

**BRİSA BRIDGESTONE SABANCI LASTİK SANAYİ
VE TİCARET ANONİM ŞİRKETİ
AND ITS SUBSIDIARY**

Condensed Consolidated Financial Statements
as of 30 June 2025 and
for the Six-Month Period then Ended
and Review Report

**(CONVENIENCE TRANSLATION OF THE
REPORT AND THE CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)**

**(CONVENIENCE TRANSLATION OF THE REPORT ON REVIEW OF CONDENSED
CONSOLIDATED INTERIM FINANCIAL INFORMATION ORIGINALLY ISSUED
IN TURKISH)**

**REPORT ON REVIEW OF CONDENSED CONSOLIDATED INTERIM
FINANCIAL INFORMATION**

**To the General Assembly of
Brisa Bridgestone Sabancı Lastik Sanayi ve Ticaret A.Ş.**

Introduction

We have reviewed the accompanying condensed consolidated statement of financial position of Brisa Bridgestone Sabancı Lastik Sanayi ve Ticaret A.Ş. (the “Company”) and its subsidiaries (together will be referred as “the Group”) as of 30 June 2025 and the related condensed consolidated statements of profit or loss and other comprehensive income, condensed consolidated statements of changes in equity and condensed consolidated statements of cash flows for the six-month interim period then ended. Group management is responsible for the preparation and presentation of this consolidated interim financial information in accordance with Turkish Accounting Standards 34 “Interim Financial Reporting” (“TAS 34”). Our responsibility is to express a conclusion on this consolidated interim financial information based on our review.

Scope of Review

We conducted our review in accordance with Independent Auditing Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of consolidated interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Independent Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated interim financial information is not prepared, in all material respects, in accordance with TAS 34 “Interim Financial Reporting”.

DRT BAĞIMSIZ DENETİM VE SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK A.Ş.
Member of **DELOITTE TOUCHE TOHMATSU LIMITED**

Ali Çiçekli
Partner

Istanbul, 6 August 2025

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BRİSA BRIDGESTONE SABANCI LASTİK SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARY
REVIEWED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS OF
30 JUNE 2025

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of 30 June 2025, unless otherwise stated.)

		Current Period (Reviewed) 30 June 2025	Prior Period (Audited) 31 December 2024
ASSETS	Notes		
Current Assets			
Cash and Cash Equivalents	3	7.331.116	8.143.720
Financial Investments	3	1.602.516	2.286.611
Trade Receivables	6	7.952.481	8.732.162
Trade Receivables from Related Parties	22	295.198	471.029
Trade Receivables from Third Parties		7.657.283	8.261.133
Other Receivables		255.003	160.424
Other Receivables from Related Parties	22	316	428
Other Receivables from Third Parties		254.687	159.996
Derivative Instruments	5	150.841	364.165
Inventories	7	5.841.720	6.045.504
Prepaid Expenses	8	651.884	439.112
Current Tax Assets	21	37.587	81.802
Other Current Assets		14.025	42.936
Total Current Assets		23.837.173	26.296.436
Non-Current Assets			
Other Receivables		243	274
Other Receivables from Related Parties		243	274
Derivative Instruments	5	803.954	505.456
Property Plant and Equipment	9	21.997.305	21.754.579
Right-of-Use Assets	10	171.073	128.172
Intangible Assets		1.531.797	1.512.474
Goodwill	12	107.298	107.298
Other Intangible Assets	11	1.424.499	1.405.176
Prepaid Expenses	8	97.021	145.131
Total Non-Current Assets		24.601.393	24.046.086
TOTAL ASSETS		48.438.566	50.342.522

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

BRİSA BRIDGESTONE SABANCI LASTİK SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARY
REVIEWED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS OF
30 JUNE 2025

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of 30 June 2025, unless otherwise stated.)

		Current Period (Reviewed) 30 June 2025	Prior Period (Audited) 31 December 2024
LIABILITIES	Notes		
Current Liabilities			
Short-term Borrowings	4	5.456.537	3.729.457
Short-term Portion of Long-Term Borrowings	4	5.109.072	6.858.815
Trade Payables	6	8.207.061	9.729.776
Trade Payables to Related Parties	22	3.649.977	3.830.951
Trade Payables to Third Parties		4.557.084	5.898.825
Payables Related to Employee Benefits		506.595	341.982
Other Payables		232.690	166.194
Other Payables to Related Parties	22	60.937	3.375
Other Payables to Third Parties		171.753	162.819
Derivatives	5	1.067	4.675
Deferred Income	8	304.511	348.730
Current Tax Liability	21	-	40.129
Short-term Provisions		1.276.226	360.542
Short-term Provisions for Employee Benefits		193.910	168.047
Other Short-term Provisions	13	1.082.316	192.495
Other Current Liabilities		6.451	8.247
Total Current Liabilities		21.100.210	21.588.547
Non-Current Liabilities			
Long-term Borrowings	4	5.382.634	5.094.888
Long-term Provisions		722.429	667.930
Long-term Provisions for Employee Benefits		722.429	667.930
Deferred Tax Liabilities		300.214	66.712
Total Non-Current Liabilities		6.405.277	5.829.530
Total Liabilities		27.505.487	27.418.077
EQUITY			
Equity of the Parent Company		20.888.445	22.802.799
Share Capital	15	305.117	305.117
Adjustment to Share Capital	15	9.600.986	9.600.986
Share Premium	15	135	135
Accumulated Other Comprehensive Income or Expenses That Will Be Reclassified to Profit or Loss			
Hedging Reserve Gains / (Losses)		106.677	73.480
Foreign Currency Translation Differences		2.279	2.279
Accumulated Other Comprehensive Expenses That Will Not Be Reclassified to Profit or Loss			
Remeasurement (Losses) of Defined Benefit Plans		(863.252)	(833.632)
Restricted Reserves Appropriated from Profit	15	2.982.838	2.904.258
Prior Years' Profit	15	9.869.625	8.978.160
Net Profit / (Loss) for the Period	15	(1.115.960)	1.772.016
Non-controlling Interests	15	44.634	121.646
Total Equity		20.933.079	22.924.445
TOTAL LIABILITIES AND EQUITY		48.438.566	50.342.522

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

BRİSA BRIDGESTONE SABANCI LASTİK SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARY
REVIEWED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE
PERIOD 1 JANUARY – 30 JUNE 2025

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of 30 June 2025, unless otherwise stated.)

		Current Period (Reviewed) 1 January- 30 June 2025	Current Period (Not-Reviewed) 1 April- 30 June 2025	Prior Period (Reviewed) 1 January- 30 June 2024	Prior Period (Not-Reviewed) 1 April- 30 June 2024
	Notes				
Sales	16	17.403.078	8.753.057	20.305.147	9.370.562
Cost of Sales (-)	16-17	(14.094.311)	(7.167.477)	(15.115.756)	(7.253.836)
GROSS PROFIT		3.308.767	1.585.580	5.189.391	2.116.726
General Administrative Expenses (-)		(726.519)	(315.643)	(771.302)	(379.783)
Marketing Expense (-)		(2.110.321)	(1.046.712)	(2.190.921)	(1.047.853)
Research and Development Expenses (-)		(134.982)	(89.270)	(89.593)	(41.492)
Impairment Loss on Trade Receivables, net (-)		8.502	3.633	(7.601)	(13.341)
Other Operating Income	18	2.035.058	828.698	1.551.589	777.783
Other Operating Expenses (-)	18	(1.728.421)	(788.418)	(1.992.991)	(821.246)
OPERATING PROFIT		652.084	177.868	1.688.572	590.794
Income From Investing Activities	19	55.740	22.727	285.222	90.895
Expenses From Investing Activities (-)	19	-	-	(1.092)	-
PROFIT BEFORE FINANCIAL EXPENSES		707.824	200.595	1.972.702	681.689
Financing Income	20	828.960	439.506	2.060.290	569.443
Financing Expenses (-)	20	(3.252.498)	(1.630.383)	(3.608.796)	(1.476.143)
Net Monetary Position Gains	25	836.699	408.622	1.007.796	523.311
PROFIT / (LOSS) BEFORE TAX		(879.015)	(581.660)	1.431.992	298.300
Tax Expense (-)		(246.471)	2.852	(421.027)	(144.555)
Current Tax Expense (-)	21	(29.973)	(4.534)	(117.137)	(10.751)
Deferred Tax Expense (-)	21	(216.498)	7.386	(303.890)	(133.804)
PROFIT/(LOSS) FOR THE PERIOD		(1.125.486)	(578.808)	1.010.965	153.745
DISTRIBUTION OF PROFIT / (LOSS) FOR THE PERIOD					
- Non-Controlling Shares		(9.526)	623	(12.757)	6.424
- Parent Company Shares		(1.115.960)	(579.431)	1.023.722	147.321
Earnings/(Losses) per share		(3,513)	(1,804)	3,121	0,434
Diluted earnings/(losses) per share		(3,513)	(1,804)	3,121	0,434

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

BRİSA BRIDGESTONE SABANCI LASTİK SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARY
REVIEWED CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE
INCOME FOR THE PERIOD 1 JANUARY – 30 JUNE 2025

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of 30 June 2025, unless otherwise stated.)

		Current Period (Reviewed) 1 January- 30 June 2025	Current Period (Not-Reviewed) 1 April- 30 June 2025	Prior Period (Reviewed) 1 January- 30 June 2024	Prior Period (Not-Reviewed) 1 April- 30 June 2024
	Notes				
PROFIT / (LOSS) FOR THE PERIOD		(1.125.486)	(578.808)	1.010.965	153.745
OTHER COMPREHENSIVE INCOME:					
Items that will not be Reclassified to Profit or Loss		(29.620)	(41.757)	(9.129)	(10.171)
Remeasurement Losses of Defined Benefit Plans (-)		(39.494)	(55.677)	(12.172)	(13.561)
Income/Expense Related to Taxes on Other Comprehensive Income Not to be Reclassified to Profit or Loss (-)					
Deferred Tax Income	21	9.874	13.920	3.043	3.390
Items that will be Reclassified to Profit or Loss		33.197	(79.686)	220.914	(136.354)
Hedging Reserve Gains/ Losses (-)		60.076	(101.735)	229.401	(172.774)
Foreign Currency Translation Differences		-	-	(2.341)	(2.340)
Income/Expense Relating to Taxes on Other Comprehensive Income to be Reclassified to Profit or Loss (-)					
Deferred Tax Income / Expense (-)	21	(26.879)	22.049	(6.146)	38.760
OTHER COMPREHENSIVE INCOME / EXPENSE (-)		3.577	(121.443)	211.785	(146.525)
TOTAL COMPREHENSIVE INCOME / EXPENSE		(1.121.909)	(700.251)	1.222.750	7.220
DISTRIBUTION OF TOTAL COMPREHENSIVE INCOME /EXPENSE					
- Non-Controlling Shares		(9.526)	623	(12.757)	6.423
- Parent Company Shares		(1.112.383)	(700.874)	1.235.507	797

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

BRİSA BRIDGESTONE SABANCI LASTİK SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARY

REVIEWED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD 1 JANUARY – 30 JUNE 2025

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of 30 June 2025, unless otherwise stated.)

	Share Capital	Capital Adjustment Differences	Share Premium	Foreign Currency Translation Differences	Hedging Reserve Gains / (Losses)	Accumulated Other Comprehensive Income or Expenses That Will Be Reclassified Profit or Loss	Accumulated Other Comprehensive Income or Expenses That Will Not Be Reclassified Profit or Loss	Retained Earnings		Equity Attributable to the Parent Company	Non-Controlling Interests	Total Equity
								Prior Years' Profit	Net Profit / (Loss) for the Period			
Balances as of 1 January 2024 (Beginning of the Period)	305.117	9.600.986	135	(2.175)	(132.073)	(834.966)	2.736.167	4.135.004	6.713.952	22.522.147	128.322	22.650.469
Transfers	-	-	-	-	-	-	199.575	6.514.377	(6.713.952)	-	-	-
Dividends	-	-	-	-	-	-	-	(1.702.663)	-	(1.702.663)	-	(1.702.663)
Total Comprehensive Income	-	-	-	(2.341)	223.255	(9.129)	-	-	1.023.722	1.235.507	(12.757)	1.222.750
Balances as of 30 June 2024 (End of the Period)	305.117	9.600.986	135	(4.516)	91.182	(844.095)	2.935.742	8.946.718	1.023.722	22.054.991	115.565	22.170.556
Balances as of 1 January 2025 (Beginning of the Period)	305.117	9.600.986	135	2.279	73.480	(833.632)	2.904.258	8.978.160	1.772.016	22.802.799	121.646	22.924.445
Transfers	-	-	-	-	-	-	78.580	1.693.436	(1.772.016)	-	-	-
Dividends (*)	-	-	-	-	-	-	-	(801.971)	-	(801.971)	(67.486)	(869.457)
Total Comprehensive Income	-	-	-	-	33.197	(29.620)	-	-	(1.115.960)	(1.112.383)	(9.526)	(1.121.909)
Balances as of 30 June 2025 (End of the Period)	305.117	9.600.986	135	2.279	106.677	(863.252)	2.982.838	9.869.625	(1.115.960)	20.888.445	44.634	20.933.079

(*) The dividend paid by the Group per share with a nominal value of 1 TL is TL 2,1296 gross (Payment date is given by purchasing power).

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

BRİSA BRIDGESTONE SABANCI LASTİK SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARY
REVIEWED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE
PERIOD 1 JANUARY – 30 JUNE 2025

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of 30 June 2025, unless otherwise stated.)

	Notes	Reviewed	
		Current Period 1 January- 30 June 2025	Pior Period 1 January- 30 June 2024
Profit / (Loss) for the Period		(1.125.486)	1.010.965
Adjustments to Reconcile Profit for the Period		3.418.780	3.800.499
Adjustments Related to Depreciation and Amortization Expenses	17	1.407.600	1.358.495
Provisions for Employee Benefits		230.090	241.970
Adjustments Related to Retirement Pay Provision		137.315	151.918
Lawsuit Provision	13	32.333	24.475
Adjustment Related to Other Provisions	13	887.192	1.091.369
Adjustments Related to Doubtful Receivables	6	(8.502)	7.601
Interest Income	18-20	(372.454)	(1.583.328)
Interest Expense	18-20	3.217.689	3.279.077
Adjustments Related to Foreign Currency Translation Differences		19.593	59.046
(Gains) / Losses from Derivative Financial Instruments	5	10.674	(88.508)
Adjustments Related to Tax Expense / Income	21	246.471	421.027
Adjustments Related to Losses / (Gains) from Disposal of Property, Plant and Equipment and Intangible Fixed Assets		(1.201)	(832)
Impairment on Inventories	7	(694)	(1.310)
Deferred Finance Expense from Forward Purchases	18	1.022.533	1.063.229
Unearned Finance Income from Forward Sales	18	(1.916.596)	(1.441.396)
Adjustments for Other Items Causing Cash Flows from Investing or Financing Activities		(502.098)	(441.957)
Monetary Loss / Gain		(991.165)	(340.377)
Changes in Working Capital		(157.458)	(4.915.581)
Adjustments Related to Increase / Decreases in Trade Receivables		2.728.803	146.909
Adjustments Related to Increase /Decreases in Inventory		183.238	(1.752.267)
Adjustments Related to Increase /Decreases in Other Receivables Related to Operations		70.033	(8.851)
Adjustments Related to Increase / Decreases in Prepaid Expenses		(164.651)	(158.684)
Adjustments Related to Increase / Decreases in Trade Payables		(3.159.938)	(3.144.996)
Adjustments Related to Increase / Decreases Deferred Income		(44.219)	(98.717)
Adjustments Related to Increase /Decreases Employee Benefits Payables		164.613	280.679
Adjustments Related to Increase /Decreases in Other Payables Related to Operations		64.663	(179.654)
Cash Flows from Operating Activities		(185.988)	(86.300)
Interest Received		74.965	18.580
Interest Paid		(49.103)	(63.046)
Taxes Paid / Returns		(25.887)	(126.357)
Paid / Reversed Provisions		(118.615)	(269.655)
Paid / Reversed Lawsuit Provision	13	(11.426)	(10.673)
Retirement Benefits Paid		(22.775)	(66.952)
Cash Inflows/ (Outflows) from Financial Derivatives		(33.147)	431.803
A. NET CASH GENERATED FROM OPERATING ACTIVITIES		1.949.848	(190.417)
Cash Inflows / (Outflows) From Sale of Property, Plant and Equipment and Intangible Assets		4.784	1.410
Acquisition of Property Plant and Equipment and Intangible Assets		(1.093.718)	(2.182.443)
Change in Financial Investments	3-19	679.091	(1.080.859)
Interest Received	19	54.539	242.096
B. CASH FLOWS FROM INVESTING ACTIVITIES		(355.304)	(3.019.796)
Cash Inflows from Borrowing	4	8.700.000	1.710.411
Cash outflows from Repayment of Borrowings	4	(7.784.065)	(7.934.331)
Interest Paid	4	(3.288.417)	(3.727.830)
Interest Received		296.476	1.936.113
Other Cash Inflows / (Outflows)		1.682.623	3.777.025
Cash Outflows from Lease Liabilities	4	(63.240)	(38.052)
Cash Inflows / (Outflows) from Factoring	4	12.018	(35.799)
Dividends Paid		(801.971)	(1.702.663)
C. CASH FLOWS FROM FINANCING ACTIVITIES		(1.246.576)	(6.015.126)
Net increase / decrease in cash and cash equivalents before translation effect of foreign currency (A+B+C)		347.968	(9.225.339)
D Translation effect of foreign currency on cash and cash equivalents		2.244	-
Inflation effect on cash and cash equivalents		(1.163.829)	(4.298.354)
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C+D)		(813.617)	(13.523.693)
Cash and Cash Equivalents at the beginning of the period	3	8.140.878	21.675.970
Cash and Cash Equivalents at the end of the period	3	7.327.261	8.152.277

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

**BRİSA BRIDGESTONE SABANCI LASTİK SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARY
NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD 30 JUNE 2025**

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of 30 June 2025, unless otherwise stated.)

1. ORGANIZATION AND NATURE OF OPERATIONS OF THE COMPANY

Brisa Bridgestone Sabancı Lastik Sanayi ve Ticaret A.Ş. ("Brisa" or the "Company") and its subsidiary (together referred to as the "Group") were established in 1974 as a subsidiary of Hacı Ömer Sabancı Holding A.Ş.

Brisa is primarily engaged in manufacturing, marketing and selling vehicle tires in Turkey. In 1988, the Group entered into a license agreement with Bridgestone Corporation for the purpose of manufacturing and selling Bridgestone tires.

The control of the Group is jointly held by H.Ö. Sabancı Holding A.Ş. and Bridgestone Corporation.

The Group's employee headcount with indefinite-term employment contract is 3.386 (31 December 2024: 3.517). This number includes 2.462 employees who are subject to Collective Labor Agreement terms (31 December 2024: 2.606), 918 employees who are not subject to these terms (31 December 2024: 905). There are 6 foreign employees (31 December 2024: 6). In addition, there are 649 employees who are subject to definite-term employment contracts (31 December 2024: 159).

Brisa is registered with the Capital Markets Board ("CMB") and its shares have been traded on Borsa Istanbul A.Ş. since 1986. As at 30 June 2025 and 31 December 2024, the Group has 10,24% of its shares registered in Borsa Istanbul. As at 30 June 2025 and 31 December 2024, the shareholders holding the Group's shares and their shareholding percentages are as follows.

	30 June 2025	31 December 2024
	%	%
Hacı Ömer Sabancı Holding A.Ş.	43,63	43,63
Bridgestone Corporation	43,63	43,63
Other	12,74	12,74
Total	100,00	100,00

The address of the registered office of the Company is as follows:

Küçük Çamlıca Mahallesi Şehit İsmail Moray Sokak

Temsa Sitesi No:2/1 Üsküdar, İstanbul

2. BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS

2.1 Basis of Presentation

Statement of compliance with TAS

The accompanying consolidated financial statements have been prepared in accordance with the Turkish Financial Reporting Standards ("TFRSs") promulgated by the Public Oversight Accounting and Auditing Standards Authority ("POA") in accordance with the Communiqué No: II-14.1 "Communiqué on the Principles of Financial Reporting in Capital Markets" ("the Communiqué") announced by the Capital Markets Board ("CMB") on September 13, 2013 which is published on Official Gazette No: 28676. TFRSs comprise Turkish Accounting Standards ("TAS"), Turkish Financial Reporting Standards, TAS Interpretations and TFRS Interpretations issued by POA.

**BRİSA BRIDGESTONE SABANCI LASTİK SANAYİ VE TİCARET A.Ş AND ITS SUBSIDIARY
NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 30
JUNE 2025**

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of 30 June 2025, unless otherwise stated.)

2. BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.1 Basis of Presentation (cont'd)

Statement of compliance with TAS (cont'd)

Consolidated financial statements have been presented in accordance with the formats specified in the “Announcement on TFRS Taxonomy” published by POA on 4 July 2024, and the Financial Statement Examples and User Guide published by the CMB.

Going concern

The consolidated financial statements have been prepared on a going concern basis.

Approval of consolidated financial statements:

The consolidated financial statements for the period 1 January - 30 June 2025 have been approved for issue by the Board of Directors on 6 August 2025 and signed on behalf of the Board of Directors by Haluk Kürkçü, General Manager, and Neslihan Döngel Özlem, Chief Financial Officer. The General Assembly of the Company has the right to amend, and relevant regulatory bodies have the right to request the amendment of these consolidated financial statements.

Measurement principles

The consolidated financial statements are prepared under the historical cost convention, except for financial investments measured at fair value through other comprehensive income and profit or loss. See Note 24 for fair value disclosures.

Functional currency

The individual financial statements of each Group entity are presented in the currency of the primary economic environment in which the entity operates (its functional currency). For the purpose of the consolidated financial statements, the results and financial position of each entity are expressed in TL.

Restatement of financial statements during periods of high inflation

The financial statements and related figures for previous periods have been restated for changes in the general purchasing power of the functional currency and, consequently, the financial statements and related figures for previous periods are expressed in terms of the measuring unit current at the end of the reporting period in accordance with TAS 29 Financial Reporting in Hyperinflationary Economies.

TAS 29 applies to the financial statements, including the consolidated financial statements, of each entity whose functional currency is the currency of a hyperinflationary economy. If an economy is subject to hyperinflation, TAS 29 requires an entity whose functional currency is the currency of a hyperinflationary economy to present its financial statements in terms of the measuring unit current at the end of the reporting period.

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2 BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.1 Basis of Presentation (cont'd)

Restatement of financial statements during periods of high inflation (cont'd)

As at the reporting date, entities operating in Turkey are required to apply TAS 29 "Financial Reporting in Hyperinflationary Economies" for the reporting periods ending on or after 31 December 2023, as the cumulative change in the general purchasing power of the last three years based on the Consumer Price Index ("CPI") is more than 100%. POA made an announcement on 23 November 2023 regarding the scope and application of TAS 29. It stated that the financial statements of the entities applying Turkish Financial Reporting Standards for the annual reporting period ending on or after 31 December 2023 should be presented in accordance with the related accounting principles in TAS 29, adjusted for the effects of inflation.

In accordance with the CMB's decision dated 28 December 2023 and numbered 81/1820, issuers and capital market institutions subject to financial reporting regulations applying Turkish Accounting/Financial Reporting Standards are required to apply inflation accounting by applying the provisions of TAS 29 to their annual financial statements for the accounting periods ending on 31 December 2023.

In this framework, while preparing the consolidated financial statements dated 30 June 2025, inflation adjustment has been made in accordance with TAS 29.

	Index	Adjustment coefficient	Three-year cumulative inflation rates
30 June 2025	3.132,17	1,00000	220%
31 December 2024	2.684,55	1,16674	291%
30 June 2024	2.319,29	1,35049	324%

The main lines of TAS 29 indexation transactions are as follows:

- As of the balance sheet date, all items other than those stated in terms of current purchasing power are restated by using the relevant price index coefficients. Prior year amounts are also restated in the same way.
- Monetary assets and liabilities are expressed in terms of the purchasing power at the balance sheet date and are therefore not subject to restatement. Monetary items are cash and items to be received or paid in cash.
- Fixed assets, subsidiaries and similar assets are indexed to their acquisition values, which do not exceed their market values. Depreciation has been adjusted in a similar manner. Amounts included in shareholders' equity have been restated by applying general price indices for the periods in which they were contributed to or arose within the Company.
- All items in the income statement, except for the effects of non-monetary items in the balance sheet on the income statement, have been restated by applying the multiples calculated over the periods when the income and expense accounts were initially recognised in the financial statements.

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2. BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.1 Basis of Presentation (cont'd)

- The gain or loss arising on the net monetary position as a result of general inflation is the difference between the adjustments to non-monetary assets, equity items and income statement accounts. This gain or loss on the net monetary position is included in net profit.

The impact of the application of TAS 29 Inflation Accounting is summarized below:

Restatement of the Statement of Financial Position

Amounts in the statement of financial position that are not expressed in terms of the measuring unit current at the end of the reporting period are restated. Accordingly, monetary items are not restated because they are expressed in the currency of the reporting period. Non-monetary items are required to be restated unless they are expressed in terms of the currency in effect at the end of the reporting period. The gain or loss on the net monetary position arising on restatement of non-monetary items is recognised in profit or loss and presented separately in the statement of comprehensive income.

Restatement of the Statement of Profit or Loss

All items in the statement of profit or loss are expressed in terms of the measuring unit current at the end of the reporting period. Therefore, all amounts have been restated by applying changes in the monthly general price index. Depreciation and amortization expenses have been restated using the restated balances of property, plant and equipment, intangible assets and right-of-use assets.

Restatement of Statement of Cash Flows

All items in the statement of cash flows are expressed in terms of the measuring unit current at the end of the reporting period.

Consolidated financial statements

The financial statements of a subsidiary whose functional currency is the currency of a hyperinflationary economy are restated by applying the general price index before they are included in the consolidated financial statements prepared by the parent company. If the subsidiary is a foreign subsidiary, its restated financial statements are translated at the closing rate. When consolidating financial statements with different reporting period ends, all monetary and non-monetary items are restated in accordance with the measuring unit current at the date of the consolidated financial statements.

Comparative figures

Relevant figures for the previous reporting period are restated by applying the general price index so that the comparative financial statements are presented in the measuring unit applicable at the end of the reporting period. Information disclosed for prior periods is also expressed in terms of the measuring unit current at the end of the reporting period.

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2. BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.2 Changes in Significant Accounting Policies

Accounting policy changes resulting from the first application of a new TFRS are applied retrospectively or prospectively in accordance with the transition provisions of that TFRS, if any. Changes that do not include any transitional provisions, optional significant changes in accounting policy or accounting errors detected are applied retrospectively and prior period consolidated financial statements are restated.

2.3 Changes in Accounting Estimates and Errors

If changes in accounting estimates are related to only one period, they are applied in the current period in which the changes are made, if they are related to subsequent period, they are applied in both current period and prospectively. The Group does not have changes to the accounting estimates in the current year. Significant accounting errors detected are applied retrospectively by restating prior period consolidated financial statements.

2.4 Summary of Significant Accounting Policies

The condensed financial statements for the three-month interim period ending 30 June 2025 have been prepared by applying accounting policies that are consistent with the accounting policies applied during the preparation of the financial statements for the year ended 31 December 2024. Therefore, these interim condensed financial statements should be evaluated together with the financial statements for the year ended 31 December 2024.

Basis of Consolidation

Subsidiaries

Subsidiaries are entities on which the Group has control. The Group's control is exercised by the power to be exposed to variable returns in these companies, to be entitled to these returns and to direct them. Subsidiaries are consolidated from the date on which the control is transferred to the Group and are no longer consolidated from the date that control ceases.

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2. BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.4 Summary of Significant Accounting Policies (cont'd)

Basis of Consolidation (cont'd)

The acquisition method is used in accounting for group business combinations. The acquisition cost includes the fair value of the assets transferred at the acquisition date, the liabilities incurred by the former owners of the acquired business and the costs of equity instruments issued by the Group. Acquisition cost includes the fair value of transferred assets and liabilities arising from contingent acquisition agreements. Identifiable assets, liabilities and contingent liabilities acquired in a business combination are measured at their fair value at the acquisition date. For each acquisition, the Group's non-controlling interests acquired are accounted for either at their fair value or at their proportional share of the Group's net assets.

The table below shows the subsidiary and shareholding ratios as of 30 June 2025 and 31 December 2024.

Subsidiary	30 June 2025	31 December 2024
Arvento Mobil Sistemler A.Ş.	88,89%	88,89%

2.4.1 New and Amended Turkish Financial Reporting Standards

a) Amendments that are mandatorily effective from 2025

Amendments to TAS 21 *Lack of Exchangeability*

Amendments to TAS 21 *Lack of Exchangeability*

The amendments contain guidance to specify when a currency is exchangeable and how to determine the exchange rate when it is not. Amendments are effective from annual reporting periods beginning on or after 1 January 2025.

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

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

TFRS 17	<i>Insurance Contracts</i>
Amendments to TFRS 17	<i>Initial Application of TFRS 17 and TFRS 9 — Comparative Information</i>
TFRS 18	<i>Presentation and Disclosures in Financial Statements</i>

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2. BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.4 Summary of Significant Accounting Policies (cont'd)

2.4.1 New and Amended Turkish Financial Reporting Standards (cont'd)

b) New and revised TFRSs in issue but not yet effective (cont'd)

TFRS 17 Insurance Contracts

TFRS 17 requires insurance liabilities to be measured at a current fulfillment value and provides a more uniform measurement and presentation approach for all insurance contracts. These requirements are designed to achieve the goal of a consistent, principle-based accounting for insurance contracts. TFRS 17 has been deferred for insurance, reinsurance and pension companies for a further year and will replace TFRS 4 Insurance Contracts on 1 January 2026.

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

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

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

TFRS 18 Presentation and Disclosures in Financial Statements

It includes requirements for the presentation and disclosure of information in financial statements for all entities applying TFRSs. Applicable to annual reporting periods beginning on or after 1 January 2027.

2.4.2 Comparative information and restatement of prior period consolidated financial statements

The consolidated financial statements of the Group are prepared comparatively with the prior period in order to enable the determination of the financial position and performance trends. Comparative figures are reclassified, where necessary, to conform to the presentation of the current period consolidated financial statements and significant changes are explained.

2.4.3 Segment Reporting

The Group is engaged in the production of radial, passenger car, passenger van, van, minibus, truck, bus outer tires and tread rubber, as well as radial and conventional construction machinery outer tires, various inner tubes and column sales and compound sales. The impact of Arvento Mobil Sistemler A.Ş. on the Group's consolidated financial statements as of 30 June 2025 is limited. Therefore, in accordance with the management approach, the Group's operations are considered as a single operating segment as of 30 June 2025 and the Group's results of operations, the determination of resources to be allocated to this activity and the review of the performance of these activities are evaluated within this framework.

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3. CASH AND CASH EQUIVALENTS AND FINANCIAL INVESTMENTS

	30 June 2025	31 December 2024
Cash on hand	3	1
Cash at banks	7.331.113	8.143.719
Demand deposits	1.044.615	643.090
Time deposits	2.897.755	2.866.292
Credit cards slip receivables	3.388.743	4.634.337
Total cash and cash equivalents	7.331.116	8.143.720
Interest accruals	(3.855)	(2.842)
Cash and cash equivalents in the cash flow statement	7.327.261	8.140.878

The nature and extent of the risks on cash and cash equivalents are described in Note 23. Demand deposits comprise collections from direct debiting system (DDS) and cheques kept under current accounts based on agreements made with banks. Credit card slip receivables contain POS balances which have less than three months' maturity.

Financial Investments

Currency-protected deposit accounts are a financial asset with cash flows that include principal and interest or dividends, but they also show a derivative product feature as these cash flows may change depending on the change in exchange rates. Therefore, currency protected deposit accounts are treated as hybrid contracts and accounted for as financial assets whose fair value is recognized in profit or loss in line with the provisions of TFRS 9 regarding mixed contracts. Changes in the fair value of currency-protected deposit accounts are accounted for under "Income/Expense from Investing Activities" in the Statement of Profit or Loss and Other Comprehensive Income.

The details of short-term financial investments:

Current Assets	30 June 2025	31 December 2024
Currency protected deposits	-	621.962
Eurobond	1.594.051	1.655.262
Other	8.465	9.387
	1.602.516	2.286.611

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3. CASH AND CASH EQUIVALENTS AND FINANCIAL INVESTMENTS (cont'd)

Financial Investments (cont'd)

The Group presents deposits with maturities over 3 months and currency protected deposits as financial investments. The Group classifies its venture capital fund, Eurobond, and currency protected deposits in cash flows from investing activities in the cash flow statement.

4. FINANCIAL BORROWINGS

	30 June 2025		31 December 2024	
	Weighted average interest rate %	TL	Weighted average interest rate %	TL
Short Term TL bank borrowings	34,47	3.129.049	48,00	2.123.149
Short-term TL sukuk issuances	41,13	2.256.910	46,00	1.552.674
Short-term bank factoring liabilities		51.122		39.104
Short-term leasing liabilities		19.456		14.530
Short-term borrowings		5.456.537		3.729.457
Short-term portion of long-term TL bank borrowings	42,48	3.216.112	45,29	3.681.247
Short-term portion of long-term TL bond issuances	47,11	1.017.854	32,00	1.625.889
Short-term portion of long-term EUR bank borrowings (*)	7,15	163.532	7,15	150.421
Short-term portion of long-term USD bank borrowings (*)	4,25	690.718	4,95	1.378.442
Short-term portion of long-term lease liabilities		20.856		22.816
		5.109.072		6.858.815
Total short-term borrowings		10.565.609		10.588.272
Long-term TL bank borrowings	45,99	3.112.109	43,68	2.174.594
Long-term TL bond issuances		-	52,75	742.025
Long-term EUR bank borrowings (*)	7,15	2.190.297	7,15	2.044.365
Long-term USD bank borrowings (*)		-	2,55	97.531
Long-term lease liabilities		80.228		36.373
Total long-term borrowings		5.382.634		5.094.888
Total financial liabilities		15.948.243		15.683.160

(*) The Group has entered into cross currency and interest rate swap transactions for its long-term foreign currency denominated borrowings in order to eliminate the risk of floating interest rates and foreign currency exchange rates at the time of borrowing. TL values of the Group's foreign currency denominated borrowings may increase or decrease as a result of exchange rate fluctuations and accordingly, the fair value of cross currency swap transactions is recognized under derivative assets.

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4. FINANCIAL BORROWINGS (cont'd)

Bank Credits

The Group's net financial liability calculation is as follows:

	30 June 2025	31 December 2024
Total financial borrowings (*)	15.827.703	15.609.441
Less: EUR loans valuation difference due to hedging	(1.221.453)	(1.242.262)
Less: Cash and cash equivalents	(7.331.116)	(8.143.720)
Less: Financial investments	(1.602.516)	(2.286.611)
Net financial debt	5.672.618	3.936.848

(*) The Group does not include debts from lease transactions in total financial borrowings.

There are loan commissions and expenses amounting to TL 466.006 in the short-term portion of long-term borrowings and TL 40.016 long-term bank borrowings (TL 27.454 and TL 13.115 as of 31 December 2024, respectively).

As of 30 June 2025 and 31 December 2024, all of the bank borrowings consist of unsecured loans.

Movement of financial liabilities as of 30 June 2025 and 30 June 2024 is as follows:

	30 June 2025	30 June 2024
Opening balance	15.683.160	26.299.036
Cash inflows from borrowing	8.700.000	1.710.411
Cash outflows from borrowing	(7.784.065)	(7.934.331)
Interest expense accounted under profit or loss (Note 20)	3.168.586	3.216.031
Capitalized interest expense at tangible assets (Note 20)	61.265	151.312
Interest paid	(3.288.417)	(3.727.830)
Cash Outflows Related to Lease Agreements	(63.240)	(38.052)
Cash Inflows / (Outputs) from Factoring Transactions	12.018	(35.799)
Exchange differences	(24.279)	(920.356)
Other	85.148	25.355
Monetary gain	(601.933)	(584.946)
Closing balance	15.948.243	18.160.831

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4. FINANCIAL BORROWINGS (cont'd)

Bank Credits (cont'd)

As of 30 June 2025 and 31 December 2024, the repayment schedule of its financial borrowings is as follows:

	30 June 2025	31 December 2024
2025	6.303.206	10.604.737
2026	7.693.730	4.073.774
2027	1.567.365	553.010
2028	260.753	299.029
2029	123.189	152.610
	15.948.243	15.683.160

5. DERIVATIVE INSTRUMENTS

	30 June 2025		31 December 2024	
	Assets	Liabilities	Assets	Liabilities
Cross currency and interest rate swaps	145.767	-	361.170	-
Forward currency exchange contract	5.074	-	2.995	3.867
Commodity swap	-	1.067	-	808
Short-term derivative transactions	150.841	1.067	364.165	4.675
Cross currency and interest rate swaps	803.954	-	505.456	-
Long-term derivative transactions	803.954	-	505.456	-
	954.795	1.067	869.621	4.675

Derivative financial instruments of the Group include cross currency and interest rate swaps, and forward purchase contracts and valuation differences related to these transactions are accounted for in equity accounts.

The valuation of derivative instruments is based on the market prices quoted for similar instruments at the balance sheet date.

During the period, an expense amounting to TL 10.674 (30 June 2024: TL 88.508 income) has been recognized in the statement of profit or loss in relation to derivative contracts maturing during the period and hedging transactions made to hedge foreign currency risk.

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6. TRADE RECEIVABLES AND PAYABLES

Trade Receivables

The details of the Group's trade receivables as of the balance sheet date are as follows:

Short-term trade receivables	30 June 2025	31 December 2024
Account receivables	8.156.091	9.132.095
Notes receivable	117.753	158.352
Trade receivables from related parties (Note 22)	295.198	471.029
Unearned credit finance income	(443.849)	(828.218)
Doubtful receivables provision (-)	(172.712)	(201.096)
	7.952.481	8.732.162
Long-term trade receivables	30 June 2025	31 December 2024
Account receivables	6.293	10.434
Doubtful receivables provision (-)	(6.293)	(10.434)
	-	-

Trade receivables include the non-collected amounts arising from the Group's sale of finished goods and merchandise.

As of 30 June 2025 and 31 December 2024, trade receivables from third parties have an average maturity of 46 and 62 days, respectively, and are discounted using an average of 43,51% and 45,51% interest rates.

As of 30 June 2025, trade receivables amounting to TL 886.219 (31 December 2024: TL 471.047) from third parties are not considered doubtful even though they are overdue.

As of 30 June 2025, guarantees amounting to TL 335.165 have been received from third parties for overdue receivables (31 December 2024: TL 41.055).

The aging table of overdue receivables from third parties as of 30 June 2025 and 31 December 2024 is as follows:

	30 June 2025	31 December 2024
Between 0-1 month	635.379	377.816
Between 1-3 month	219.215	80.823
Between 3-12 month	31.625	12.408
	886.219	471.047

The allowance for doubtful receivables is determined based on past experiences of collection of receivables and risk rating matrix developed for the expected credit loss computation.

Movements in provision for doubtful receivables are as follows:

	1 January - 30 June 2025	1 January - 30 June 2024
Opening balance as of January 1	211.531	402.547
Doubtful receivables exchange difference	5.813	2.226
Additional provision / (reversal)	(8.502)	7.601
Monetary gain	(29.837)	(80.272)
Closing balance	179.005	332.102

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6. TRADE RECEIVABLES AND PAYABLES (cont'd)

Trade Payables

As of the balance sheet date, the Group's trade payables details are as follows:

Short-term trade payables	30 June 2025	31 December 2024
Trade payables	4.814.670	6.155.134
Trade payables to related parties (Note 22)	3.649.977	3.830.951
Unrealized finance expense due to credit purchases	(257.586)	(256.309)
	8.207.061	9.729.776

Trade payables mainly include non-paid amounts arising from trade purchases and ongoing expenditure.

As of 30 June 2025 and 31 December 2024, trade payables have an average maturity of 104 and 102 days, respectively, and are discounted using an average interest rate of 43,51% and 45,51%. The Group has a financial risk management policy that will ensure that all its debts are paid on time.

7. INVENTORIES

	30 June 2025	31 December 2024
Raw materials	1.459.762	1.428.435
Materials and supplies	594.306	580.237
Work in process	430.916	462.034
Finished goods	1.602.981	1.653.838
Trade goods	577.205	684.472
Goods in transit	1.282.185	1.342.818
Less: Impairment of inventory	(105.635)	(106.330)
	5.841.720	6.045.504

As of 30 June 2025 and 2024, the movement table regarding inventory impairment is as follows:

	1 January - 30 June 2025	1 January - 30 June 2024
Opening balance	106.329	140.263
Expense (Income) for the Period	(694)	(1.310)
Closing balance	105.635	138.953

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8. PREPAID EXPENSES AND DEFERRED INCOME

Short-term Prepaid Expenses

	30 June 2025	31 December 2024
Prepaid expenses	397.562	308.445
Order advances given	220.970	127.104
Advances given to personnel	33.352	2.923
Advances given to dealers	-	640
	651.884	439.112

Long-term Prepaid Expenses

	30 June 2025	31 December 2024
Prepaid expenses	39.853	53.554
Advances given for fixed assets	57.168	91.577
	97.021	145.131

Short-term Deferred Income

	30 June 2025	31 December 2024
Order advances received	273.520	277.823
Deferred income	30.991	70.907
	304.511	348.730

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9. PROPERTY, PLANT AND EQUIPMENT

	1 January 2025	Additions	Transfers (*)	Disposals	30 June 2025
Cost					
Land and land improvement	772.302	-	-	-	772.302
Buildings	8.981.753	14.174	220.903	-	9.216.830
Machinery and equipment	28.972.960	21.196	296.136	-	29.290.292
Motor vehicles	504.498	5.349	14.138	(5.380)	518.605
Furniture and fixtures	2.091.810	38.603	1.618	(273)	2.131.758
Other	1.592.558	20.475	(31)	(922)	1.612.080
Construction in progress	2.117.114	1.503.455	(761.916)	-	2.858.653
	45.032.995	1.603.252	(229.152)	(6.575)	46.400.520
Accumulated depreciation					
Land and land improvement	271.654	14.993	-	-	286.647
Buildings	3.365.165	100.545	-	-	3.465.710
Machinery and equipment	17.048.389	821.907	-	-	17.870.296
Motor vehicles	222.415	36.020	-	(1.929)	256.506
Furniture and fixtures	1.397.272	90.462	-	(142)	1.487.592
Other	973.521	63.864	-	(921)	1.036.464
	23.278.416	1.127.791	-	(2,992)	24.403.215
Net book value	21.754.579	475.461	(229.152)	(3,583)	21.997.305

(*) In the current period, TL 229.152 has been transferred to intangible assets. (30 June 2024: TL 131.514) Transfers realized in the current period are investments in buildings, machinery, and fixtures in Aksaray and Izmit factories, whose investments continue.

For the period ended 30 June 2025, depreciation expenses amounting to TL 944.998 is charged to cost of goods sold, TL 8.452 is charged to research and development expenses, TL 128.166 is charged to marketing expenses, TL 42.926 is charged to general administrative expenses, TL 1.553 is charged to inventories and TL 1.696 is charged to capitalized development expenses.

The amount of borrowing costs capitalized during the period is TL 61.265. (30 June 2024: TL 112.042).

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9. PROPERTY, PLANT AND EQUIPMENT (cont'd)

As of 30 June 2025, there is no mortgage on property, plant and equipment and intangible assets. (30 June 2024: None).

	1 January 2024	Additions	Transfers	Disposals	30 June 2024
Cost					
Land and land improvement	772.305	-	-	-	772.305
Buildings	8.808.385	5.575	31.940	-	8.845.900
Machinery and equipment	27.236.039	42.160	517.594	(525)	27.795.268
Motor vehicles	408.568	22.900	614	-	432.082
Furniture and fixtures	2.030.936	28.093	203	(2.315)	2.056.917
Other	1.595.820	31.547	-	(1.318)	1.626.049
Construction in progress	863.937	1.936.198	(681.865)	-	2.118.270
	41.715.990	2.066.473	(131.514)	(4.158)	43.646.791
Accumulated depreciation					
Land and land improvement	241.669	14.993	-	-	256.662
Buildings	3.175.658	94.306	-	-	3.269.964
Machinery and equipment	15.451.038	783.568	-	(525)	16.234.081
Motor vehicles	163.031	28.543	-	-	191.574
Furniture and fixtures	1.216.084	91.398	-	(1.749)	1.305.733
Other	901.110	68.539	-	(1.307)	968.342
	21.148.590	1.081.347	-	(3.581)	22.226.356
Net book value	20.567.400	985.126	(131.514)	(577)	21.420.435

For the period ended 30 June 2024, TL 879.685 of depreciation expenses is included in cost of goods sold, TL 515 in research and development expenses, TL 133.981 in marketing expenses, TL 54.829 in general administrative expenses, TL 12.337 is included in capitalized development expenses.

10. RIGHT-OF-USE ASSETS

	1 January 2025	Additions	Disposals	30 June 2025
Cost				
Buildings	197.506	60.727	-	258.233
Motor vehicles	206.559	34.438	-	240.997
Rights	14.818	-	-	14.818
	418.883	95.165	-	514.048
Accumulated Depreciation				
Buildings	151.506	21.477	-	172.983
Motor vehicles	124.387	30.787	-	155.174
Rights	14.818	-	-	14.818
	290.711	52.264	-	342.975
Net book value	128.172	42.901	-	171.073

As of 30 June 2025, depreciation expenses amounting to TL 2.250 is included in cost of goods sold, TL 10.238 is included in research and development expenses, TL 4.055 is included in marketing expenses and TL 35.721 is included in general administrative expenses.

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10. RIGHT-OF-USE ASSETS (cont'd)

	1 January 2024	Additions	Disposals	30 June 2024
Cost				
Buildings	163.265	30.065	-	193.330
Motor vehicles	181.713	27.273	(18.532)	190.454
Rights	15.536	-	-	15.536
	360.514	57.338	(18.532)	399.320
Accumulated Depreciation				
Buildings	115.069	16.587	-	131.656
Motor vehicles	82.326	32.573	(18.532)	96.367
Rights	14.819	-	-	14.819
	212.214	49.160	(18.532)	242.842
Net book value	148.300	8.178	-	156.478

As of 30 June 2024, depreciation expenses amounting to TL 1.346 is included in cost of goods sold, TL 8.416 is included in research and development expenses, TL 3.868 is included in marketing expenses and TL 35.530 is included in general administrative expenses.

11. INTANGIBLE ASSETS

	1 January 2025	Additions	Transfers	Disposals	30 June 2025
Cost					
Capitalized development costs	2.017.129	12.846	211.589	-	2.241.564
Customer contracts and relations	493.104	-	-	-	493.104
Trademark	96.715	-	-	-	96.715
Rights	493.253	929	3.121	-	497.303
Other intangible assets	920.376	2.746	14.442	-	937.564
	4.020.577	16.521	229.152	-	4.266.250
Accumulated Depreciation					
Capitalized development costs	1.176.136	147.227	-	-	1.323.363
Customer contracts and relations	231.247	35.724	-	-	266.971
Rights	468.824	2.832	-	-	471.656
Other intangible assets	739.194	40.567	-	-	779.761
	2.615.401	226.350	-	-	2.841.751
Net book value	1.405.176	(209.829)	229.152	-	1.424.499

As of 30 June 2025, amortization expenses amounting to TL 172.013 is included in cost of goods sold, TL 3 is included in research and development expenses, TL 6.682 is included in marketing expenses, TL 47.592 is included in general administrative expenses and TL 60 is included in capitalized development expenses.

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11. INTANGIBLE ASSETS (cont'd)

	1 January 2024	Additions	Transfers	Disposals	30 June 2024
Cost					
Capitalized development costs	1.780.522	8.226	101.554	-	1.890.302
Customer contracts and relations	493.106	-	-	-	493.106
Trademark	96.715	-	-	-	96.715
Rights	471.994	2.338	-	-	474.332
Other intangible assets	838.534	20.002	29.958	-	888.494
	3.680.871	30.566	131.512	-	3.842.949
Accumulated Depreciation					
Capitalized development costs	895.450	138.420	-	-	1.033.870
Customer contracts and relations	148.838	40.979	-	-	189.817
Rights	465.068	2.163	-	-	467.231
Other intangible assets	647.784	46.431	-	-	694.215
	2.157.140	227.993	-	-	2.385.133
Net book value	1.523.731	(197.427)	131.512	-	1.457.816

As of 30 June 2024, amortization expenses amounting to TL 166.231 is included in cost of goods sold, TL 7 is included in research and development expenses, TL 8.470 is included in marketing expenses, TL 53.199 is included in general administrative expenses and TL 86 is included in capitalized development expenses.

12. GOODWILL

The movement table of goodwill for the periods ended as of 30 June 2025 and 31 December 2024 is as follows:

	1 January - 30 June 2025	1 January - 31 December 2024
Opening balance	107.298	107.298
Closing balance	107.298	107.298

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13. PROVISIONS, CONTINGENT AND LIABILITIES

Provisions

Other short-term provisions	30 June 2025	31 December 2024
Provision for customer turnover premium	497.156	-
Provision for sales discount premium	73.276	73.807
Provision for export commission	298.976	-
Provision for lawsuits	99.872	93.626
Warranty provisions	21.655	21.113
Other	91.381	3.949
	1.082.316	192.495

Customer turnover premium and export commission mix is the portion of the premium amounts to be paid to dealers and export channel customers for the related period.

Sales discount is the estimated portion of the premium amount to be paid to customers for the related period.

Provisions for lawsuit consist of lawsuits filed against the Group, such as reinstatement and work accidents.

Warranty provision represents the present value of the provision amount that will be required in line with the Group's 24-month warranty program for tires. Estimates made by management are based on historical warranty expenses.

Other provisions mainly consist of advertising and promotion expenses to be invoiced in the next period and GEKAP tax provision expenses.

Movements of provisions during the period are as follows:

	Provision for customer turnover premium	Provision for sales discount premium	Provision for export commission	Lawsuits	Warranty provisions	Other	Total
1 January 2025	-	73.807	-	93.626	21.113	3.948	192.494
Additional provision	497.156	-	298.976	32.333	3.062	87.998	919.525
Payments/ reversal	-	10.016	-	(11.426)	-	-	(1.410)
Inflation effect	-	(10.547)	-	(14.661)	(2.520)	(565)	(28.293)
30 June 2025	497.156	73.276	298.976	99.872	21.655	91.381	1.082.316

	Provision for customer turnover premium	Provision for sales discount premium	Provision for export commission	Lawsuits	Warranty provisions	Other	Total
1 January 2024	-	123.344	-	91.549	26.236	55.342	296.471
Additional provision	804.619	-	286.750	24.475	-	-	1.115.844
Payments/ reversal	-	(88.231)	-	(10.673)	(429)	-	(99.333)
Inflation effect	-	(24.459)	-	(18.939)	(2.677)	(43.391)	(89.466)
30 June 2024	804.619	10.654	286.750	86.412	23.130	11.951	1.223.516

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14. COMMITMENTS

Received Commitments	30 June 2025	31 December 2024
Direct debiting system (D.B.S) limits	3.531.493	3.477.800
Letter of guarantees received	4.981.612	4.962.209
Mortgages	2.121.523	1.926.974
Export insurance	694.495	674.932
Cheques and notes receivables received as guarantee	500.521	334.976
Domestic receivables insurance	460	-
Payment guarantees from banks	126.054	26.181
Letter of credit	191.863	201.609
Bail checks	13.850	16.159
Foreign currency blockage received as collateral	7.949	3.977
	12.169.820	11.624.817

Bank letters of guarantee, guarantee checks and notes are available for the advances given by the Group in return for the purchase of goods and services from its suppliers.

The Group has letters of guarantee received to minimize customer credit risk in forward sales to its domestic customers, DBS limits allocated to customers through mortgages, promissory notes and banks, and export insurance, bank letters of guarantee and letter of credit for trade receivables from foreign customers, as required by credit risk management.

The total amount of guarantees that the Group has received from international export insurance companies in order to make open accounts and forward sales to its customers abroad is defined as export insurance.

The number of guarantees received within the framework of the agreement that the Group has made with domestic and international insurance companies in order to make open account and forward sales to its domestic dealers and fleet customers is defined as domestic receivables insurance.

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14. COMMITMENTS (cont'd)

As of 30 June 2025 and 31 December 2024, the tables regarding the collateral / pledge / mortgage/ bail ("CPMB") position of the Group are as follows.

CPMB given by the Group	30 June 2025			31 December 2024		
	Currency	Amount	TL Equivalent	Currency	Amount	TL Equivalent
A. The legal entity that it has given on behalf of its own legal entity Total of CPMBs	TL	2.531.418	2.531.418	TL	144.941	144.941
	Avro	2.991	139.249	Avro	3.434	130.558
B. Total amount of CPMBs given in favor of subsidiaries included in the scope of full consolidation	-	-	-	-	-	-
C. For the purpose of carrying out ordinary business activities, other given by 3rd parties for the purpose of securing their debts Total amount of CPMBs	-	-	-	-	-	-
D. Total amount of other CPMBs given	-	-	-	-	-	-
i) Total amount of CPMBs given in favor of the parent company	-	-	-	-	-	-
ii) Other Group not included in the scope of items B and C	-	-	-	-	-	-
Total amount of CPMBs given in favor of groups	-	-	-	-	-	-
iii) In favor of third parties not covered by Article C	-	-	-	-	-	-
Total amount of CPMBs given						
			2.670.667			275.499

The ratio of other CPMBs given by the Group to the Group's total equity is 0% (31 December 2024: 0%).

Except for the CPMB's given by the Group on behalf of its own legal entity, there are no CPMBs given in favor of third parties. The guarantees given by the Group consist of letters of guarantee given to customs directorates for import transactions carried out within the scope of inward processing certificates and Special Consumption Tax legislation, to enforcement offices in response to labor lawsuits filed against the Group, and to various public institutions for participation in various tenders.

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15. SHARE CAPITAL, RESERVES AND OTHER EQUITY ITEMS

Paid-in capital and adjustment to share capital

Within the framework of the provisions of the Registered Capital System Communiqué numbered II-18.1 of the Capital Markets Board, it has been decided to be extended of the validity period of the registered capital ceiling for a new five-year period, valid for the years 2023-2027, by our Board of Directors and to obtain the necessary permissions from the Capital Markets Board, the Ministry of Customs and Trade and other relevant institutions to amend Article 6 of the Company's Articles of Association titled "Capital" in order to determine the registered capital ceiling amount as TL 750,000,000 and following the receipt of the permits, the changes were approved by the shareholders at the General Assembly Meeting on 27 March 2023.

The fully paid-up capital of the company is TL 305.117 (31 December 2024: 305.117) divided into 30.511.687.500 (31 December 2024: 30.511.687.500) registered shares, each with a nominal value of 1 kr (One Kurus). All issued shares were paid in cash. The Group's shareholders and their shares in the capital as of 30 June 2025 and 31 December 2024 are as follows:

Shareholders	(%)	30 June 2025	(%)	31 December 2024
H.Ö. Sabancı Holding A.Ş.	43,63	133.123	43,63	133.123
Bridgestone Corporation	43,63	133.123	43,63	133.123
Other	12,74	38.871	12,74	38.871
Nominal capital	100	305.117	100	305.117
Capital adjustment differences (*)		9.600.986		9.600.986
Total		9.906.103		9.906.103

(*) Adjustment to share capital represents the restatement effect of cash and cash equivalent contributions to share capital restated for the effects of inflation. Adjustment to share capital is not available for any other usage except to be added to share capital.

The shares are divided into seven classes, such as (A), (B), (C), (D), (E), (F) and (G) as listed below. In case of an increase of the issued capital, new shares shall be issued for each class of shares in proportion with their share ratios in the issued capital.

Share Classes	Numbers of Shares	Issued Capital Amount (TL)
A	6.865.129.687,50	68.651
B	762.792.187,50	7.628
C	762.792.187,50	7.628
D	762.792.187,50	7.628
E	10.679.090.625,00	106.791
F	3.059.101.102,00	30.591
G	7.619.989.523,00	76.200
Total	30.511.687.500,00	305.117

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15. SHARE CAPITAL, RESERVES AND OTHER EQUITY ITEMS (cont'd)

As stated in the article of association, Hacı Ömer Sabancı Foundation which owns 100 redeemed shares has privilege in profit sharing. These privileges are being computed in accordance with the article of association. There are no other privileges for shares.

Share premium

Share premium which is considered as a part of capital results from equity movements such as cancelled shares and gains on the sales of shares. As of 30 June 2025, The Group's share premium in the consolidated financial statements is TL 135 (31 December 2024: TL 135).

Restricted reserves appropriated from profit and prior years' profit

Restricted reserves are reserves which are reserved for specific purposes other than law or contractual obligations or dividend payments. These reserves are presented as the same amount in the Group's statutory books and differences arising preparing the financial statements in accordance with TFRS are associated with prior years' profit or losses.

Pursuant to Article 519 of the TCC, 5% of the annual commercial profit reaches 20% of the paid-in capital as the first-order general legal reserve; After the 5% dividend is paid to the shareholders, 10% of the total amount to be distributed to those who will receive a share of the profit is set aside as the second order general legal reserve fund.

As of 30 June 2025, the Group's first-order general legal reserves amount to 20% of its paid-in capital (31 December 2024: 20%), and there is no limit for the second-order general legal reserves. As long as the aforementioned reserves do not exceed half of the Group's paid/issued capital, they can only be used to cover losses, to continue the business when things are not going well, or to take measures suitable to prevent unemployment and mitigate its consequences.

The details of the Group's restricted reserves account as of 30 June 2025 and 31 December 2024 are as follows:

	30 June 2025	31 December 2024
First order general legal reserve	619.489	619.489
Second order general legal reserve	2.363.349	2.284.769
Total	2.982.838	2.904.258

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15. SHARE CAPITAL, RESERVES AND OTHER EQUITY ITEMS (cont'd)

Restricted reserves appropriated from profit and prior years' profit (cont'd)

The details of the Group's equity accounts are as follows:

	30 June 2025	31 December 2024
Restricted reserves appropriated from profit	2.982.838	2.904.258
Net profit / (loss) for the period	(1.115.960)	1.772.016
Prior years' profit	9.869.625	8.978.160
Non-Controlling Interests	44.634	121.646
Total equity	11.781.137	13.776.080

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

30 June 2025 (According to TFRS)	Historical Value	Inflation adjustment effect	Indexed value
Capital Adjustment Differences	305.117	9.295.869	9.600.986
Share Premiums	5	130	135
Restricted Reserves Appropriated from Profit	354.452	2.628.385	2.982.838
Total	659.574	11.924.384	12.583.959

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16. REVENUE AND COST OF SALES

	1 January- 30 June 2025	1 April- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2024
Revenue				
Domestic sales	12.351.159	6.200.222	15.512.375	7.093.130
Export sales	6.435.889	3.228.829	6.456.144	3.017.945
Sub-total	18.787.048	9.429.051	21.968.519	10.111.075
Sales returns (-)	(123.005)	(76.513)	(142.164)	(85.617)
Sales discounts (-)	(1.260.965)	(599.481)	(1.521.208)	(654.896)
Net Sales	17.403.078	8.753.057	20.305.147	9.370.562
Cost of sales	(14.094.311)	(7.167.477)	(15.115.756)	(7.253.836)
Gross profit	3.308.767	1.585.580	5.189.391	2.116.726

The details of domestic and export sales are as follow:

	1 January- 30 June 2025	1 April- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2024
Finished goods	16.273.334	8.230.125	19.042.060	8.757.897
Trade goods	2.052.056	988.765	2.600.336	1.179.454
Work in process	2.456	134	-	-
Other	459.202	210.027	326.123	173.724
Total	18.787.048	9.429.051	21.968.519	10.111.075

17. EXPENSES BY NATURE

	1 January- 30 June 2025	1 April- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2024
Raw materials and supplies	7.923.277	4.331.680	8.939.594	4.343.605
Personnel expenses and direct labor expenses	4.552.101	2.204.141	4.524.016	2.332.101
Cost of trade goods sold	932.355	494.494	1.085.845	464.025
Depreciation and amortization (Notes 9,10,11)	1.407.600	695.456	1.358.495	687.977
Production overheads	1.150.072	622.424	1.298.609	610.462
Advertisement expenses	217.701	142.255	184.449	112.791
Royalty and sales commission expenses	276.414	136.764	327.441	149.213
Doubtful receivables expense, net	(8.502)	(3.633)	7.601	13.341
Communication and information technology expenses	59.912	31.487	63.895	34.991
Consultancy expenses	84.880	49.103	60.741	33.604
Service, maintenance and repair expenses	149.736	73.726	75.878	35.538
Other taxes and charges	13.394	5.382	13.354	5.791
Claims for defective tires	11.581	6.095	14.192	7.187
Transportation and storage expenses	512.519	243.223	578.387	264.658
Energy expenses	35.514	13.173	34.760	13.850
Insurance expenses	28.058	13.396	35.190	18.011
Provision for inventory impairment (Note 8)	(694)	2.434	(1.310)	(3.476)
ELT (end of life-tire) management service	5.298	2.533	5.165	2.460
Change in work in process	14.635	(232.783)	(170.132)	(118.012)
Change in finished goods	(481.756)	(305.625)	(491.279)	(336.890)
Other expenses	173.536	89.744	230.282	65.078
	17.057.631	8.615.469	18.175.173	8.736.305

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17. EXPENSES BY NATURE (cont'd)

The details of general administrative expenses and marketing expenses are as follows:

	1 January- 30 June 2025	1 April- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2024
Depreciation and amortization expenses				
Cost of sales (*)	1.123.765	552.354	1.059.682	534.802
Marketing expenses	138.903	70.067	146.318	73.248
General administrative expenses	126.239	59.672	143.558	75.452
Research and development expenses	18.693	13.363	8.937	4.475
	1.407.600	695.456	1.358.495	687.977

(*) As of 31 December 2024, TL 4,504 depreciation expense remaining on inventories is recognized under cost of sales after the sales of related inventories in 2025.

	1 January- 30 June 2025	1 April- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2024
Personnel expenses				
Cost of sales	3.337.900	1.660.058	3.338.456	1.772.780
Marketing expenses	753.526	348.662	717.648	330.196
General administrative expenses	358.790	148.015	387.472	187.604
Research and development expenses	101.885	47.406	80.440	41.521
	4.552.101	2.204.141	4.524.016	2.332.101

18. OTHER OPERATING INCOME AND EXPENSES

Details of other operating income and expenses for years ended 30 June 2025 and 2024 are as follows:

	1 January- 30 June 2025	1 April- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2024
Other operating income				
Income from derivative financial instruments	3.718	3.718	26.746	3.367
Income from maturity difference of trade receivables	1.916.596	743.266	1.441.396	730.637
Interest income	74.965	60.319	18.580	11.552
Other income	39.779	21.395	64.867	32.227
	2.035.058	828.698	1.551.589	777.783
Other operating expense				
Foreign exchange losses on operations, net (*)	627.429	298.597	407.808	27.598
Expenses from maturity differences on trade payables	1.022.533	466.096	1.063.229	542.444
Expenses from derivative financial instruments	7.176	896	152.228	114.290
Interest expenses	49.103	21.407	63.046	26.102
Credit card commission expenses	13.830	455	287.344	97.503
Other expenses	8.350	967	19.336	13.309
	1.728.421	788.418	1.992.991	821.246

(*) The amount consists of the foreign exchange gains and losses resulting from trade receivables and payables.

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19. INCOME AND EXPENSES FROM INVESTING ACTIVITIES

	1 January- 30 June 2025	1 April- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2024
Income from Investing Activities				
Currency protected deposit income	54.539	22.727	283.298	90.883
Profit from sale of fixed asset	1.201	-	1.924	12
	55.740	22.727	285.222	90.895

(*) For the period ended 30 June 2024, the Group has recognized fair value difference amounting to TL 41.202 related to currency hedged deposit ("FX hedged deposit") account in the consolidated financial statements.

	1 January- 30 June 2025	1 April- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2024
Expenses from Investing Activities (-)				
Loss on sale of fixed assets	-	-	1.092	-
	-	-	1.092	-

20. FINANCE INCOME AND EXPENSES

As of 30 June 2025 and 2024, details of financial income and expenses are as follows:

	1 January- 30 June 2025	1 April- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2024
Foreign currency gains from bank deposits	531.471	272.238	495.541	147.645
Interest income from banks	266.352	151.079	1.548.080	407.310
Interest income from Eurobond	31.137	16.189	16.669	14.488
Total finance income, net	828.960	439.506	2.060.290	569.443

	1 January- 30 June 2025	1 April- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2024
Interest expenses on borrowings	2.388.480	1.254.544	2.438.868	1.157.260
Interest expense included in cost of fixed assets	(61.265)	(61.265)	(151.312)	(123.395)
Total interest expense	2.327.215	1.193.279	2.287.556	1.033.865
Foreign currency losses from borrowings	-	-	55.883	-
Interest expense related to leases	10.135	6.952	9.327	5.151
Sukuk issuance coupon participation expense	496.818	283.276	428.503	192.735
Bond commission and interest expense	334.418	134.802	490.645	197.898
Other financial expenses	83.912	12.074	336.882	46.494
Total finance expenses	3.252.498	1.630.383	3.608.796	1.476.143

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21. TAXATION ON INCOME

Corporation tax

	30 June 2025	31 December 2024
Current corporate tax provision	29.333	145.636
Less: Prepaid taxes and funds	(66.920)	(187.309)
Current tax liabilities /(assets)	(37.587)	(41.673)

The excess of the current corporate tax provision over the prepaid corporate tax amount, which is TL 37.587, is included in the Current Period Tax Related Assets (31 December 2024: TL 81.802 Current Period Tax Related Assets, TL 40.129 Current Profit Tax Liability).

The Company and its subsidiary located in Türkiye are subject to the tax legislation and practices in force in Türkiye. Corporate tax is declared by the evening of the last day of the fourth month following the end of the relevant accounting period and paid in a single installment until the end of the relevant month. Institutions are required to calculate provisional tax with the current rate on their financial profits realized in three-month periods and declare it by the 17th day of the second month following the period and pay it by the evening of the 17th day. Provisional taxes paid during the year are offset against the corporate tax calculated on the annual corporate tax return of that year. If there is a provisional tax amount left despite the offset, this amount can be refunded in cash or offset against other financial borrowings.

In Turkey, corporate tax rate is 25% as of 30 June 2025 (31 December 2024: 25%). Corporate tax is payable at a rate of 25% on the total income of the companies after adjusting for certain disallowable expenses and deducting certain exemptions and allowances.

In accordance with the provisional Article 33 of the Tax Procedure Law, the tax effects arising from the inflation adjustment of the financial statements as of 30 June 2025 are included in the deferred tax calculation as of 30 June 2025.

	1 January- 30 June 2025	1 April- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2024
Current tax expense (-)	(29.973)	(4.534)	(117.137)	(10.751)
Deferred tax income / (expense)	(216.498)	7.386	(303.890)	(133.804)
	(246.471)	2.852	(421.027)	(144.555)

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21. TAXATION ON INCOME (cont'd)

Corporate Tax (cont'd)

The reconciliation of tax expense in the income statements for the years ended 30 June 2025 and 2024 is as follows:

	1 January- 30 June 2025	%	1 January- 30 June 2024	%
Reconciliation of tax provision:				
Profit before tax	(879.015)		1.431.992	
Income tax rate 25% (2024: 25%)	219.754	(25,00)	(357.998)	(25,00)
Tax effect:				
- Non-taxable income	5.223	(0,59)	68.175	4,76
- Non-deductible expenses	(141.433)	16,09	(150.006)	(10,48)
- R&D incentive	11.763	(1,34)	6.499	0,45
- Discounted corporate tax deferred tax income / (expense)	(167.600)	19,07	(47.202)	(3,30)
- Income tax exemption arising from fx protected TL deposit	-	-	40.609	2,84
- Monetary gain / (loss)	(174.178)	19,82	(269.099)	(18,79)
- Other	-	-	(1.302)	(0,09)
- Reduced corporate tax	-	-	289.298	20,20
Tax provision income / (expense) in the statement of profit or loss	(246.471)	28,05	(421.026)	(29,41)

Tax legislation in Türkiye does not allow the Company and its subsidiary to file consolidated tax returns. Therefore, the tax provision reflected in the consolidated financial statements has been calculated on a company-by-company basis. According to the Corporate Tax Law, financial losses shown on the return can be deducted from the corporate tax base of the period, if they do not exceed 5 years. Declarations and related accounting records can be examined by the tax office within five years and tax accounts can be revised.

Dividends paid to non-resident corporations that have a place of business or permanent representative in Türkiye and dividends paid to resident corporations in Turkey are not subject to withholding tax. Dividend payments made to persons and institutions other than these are subject to withholding tax at the rate of 15%. Addition of profit to capital is not considered as profit distribution.

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21. TAXATION ON INCOME (Cont'd)

Deferred Tax

The Group recognizes deferred tax assets and liabilities for temporary timing differences arising from the differences between the tax base legal consolidated financial statements and the consolidated financial statements prepared in accordance with TFRS. These differences are generally since some income and expense items are included in different periods in the tax base consolidated financial statements and in the consolidated financial statements prepared in accordance with TFRS, and the said differences are stated below.

	Temporary differences		Deferred tax asset/ liabilities	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
Deferred tax assets				
Foreign currency forward transactions valuation differences	394.547	539.465	98.637	134.866
Allowance for doubtful receivables	38.159	53.178	9.540	13.294
Provision for employment termination benefits	653.746	586.519	163.436	146.630
Trade receivables	448.399	828.214	112.100	207.053
Provision for bonus premium	20.746	69.429	5.186	17.357
Provision for lawsuits	99.872	93.626	24.968	23.407
Provision for unused vacation liability	165.918	73.352	41.480	18.338
Provision for warranty claims	31.106	32.139	7.776	8.035
Investment incentive	-	-	257.726	425.326
Export seasonality adjustment	17.443	14.095	4.361	3.524
Lease liability	120.540	73.719	30.135	18.430
Deferred income	258.696	278.853	7.947	38.458
Other provisions	76.017	82.054	19.004	20.514
Other	56.909	21.625	14.227	5.406
	2.382.098	2.746.268	796.523	1.080.638
Deferred tax liabilities				
Property, plant and equipment and intangible assets	3.756.166	3.975.464	939.042	993.866
Trade payables	257.587	256.309	64.397	64.077
Inventories	110.291	7.945	27.573	1.986
Prepaid Expenses	46.927	56.916	11.732	14.229
Other	215.982	292.474	53.994	73.192
	4.386.953	4.589.108	1.096.738	1.147.350
Deferred tax assets / (liabilities), net			(300.215)	(66.712)

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21. TAXATION ON INCOME (Cont'd)

Movement tables of deferred taxes for the accounting periods ending on 30 June 2025 and 2024 are as follows:

	1 January- 30 June 2025	1 January- 30 June 2024
Opening as of 1 January	(66.711)	537.563
Recognized in profit or loss statement	(216.498)	(303.890)
Income / (expense) recognized in equity	(17.005)	(3.102)
Closing as of 30 June	(300.214)	230.571

Investment incentive certificate

Pursuant to the letter dated 10 June 2013 and numbered 40613 of the General Directorate of Incentive Implementation and Foreign Investment of the Ministry of Economy of the Republic of Turkey, valid instead of the current Investment Incentive Certificate in the amount of TL 366,623,571 issued within the scope of Regional Incentive Implementations, dated 1 June 2010 and numbered 5534, within the scope of Large-Scale Investments, Investment Incentive Certificate No. 5534/B in the amount of TL 481,014,717 has been re-arranged. With the said change, the investment amount increased by TL 114,391,146 and the investment contribution rate provided by the investment incentive certificate increased from 20% to 30%. The tax reduction rate is 50%. The document in question expired on 20 May 2015, and an investment completion visa of TL 472,729,954 was obtained on 29 June 2017. The Company benefited from reduced corporate tax of TL 53,907,700.39 between 2010 – 2024.

The Group's investment incentive certificate application to the Ministry of Economy, General Directorate of Incentive Implementation and Foreign Capital was approved and the Investment Incentive Certificate dated 20 August 2015 and numbered 120314 was issued for the expansion investment amounting to TL 690,443,917 with a start date of 21 May 2015 and an end date of 21 May 2020 within the scope of large scale investments. The investment contribution rate provided by the investment incentive certificate is 25% and the tax reduction rate is 50%. The total investment amount of the document was increased to TL 1,513,666,277 on 22 July 2022, TL 2,087,461,936 on 20 December 2022, and TL 2,837,688,393 on 15 September 2023.

The investment period of the first investment incentive certificate dated 20 August 2015 for the Group's İzmit factory was extended by the "Decision on the Amendment of the Decision on State Aids in Investments (Decision No: 323)" published in the Official Gazette dated 9 November 2018 and numbered 30590. According to Article 2 of this published decision, the duration of the document was extended by 2.5 years to November 2022. In accordance with the provision of the provisional article 14 amended by the Presidential Decree No. 2021/4191 published in the Official Gazette dated 29 June 2021 and numbered 31526, it was extended until 21 November 2024 with an additional extension of 2 years. Within the scope of this incentive certificate, the Group benefited from reduced corporate tax amounting to TL 399,433,275.20 between 2015 – 2024.

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21. TAXATION ON INCOME (Cont'd)

Investment incentive certificate (cont'd)

In line with the Group's decision to invest in the second factory to be located in Aksaray Organized Industrial Zone, the application for Investment Incentive Certificate made to the Republic of Türkiye Ministry of Economy, General Directorate of Incentive Implementation and Foreign Capital has been approved and Investment Incentive Certificate dated 13 February 2014 and numbered 113798 has been issued for the new factory investment amounting to TL 495,000,000 with a start date of 9 October 2013 within the scope of Large Scale Investments. The investment contribution rate provided by the investment incentive certificate is 60% and the tax reduction rate is 90%.

Pursuant to the letter dated 28 March 2016 and numbered 67577454-401.07 - E.36663 of the Republic of Türkiye Ministry of Economy, General Directorate of Incentive Implementation and Foreign Investment, the domestic and imported machinery and equipment lists for the Complete New Investment in Aksaray Factory were revised and approved and the total investment expenditure was increased to TL 755,998,847. On 9 February 2021, the document was revised again, and the total investment amount was increased to TL 1,238,225,012. In addition, on 5 October 2021, the document was revised again, and the total investment amount was increased to TL 1,374,547,375. There has been no change in the support elements that the new investment incentive certificate will benefit from. Within the scope of this incentive certificate, the Group has benefited from reduced corporate tax amounting to TL 1,163,870,277.65 between 2013 - 2024.

The term of the investment incentive certificate dated October 9, 2013 and numbered 113798 for the Group's Aksaray factory has been extended from October 9, 2018 to April 9, 2022 with the extension permission obtained on March 23, 2021. In addition, the investment period of the incentive certificate has been extended until April 9, 2023 in accordance with the provision of the provisional article 14 amended by the Presidential Decree No. 2021/4191 published in the Official Gazette dated June 29, 2021 and numbered 31526. The application for the closure of the investment incentive certificate due to the expiration of the document period was made as of 07.03.2023 and the document closure processes before the General Directorate of Incentive Implementation and Foreign Capital of the Ministry of Economy were completed on 23.01.2024 and the document was closed.

The Group's investment incentive certificate application made to the Republic of Turkey Ministry of Economy General Directorate of Incentive Implementation and Foreign Capital in line with the expansion investment decision planned to be made in Aksaray factory has been approved and a new 3-year incentive certificate has been issued within the scope of regional priority investments with a start date of 27.12.2022, number 551117 and dated 30.03.2023 amounting to TL 934.558.927. The investment contribution rate of the document is 40% and the tax discount rate is 80%. On 15 February 2024, the document was revised and the total investment amount was increased to TL 1.283.921.977, on 25.04.2024 the investment amount was increased to TL 1.626.210.486, on 15.08.2024 the investment amount was increased to TL 1.796.373.793 and on 24.12.2024 the investment amount was increased to TL 1.833.249.742. Within the scope of this incentive certificate, the Group benefited from reduced corporate tax amounting to TL 18.993.928,12 in 2023-2024

In line with the decision to make a solar energy investment in the Group's Aksaray factory, the investment incentive certificate application made to the Ministry of Industry and Technology of the Republic of Turkey was approved on 22 March 2024, and a 3-year investment incentive certificate dated 22 March 2024, document number 566197 and ID number 1082393 was issued on behalf of our Company for a total investment of TL 29,631,327, with a starting date of 18 March 2024 and an ending date of 18 March 2027.

Pursuant to the provisional Article 8 of the Decree on the Amendment of the Decree on State Aids in Investments dated 15.06.2012 and numbered 2012/3305, 15% additional contribution amount right and 100% tax deduction right has been obtained for the investment expenditures made within the scope of our Aksaray incentive certificate numbered 113798 and İzmit incentive certificate numbered 120314 between 2017-2022.

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21. TAXATION ON INCOME (Cont'd)

Investment incentive certificate (cont'd)

Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which they can be utilized. Where it is probable that taxable income will be available, deferred tax assets are recognized for deductible temporary differences, tax losses and investment incentives with indefinite useful lives that allow for the payment of reduced corporate income tax. In this context, the Group bases the recognition of deferred tax assets arising from investment incentives in the consolidated financial statements on long-term plans and evaluates the recoverability of deferred tax assets related to such investment incentives at each balance sheet date based on business models including taxable profit forecasts.

Changes in taxable profit estimates, capital expenditure amounts and the current year corporate tax rate have been reflected in the business model and sensitivity analyses have been performed and there has been no significant change in the recoverability of deferred tax assets.

As of 30 June 2025, in the sensitivity analysis performed by increasing/decreasing the inputs included in the basic macroeconomic and sectoral assumptions that make up the business plans by 10%, there is no change in the recovery period of deferred tax assets related to investment incentives, which is projected as 3 years.

As of 30 June 2025, the Group estimates that it will be able to benefit from reduced corporate tax amounting to TL 2.880.515.398,398,48 in the following years within the scope of incentivized investment certificates. However, due to the unpredictability of the realization of the benefit, the Group has recognized deferred tax assets amounting to TL 257.726 calculated for the foreseeable 3 years.

(*) All figures above are expressed in whole numbers.

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22. RELATED PARTY DISCLOSURES

Trade receivables from related parties generally arise from sales transactions and their approximate maturity is 8 days (31 December 2024: 4 days). Trade payables to related parties generally arise from purchase transactions and have an approximate maturity of 162 days (31 December 2024: 165 days).

Balances with related parties

	30 June 2025			
	Receivables		Payables	
	Short / Long-term		Short / Long-term	
	Trade	Non-Trade	Trade	Non-Trade
Shareholders				
H.Ö. Sabancı Holding A.Ş.	-	-	-	-
Bridgestone Corporation	-	101	578.721	3.580
Other companies managed by the parent				
Bridgestone Europe S.A/N.V.	-	195	41.066	-
Bridgestone (Shenyang) Steel Cord	-	-	29.037	-
Bridgestone Hispania	-	-	2.227	-
Akbank T.A.Ş (*)	79.515	-	14.146	-
Ak Sigorta A.Ş.	-	-	175.021	-
Akçansa Çimento San. Ve Tic. A.Ş.	178.346	-	-	-
Bridgestone Singapore Pte. Ltd.	-	-	2.002.184	-
Temsa Skoda Sabancı Ulaşım Araçları San. Tic. A.Ş.	36.508	-	-	-
Kordsa Teknik Tekstil A.Ş.	-	-	331.642	-
Enerjisa Enerji Üretim A.Ş.	-	-	51.246	-
Sabancı Dijital Teknoloji Hizmetleri A.Ş.	-	-	15.695	-
Bridgestone Carbon Black Co. Ltd.	-	-	21.844	-
Bridgestone Tatabanya Termelo Kft.	-	-	3.134	-
Bridgestone Plant Engineering Co. L	-	-	2.370	-
Enerjisa Müşteri Çözümleri A.Ş.	-	-	348.831	-
Firestone Polymers, Llc.	-	-	5.028	-
Lasder Lastik Sanayicileri Derneği	-	-	16.879	-
Vista Turizm ve Seyahat A.Ş.	-	-	6.200	-
Other	829	20	4.706	57.357
	295.198	316	3.649.977	60.937

(*) Akbank T.A.Ş. includes credit card pos receivables over 90 days.

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22. RELATED PARTY DISCLOSURES (Cont'd)

Balances with related parties

	31 December 2024			
	Receivables Short / Long-term		Receivables Short / Long-term	
	Trade	Non-Trade	Trade	Non-Trade
<u>Shareholders</u>				
Bridgestone Corporation	835	418	326.881	3.375
<u>Other companies managed by the parent</u>				
Bridgestone Europe S.A./N.V.	166.943	10	23.335	-
Bridgestone Tatabanya Termelo Kft.	-	-	46.682	-
Bridgestone Hispania	-	-	5.913	-
Akbank T.A.Ş. (*)	263.010	-	12.730	-
Akçansa Çimento San.ve Tic. A.Ş.	4.132	-	-	-
Bridgestone Singapore Pte. Ltd.	-	-	2.709.294	-
Temsa Ulaşım Araçları San. Tic. A.Ş.	36.109	-	-	-
Kordsa Teknik Tekstil A.Ş.	-	-	383.536	-
Enerjisa Enerji Üretim A.Ş.	-	-	69.613	-
Sabancı Dijital Teknoloji Hizmetleri A.Ş.	-	-	64.339	-
Bridgestone Carbon Black Co. Ltd.	-	-	47.323	-
Enerjisa Elektrik Enerjisi Toptan	-	-	14.499	-
Vista Turizm ve Seyahat A.Ş.	-	-	2.148	-
Enerjisa Müşteri Çözümleri A.Ş.	-	-	108.106	-
Firestone Polymers, LLC.	-	-	8.082	-
Lasder Lastik Sanayicileri Derneği	-	-	4.177	-
Other	-	-	4.293	-
	471.029	428	3.830.951	3.375

(*) Akbank T.A.Ş. includes credit card pos receivables over 90 days.

	1 January- 30 June 2025	1 April- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2024
Sales of Finished Goods and Trade Goods				
<u>Shareholders</u>				
Bridgestone Corporation	654	644	1.124	978
<u>Other Companies Managed by the Parent</u>				
Bridgestone Europe SA./N.V.	1.819.798	1.054.487	1.494.570	672.158
Temsa Skoda Ulaşım Araçları San.ve Tic. A.Ş.	53.827	28.020	68.814	29.171
Bridgestone Tatabanya Termelo	2.185	2.185	-	-
Other	1.205	762	1.096	44
	1.877.669	1.086.098	1.565.604	702.351

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22. RELATED PARTY DISCLOSURES (Cont'd)

	1 January- 30 June 2025	1 April- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2024
Other Sales				
<u>Shareholders</u>				
Bridgestone Corporation	112	112	94	94
<u>Other Companies Managed by the Parent</u>				
Bridgestone Europe SA./N.V.	1.015	844	1.855	508
Temsa Skoda Ulaşım Araçları San.ve Tic. A.Ş.	3.065	3.065	2.792	1.301
Other	11.564	9.536	800	-
	15.756	13.557	5.541	1.903
Purchases of Raw Materials, Semi Finished Goods and Consumables				
<u>Shareholders</u>				
Bridgestone Corporation	19.381	13.087	12.281	4.545
<u>Other Companies Managed by the Parent</u>				
Bridgestone Singapore Pte. Ltd.	2.122.864	1.200.018	1.866.204	317.389
Kordsa Teknik Tekstil A.Ş.	409.400	209.373	615.747	295.327
Bridgestone Hispania Manufacturing.	5.066	3.465	62.973	22.735
Bridgestone Carbon Black Co. Ltd.	39.923	25.248	39.793	7.952
Bridgestone Shenyang Steel C.	42.719	-	-	-
Firestone Polymers, LLC.	24.720	11.418	52.645	23.688
Other	18.874	11.497	62.168	24.919
	2.682.947	1.474.106	2.711.811	696.555
Purchases of Finished Goods and Trade Goods				
<u>Shareholders</u>				
Bridgestone Corporation	144.837	110.323	210.519	112.954
<u>Other Companies Managed by the Parent</u>				
Bridgestone Europe SA./N.V.	370.342	194.624	564.157	267.314
Enerjisa Enerji Üretim A.Ş.	272.966	137.638	389.097	186.506
Enerjisa Doğalgaz Toptan Satış A.Ş.	48.149	18.522	40.639	29.121
Bridgestone Brasil	9.609	2.970	-	-
Other	65.680	49.821	34.605	27.433
	911.583	513.898	1.239.017	623.328

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22. RELATED PARTY DISCLOSURES (Cont'd)

	1 January- 30 June 2025	1 April- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2024
Purchases of Services				
<u>Shareholders</u>				
H. Ö. Sabancı Holding A.Ş.	1.657	523	2.216	626
<u>Other Companies Managed by the Parent</u>				
Sabancı Dijital Teknoloji Hizmetleri A.Ş.	32.290	16.261	37.576	17.194
Aksigorta A.Ş.	237.813	13.776	271.399	9.398
Lasder Lastik San. Derneği İktisadi İşletmesi	23.795	11.626	30.993	13.364
Vista Turizm ve Seyahat A.Ş.	10.822	5.045	54.416	5.091
Other	1.893	1.893	1.497	944
	308.270	49.124	398.097	46.617
Rent Expense				
<u>Other Companies Managed by the Parent</u>				
Exsa Export Sanayi Mamulleri A.Ş.	-	-	3.650	1.735
Tursa Sabancı Turizm ve Yatırım A.Ş.	4.198	2.024	-	-
Temsa Motorlu Araçlar Pazarlama A.Ş.	1.530	928	21	21
	5.728	2.952	3.671	1.756
Purchase of Fixed Assets				
<u>Shareholders</u>				
Bridgestone Corporation	302.848	161.237	490.190	147.828
<u>Other Companies Managed by the Parent</u>				
Sabancı Dijital Teknoloji Hizmetleri A.Ş.	24.365	4.842	3.131	531
Enerjisa Müşteri Çözümleri A.Ş.	194.825	194.825	-	-
Bridgestone Plant Eng.	3.670	1.256	35.783	17.570
Bridgestone Logistics Co.	-	-	4.381	1.790
Other	-	-	6.626	6.534
	525.708	362.160	540.111	174.253

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22. RELATED PARTY DISCLOSURES (Cont'd)

	1 January- 30 June 2025	1 April- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2024
Commission Expenses (Royalty and Sales Commission)				
<u>Shareholders</u>				
Bridgestone Europe SA./N.V.	276.414	136.764	327.441	149.213
	276.414	136.764	327.441	149.213
	1 January- 30 June 2025	1 April- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2024
Finance Income				
Akbank T.A.Ş.	110.454	62.895	236.482	95.378
	110.454	62.895	236.482	95.378
Finance Expense				
Akbank Malta	378.703	176.307	8.865	3.484
Ak Yatırım Menkul Değerler A.Ş.	419.246	220.937	933.801	424.162
Akbank T.A.Ş.	-	-	435.235	162.710
	797.949	397.244	1.377.901	590.356
		30 June 2025	31 December 2024	
Demand Deposits				
Akbank T.A.Ş.		968.359	595.235	
		968.359	595.235	
Time Deposits (**) (less than 3 months)				
Akbank T.A.Ş.		825.894	987.042	
		825.894	987.042	
Credit Card Slip Receivables				
Akbank T.A.Ş.		782.728	729.705	
		782.728	729.705	
Derivatives Asset				
Akbank Malta		903.471	563.684	
		903.471	563.684	
Financial Investment				
Akbank T.A.Ş.		-	621.962	
		-	621.962	
Short-Term Financial Liabilities				
Akbank T.A.Ş.		1.790.367	1.648.876	
Ak Yatırım Menkul Değerler A.Ş.		578.920	1.194.620	
		2.369.287	2.843.496	
Long-Term Financial Liabilities				
Akbank T.A.Ş.		-	745.323	
		-	745.323	

(**) The interest rates of time deposits of the Group from related parties are 46.50% for TL, respectively and their maturities are July 2025.

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22. RELATED PARTY DISCLOSURES (Cont'd)

	30 June 2025	31 December 2024
Advances Given		
Bridgestone Corporation	3.892	5.102
Bridgestone Europe S.A./N.V.	8.647	61.505
Bridgestone Hispania	1.078	1.565
Bridgestone Europe N.V./S.A.	635	773
Bridgestone Plant Eng.	2.080	2.378
Vista Turizm ve Seyahat A.Ş.	-	2.732
	16.332	74.145
Advances Received		
Bridgestone Europe N.V./S.A.	-	42.085
	-	42.085

There are no guarantees received or given due to transactions with related parties.

The senior management team of the Group consists of the members of the Board of Directors and the members of the Executive Board. Benefits provided to senior executives include wages, severance pay, premiums, private pension, health insurance, life insurance, rent paid to foreign personnel, overseas moving expenses, passenger car rentals, fuel and mobile phone, etc. consists of payments made within the scope of other expenses, severance pay and other provisions.

The benefits provided to senior management personnel for the periods ending on 30 June 2025 and 2024 are as follows:

	1 January- 30 June 2025	1 April- 30 June 2025	1 January- 30 June 2024	1 April- 30 June 2024
Salaries and other short-term benefits	180.010	102.972	179.047	65.083
Employment termination benefits	919	4	533	424
Other long-term benefits	3.198	1.690	2.590	1.219
	184.127	104.666	182.170	66.726

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23. NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS

Market Risk

Foreign Exchange Risk

The Group's assets and liabilities denominated in foreign currencies at 30 June 2025 and 31 December 2024 are as follows:

Foreign currency position table	30 June 2025				
	TL Equivalent (Functional currency)	US Dollar	Euro	JPY	GBP
Cash and cash equivalents	1.379.294	24.618	6.952	7.962	1.375
Financial Investments	1.578.703	39.725	-	-	-
Trade receivables	1.291.524	6.382	21.845	-	363
Other receivables	1.825	28	14	219	-
Trade receivables from related parties	181.655	-	3.898	-	-
Trade receivables from other parties	-	-	-	-	-
Current Assets	4.433.001	70.753	32.709	8.181	1.738
Trade receivables	13.749	345	-	-	1
Non-Current Assets	13.749	345	-	-	1
Total Assets	4.446.750	71.098	32.709	8.181	1.739
Trade payables	2.818.464	1.134	59.110	42.403	30
Trade payables to related parties	2.958.190	59.186	6.527	1.073.089	-
Other payables to related parties	3.577	-	-	12.919	-
Short-term portion of long-term bank borrowings	854.218	17.349	3.503	-	-
Current Liabilities	6.634.449	77.669	69.140	1.128.411	30
Long-term financial liabilities	2.192.297	-	46.953	-	-
Non-current Liabilities	2.192.297	-	46.953	-	-
Total Liabilities	8.826.746	77.669	116.093	1.128.411	30
Net Foreign Currency Position	(4.379.996)	(6.571)	(83.384)	(1.120.230)	1.709
Total foreign currency amount of off-balance sheet derivative financial assets	3.050.934	17.460	50.455	-	-
Off-balance sheet derivatives net asset/(liability) position	3.050.934	17.460	50.455	-	-
Net foreign currency asset/ (liability) position	(1.329.062)	10.889	(32.929)	(1.120.230)	1.709
Fair Value of Financial Instruments Used for Foreign Exchange Hedge	4.007	-	-	-	-
Hedged Amount of Foreign Currency Assets	-	-	-	-	-
Hedged Amount of Foreign Currency Liabilities	(3.050.934)	(17.460)	(50.455)	-	-
Export (**)	6.435.889	45.095	112.899	-	1.971
Import (**)	7.881.019	84.219	94.905	1.856.704	-

(*) In addition, as of 30 June 2025, the Group holds a forward transaction amounting to USD 10.000 in order to hedge the foreign currency risk of import transactions that will take place in 2025, these amounts are not presented in cash and cash equivalents in the currency risk table.

(**) In the export and import foreign currency balances of 2025 and 2024, the exclusion of sales and purchases from maturity is not taken into account. The exchange rates on the export dates are taken into account for the TL equivalents of exports. The monthly average exchange rate was used to calculate the TL equivalent of imports.

(***) Foreign currency amounts in the table are expressed in thousands.

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23. NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (Cont'd)

Market Risk (Cont'd)

Foreign Exchange Risk (Cont'd)

	31 December 2024				
Foreign currency position table	TL Equivalent (Functional currency)	US Dollar	Euro	JPY	GBP
Cash and cash equivalents (*)	2.033.236	28.335	18.918	14.527	1.013
Trade receivables	395.718	1.369	5.969	-	1.619
Other receivables	694	-	15	212	-
Trade receivables from related parties	169.787	-	3.961	-	-
Trade receivables from other parties	890	-	21	-	-
Current Assets	2.600.325	29.704	28.884	14.739	2.632
Trade receivables	51	-	-	-	1
Non-Current Assets	51	-	-	-	1
Total Assets	2.600.376	29.704	28.884	14.739	2.633
Trade payables	3.033.482	1.423	68.553	109.136	46
Trade payables to related parties	3.309.158	73.086	6.873	709	-
Other payables to related parties	3.371	-	-	12.763	-
Short-term portion of long-term bank borrowings	1.528.863	33.427	3.503	-	-
Short-term Liabilities	7.874.874	107.936	78.929	122.608	46
Long-term financial liabilities	2.148.690	2.530	55.550	-	-
Long-term Liabilities	2.148.690	2.530	55.550	-	-
Total Liabilities	10.023.564	110.466	134.479	122.608	46
Net Foreign Currency Position	(7.423.188)	(80.762)	(105.595)	(107.869)	2.587
Total foreign currency amount of off-balance sheet derivative financial assets	5.724.972	85.607	51.114	-	-
Total foreign currency amount of off-balance sheet derivative financial liabilities	-	-	-	-	-
Off-balance sheet derivatives net asset/(liability) position	5.724.972	85.607	51.114	-	-
Net foreign currency asset/ (liability) position	(1.698.216)	4.845	(54.481)	(107.869)	2.587
Fair Value of Financial Instruments Used for Foreign Exchange Hedge	(1.680)	-	-	-	-
Hedged Amount of Foreign Currency Assets	-	-	-	-	-
Hedged Amount of Foreign Currency Liabilities	(5.724.972)	(85.607)	(51.114)	-	-
Export	13.415.348	84.987	192.325	-	7.888
Import	13.483.521	156.913	212.391	3.410.844	40

(*) In addition, as of 31 December 2024, the Group holds forward transactions amounting to USD 20.000 in order to hedge the foreign currency risk of import transactions that will be realized in 2025, these amounts are not presented in cash and cash equivalents in the foreign currency risk table.

(**) In the export and import foreign currency balances of 2024 and 2023, the exclusion of sales and purchases from maturity is not taken into account. The exchange rates on the export dates are taken into account for the TL equivalents of exports. The monthly average exchange rate was used to calculate the TL equivalent of imports.

(***) The Group also holds TL 621.962 in foreign currency hedged deposit accounts in order to hedge against foreign currency risks (Note 3).

(****) Foreign currency amounts in the table are expressed in thousands.

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23. NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (Cont'd)

Market Risk (Cont'd)

Foreign Exchange Risk (Cont'd)

The Group is exposed to currency risk mainly in US Dollar, Euro, GBP and Japanese Yen. In order to eliminate the risks on the short-term foreign currency short-term balance sheet foreign currency position, the Group holds USD denominated deposits and cash equivalents corresponding to the open position in its balance sheet. In addition, the Group is protected from cash flow risk arising from foreign currency time deposits, funds and derivative transactions and purchases of certain inventory in the future.

The table below shows the Group's sensitivity to 10% increase and decrease in USD, Euro, GBP and Japanese Yen exchange rates. The 10% rate is the rate used when reporting the currency risk within the Group to the senior managers, and the said rate represents the possible change expected by the management in the foreign exchange rates.

The sensitivity analysis includes only outstanding foreign currency denominated monetary items at the end of the period and shows the effects of 10% change in foreign exchange rates at the end of the period. This analysis includes foreign-sourced loans as well as non-functional currency loans of borrowers and borrowers used for foreign operations within the Group. A positive value represents an increase in profit/loss and other equity items.

**Foreign currency sensitivity analysis
table**

	30 June 2025			
	Profit / Loss		Equity	
	Appreciation of foreign currency	Depreciation of foreign currency	Appreciation of foreign currency	Depreciation of foreign currency
Change in USD against TL by 10%				
1- USD net asset / liability	42.843	(42.843)	(69.512)	69.512
2- Hedged USD (-)	-	-	69.512	(69.512)
3- USD net effect (1 +2)	42.843	(42.843)	-	-
Change in Euro against TL by 10%				
4- Euro net asset / liability	(389.603)	389.603	(235.158)	235.158
5- Hedged Euro (-)	-	-	235.158	(235.158)
6- Euro net effect (4+5)	(389.603)	389.603	-	-
Change in other currencies against TL by 10%				
7- Other currencies net asset / liability	(21.728)	21.728	-	-
8- Hedged other currencies (-)	-	-	-	-
9- Other currencies net effect (7+8)	(21.728)	21.728	-	-
TOTAL (3+6+9)	(368.488)	368.488	-	-

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23. NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (Cont'd)

Market Risk (Cont'd)

Foreign Exchange Risk (Cont'd)

Foreign currency sensitivity analysis
table

	31 December 2024			
	Profit / Loss		Equity	
	Appreciation of foreign currency	Depreciation of foreign currency	Appreciation of foreign currency	Depreciation of foreign currency
Change in USD against TL by 10%				
1- USD net asset / liability	19.762	(19.762)	(353.019)	353.019
2- Hedged USD (-)	-	-	353.019	(353.019)
3- USD net effect (1 +2)	19.762	(19.762)	-	-
Change in Euro against TL by 10%				
4- Euro net asset / liability	(419.551)	419.551	(187.774)	187.774
5- Hedged Euro (-)	-	-	187.774	(187.774)
6- Euro net effect (4+5)	(419.551)	419.551	-	-
Change in other currencies against TL by 10%				
7- Other currencies net asset / liability	10.489	(10.489)	-	-
8- Hedged other currencies (-)	-	-	-	-
9- Other currencies net effect (7+8)	10.489	(10.489)	-	-
TOTAL (3+6+9)	(389.300)	389.300	-	-

Funding risk

The ability to fund existing and prospective debt requirements is managed by maintaining the availability of adequate committed funding lines from high quality lenders. The borrowings of the Company are from financially strong various financial institutions.

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23. NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (Cont'd)

Credit risk

Credit risk consists of cash and cash equivalents, deposits with banks, derivative instruments, credit card receivables and customers exposed to credit risk. Holding financial instruments also carries the risk that the other party will not be able to fulfill the requirements of the agreement. Group management covers these risks by limiting the average risk for each contracting counterparty and by taking collateral if necessary.

The Group has calculated the remaining credit losses based on past year credit losses experience, current financial position analysis of its customers and their expectations for the future. The Group performed BKZ rate calculations separately for its customers. The Group makes separate assessments for export customers and other private customers and sets aside provisions when deemed necessary. Considering the receivables remaining after the current collaterals of the dealers, their payment habits, and the credit risk score status of independent credit rating firms, the method of allocation of doubtful receivables provision has been applied.

Deposits in banks, credit card receivables and derivative products are kept in banks and financial institutions with high creditworthiness.

As of 30 June 2025 and 31 December 2024, information is provided below regarding credit risk for trade receivables, resulting credit losses, and exposure to ECLs.

30 June 2025	Share in Total	Gross Trade Receivables (*)	Doubtful Trade Receivables Provision
Domestic – Dealers	2%	5.766.789	143.472
Export Receivables	2%	1.298.627	31.078
Receivables from Automotive Manufacturers	0%	946.975	585
Domestic – Customers	1%	267.746	3.870
Trade Receivables from Related Parties	-	295.198	-
	2%	8.575.335	179.005

31 December 2024	Share in Total	Gross Trade Receivables (*)	Doubtful Trade Receivables Provision
Domestic – Dealers	2%	7.772.578	170.074
Export Receivables	9%	416.143	36.260
Receivables from Automotive Manufacturers	0%	891.346	682
Domestic – Customers	2%	220.814	4.516
Trade Receivables from Related Parties	-	471.029	-
	2%	9.771.910	211.532

(*) Gross trade receivables do not include the maturity adjustment balance of TL 443.849. (31 December 2024: TL 828.218) (Note 6).

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24. FINANCIAL INSTRUMENTS

Classes and fair values of financial instruments

30 June 2025	Financial assets at amortized cost	Financial liabilities at amortized cost	Fair value through other comprehensive income	Fair value through profit or loss	Carrying value	Note
Financial assets						
Cash and cash equivalents	7.331.116	-	-	-	7.331.116	3
Financial investments	-	-	-	1.602.516	1.602.516	3
Trade receivables	7.657.283	-	-	-	7.657.283	6
Receivables from related parties	295.198	-	-	-	295.198	6-22
Other receivables (*)	164.649	-	-	-	164.649	
Derivative financial assets	-	-	954.795	-	954.795	5
	15.448.246	-	954.795	1.602.516	18.005.557	
Financial liabilities						
Financial liabilities	-	15.948.243	-	-	15.948.243	4
Trade payables	-	4.557.084	-	-	4.557.084	6
Payables to related parties	-	3.649.977	-	-	3.649.977	6-22
Other payables	-	232.689	-	-	232.689	
Derivative financial liabilities	-	-	1.067	-	1.067	5
	-	24.387.993	1.067	-	24.389.060	

Classes and fair values of financial instruments

31 December 2024	Financial assets at amortized cost	Financial liabilities at amortized cost	Fair value through other comprehensive income	Fair value through profit or loss	Carrying value	Note
Financial assets						
Cash and cash equivalents	8.143.720	-	-	-	8.143.720	3
Financial investments	-	-	-	2.286.611	2.286.611	3
Trade receivables	8.261.133	-	-	-	8.261.133	6
Receivables from related parties	471.029	-	-	-	471.029	6-22
Other receivables (*)	142.322	-	-	-	142.322	
Derivative financial assets	-	-	869.621	-	869.621	5
	17.018.204	-	869.621	2.286.611	20.174.436	
Financial liabilities						
Financial liabilities	-	15.683.160	-	-	15.683.160	4
Trade payables	-	5.898.825	-	-	5.898.825	6
Payables to related parties	-	3.830.951	-	-	3.830.951	6-22
Other payables	-	166.193	-	-	166.193	
Derivative financial liabilities	-	-	4.675	-	4.675	5
	-	25.579.129	4.675	-	25.583.804	

(*) Receivables from tax office and due from related parties are not included.

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24. FINANCIAL INSTRUMENTS (Cont'd)

Certain financial assets and financial liabilities of the Group are reflected in the consolidated financial statements at their fair values at each balance sheet date.

The table below provides information on how the fair values of these financial assets and liabilities are determined.

Financial Assets/ Financial Liabilities	Fair value		Fair value hierarchy		Valuation Technique	Significant unobservable input	Relation ship of unobser vable inputs to fair value
30 June 2025		31 December 2024					
	Assets	Liabilities	Assets	Liabilities			
Forward contracts	5.074	-	2.995	3.867	2	Discounted cash flow method: The future cash flows, predicted by forward foreign currency rate (observable forward foreign currency rates at reporting date) and the contracted rates, are discounted by a discount rate which indicates other parties credit risk.	-
Cross-currency swap	949.721	-	866.626	-	2	Discounted cash flow method: The future cash flows, predicted by forward foreign currency rate (observable forward foreign currency rates at reporting date) and the contracted rates, are discounted by a discount rate which indicates other parties credit risk.	-
Commodity swap	-	1.067	-	808	2	Discounted cash flow method	-

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25. EXPLANATIONS ON NET MONETARY POSITION GAINS/LOSSES

Non-monetary items	30 June 2025
Statement of financial position items	(717.843)
Inventories	90.446
Prepaid expenses	8.433
Property, Plant and Equipment	2.323.835
Intangible Assets	124.968
Right of Use Assets	23.460
Deferred Tax Assets	(9.860)
Deferred Income	(24.289)
Deferred Tax Liability	(6.197)
Capital Adjustment Differences	(1.415.691)
Share Premiums	(17)
Other comprehensive income/expenses not to be reclassified to profit or loss	117.701
Other comprehensive income/expense to be reclassified to profit or loss	(18.028)
Restricted Reserves Appropriated from Profit	(419.503)
Non-controlling Interests	(17.385)
Prior Years' Profit	(1.495.716)
Statement of profit or loss items	1.554.543
Sales	(824.361)
Cost of Sales	1.985.440
General Administrative Expenses	171.394
Marketing Expenses	138.993
Research and Development Expenses	9.533
Impairment Loss on Trade Receivables	(542)
Other Operating Income	(108.881)
Other Operating Expenses	81.929
Income From Investing Activities	(3.653)
Financing Income	(66.601)
Financing Expenses	150.748
Current Tax Expenses	20.543
Net monetary position gains/(losses)	836.699

**BRİSA BRIDGESTONE SABANCI LASTİK SANAYİ VE TİCARET A.Ş. AND ITS
SUBSIDIARY REVIEWED CONDENSED CONSOLIDATED NOTES TO THE
FINANCIAL STATEMENTS FOR THE PERIOD 30 JUNE 2025**

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of 30 June 2025, unless otherwise stated.)

26. EVENTS AFTER THE REPORTING PERIOD

None.