, 2024
Assets	70,097,521	78,156,197
Liabilities	(132,329,993)	(128,857,958)
<b>Net position of financial statement</b>	<b>(62,232,472)</b>	<b>(50,701,761)</b>
Net position of derivative instruments	43,069,225	37,921,787
<b>Foreign currency position (net)</b>	<b>(19,163,247)</b>	<b>(12,779,974)</b>

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**NOTE 29 - 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 March 31, 2025 are as follows:

	Euro	USD Dollar	British Pound	Russian Ruble	Other Currency’s TRY Equivalent	TRY Equivalent
<b>Current Assets</b>						
Trade receivables	394,158	325,800	59,932	5,986,333	3,421,515	37,378,336
Monetary financial assets	116,722	262,850	1,745	19	822,897	15,585,551
Other	143,408	41,938	11,319	-	1,845,406	9,818,523
<b>Non-Current Assets</b>						
Trade receivables	28,458	137,277	-	-	-	6,342,643
Other non-current assets	-	408	19,613	-	-	972,468
<b>Total Assets</b>	<b>682,746</b>	<b>768,273</b>	<b>92,609</b>	<b>5,986,352</b>	<b>6,089,818</b>	<b>70,097,521</b>
<b>Current Liabilities</b>						
Trade payables	479,384	735,204	2,584	558,003	3,881,865	51,535,524
Financial liabilities	237,667	297,098	-	-	400,044	21,293,626
Other monetary liabilities	7,781	25,313	28,658	10,723,767	3,473,537	10,955,071
<b>Non-Current Liabilities</b>						
Trade payables	27,500	1,304	-	-	-	1,168,536
Financial liabilities	649,631	552,447	-	-	-	47,304,700
Other monetary liabilities	503	1,371	-	-	305	72,536
<b>Total Liabilities</b>	<b>1,402,466</b>	<b>1,612,737</b>	<b>31,242</b>	<b>11,281,770</b>	<b>7,755,751</b>	<b>132,329,993</b>
<b>Net Position of Financial Statement</b>	<b>(719,720)</b>	<b>(844,464)</b>	<b>61,367</b>	<b>(5,295,418)</b>	<b>(1,665,933)</b>	<b>(62,232,472)</b>
Off-balance sheet derivative assets (*)	737,607	1,138,644	351,102	10,723,767	15,984,243	110,950,769
Off-balance sheet derivative liabilities (*)	(672,587)	(154,462)	(401,021)	(1,710,000)	(14,337,212)	(67,881,544)
Net position of off-balance sheet items	65,020	984,182	(49,919)	9,013,767	1,647,031	43,069,225
<b>Net Asset/(Liability) Position of Foreign Currency</b>	<b>(654,700)</b>	<b>139,718</b>	<b>11,448</b>	<b>3,718,349</b>	<b>(18,902)</b>	<b>(19,163,247)</b>
Amount Subject to Cash Flow Hedge Accounting	-	(138,345)	-	-	-	(5,224,682)
<b>Net Foreign Currency Position After Cash Flow Hedge</b>	<b>(654,700)</b>	<b>1,373</b>	<b>11,448</b>	<b>3,718,349</b>	<b>(18,902)</b>	<b>(24,387,929)</b>
Net Asset/(Liability) Position of Foreign Currency Monetary Items	(719,720)	(844,464)	61,367	(5,295,418)	(1,665,933)	(62,232,472)
Hedge Amount of Foreign Currency Assets	672,587	154,462	401,021	1,710,000	14,337,236	67,881,568
Hedge Amount of Foreign Currency Liabilities	737,607	1,138,644	351,102	10,723,767	15,984,267	110,950,793

(\*) 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.

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**NOTE 29 - 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	3,574,088	33,052,970
Monetary financial assets	362,243	316,063	65	33	1,066,216	28,078,929
Other	146,345	50,574	12,796	-	1,897,061	10,589,967
<b>Non-Current Assets</b>						
Trade receivables	28,566	111,150	19,613	-	-	6,419,367
Other non-current assets	-	386	-	-	-	14,964
<b>Total Assets</b>	<b>908,427</b>	<b>743,528</b>	<b>77,389</b>	<b>4,424,220</b>	<b>6,537,365</b>	<b>78,156,197</b>
<b>Current Liabilities</b>						
Trade payables	454,672	664,472	91,146	208,456	4,873,812	54,026,838
Financial liabilities	158,809	284,654	-	-	259,992	17,743,821
Other monetary liabilities	15,469	58,374	27	10,288,311	1,465,174	8,293,892
<b>Non-Current Liabilities</b>						
Trade payables	27,500	879	-	-	-	1,146,170
Financial liabilities	649,635	551,354	-	-	-	47,646,140
Other monetary liabilities	-	3	-	-	895	1,097
<b>Total Liabilities</b>	<b>1,306,085</b>	<b>1,559,736</b>	<b>91,173</b>	<b>10,496,767</b>	<b>6,599,873</b>	<b>128,857,958</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>(62,508)</b>	<b>(50,701,761)</b>
Off-balance sheet derivative assets (*)	772,442	1,073,639	120,000	12,020,844	6,112,498	89,861,492
Off-balance sheet derivative liabilities (*)	(836,999)	(111,880)	(109,070)	(4,910,000)	(6,026,579)	(51,939,705)
Net position of off-balance sheet items	(64,557)	961,759	10,930	7,110,844	85,919	37,921,787
<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>23,411</b>	<b>(12,779,974)</b>
Net Asset/(Liability) Position of Foreign Currency Monetary Items	(397,658)	(816,208)	(13,784)	(6,072,547)	(62,508)	(50,701,761)
Hedge Amount of Foreign Currency Assets	836,999	111,880	109,070	4,910,000	6,026,579	51,939,705
Hedge Amount of Foreign Currency Liabilities	772,442	1,073,639	120,000	12,020,844	6,112,498	89,861,492

(\*)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.

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**NOTE 29 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT  
(Continued)**

As of March 31, 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>March 31, 2025</b>				
USD net asset/liability	(3,189,169)	3,189,169	(2,707,022)	2,707,022
Secured portion from USD risk	3,716,822	(3,716,822)	3,716,822	(3,716,822)
<b>USD Net effect</b>	<b>527,653</b>	<b>(527,653)</b>	<b>1,009,800</b>	<b>(1,009,800)</b>
EUR net asset/liability	(1,097,807)	1,097,807	(2,106,254)	2,106,254
Secured portion from EUR risk	(1,566,942)	1,566,942	264,644	(264,644)
<b>EUR Net effect</b>	<b>(2,664,749)</b>	<b>2,664,749</b>	<b>(1,841,610)</b>	<b>1,841,610</b>
GBP net asset/liability	299,450	(299,450)	356,965	(356,965)
Secured portion from GBP risk	(243,586)	243,586	(243,586)	243,586
<b>GBP Net effect</b>	<b>55,864</b>	<b>(55,864)</b>	<b>113,379</b>	<b>(113,379)</b>
RUB net asset/liability	243,505	(243,505)	968,139	(968,139)
Secured portion from RUB risk	(76,707)	76,707	404,340	(404,340)
<b>RUB Net effect</b>	<b>166,798</b>	<b>(166,798)</b>	<b>1,372,479</b>	<b>(1,372,479)</b>
Other net asset/liability	(166,593)	166,593	1,407,243	(1,407,243)
Secured portion from other currency risk	164,704	(164,704)	164,703	(164,703)
<b>Other Currency Net effect</b>	<b>(1,889)</b>	<b>1,889</b>	<b>1,571,946</b>	<b>(1,571,946)</b>
	<b>(1,916,323)</b>	<b>1,916,323</b>	<b>2,225,994</b>	<b>(2,225,994)</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	(3,164,254)	3,164,254	(2,654,062)	2,654,062
Secured portion from USD risk	3,728,522	(3,728,522)	3,728,522	(3,728,522)
<b>USD Net effect</b>	<b>564,268</b>	<b>(564,268)</b>	<b>1,074,460</b>	<b>(1,074,460)</b>
EUR net asset/liability	413,876	(413,876)	(2,435,062)	2,435,062
Secured portion from EUR risk	(2,283,083)	2,283,083	(261,070)	261,070
<b>EUR Net effect</b>	<b>(1,869,207)</b>	<b>1,869,207</b>	<b>(2,696,132)</b>	<b>2,696,132</b>
GBP net asset/liability	(67,126)	67,126	(21,165)	21,165
Secured portion from GBP risk	53,227	(53,227)	53,227	(53,227)
<b>GBP Net effect</b>	<b>(13,899)</b>	<b>13,899</b>	<b>32,062</b>	<b>(32,062)</b>
RUB net asset/liability	156,555	(156,555)	767,658	(767,658)
Secured portion from RUB risk	(118,293)	118,293	262,043	(262,043)
<b>RUB Net effect</b>	<b>38,262</b>	<b>(38,262)</b>	<b>1,029,701</b>	<b>(1,029,701)</b>
Other net asset/liability	(6,878)	6,878	1,586,268	(1,586,268)
Secured portion from other currency risk	9,457	(9,457)	9,457	(9,457)
<b>Other Currency Net effect</b>	<b>2,579</b>	<b>(2,579)</b>	<b>1,595,725</b>	<b>(1,595,725)</b>
	<b>(1,277,997)</b>	<b>1,277,997</b>	<b>1,035,816</b>	<b>(1,035,816)</b>

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NOTE 29 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT  
(Continued)

Import and exports performed to / from Turkey for the year ended as of March 31, 2025, and 2024 are as follows:

	March 31, 2025 TRY	March 31, 2024 TRY
EUR	10,342,214	12,868,454
USD	4,427,648	4,406,788
GBP	3,757,066	4,663,305
Other	2,778,017	3,774,720
<b>Total exports</b>	<b>21,304,945</b>	<b>25,713,267</b>
USD	11,484,601	12,006,265
EUR	3,190,036	4,367,376
Other	382,550	119,370
<b>Total imports</b>	<b>15,057,187</b>	<b>16,493,011</b>

NOTE 30 - 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 March 31, 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 March 31, 2025, all other variables held constant, the Group's contingent consideration liability would have been increased by TRY 369,944 /decreased by TRY 687,718.

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**NOTE 30 - 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.



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NOTE 30 - FINANCIAL INSTRUMENTS (Continued)

Fair value hierarchy table as of March 31, 2025, is as follows:

<b>Financial assets carried at fair value in statement of financial position</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
Derivative instruments (assets) (Note 7)	-	518,497	-
Financial investments (Note 5)	162,260	5,836	80,171

**Financial liabilities carried at fair value in statement of financial position**

Derivative instruments (liabilities) (Note 7)	-	1,178,880	-
Other long term liabilities (Note 19)	-	-	4,810,468

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

<b>Financial assets carried at fair value in statement of financial position</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
Derivative instruments (assets) (Note 7)	-	488,940	-
Financial investments (Note 5)	177,945	5,980	74,656

**Financial liabilities carried at fair value in statement of financial position**

Derivative instruments (liabilities) (Note 7)	-	359,994	-
Other long term liabilities (Note 19)	-	-	3,803,356

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**NOTE 31 - 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:

	<b>1 January- March 31, 2025</b>	<b>1 January- March 31, 2024</b>
<b>Adjustments for provisions:</b>		
Provision for assembly and transportation cost	1,233,972	1,322,203
Provision for employment termination benefits	165,117	177,961
Unused vacation	(17,242)	(39,570)
Provisions for legal claims	(50,151)	(1,931)
Warranty provision	(191,960)	(186,427)
Accruals for bonuses and premiums	(241,593)	(191,968)
Quota- incentive premium accruals	(342,083)	1,110,809
Other provisions	331,896	(9,761)
	<b>887,956</b>	<b>2,181,316</b>
	<b>1 January- March 31, 2025</b>	<b>1 January- March 31, 2024</b>
<b>Adjustments for impairment loss:</b>		
Provision for impairment on inventories	68,208	(56,894)
Provision for expected credit lose	68,758	43,703
	<b>136,966</b>	<b>(13,191)</b>

**NOTE 32 - EVENTS AFTER BALANCE SHEET DATE**

As disclosed to the public in the material event disclosures of our Company dated 7 November 2024, 21 November 2024, 31 January 2025, and 9 April 2025, a contract was signed on 14 April 2025 with employee representatives within the scope of ongoing negotiations with trade unions and other relevant authorities regarding the long-term transformation plan aimed at improving the efficiency and sustainability of our operations in Italy.

According to the contract, production will continue at the Cassinetta, Melano, and Comunanza facilities; the Carinaro facility will maintain its operations as a spare parts and refurbishment center; and the industrial transformation process will continue at the Siena facility, where production is expected to be discontinued by the end of 2025. In the event that there is no progress in the transformation process at the Siena facility, lease agreements and employment contracts related to this facility are expected to remain in force until the end of 2027.

An investment of approximately EUR 300 million is planned for the period 2025–2027 in relation to the transformation process. The number of employees expected to be affected by the process is estimated to be 1,284.