

EBEBEK MAĐAZACILIK A.Ő.

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2025**

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

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

EBEBEK MAĞAZACILIK A.Ş.

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

CONTENTS	PAGE
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION.....	1 - 2
CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND COMPREHENSIVE INCOME	3
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY	4
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS	5
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS.....	6 - 38

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

EBEBEK MAĞAZACILIK A.Ş.

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

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

	Notes	Current period 31 March 2025	Prior period 31 December 2024
ASSETS			
Current assets		8,451,314,574	7,157,372,659
Cash and cash equivalents	3	1,964,798,469	1,401,207,948
Financial investments		-	129,699,994
Trade receivables			
- Trade receivables from third parties	4	107,928,034	80,497,848
Other receivables			
- Other receivables from third parties		2,843,045	2,918,792
Inventories	7	5,574,438,292	4,764,294,480
Prepaid expenses	5	452,791,147	492,396,798
Other current assets	6	348,515,587	286,356,799
Non-current assets		4,157,327,960	3,908,502,090
Other receivables			
- Other receivables from third parties		42,890,285	41,719,301
Property, plant and equipment	8	2,003,379,991	1,867,774,291
Intangible assets			
- Other intangible assets	9	372,083,145	309,649,889
- Goodwill		246,617,572	246,617,572
Right-of-use-assets	10	1,439,550,159	1,396,232,215
Prepaid expenses	5	52,806,808	46,508,822
Total assets		12,608,642,534	11,065,874,749

These consolidated financial statements were signed by Board of Directors to be issued on 30 April 2025.

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

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

EBEBEK MAĞAZACILIK A.Ş.

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

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

	Notes	Current period 31 March 2025	Prior period 31 December 2024
LIABILITIES			
Short term liabilities		7,358,277,680	5,954,458,456
Short-term borrowings	11	1,634,107,540	673,347,833
Short-term portion of long-term borrowings	11	53,812,689	-
Lease liabilities	11	209,713,093	176,548,973
Trade payables			
- Trade payables to related parties	4, 21	34,122,743	29,696,980
- Trade payables to third parties	4	5,181,731,328	4,761,287,122
Employee benefit obligations		70,445,021	140,688,566
Current income tax liabilities	20	79,774,889	95,045,415
Short-term provisions			
- Other short term provisions		8,576,101	7,167,591
Deferred income		50,775,879	47,379,813
Other short term liabilities		35,218,397	23,296,163
Long term liabilities		1,313,947,584	1,122,518,162
Long-term borrowings	11	112,425,926	-
Lease liabilities	11	615,296,772	637,352,879
Long-term provisions			
- Provisions for employee benefits		66,876,5335	9,356,871
- Other long term provisions		34,252,365	35,078,309
Deferred income		-	3,469,455
Deferred tax liability	20	485,095,988	387,260,648
Equity			
Equity holders of the parent		3,978,007,211	4,021,446,898
Paid-in capital	13	160,000,000	160,000,000
Adjustment to share capital	13	350,190,378	350,190,378
Share premium	13	1,815,293,253	1,815,293,253
Restricted reserves	13	29,393,922	29,393,922
Other comprehensive income or expenses not to be reclassified to profit or loss			
- Actuarial losses arising from defined benefit plans		(49,420,575)	(42,486,494)
Other comprehensive income or expenses to be reclassified to profit or loss			
- Currency translation differences		185,632	(9,210,330)
Retained earnings		1,718,266,169	1,590,610,492
Net income for the period		(45,901,568)	127,655,677
Non-controlling interests		(41,589,941)	(32,548,767)
Total equity		3,936,417,270	3,988,898,131
Total liabilities and equity		12,608,642,534	11,065,874,749

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

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS
ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2025**

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

	Notes	1 January - 31 March 2025	1 January - 31 March 2024
Net sales	14	5,193,418,254	4,911,731,627
Cost of sales (-)	14,15	(3,576,876,879)	(3,452,033,641)
Gross profit		1,616,541,375	1,459,697,986
Marketing expenses (-)	15	(1,414,918,652)	(1,250,447,452)
General administrative expenses (-)	15	(201,549,379)	(192,902,143)
Other income from operating activities	16	8,157,369	6,096,595
Other expenses from operating activities (-)	16	(268,921,936)	(280,947,687)
Operating profit		(260,691,223)	(258,502,701)
Income from investment activities	17	2,799,898	24,683,941
Operating loss before financial expense		(257,891,325)	(233,818,760)
Financial expenses	18	(211,231,669)	(153,488,291)
Net monetary position gain/(loss)	19	513,610,431	587,084,888
Profit from continuing operations before tax		44,487,437	199,777,837
Current tax expense for the period (-)	20	-	(1,250,519)
- Deferred tax income/(expense)	20	(99,430,179)	(124,861,641)
Net profit from continuing operations		(54,942,742)	73,665,677
Profit / (Loss) Distribution			
- Non-controlling interests		(9,041,174)	1,633,966
- Equity holders of the parent		(45,901,568)	72,031,711
Earnings per share	22	(0,29)	0,45
OTHER COMPREHENSIVE INCOME			
Not to be reclassified to profit or loss			
Gain/ loss arising from defined benefit plans		(8,528,920)	(2,009,347)
Total taxes on other comprehensive expense that will not be reclassified to profit or loss		1,594,839	375,732
To be reclassified to profit or loss			
Currency translation differences		9,395,962	3,860,068
OTHER COMPREHENSIVE INCOME		2,461,881	2,226,453
TOTAL COMPREHENSIVE INCOME		(52,480,861)	75,892,130
Distribution of total comprehensive income			
- Non-controlling interests		(9,041,174)	1,633,966
- Equity holders of the parent		(43,439,687)	74,258,164

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

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2025

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

	Paid-in capital	Adjustment to share capital	Share premium	Restricted reserves	Other comprehensive income that will not be reclassified in profit or loss Actuarial losses arising from defined benefit plans	Other comprehensive income that be reclassified in profit or loss Currency translation differences	Retained earnings	Net income for the period	Equity holders of the parent	Non controlling interests	Total equity
Balances as of January 1, 2024	160,000,000	350,190,378	1,815,293,253	4,506,521	(25,328,768)	12,451,018	1,224,940,977	480,057,857	4,022,111,236	1,990,706	4,024,101,942
Transfers	-	-	-	-	-	-	480,057,857	(480,057,857)	-	-	-
Total comprehensive income	-	-	-	-	(1,633,615)	3,860,068	-	72,031,711	74,258,164	1,633,966	75,892,130
Balances as of 31 March 2024	160,000,000	350,190,378	1,815,293,253	4,506,521	(26,962,383)	16,311,086	1,704,998,834	72,031,711	4,096,369,400	3,624,672	4,099,994,072
Balances as of January 1, 2025	160,000,000	350,190,378	1,815,293,253	29,393,922	-42,486,494	-9,210,330	1,590,610,492	127,655,677	4,021,446,898	(32,548,767)	3,988,898,131
Transfers	--	--	--	--	-	-	127,655,677	(127,655,677)	-	-	-
Total comprehensive income	--	--	--	--	(6,934,081)	9,395,962	-	(45,901,568)	(43,439,687)	(9,041,174)	(52,480,861)
Balances as of 31 March 2025	160,000,000	350,190,378	1,815,293,253	29,393,922	(49,420,575)	185,632	1,718,266,169	(45,901,568)	3,978,007,211	(41,589,941)	3,936,417,270

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

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

EBEBEK MAĞAZACILIK A.Ş.

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2025**

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

	Notes	Current period 31 March 2025	Prior period 31 March 2024
A, Cash flows from operating activities		(22,437,606)	229,876,947
Net income for the period		(54,942,742)	73,665,677
Adjustments to reconcile net profit		115,489,360	80,736,317
Depreciation and amortization expenses	8,9,10	234,354,370	160,428,265
Corrections regarding provisions		6,029,031	17,359,310
- Adjustments regarding provisions for employee benefits		5,446,465	15,359,739
- Corrections regarding warranty provisions		582,566	1,999,571
Adjustments for stock impairment	7	178,488	3,616
Adjustments regarding financing (income)/expenses		211,231,669	153,488,291
- Corrections regarding financial income		-	-
- Corrections regarding financial expenses	18	211,231,669	153,488,291
Adjustments resulting from the sale of tangible assets,	17	523,550	(3,575,598)
Adjustments for other items that give rise to			
cash flows from investing or financing activities		(3,323,448)	(21,108,343)
Adjustments related to tax expense	20	99,430,179	126,112,160
Monetary gain/(loss)		(432,934,479)	(351,971,384)
Changes in net working capital		(72,926,542)	83,904,928
Adjustments for (increase)/decrease in trade receivables		(34,789,905)	(46,220,467)
Adjustments for (increase)/decrease in inventories		(810,322,300)	(152,797,726)
Adjustments for (increase)/decrease in prepaid expenses		39,605,651	(272,374,910)
Adjustments for (increase)/decrease in trade payables		862,897,798	614,915,690
Adjustments for (increase)/decrease in other receivables		(1,095,237)	1,160,406
Adjustments for Increase (decrease) in employee benefit liabilities		(57,380,737)	(15,587,564)
Other adjustments related to decrease (increase) in net working capital		(71,841,812)	(45,190,501)
Cash generated from operations		(12,379,924)	238,306,922
Payments related to provisions for employee benefits		(10,057,682)	(8,429,975)
Taxes paid		-	-
B Cash flows from investing activities		(227,664,815)	(323,484,266)
Cash inflows from the sale of tangible and intangible assets		8,317,908	4,455,946
- Cash flow from sale of tangible assets		8,317,908	4,455,946
Cash outflows from the purchase of tangible and intangible assets		(350,850,029)	(327,940,212)
- Cash outflow from purchase of tangible assets	8	(260,981,119)	(269,317,681)
- Cash outflow from purchase of intangible assets	9	(89,868,910)	(58,622,531)
Other advances and payables		(6,297,986)	-
Cash outflows for the acquisition of shares or debt instruments			
of other businesses or funds		121,165,292	-
C. Cash flows from financing activities		932,405,956	199,850,250
Proceeds from borrowings	24	1,321,989,955	663,285,261
Repayments of borrowings	24	(222,004,504)	(283,612,853)
Cash outflows related to payment of lease liabilities	24	(105,936,848)	(81,524,194)
Interest paid		(61,642,647)	(98,297,964)
D. Inflation impact on cash and cash equivalents		(128,108,976)	(180,181,645)
Net increase in cash and cash equivalents before currency translation differences (A+B+C+D)		554,194,559	(73,938,714)
E. Currency translation differences		9,395,962	3,860,068
F. Cash and cash equivalents at the beginning of the period	3	1,401,207,948	1,376,319,142
Cash and cash equivalents at the end of the period (A+B+C+D+E+F)		1,964,798,469	1,306,240,496

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

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

NOTE 1 - ORGANISATION AND NATURE OF OPERATIONS OF THE GROUP

Ebebek Mağazacılık A.Ş. (“ebebek” or the “Company”) was established on 1 June 2000 by Halil Erdoğan, as En Ucuz Tekstil Gıda Ürünleri Pazarlama Sanayi ve Tic. Ltd. and registered as incorporated company on 5 August 2010. On 2 December 2011, the majority shares of the Company were acquired by Topbaş Family. On 25 December 2017, the title of the Company was changed to Ebebek Mağazacılık A.Ş. The main operation of the Company is the retailing of mother-baby products under “ebebek” brand. The Company aims to meet all the needs of the mother and the baby from prenatal period to 4 years of age. The Company carries out its sales through stores and e-commerce channels.

The registered address of the Company is İçerenköy Mah, Degirmenyolu Cad, No: 37 D: 6 Ataşehir, Istanbul. The main shareholders of the Company are Topbaş Family.

The Company and its subsidiaries together are referred to as the “Group”.

The Group has 273 stores in Turkey and 2 stores in United Kingdom as of March 31, 2025 (December 31, 2024: 273 stores in Turkey and 1 store in United Kingdom).

In 2015, the Company acquired Batiege Kozmetik İthalat İhracat Ltd. Şti. (“Batiege”) , a retail merchandising company that owned “Hello Baby” brand, On 31 December 2015 Batiege was merged with ebebek.

On 17 December 2021 ; share purchase agreement was signed to acquire Tuna Çocuk Gereçleri A.Ş. (“Tuna Çocuk”)’s shares with Tuna Çocuk’s shareholders. Based on the Board of Directors' decision dated 19 January 2022, the company purchased the 70% of Tuna Çocuk’s shares. Tuna Çocuk is producing products in baby vehicles category.

The company's shares started trading on Borsa Istanbul as of 7 September 2023.

As of 31 March 2025, the number of employees of the Company is 4,968 (31 December 2024: 4,690).
As of 31 March 2025, the number of employees of the Group is 5,202 (31 December 2024: 4,909).

NOTE 2 - BASIS OF PRESENTATION OF THE FINANCIAL STATEMENTS

2.1 Basis of preparation

Basis of preparation of the financial statements

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

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

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

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

2.1 Basis of preparation (Continued)

Financial reporting in hyperinflationary economy

With the announcements made by the Public Oversight Accounting and Auditing Standards Authority (POA) on 23 November 2023, entities applying TFRS’s have started to apply inflation accounting in accordance with TAS 29 Financial Reporting in Hyperinflation Economies as of financial statements for the annual reporting period ending on or after 31 December 2023. TAS 29 is applied to the financial statements, including the consolidated financial statements, of any entity whose functional currency is the currency of a hyperinflationary economy.

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

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

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

Year end	Index	Conversion factor	Three-year inflation rate
31 March 2025	2,954.69	1.0000	%250
31 December 2024	2,684.55	1.10063	%291
31 March 2024	2,139.47	1.38104	%309

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

Current period consolidated financial statements prepared in TRY are expressed in terms of the purchasing power at the balance sheet date, and amounts from previous reporting periods are also adjusted and expressed in terms of the purchasing power at the end of the reporting period.

Monetary assets and liabilities are not adjusted as they are already expressed in terms of the current purchasing power at the balance sheet date. In cases where the inflation-adjusted values of non-monetary items exceed their recoverable amount or net realizable value, the provisions of TAS 36 “Impairment of Assets” and IAS 2 “Inventories” are applied, respectively.

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

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

2.1 Basis of preparation (Continued)

Non-monetary assets and liabilities and equity items that are not expressed in terms of the current purchasing power at the balance sheet date have been adjusted using the relevant adjustment coefficients.

All items in the comprehensive income statement, except for those that have an impact on the comprehensive income statement of non-monetary items on the balance sheet, have been indexed using the coefficients calculated for the periods when the income and expense accounts were first reflected in the financial statements.

The impact of inflation on the Group's net monetary asset position in the current period is recorded in the net monetary gain/(loss) account in the consolidated income statement.

Functional Currency and Financial Statement Presentation Currency

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

Financial Statements of Subsidiaries Operating in Foreign Countries

The Financial statements of subsidiaries operating in countries other than Turkey are compiled by the TAS/IFRS promulgated by the POA to reflect the proper presentation and content. Subsidiaries' assets and liabilities are translated into TRY from the foreign exchange rate at the reporting date and income and expenses are translated into TRY at the average foreign exchange rate. Exchange differences arising from the translation of the opening net assets and differences between the average and balance sheet date rates are recognised in the “currency translation difference” under the use of equity. As of 31 March 2025, 37.7656 TRY, 37.8337 TRY and 36.2044 TRY for the period-end purchase, period-end sales and average US dollar exchange rate used during the consolidation in foreign countries, for the Euro exchange rate 40.7019 TRY, 40.7753 TRY and 40.7753 TRY, for British pounds 48.7963 TRY, 49.0507 TRY, 45.5899 TRY were used, (31 December 2024: 35.2803 TRY, 35.3438 TRY ve 32.7825 TRY for the USD exchange rate, 36.7362 TRY, 36.8024TRY, 35.4779 TRY for the Euro exchange rate 44.2073 TRY, 44.4378 TRY, 41.8466 TRY for the British pound).

Consolidation Principles

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

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

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

2.1 Basis of preparation (Continued)

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

As of 31 March 2025 and 31 December 2024, the effective shareholding ratios of ebebek in Subsidiaries included in the scope of consolidation are shown below:

	31 March 2025	31 December 2024
Ebebek Deutschland Retail Services GmbH	100%	100%
Ebebek USA Retail Services Inc	100%	100%
Ebebek UK Retail Services LTD	100%	100%
Tuna Çocuk	70%	70%

Going concern

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

Offsetting

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

Comparative information and restatement of prior period financial statements

The consolidated financial statements of the Group are prepared comparatively with the previous period in order to enable the determination of financial position and performance trends. In order to comply with the presentation of the current period consolidated financial statements, comparative information is reclassified when deemed necessary and significant differences are disclosed.

The Group has applied consistent accounting policies in its consolidated financial statements for the periods presented, and there are no significant changes in accounting policies and estimates in the current period.

Accounting policy changes resulting from the first application of a new standard, if any, are applied retrospectively or prospectively in accordance with the transitional provisions. Changes that do not include any transitional provisions, optional significant changes in accounting policy or accounting errors detected are applied retrospectively and prior period financial statements are restated. Changes in accounting estimates are applied in the current period if the change is made, if it relates to future periods, both in the period in which the change is made and prospectively.

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

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

2.1 Basis of preparation (Continued)

a) a) Standards, amendments, and interpretations applicable as of 31 March 2025:

- **Amendments to IAS 21 - Lack of Exchangeability;** effective from annual periods beginning on or after 1 January 2025. An entity is impacted by the amendments when it has a transaction or an operation in a foreign currency that is not exchangeable into another currency at a measurement date for a specified purpose. A currency is exchangeable when there is an ability to obtain the other currency (with a normal administrative delay), and the transaction would take place through a market or exchange mechanism that creates enforceable rights and obligations.

b) Standards, amendments, and interpretations that are issued but not effective as of 31 Mart 2025:

- **Amendment to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments;** effective from annual reporting periods beginning on or after 1 January 2026 (early adoption is available). These amendments:
 - clarify the requirements for the timing of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system;
 - clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion;
 - add new disclosures for certain instruments with contractual terms that can change cash flows (such as some instruments with features linked to the achievement of environment, social and governance (ESG) targets); and
 - make updates to the disclosures for equity instruments designated at Fair Value through Other Comprehensive Income (FVOCI).
- **Annual improvements to IFRS – Volume 11;** effective from annual periods beginning on or after 1 January 2026 (earlier application permitted). Annual improvements are limited to changes that either clarify the wording in an Accounting Standard or correct relatively minor unintended consequences, oversights or conflicts between the requirements in the Accounting Standards. The 2024 amendments are to the following standards:
 - IFRS 1 First-time Adoption of International Financial Reporting Standards;
 - IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7;
 - IFRS 9 Financial Instruments;
 - IFRS 10 Consolidated Financial Statements; and
 - IAS 7 Statement of Cash Flows.

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

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

2.1 Basis of preparation (Continued)

- **Amendment to IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity;** effective from annual periods beginning on or after 1 January 2026 but can be early adopted subject to local endorsement where required. These amendments change the 'own use' and hedge accounting requirements of IFRS 9 and include targeted disclosure requirements to IFRS 7. These amendments apply only to contracts that expose an entity to variability in the underlying amount of electricity because the source of its generation depends on uncontrollable natural conditions (such as the weather). These are described as ‘contracts referencing nature-dependent electricity’.
- **IFRS 18 Presentation and Disclosure in Financial Statements;** effective from annual periods beginning on or after 1 January 2027. This is the new standard on presentation and disclosure in financial statements, with a focus on updates to the statement of profit or loss. The key new concepts introduced in IFRS 18 relate to:
 - the structure of the statement of profit or loss;
 - required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity’s financial statements (that is, management-defined performance measures); and
 - enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general.
- **IFRS 19 Subsidiaries without Public Accountability: Disclosures;** effective from annual periods beginning on or after 1 January 2027. This new standard works alongside other IFRS Accounting Standards. An eligible subsidiary applies the requirements in other IFRS Accounting Standards except for the disclosure requirements and instead applies the reduced disclosure requirements in IFRS 19. IFRS 19’s reduced disclosure requirements balance the information needs of the users of eligible subsidiaries’ financial statements with cost savings for preparers. IFRS 19 is a voluntary standard for eligible subsidiaries. A subsidiary is eligible if:
 - it does not have public accountability; and
 - it has an ultimate or intermediate parent that produces consolidated financial statements available for public use that comply with IFRS Accounting Standards.

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

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

2.2 Summary of significant accounting policies

Condensed consolidated financial statements for the interim period ending on 31 March 2025 have been prepared in accordance with the TMS 34. The accounting policies used in the preparation of the condensed interim consolidated financial statements for the period ended 31 March 2025 are consistent with those used in the preparation of annual consolidated financial statements for the year ended 31 December 2024. Accordingly, these condensed interim consolidated financial statements should be read in conjunction with the annual consolidated financial statements for the year ended 31 December 2024.

NOTE 3 - CASH AND CASH EQUIVALENTS

	31 March 2025	31 December 2024
Cash	24,289,116	6,918,899
Banks		
- Demand deposits	154,806,992	50,424,195
Credit card receivables (*)	1,785,702,361	1,343,864,854
Total cash and cash equivalents	1,964,798,469	1,401,207,948

(*) Includes credit card receivables resulting from retail sales transactions with an average collection period of less than three months.

As of 31 March 2025, there is no blockage on bank accounts (31 December 2024: None). As of 31 March 2025, there are no time deposits. (31 December 2024: None)

The credit risks of the banks where the Group has deposits are evaluated by taking into account independent data and no significant credit risk is expected. The fair values of cash and cash equivalents approximate their carrying values.

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

NOTE 4 - TRADE RECEIVABLES AND PAYABLES

a) Trade receivables

	31 March 2025	31 December 2024
Short-term trade receivables		
Trade receivables	100,740,100	71,932,793
Note receivables (*)	7,187,934	8,565,055
Total trade receivables	107,928,034	80,497,848

(*) Consists of short-term customer cheques of Tuna Çocuk, a fully consolidated subsidiary of the Company.

The Group has no overdue trade receivables as of 31 March 2025 (31 December 2024: None).

b) Trade payables

	31 March 2025	31 December 2024
Short-term trade payables:		
Trade payables to third parties	5,387,737,845	5,049,097,997
Trade payables to related parties (Note 21)	34,122,743	29,696,980
Less: Unearned credit finance expense (*)	(206,006,517)	(287,810,875)
Total trade payables	5,215,854,071	4,790,984,102

Trade payables consist of payables to different suppliers due to the purchase of trade goods and services, Average due dates of short-term trade payables is 125 days (31 December 2024 – 118 days).

(*) Unearned finance expense is calculated for the forward purchases related with trade payables of the Group. The rate used in this method and determined on the basis of compound interest is called the “effective interest rate”; the aforementioned rate was used as 52% for 31 March 2025 and 60% for 31 December 2024.

NOTE 5 - PREPAID EXPENSES

	31 March 2025	31 December 2024
Short-term prepaid expenses:		
Advances given for inventories	392,666,831	438,155,596
Prepaid insurance expenses	13,451,149	2,999,461
Job advances	10,639,162	15,609,865
Other	36,034,005	35,631,876
Total short-term prepaid expenses	452,791,147	492,396,798
	31 March 2025	31 December 2024
Long-term prepaid expenses:		
Advances given for property, plant and equipment	52,806,808	46,508,822
Total long-term prepaid expenses	52,806,808	46,508,822

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

NOTE 6 - OTHER CURRENT ASSETS

	31 March 2025	31 December 2024
Deferred VAT	343,870,608	281,685,407
Other	4,644,979	4,671,392
Total other current assets	348,515,587	286,356,799

NOTE 7 - INVENTORIES

	31 March 2025	31 December 2024
Trade goods	5,353,088,549	4,505,753,362
Raw materials and supplies	22,214,452	26,690,541
Work in progress	27,424,880	25,259,841
Finished goods	120,501,481	155,283,027
Other inventories	60,580,238	60,500,529
Less: Provisions for inventories	(9,371,308)	(9,192,820)
Total inventories	5,574,438,292	4,764,294,480

As of 31 March 2025, there is no pledge/mortgage on inventories (31 December 2024: None).

Provisions for inventories were accounted for in the cost of sales account.

	2025	2024
1 January	7,526,274	17,063,285
Reversal of provision	(9,192,820)	(8,803,008)
Provisions for inventories	9,371,308	8,806,625
31 March	9,371,308	8,806,625

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

NOTE 8 - PROPERTY, PLANT AND EQUIPMENT

	1 January 2025	Additions	Transfers	Disposals	31 March 2025
Cost					
Land	97,107,353	-	-	-	97,107,353
Machinery and equipment	180,899,115	24,616,733	751,959	(34,562)	206,233,245
Furniture and fixtures	1,617,502,939	49,439,036	36,855,154	(4,931,616)	1,698,865,513
Vehicles	30,010,422	-	-	(3,604,375)	26,406,047
Leasehold improvements	1,806,734,893	40,933,627	74,933,976	(4,931,616)	1,917,670,880
Construction in progress	125,864,896	145,991,723	(112,541,089)	-	159,315,530
	3,858,119,618	260,981,119	-	(13,502,169)	4,105,598,568
Accumulated depreciation					
Machinery and equipment	(45,974,671)	(3,810,231)	-	14,977	(49,769,925)
Furniture and fixtures	(945,936,444)	(56,997,265)	-	2,470,812	(1,000,462,897)
Vehicles	(8,719,135)	(4,084,708)	-	1,561,897	(11,241,946)
Leasehold improvements	(989,715,077)	(51,984,785)	-	956,053	(1,040,743,809)
	(1,990,345,327)	(116,876,989)	-	5,003,739	(2,102,218,577)
Net book value	1,867,774,291				2,003,379,991
	1 January 2024	Additions	Transfers	Disposals	31 March 2024
Cost					
Machinery and equipment	165,024,614	4,844,285	-	-	169,868,899
Furniture and fixtures	1,378,498,530	90,511,634	11,033,726	(1,703,747)	1,478,340,143
Vehicles	23,422,605	-	-	-	23,422,605
Leasehold improvements	1,497,260,234	61,158,679	45,661,866	(4,199,934)	1,599,880,845
Construction in progress	36,879,031	112,803,083	(56,695,592)	-	92,986,522
	3,101,085,014	269,317,681	-	(5,903,681)	3,364,499,014
Accumulated depreciation					
Machinery and equipment	(36,860,031)	(3,071,817)	-	-	(39,931,848)
Furniture and fixtures	(781,939,380)	(42,391,712)	-	1,559,985	(822,771,107)
Vehicles	(4,916,621)	(883,920)	-	-	(5,800,541)
Leasehold improvements	(843,199,958)	(48,018,417)	-	3,463,349	(887,755,026)
	(1,666,915,990)	(94,365,866)	-	5,023,334	(1,756,258,522)
Net book value	1,434,169,024				1,608,240,492

As of 31 March 2025, there are no guarantees, pledges and mortgages on property, plant and equipment (31 December 2024: None).

The distribution of depreciation expenses is given in Note 15.

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

NOTE 9 - INTANGIBLE ASSETS

	1 January 2025	Additions	Disposals	31 March 2025
Cost				
Rights	63,408,108	-	-	63,408,108
Development costs (**)	63,087,241	39,987,418	-	103,074,659
Other intangible assets (*)	512,416,219	49,881,492	(363,207)	561,934,504
	638,911,568	89,868,910	(363,207)	728,417,271
Accumulated depreciation				
Rights	(2,391,500)	(2,944,986)	-	(5,336,486)
Development costs (**)	-	-	-	-
Other intangible assets (*)	(326,870,179)	(24,147,640)	20,179	(350,997,640)
	(329,261,679)	(27,092,626)	20,179	(356,334,126)
Net book value	309,649,889			372,083,145
	1 January 2024	Additions	Disposals	31 March 2024
Cost				
Rights	4,754,773	-	-	4,754,773
Development costs (**)	35,959,467	17,354,965	-	53,314,432
Other intangible assets (*)	353,734,905	41,267,566	-	395,002,471
	394,449,145	58,622,531	-	453,071,676
Birikmiş itfa payları (-)				
Rights	(2,054,933)	(85,032)	-	(2,139,965)
Development costs (**)	-	-	-	-
Other intangible assets (*)	(258,440,595)	(15,108,488)	-	(273,549,083)
	(260,495,528)	(15,193,520)	-	(275,689,048)
Net book value	133,953,617			177,382,628

(*) Other intangible assets mainly consist of software licenses.

(**) The Group carries out software development activities in order to meet the internal requirements within the scope of the Technology Zones Development Law No. 4691. After the projects are completed, they are transferred to rights and depreciation is calculated over the total value.

As of 31 March 2025, there is no guarantee, pledge or mortgage on intangible assets (31 December 2024: None).

The distribution of amortization expenses is given in Note 15.

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

NOTE 10 - RIGHT OF USE ASSETS

	Vehicles	Buildings	Total
Cost			
1 January 2025	92,070,501	1,885,201,836	1,977,272,337
Additions	25,966,426	113,232,856	139,199,282
Disposals	(26,557,495)	(4,961,604)	(31,519,099)
31 March 2025	91,479,432	1,993,473,088	2,084,952,520
Accumulated depreciation			
1 January 2025	23,133,102	557,907,020	581,040,122
Additions	6,982,328	83,402,427	90,384,755
Disposals	(21,060,912)	(4,961,604)	(26,022,516)
31 March 2025	9,054,518	636,347,843	645,402,361
Total	82,424,914	1,357,125,245	1,439,550,159

	Vehicles	Buildings	Total
Cost			
1 January 2024	90,836,767	1,989,635,755	2,080,472,522
Additions	236,901	116,925,174	117,162,075
Disposals	(61,428,472)	(435,815,832)	(497,244,304)
31 March 2024	29,645,196	1,670,745,097	1,700,390,293
Accumulated depreciation			
1 January 2024	65,078,322	938,532,897	1,003,611,219
Additions	6,065,192	44,803,690	50,868,882
Disposals	(61,428,472)	(435,815,832)	(497,244,304)
31 March 2024	9,715,042	547,520,755	557,235,797
Total	19,930,154	1,123,224,342	1,143,154,496

The distribution of depreciation expenses is given in Note 15.

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

NOTE 11 - SHORT AND LONG TERM BORROWINGS

31 March 2025	Maturity range	Effective rate (%)	TRY
Short-term borrowings			
Short-term unsecured loans	07.04.2025 – 17.03.2026	53.08	1,188,333,573
Bonds issued	17.04.2025 – 01.08.2025	49.89	430,882,273
Credit card			14,891,694
Total			1,634,107,540

31 March 2025 **TRY**

Short-term portions of long-term borrowings

Short-term portion of long-term bank borrowings	01.04.2025 – 16.03.2026	59.56	53,812,689
Lease liabilities	01.04.2025 – 31.03.2026	20.00 – 66.40	209,713,093
Total			263,525,782

31 March 2025	Maturity range	Effective rate (%)	TRY
Long-term borrowings			
Long-term unsecured loans	17.04.2026 – 05.03.2027	59.56	112,425,926
Lease liabilities	01.04.2026 – 31.03.2035	20.00 – 66.40	615,296,772
Total			727,722,698

31 December 2024	Maturity	Effective rate (%)	TRY
Short-term borrowings			
Short-term unsecured loans	10.01.2025 - 10.12.2025	60.34	646,179,654
Credit card		-	27,168,179
Total			673,347,833

31 December 2024 **TRY**

Short-term portions of long-term borrowings

Lease liabilities	01.01.2025 - 31.12.2025	20.00 – 66.40	176,548,973
Total			176,548,973

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

NOTE 11 - SHORT AND LONG TERM BORROWINGS (Continued)

31 December 2024	Maturity range	Effective rate (%)	TRY
Long-term borrowings			
Lease liabilities	01.01.2025 – 31.12.2034	20.00 – 66.40	637,352,879
Total			637,352,879

As of 31 March 2025 and 31 December 2024, the Group's loan contracts do not include any covenants.

Commission payments made to banks for the relevant loan agreements are also included in the calculation of the effective rates of short-term loans.

It is assumed that the carrying values of borrowings approximate to their fair values.

NOTE 12 - COMMITMENTS

The Group's collateral/pledge/mortgage ("CPM") position as of 31 March 2025 and 31 December 2024 is as follows:

	31 March 2025		31 December 2024	
A, Total amount of CPM given in the name of its own legal entity		239,139,990		261,221,994
B, Total amount of CPM's given in favor of partnerships included in full consolidation		-		-
C, Total amount of CPM's given to other 3rd parties for the purpose of carrying out ordinary commercial activities		-		-
D, Total amount of other CPMs given		-		-
		239,139,990		261,221,994
	31 March 2025		31 December 2024	
	Original currency	TRY	Original currency	TRY
	TL	218,589,921	TL	240,586,114
	USD	6,368,868	USD	6,548,429
	EUR	14,181,201	EUR	14,087,451
		239,139,990		261,221,994

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

NOTE 12 – COMMITMENTS(Continued)

Guarantee letters

a) Collaterals given as of 31 March 2025 and 31 December 2024 are as follows:

	31 March 2025	31 December 2024
Guarantee letters	239,139,990	261,221,994
	239,139,990	261,221,994

b) Collateral received as of 31 March 2025 and 31 December 2024 are as follows:

	31 March 2025	31 December 2024
Guarantee letters	45,455,060	24,213,809
	45,455,060	24,213,809

NOTE 13 - EQUITY

Paid-in capital

The company's capital consists of 160,000,000 shares with a par value of 1 TRY each (as of 31 December 2024: 160,000,000), with a nominal value of 160,000,000 TRY (as of 31 December 2024: 160,000,000).

As of 31 March 2025 and 31 December 2024, the Company's shareholders and their shares in the capital are as follows:

	31 March 2025		31 December 2024	
	Share rate (%)	Share amount (TRY)	Share rate (%)	Share amount (TRY)
Ahmet Afif Topbaş	16.51%	26,409,567	16.51%	26,409,567
Mahmud Muhammed Topbaş	15.60%	24,960,000	15.60%	24,960,000
Musa Topbaş	15.60%	24,960,000	15.60%	24,960,000
Halil Erdoğan	10.74%	17,181,730	10.74%	17,181,730
Fatma Hande Topbaş	5.85%	9,352,856	5.85%	9,352,856
Fatma Zehra Ülker	5.85%	9,352,856	5.85%	9,352,856
Kemal Anthony Hatoum	3.13%	5,012,845	3.13%	5,012,845
Mustafa Latif Topbaş	0.46%	738,284	0.46%	738,284
Other	0.93%	1,497,158	1.27%	2,031,862
Publicly traded	25.33%	40,534,704	25.00%	40,000,000
Paid-in capital	100.00%	160,000,000	100.00%	160,000,000
Adjustment to share capital		350,190,378		350,190,378
Total		510,190,378		510,190,378

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

NOTE 13 - EQUITY (Continued)

Capital adjustment variances represent the difference between the total amounts of cash and cash equivalent additions to equity adjusted for inflation accounting and the amounts before adjustment. There is no use for capital adjustment variances other than being added to equity.

Appropriated restricted reserves consist of legal reserves, According to the Turkish Commercial Code, legal reserves are divided into two types: first and second tier legal reserves. According to the Turkish Commercial Code, the first tier legal reserves are allocated as 5% of the statutory net profit until reaching 20% of the paid-in capital. Second tier legal reserves, on the other hand, are 10% of the distributed profit exceeding 5% of the paid-in capital. According to the Turkish Commercial Code, legal reserves can only be used to offset losses as long as they do not exceed 50% of the paid-in capital; otherwise, they cannot be used in any way.

Through a public offering, the company increased its paid-in capital to 160,000,000 TRY and accounted for the premiums related to shares in the premium account after deducting public offering expenses, which exceeded the nominal capital increase amount.

NOTE 14 - NET SALES AND COST OF SALES

	1 January - 31 March 2025	1 January - 31 March 2024
Goods and Services Sales		
- Store sales	4,158,166,949	3,844,747,472
- E-commerce sales	958,047,472	1,125,786,098
- Other	279,773,070	179,725,848
Gross sales	5,395,987,491	5,150,259,418
Sales returns and discounts (-)	(202,569,237)	(238,527,791)
Net sales	5,193,418,254	4,911,731,627
Domestic sales	5,149,404,328	4,893,541,632
Sales abroad (*)	44,013,926	18,189,995
Cost of sales	(3,576,876,879)	(3,452,033,641)
Gross profit	1,616,541,375	1,459,697,986

All of the Group product sales revenues consist of at a point in time revenues.

(*) It consist of Group’s exports and also the Group’s sales via its subsidiaries abroad.

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

EBEBEK MAĞAZACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT
31 MARCH 2025**

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

NOTE 15 - EXPENSES BY NATURE

	1 January - 31 March 2025	1 January - 31 March 2024
Cost of trade goods sold	3,487,015,340	3,388,502,260
Personnel expenses	777,170,207	725,370,511
Depreciation and amortization expenses	234,354,370	160,428,265
Advertising and promotion expenses	138,056,238	102,131,898
Cargo expenses	90,265,022	122,832,709
Transportation expenses	46,187,437	51,290,857
Energy expenses	45,967,926	44,291,185
Storage expenses	36,164,332	24,124,359
Other	338,164,038	276,411,192
Total expenses by nature	5,193,344,910	4,895,383,236

Personnel Expense	1 January - 31 March 2025	1 January - 31 March 2024
Marketing expenses	623,272,263	565,901,256
General administrative expenses	117,415,069	127,298,066
Cost of sales	36,482,875	32,171,189
Total	777,170,207	725,370,511

Depreciation & amortization expenses	1 January - 31 March 2025	1 January - 31 March 2024
Cost of sales	4,954,330	1,578,085
Marketing expenses	207,129,010	148,859,814
General administrative expenses	22,271,030	9,990,366
Toplam	234,354,370	160,428,265

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

NOTE 16 - OTHER OPERATING INCOME AND EXPENSES

	1 January - 31 March 2025	1 January - 31 March 2024
Investment support income	5,098,136	626,280
Other	3,059,233	5,470,315
Other operating income	8,157,369	6,096,595

	1 January - 31 March 2025	1 January - 31 March 2024
Credit finance charges arising from purchases	(262,700,682)	(266,969,710)
Foreign exchange losses	(1,070,179)	(1,771,121)
Other	(5,151,075)	(12,206,856)
Other operating expenses	(268,921,936)	(280,947,687)

NOTE 17 - INCOME FROM INVESTMENT ACTIVITIES

	1 January - 31 March 2025	1 January - 31 March 2024
Income from financial investments’ capital gains	3,323,448	21,108,343
Income from sales of property plant and equipment	(523,550)	3,575,598
Income from investment activities	2,799,898	24,683,941

NOTE 18 - FINANCIAL EXPENSES

	1 January - 31 March 2025	1 January - 31 March 2024
Bank and securities fund commission expenses	(133,119,069)	(95,134,439)
Lease liabilities financing expenses	(61,013,625)	(45,395,404)
Other	(17,098,975)	(12,958,448)
Financial expenses	(211,231,669)	(153,488,291)

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

NOTE 19 - EXPLANATIONS REGARDING NET MONETARY POSITION GAINS/(LOSES)

	31 March 2025
Statement of financial position items	189,559,050
Inventories	243,762,219
Property, plant, and equipment and intangible assests	311,734,234
Paid-in capital	46,645,445
Share premium	(165,967,773)
Retained earnings	(156,130,514)
Other equity accounts	(183,317)
Other assests and liabilites	2,989,646
Profit or Loss Statement Items	324,051,381
Revenue	(114,743,866)
Cost of Sales	390,871,657
Operational Expenses	69,503,944
Other income/expenses from operating activities	12,270,245
Income from investment activities	57,419
Finance expenses	2,987,207
Tax expenses	(36,895,225)
Net Monetary Position Gains/(Losses)	513,610,431

NOTE 20 - TAX ASSETS AND LIABILITIES

	31 March 2025	31 December 2024
Corporate tax payable	79,774,889	116,098,444
Less: Prepaid taxes	-	(21,053,029)
Current period tax liabilities	79,774,889	95,045,415
	1 January -	1 January -
	31 March 2025	31 March 2024
Current period income tax expense	-	(1,250,519)
Deferred tax (income)/expense	(99,430,179)	(124,861,641)
Tax expense	(99,430,179)	(126,112,160)

In Turkey, the corporate tax rate is 25% (2024: 25%). Corporate tax rate is applied to net income of the companies after adjusting for certain disallowable expenses, exempt income and allowances.

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

NOTE 20 - TAX ASSETS AND LIABILITIES (Continued)

In Turkey, provisional tax is calculated and accrued quarterly under Article 32/6 of the Corporate Tax Law, For those whose shares are offered to the public at a rate of at least 20% of the institutions defined in the said law article to be traded in the Borsa Istanbul Equity Market for the first time, the corporate tax rate is applied with a 2 point discount on the corporate earnings for five accounting periods, starting from the accounting period in which their shares are offered to the public for the first time. Since the Company Shares began to be traded in the Borsa Istanbul Equity Market for the first time in 2023, the provisional tax rate must be calculated on the corporate earnings during the taxation of the corporate profits in 2025 as of the provisional tax periods. 23% (2024: 23%), Losses can be carried forward for a maximum of 5 years to be deducted from the taxable profits in future years however, the losses cannot be deducted retroactively from the earnings of previous years

The law amending the Tax Procedure Law and the Corporate Tax Law was enacted on January 20, 2022. Law No, it has been enacted with the number 7352, and it has been decided that the financial statements will not be subject to inflation adjustment in the 2025 and 2024 accounting periods, including the temporary accounting periods, and in the provisional tax periods of the 2023 accounting period, regardless of whether the conditions for the inflation adjustment within the scope of Repeated Article 298 are met.

Corporate tax rates in England, the United States, and Germany, where the Group has subsidiaries, are 25%, 21%, and 30%, respectively (2024: 25%, 21% and 30%).

Deferred taxes

The Group calculates its deferred tax assets and liabilities by taking into account the effects of temporary differences between the financial statements prepared in accordance with TFRS and the statutory financial statements. These temporary differences generally arise from the recognition of income and expenses in different reporting periods in accordance with TFRS Financial Reporting Standards and Tax Laws.

As of 31 March 2025 and 31 December 2024, the breakdown of accumulated temporary differences and deferred tax assets/(liabilities) using the applicable tax rates is as follows:

	Temporary differences		Deferred tax	
	31 March 2025	31 December 2024	32 March 2025	31 December 2024
Inventories	495,469,200	277,756,537	(113,957,916)	(63,884,003)
Property, plant and equipment and intangible assets	994,604,278	844,347,624	(228,758,984)	(194,199,954)
Trade and other payables	107,315,509	72,645,986	(24,682,567)	(16,708,577)
Employee benefits	(66,876,535)	(59,356,871)	15,381,603	13,652,080
Warranty provisions	42,828,466)	(42,245,900)	9,850,547	9,716,557
Right of use assets and lease liabilities	614,540,294	582,330,363	(141,344,268)	(133,935,984)
Other	6,888,709	8,264,206	(1,584,403)	(1,900,767)
Deferred tax asset, net			(485,095,988)	(387,260,648)

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

NOTE 20 - TAX ASSETS AND LIABILITIES (Continued)

Movement of deferred tax assets during the period is as follows:

	2025	2024
1 January	(387,260,648)	(229,982,093)
Tax expense recognized in the profit or loss statement	(99,430,179)	(124,861,641)
Tax income on other comprehensive income items	1,594,839	375,732
31 March	(485,095,988)	(354,468,002)

NOTE 21 - RELATED PARTY DISCLOSURES

In line with the objectives of the consolidated financial statements, partners, senior management, and members of the Board of Directors, along with their families and entities controlled by or affiliated with them, are considered and disclosed as related parties. The related parties, whose transaction details are provided below, are managed by the Group's partners.

As of 31 March 2025 and 31 December 2024, balances due to and due to related parties and a summary of transactions with related parties during the 1 January 2025-31 March 2025 and 1 January 2024-31 March 2024 periods are presented below:

i) Related party balances as of 31 March 2025 and 31 December 2024:

a) Trade and other receivables from related parties

As of 31 March 2025, the Group has no trade and other receivables from related parties, (31 December 2024: None)

b) Trade payables to related parties

	31 March 2025	31 December 2024
Hedef Tüketim Ürün, San, Dış Tic, A.Ş.	24,660,124	21,747,038
Turkuvaz Plastik ve Tem. Ürün. San. Tic. A.Ş.	9,344,710	3,750,420
İdeal Standart İşl. ve Müm. San. ve Tic. A.Ş.	63,359	188,382
Anadolu Ulaşım A.Ş.	54,550	365,403
Avansas Ofis Malzemeleri Ticaret A.Ş.	-	1,863,023
Seranit Granit Seramik San. Ve Tic. A.Ş.	-	1,782,714
Toplam	34,122,743	29,696,980

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

NOTE 21 - RELATED PARTY DISCLOSURES (Continued)

ii) Sales to and purchases from related parties for the accounting period 1 January - 31 March 2025 and 1 January-31 March 2024:

a) Purchases from related parties

	Trade goods	Other	1 January – 31 March 2025
Anadolu Ulaşım A,Ş,	-	1,404,890	1,404,890
Avansas Ofis Malzemeleri Ticaret A,Ş,	-	2,572,206	2,572,206
Hedef Tüketim Ürün, San, Dış Tic, A,Ş,	14,947,644	614,274	15,561,918
Turkuvaz Plastik ve Tem.Ürün,San,Tic,A,Ş,	1,115,277	-	1,115,277
Bim Birlesik Magazalar A,S,	-	4,528,664	4,528,664
Seranit Granit Seramik San, Ve Tic, A,Ş,	-	1,222,523	1,222,523
Evidea Mağazacılık A,Ş,	-	2,784	2,784
Total	16,062,921	10,345,341	26,408,262

	Trade Goods	Other	1 January - 31 March 2025
Anadolu Ulaşım A.Ş.	-	4,857,978	4,857,978
Avansas Ofis Malzemeleri Ticaret A.Ş.	-	1,975,932	1,975,932
Hedef Tüketim Ürün. San. Dış Tic. A.Ş.	14,019,599	-	14,019,599
Turkuvaz Plastik ve Tem.Ürün.San.Tic.A.Ş.	23,881,258	-	23,881,258
Bim Birlesik Magazalar A.S.	-	358,890	358,
Seranit Granit Seramik San. ve Tic. A.Ş.	-	5,449,487	5,449,487
Evidea Mağazacılık A.Ş.	513,416	-	513,416
Total	38,414,273	12,642,287	51,056,560

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

NOTE 21 - RELATED PARTY DISCLOSURES (Continued)

b) Sales to related parties

	Product Sales	Other Sales	1 January - 31 March 2025
Avansas Ofis Malzemeleri Ticaret A.Ş.	-	44,613	44,613
Bim Birlesik Magazalar A.S.	5,049,762	-	5,049,762
Evidea Mağazacılık A.Ş.	-	1,657,299	1,657,299
Aktül Kağıt Üretim Paz. A.Ş.	4,077	-	4,077
Total	5,053,839	1,701,912	6,755,751

	Product Sales	Other Sales	1 January - 31 March 2024
Avansas Ofis Malzemeleri Ticaret A.Ş.	-	18,593	18,593
Hedef Tüketim Ürün. San. Dış Tic. A.Ş	3,986,505	11,171	3,997,676
Bim Birlesik Magazalar A.S.	1,648	-	1,648
Anadolu Ulaşım A,Ş,	2,284	-	2,284
Evidea Mağazacılık A,Ş,	28,161	1,759,816	1,787,977
Aktül Kağıt Üretim Paz, A,Ş,	56,574	-	56,574
Total	4,075,172	1,789,580	5,864,752

c) Other transactions with related parties for the accounting period 1 January -31 March 2025 and 1 January - 31 March 2024:

Benefits including wages and premiums provided to key management during the period are as follows;

	1 January - 31 March 2025	1 January - 31 March 2024
Short-term benefits to management (*)	29,725,747	37,501,052

(*) All of the benefits provided to the key management (includes CEO, General Manager ,members of the Board of Directors and Directors) within the period from 1 January to 31 March 2025 and 31 March 2024 are short-term benefits.

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2025

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

NOTE 22 - EARNINGS PER SHARE

	1 January - 31 March 2025	1 January - 31 March 2024
Average number of shares available during the period	160,000,000	160,000,000
Net profit / (loss) for the year attributable to shareholders of the Company	(45,901,568)	72,031,711
Earnings per share	(0,29)	0,45

NOTE 23 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT

The Group is exposed to various financial risks due to its activities, These risks are market risk, currency risk, interest rate risk, price risk and cash flow interest rate risk, credit risk and liquidity risk, The Group's overall risk management program focuses on the volatility of financial markets and minimizing the possible adverse effects on the Group's financial performance.

Risk management is implemented within the framework of policies approved by the Group Board of Directors:

- a) Market risk

Currency risk

As the functional currency of the Group is TRY, the Group monitors its foreign exchange risk by analyzing the foreign currency denominated assets and liabilities, The Group follows and mitigates the foreign currency risk by analyzing currency position.

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED STATEMENT FINANCIAL STATEMENTS FOR THE PERIOD ENDED
31 MARCH 2025

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

NOTE 23 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

As of 31 March 2025 and 31 December 2024, the amounts of the Group's foreign currency assets and liabilities and their TRY provisions are as follows:

31 March 2025	TRY Equivalent	USD	EUR	GBP
1, Trade receivables	-	-	-	-
2a, Monetary financial assets	509,612	6,490	2,676	3,189
2b, Non-monetary financial assets	-	-	-	-
3, Other	-	-	-	-
4, Current assets (1+2+3)	509,612	6,490	2,676	3,189
5, Trade receivables	-	-	-	-
6a, Monetary financial assets	-	-	-	-
6b, Non-monetary financial assets	-	-	-	-
7, Other	-	-	-	-
8, Non current assets (5+6+7)	-	-	-	-
9, Total assets (4+8)	509,612	6,490	2,676	3,189
10, Trade payables	20,992,074	406,297	135,691	1,784
11, Financial liabilities	-	-	-	-
12a, Other monetary obligations	-	-	-	-
12b, Other non-monetary obligations	-	-	-	-
13, Short-term liabilities (10+11+12)	20,992,074	406,297	135,691	1,784
14, Trade payables	-	-	-	-
15, Financial liabilities	-	-	-	-
16a, Other monetary obligations	-	-	-	-
16b, Other non-monetary obligations	-	-	-	-
17, Long-term liabilities (14+15+16)	-	-	-	-
18, Total liabilities (13+17)	20,992,074	406,297	135,691	1,784
19, Net asset/liability position of off-balance sheet derivative instruments (19a-19b)	-	-	-	-
19,a Amount of off-balance sheet foreign currency derivative productst with active charactert	-	-	-	-
19b, Amount of derivative products denominated in off-balance sheet foreign currency with a passive character	-	-	-	-
20, Net foreign currency asset/ (liability) position (9-18+19)	(20,482,461)	(399,808)	(133,015)	1,405
21, Monetary items net foreign currency asset/ (liability) position (1+2a+3+5+6a+7-10-11-12a-14-15-16a)				
22, Total fair value of financial instruments used for currency hedging	-	-	-	-
23, Amount of hedged portion of foreign currency assets	-	-	-	-

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED STATEMENT FINANCIAL STATEMENTS FOR THE PERIOD ENDED
31 MARCH 2025

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

NOTE 23 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

31 December 2024	TRY Equivalent (Indexed)	TRY Equivalent (Not indexed)	USD	EUR	GBP
1, Trade receivables	-	-	-	-	-
2a, Monetary financial assets	2,828,301	2,569,716	6,273	62,963	800
2b, Non-monetary financial assets	-	-	-	-	-
3, Other	-	-	-	-	-
4, Current assets (1+2+3)	2,828,301	2,569,716	6,273	62,963	800
5, Trade receivables	-	-	-	-	-
6a, Monetary financial assets	-	-	-	-	-
6b, Non-monetary financial assets	-	-	-	-	-
7, Other	-	-	-	-	-
8, Non current assets (5+6+7)	-	-	-	-	-
9, Total assets (4+8)	2,828,301	2,569,716	6,273	62,963	800
10, Trade payables	63,187,760	57,410,659	1,247,929	360,495	833
11, Financial liabilities	-	-	-	-	-
12a, Other monetary obligations	-	-	-	-	-
12b, Other non-monetary obligations	-	-	-	-	-
13, Short-term liabilities (10+11+12)	63,187,760	57,410,659	1,247,929	360,495	833
14, Trade payables	-	-	-	-	-
15, Financial liabilities	-	-	-	-	-
16a, Other monetary obligations	-	-	-	-	-
16b, Other non-monetary obligations	-	-	-	-	-
17, Long-term liabilities (14+15+16)	-	-	-	-	-
18, Total liabilities (13+17)	63,187,760	57,410,659	1,247,929	360,495	833
19, Net asset/liability position of off-balance sheet derivative instruments (19a-19b)	-	-	-	-	-
19,a Amount of off-balance sheet foreign currency derivative productst with active charactert	-	-	-	-	-
19b, Amount of derivative products denominated in off-balance sheet foreign currency with a passive character	-	-	-	-	-
20, Net foreign currency asset/ (liability) position (9-18+19)	(60,359,459)	(54,840,943)	(1,241,656)	(297,532)	(33)
21, Monetary items net foreign currency asset/ (liability) position (1+2a+3+5+6a+7-10-11-12a-14-15-16a)					
22, Total fair value of financial instruments used for currency hedging	-	-	-	-	-
23, Amount of hedged portion of foreign currency assets	-	-	-	-	-

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2025

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

NOTE 23 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

The analysis of foreign currency sensitivity at 31 March 2025 and 31 December 2024 is as follows:

	Profit/loss Foreign currency appreciation	Profit/loss Foreign currency depreciation
31 March 2025		
Increase/decrease in the USD against TRY by 10%		
1- USD net asset/(liability)	(1,512,665)	1,512,665
2- USD hedged from risks (-)	-	-
3- USD net effect (1+2)	(1,512,665)	1,512,665
Increase/decrease in the EUR against TRY by 10%		
4- EUR net asset/(liability)	(542,392)	542,392
5- EUR hedged from risks (-)	-	-
6- EUR net effect (4+5)	(542,392)	542,392
Increase/decrease in the GBP against TRY by 10%		
4- GBP net asset/(liability)	6,811	(6,811)
5- GBP hedged from risks (-)	-	-
6- GBP net effect (4+5)	6,811	(6,811)
Total net effect	(2,048,246)	2,048,246
	Profit/loss Foreign currency appreciation	Profit/loss Foreign currency depreciation
31 December 2024		
Increase/decrease in the USD against TRY by 10%		
1- USD net asset/(liability)	(4,830,132)	4,830,132
2- USD hedged from risks (-)	-	-
3- USD net effect (1+2)	(4,830,132)	4,830,132
Increase/decrease in the EUR against TRY by 10%		
4- EUR net asset/(liability)	(1,205,634)	1,205,634
5- EUR hedged from risks (-)	-	-
6- EUR net effect (4+5)	(1,205,634)	1,205,634
Increase/decrease in the GBP against TRY by 10%		
4- GBP net asset/(liability)	(179)	179
5- GBP hedged from risks (-)	-	-
6- GBP net effect (4+5)	(179)	179
Total net effect	(6,035,946)	6,035,946

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2025

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

NOTE 23 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT(Continued)

Price risk

The Group has no financial assets that will expose it to price risk,

Interest risk

The Group does not have any significant interest-sensitive assets, The Group's income and cash flows from its operations are largely independent of changes in market interest rates.

The Group's interest rate risk arises from short and long term borrowings, The Group has no time deposits, Although the bank loans received by the Group have fixed interest rates, future loans and deposits for the continuation of operations are affected by future interest rates.

As of 31 March 2025 and 31 December 2024, the Group's financial liabilities consist of fixed rate participation bank loans and lease liabilities.

	31 March 2025	31 December 2024
Fixed rate financial instruments		
Time deposits	-	-
Borrowings	2,625,356,020	1,487,249,685
Variable rate financial instruments		
Time deposits	-	-
Financial investments	-	129,699,994
Borrowings	-	-

b) Credit risk

The Group is exposed to credit risk due to its trade receivables arising from forward sales and deposits held in banks. These terms are generally less than one month. If deemed necessary, collateral is taken for sales made to companies outside the group. The Group does not have any collection problems.

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED STATEMENT FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2025

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

NOTE 23 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

As of 31 March 2025 and 31 December 2024, the amounts of the Group's foreign currency assets and liabilities and their TRY provisions are as follows:

31 March 2025	Trade receivables from related parties	Trade receivables from third parties	Other receivables from third parties	Deposits in Bank
Net book value of financial assets that are not overdue or impaired varlıkların net defteri değeri	-	107,928,034	2,843,045	1,940,509,353
Secured portion	-	-	-	-
Net book value of overdue but not impaired assets	-	-	-	-
Secured portion	-	-	-	-
Net book value of impaired assets	-	-	-	-
- Overdue (gross book value)	-	-	1,883,695	-
- Impairment (-)	-	-	(1,883,695)	-
- Not overdue (gross book value)	-	-	-	-
- Impairment (-)	-	-	-	-
Elements involving off-balance sheet credit risk	-	-	-	-
Maximum exposure to credit risk	-	107,928,034	2,843,045	1,940,509,353

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED STATEMENT FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2025

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

NOTE 23 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

31 December 2024	Trade receivables from related parties	Trade receivables from third parties	Other receivables from third parties	Deposits in Bank
Net book value of financial assets that are not overdue or impaired	-	80,497,848	2,918,792	1,394,289,049
Secured portion	-	-	-	-
Net book value of overdue but not impaired assets	-	-	-	-
Secured portion	-	-	-	-
Net book value of impaired assets	-	-	-	-
- Overdue (gross book value)	-	-	1,883,695	-
- Impairment (-)	-	-	(1,883,695)	-
- Not overdue (gross book value)	-	-	-	-
- Impairment (-)	-	-	-	-
Elements involving off-balance sheet credit risk	-	-	-	-
Maximum exposure to credit risk	-	80,497,848	2,918,792	1,394,289,049

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2025

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

NOTE 23 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

c) Liquidity risk

Liquidity risk management refers to the ability to hold sufficient cash and securities, the availability of sufficient loan transactions and fund resources, and the ability to close market positions.

The risk of non-fulfillment of financial obligations is eliminated by harmonizing the balance sheet and cash flow. In this context, compatibility of receivable and payable day maturities is taking into account, net working capital management targets are set in order to preserve short-term liquidity, and balance sheet ratios are tried to be kept at certain levels.

Capital risk management

The Group’s objectives when managing capital are to safeguard the Group’s ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

The Group monitors the capital using the net financial debt/total equity ratio. Net financial debt is calculated by deducting the sum of financial liabilities (including long-term and short-term financial liabilities) from cash and cash equivalents. This ratio is found by dividing net financial debt by total equity.

	31 March 2025	31 December 2024
Financial liabilities	2,625,356,020	1,487,249,685
Less: Cash and cash equivalents	(1,964,798,469)	(1,401,207,948)
Less: Financial Investments	-	(129,699,994)
Net financial debt	660,557,551	(43,658,257)
Total equity	3,936,417,270	3,988,898,132
Net financial debt/equity	0,168	(0,011)

Fair value of financial assets

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The estimated fair values of financial instruments have been determined by the Group, using available market information and appropriate valuation methodologies. However, judgment is necessarily required to interpret market data to estimate the fair value. Accordingly, the estimates presented herein are not necessarily indicative of the amounts the Group could realize in a current market exchange.

Following methods and assumptions were used to estimate the fair value of the financial instruments for which is practicable to estimate fair value:

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2025

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

NOTE 23 - FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

Financial Assets

It is accepted that the fair values of the balances denominated in foreign currency, which are translated at the period-end rates, approximate their carrying values.

The fair values of cash and cash equivalents are considered to approximate their book values due to their short-term nature.

It is estimated that the discounted carrying values of trade receivables are approximated to their fair values together with the related impairment provisions.

Financial Liabilities

Due to the short-term nature of trade payables and other monetary liabilities, their fair values are considered to approximate to their carrying values. Since the maturities of short-term loans are short, it is assumed that their carrying values approximate to their fair values.

NOTE 24 - SUPPLEMENTARY CASH FLOW INFORMATION

	Borrowings	Lease liability	Total
1 January 2025	673,347,833	813,901,852	1,487,249,685
Cash inflows during the period	1,321,989,955	-	1,321,989,955
Lease additions	-	139,199,282	139,199,282
Lease terminations	-	(5,496,583)	(5,496,583)
Cash outflows during the period	(222,004,504)	(105,936,848)	(327,941,352)
Other	88,575,397	61,013,625	149,589,022
Monetary gain/(loss)	(61,562,527)	(77,671,463)	(139,233,990)
31 March 2025	1,800,346,155	825,009,865	2,625,356,020
	Borrowings	Lease liability	Total
1 January 2024	729,279,478	845,204,923	1,574,484,401
Cash inflows during the period	663,285,261	-	663,285,261
Lease additions	-	117,162,075	117,162,075
Lease terminations	-	-	-
Cash outflows during the period	(283,612,853)	(81,524,194)	(365,137,047)
Other	9,794,923	45,395,404	55,190,327
Monetary gain/(loss)	(95,474,060)	(27,674,763)	(123,148,823)
31 March 2024	1,023,272,749	898,563,445	1,921,836,194

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

EBEBEK MAĞAZACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2025

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

NOTE 25 - EVENTS AFTER THE BALANCE SHEET DATE

Within the framework of the Capital Markets Board's (“Board”) Communiqué on Lease Certificates (III-61.1) (“Communiqué”) published in the Official Gazette dated 07.06.2013 and numbered 28670, Ebebek Mağazacılık A. Ş. as the fund user and Değer Varlık Kiralama Anonim Şirketi as the issuer, based on the types and contracts of lease certificates stipulated in the Communiqué on Lease Certificates, with various maturities and conditions, to be realized in TL in the domestic market to be sold to qualified investors and/or allocated and/or qualified investors without public offering, was discussed at the meeting of the Capital Markets Board dated 18.04.2025 and numbered 24/683 and the issue ceiling amounting to TL 2,000,000,000 was approved.

APPENDIX 1 - EBITDA

The Group calculates EBITDA amount by subtracting general administrative expenses and marketing expenses from the gross profit amount in the consolidated profit or loss statement and adding depreciation expense and amortization. EBITDA is not a performance measure defined in TFRS and may not be comparable to other companies.

	1 January - 31 March 2025	1 January- 31 March 2024
Revenue	5,193,418,254	4,911,731,627
Cost of sales (-)	(3,576,876,879)	(3,452,033,641)
Gross profit	1,616,541,375	1,459,697,986
General and administrative expenses (-)	(201,549,379)	(192,902,143)
Marketing expenses (-)	(1,414,918,652)	(1,250,447,452)
Addition: Depreciation and amortization	234,354,370	160,428,265
EBITDA	234,427,714	176,776,656
%	4,51%	3,60%

.....