

**PARK ELEKTRİK ÜRETİM
MADENCİLİK SANAYİ VE TİCARET A.Ş.**

CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2025 TOGETHER
WITH THE INDEPENDENT AUDITOR'S REPORT

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

(CONVENIENCE TRANSLATION OF
INDEPENDENT AUDITOR'S REPORT ORIGINALLY ISSUED IN TURKISH)

INDEPENDENT AUDITOR'S REPORT

To the General Assembly of
Park Elektrik Üretim Madencilik Sanayi ve Ticaret A.Ş.

A) Audit of the Consolidated Financial Statements

1) Opinion

We have audited the consolidated financial statements of Park Elektrik Üretim Madencilik Sanayi ve Ticaret A.Ş. ("the Company") and its subsidiaries (together will be referred as "the Group"), which comprise the consolidated statement of financial position as at 31 December 2025, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at 31 December 2025, and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with Turkish Financial Reporting Standards (TFRSs).

2) Basis for Opinion

We conducted our audit in accordance with the standards on auditing by Capital Markets Board and the Standards on Independent Auditing ("SIA") which is a part of Turkish Auditing Standards published by the Public Oversight Accounting and Auditing Standards Authority ("POA"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Group in accordance with the *Code of Ethics for Independent Auditors* (including Independence Standards) ("Code of Ethics") published by the POA, as applicable to audits of consolidated financial statements of public interest entities, together with the ethical requirements included in the regulations of the Capital Markets Board and other regulations that are relevant to audits of the consolidated financial statements of public interest entities. We have also fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



3) Emphasis of Matter

As explained in Note 1, pursuant to the decision of the Istanbul 5th Criminal Court of Peace dated 30 September 2025 and numbered 2025/10165 (Miscellaneous Proceedings), the Savings Deposit Insurance Fund (the “Fund”) was appointed as trustee to manage the Company, and in accordance with the relevant court decision, the Company’s Board of Directors was reconstituted by the resolution of the Fund Board dated 30 September 2025 and numbered 2025/12.

Subsequently, by the decision of the Istanbul 5th Criminal Court of Peace dated 14 January 2026 and numbered 2026/387 (Miscellaneous Proceedings), it was resolved that the measure of trustee appointment for management imposed on the Company be lifted, and that, pursuant to Article 133/1 of the Criminal Procedure Law, the Savings Deposit Insurance Fund (the “Fund”) be appointed as supervisory trustee, responsible for overseeing and reporting on the Company’s activities. Pursuant to the aforementioned decision, by the resolution of the Fund Board dated 15 January 2026 and numbered 2026/58, the Chairman, Vice Chairman and members of the Board of Directors who had been appointed by the Fund’s resolution dated 30 September 2025 and numbered 2025/12 were removed from their duties, and supervisory trustees were appointed such that the validity of the decisions and actions of the management body would be subject to their approval, with any two of them jointly authorized to act. Furthermore, by the decision of the Istanbul 5th Criminal Court of Peace dated 6 March 2026 and numbered 2026/1909 (Miscellaneous Proceedings), it was resolved that the supervisory trusteeship measure previously imposed on the Company be lifted. This matter does not have an impact on our opinion.

Furthermore, as disclosed in Note 1, the electricity generation license of the Company’s subsidiary, Konya Ilgın Elektrik Üretim Sanayi ve Ticaret A.Ş. (“Konya Ilgın”), dated 27 February 2013 and valid for a term of 49 years, was revoked by the decision of the Energy Market Regulatory Authority (“EMRA”) Board dated 27 October 2022 and numbered 11321-10, following an application for amendment of the license in order to extend the facility completion period; however, legal proceedings regarding this matter are ongoing. As of the date of this independent auditor’s report, the case is pending before the Council of State. Developments in the litigation process may affect the projected operations of Konya Ilgın. However, this matter does not have an impact on our opinion.

4) Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

4) Key Audit Matters (Continued)

Key Audit Matter	How the matter was addressed in the audit
<i>Valuation for the fair value of investment properties</i> As stated in Notes 2 and 9, the Group recognises its investment properties at fair values. As of 31 December 2025, investment properties constitute 42% of the Group's aggregate consolidated assets and have a total carrying value of TL 2,298,508,494. As of 31 December 2025, the fair values of investment properties determined by independent valuation experts ('Valuation Experts') have been evaluated by the Group Management and these values were used as the fair values of the investment properties in the consolidated financial statements. The fair values were determined based on comparison of benchmark prices of comparable real estate closely located to the real estate subject to valuation and cost approach. The valuation of fair values of real estates is important for our audit due to the significance of these real estates on the consolidated financial statements, the use of estimates and assumptions (nature of assets, intended use, location adjustment, etc.) and involvement of our valuation experts in our assessments of these estimates and assumptions involved in valuation.	The audit procedures performed were the examination of the accounting for such valuation, including the evaluations performed by the management, and the implementation of the audit procedures presented below. - Consultation with the Group Management regarding the intended use of the assets, whether the assets are classified as investment property or not, - Checking the title registry of the related assets, - Assessing the competence, capacity and independence of valuation experts, taking into account the scope of the work performed and the terms of the agreement, - Evaluating the appropriateness of the valuation methodology applied and the appropriateness of the estimates and assumptions used in the valuation report prepared by the Group's valuation experts with the support of our experts - Controlling the compliance and adequacy of the fair values of investment properties in Notes 2 and 9 and the disclosures made in the consolidated financial statements in accordance with the related TFRSs.

5) Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

The Group Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with TFRS, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, The Group Management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless The Group Management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

6) Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Responsibilities of independent auditors in an independent audit are as follows:

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the regulations of the Capital Markets Board and the SIA will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with the regulations of the Capital Markets Board and the SIA, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. (The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.)
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Group Management.
- Conclude on the appropriateness of the Group Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Plan and perform the Group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the Group as a basis for forming an opinion on the Group financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the Group audit. We remain solely responsible for our audit opinion.



6) Auditor's Responsibilities for the Audit of the Consolidated Financial Statements (Continued)

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

B) Report on Other Legal and Regulatory Requirements

In accordance with paragraph four of the Article 398 of the Turkish Commercial Code No. 6102 ("TCC"), the auditor's report on the system and the committee of early detection of risk has been submitted to the Board of Directors of the Company on 10 March 2026.

In accordance with paragraph four of the Article 402 of TCC, nothing has come to our attention that may cause us to believe that the Group's set of accounts and financial statements prepared for the period 1 January-31 December 2025 does not comply with TCC and the provisions of the Company's articles of association in relation to financial reporting.

In accordance with paragraph four of the Article 402 of TCC, the Board of Directors provided us all the required information and documentation with respect to our audit.

The engagement partner on the audit resulting in this independent auditor's report is Ş. Gülce Tanrıöver Mekikoğlu.

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

Ş. Gülce Tanrıöver Mekikoğlu
Partner

İstanbul, 10 March 2026

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PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.**CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS OF 31 DECEMBER 2025**

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

ASSETS	Notes	Audited Current Period 31 December 2025	Audited Prior Period 31 December 2024
CURRENT ASSETS			
Cash and Cash Equivalents	24	2,106,064	112,725,900
Trade Receivables		85,703,916	143,337,164
<i>Trade Receivables due from Related Parties</i>	4,5	24,122,128	48,823,243
<i>Trade Receivables due from Third Parties</i>	5	61,581,788	94,513,921
Other Receivables		888,220	176,743,577
<i>Other Receivables due from Related Parties</i>	4,6	-	175,830,264
<i>Other Receivables due from Third Parties</i>	6	888,220	913,313
Inventories	8	81,385,624	80,827,453
Prepaid Expenses	7	4,221,055	7,884,593
Current Tax Assets	21	-	40,598,722
Other Current Assets	14	58,476,459	827,912
TOTAL CURRENT ASSETS		232,781,338	562,945,321
NON-CURRENT ASSETS			
Other Receivables		610,419	771,894
<i>Other Receivables due from Third Parties</i>	6	610,419	771,894
Inventories	8	202,118	230,661
Investment Properties	9	2,298,508,494	2,233,416,387
Property, Plant and Equipment	10	2,426,552,849	2,286,360,746
Intangible Assets	11	261,282,301	278,701,540
Other Non-Current Assets	14	256,367,342	229,021,025
TOTAL NON-CURRENT ASSETS		5,243,523,523	5,028,502,253
TOTAL ASSETS		5,476,304,861	5,591,447,574

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

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.**CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS OF 31 DECEMBER 2025**

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

LIABILITIES AND EQUITY	Notes	Audited Current Period 31 December 2025	Audited Prior Period 31 December 2024
CURRENT LIABILITIES			
Trade Payables		73,677,376	123,628,319
<i>Trade Payables due to Related Parties</i>	4,5	538,573	762,742
<i>Trade Payables due to Third Parties</i>	5	73,138,803	122,865,577
Other Payables		7,851,071	14,423,026
<i>Other Payables due to Related Parties</i>	4,6	189,693	5,092
<i>Other Payables due to Third Parties</i>	6	7,661,378	14,417,934
Employee Benefit Obligation	12	4,941,600	5,320,217
Deferred Income	7	3,095,412	186,099
Current Tax Liability	21	40,609,105	-
Current Provisions		50,211,375	61,460,034
<i>Current Provisions for Employee Benefits</i>	13	8,144,265	9,508,728
<i>Other Current Provisions</i>	13	42,067,110	51,951,306
Other Current Liabilities	14	29,987,679	46,983,541
TOTAL CURRENT LIABILITIES		210,373,618	252,001,236
NON-CURRENT LIABILITIES			
Other Borrowings		10,747,865	11,568,415
<i>Other Payables due to Third Parties</i>	6	10,747,865	11,568,415
Non-Current Provisions		73,458,467	85,372,190
<i>Non-Current Provisions for Employee Benefits</i>	13	23,989,567	25,295,309
<i>Other Non-Current Provisions</i>	13	49,468,900	60,076,881
Deferred Tax Liability	21	430,478,595	257,119,709
TOTAL NON-CURRENT LIABILITIES		514,684,927	354,060,314
TOTAL LIABILITIES		725,058,545	606,061,550
EQUITY			
Equity Attributable to Parent Company			
Issued Capital	15	148,867,243	148,867,243
Inflation Adjustment on Capital	15	3,948,716,387	3,948,716,387
Treasury Shares (-)	15	(61,535,891)	(56,831,180)
Share Premiums	15	2,987,235	2,987,235
Other Accumulated Comprehensive Income / (Loss) that will not be Reclassified in Profit or Loss		4,569,858	4,154,412
<i>Gains on Revaluation of Property, Plant and Equipment</i>		10,986,223	8,347,993
<i>Gains / (Losses) on Remeasurement of Defined Benefit Plans</i>		(6,416,365)	(4,193,581)
Restricted Reserves Appropriated from Profit	15	1,083,226,682	1,078,521,971
Prior Years' Losses		(145,734,755)	(236,641,803)
Net Profit / (Losses) for the Year		(229,850,443)	95,611,759
TOTAL EQUITY		4,751,246,316	4,985,386,024
TOTAL LIABILITIES AND EQUITY		5,476,304,861	5,591,447,574

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

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR OF 1 JANUARY - 31 DECEMBER 2025**

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

		Audited Current Period 1 January- 31 December 2025	Audited Prior Period 1 January- 31 December 2024
	Notes		
PROFIT OR LOSS			
Revenue	16	622,387,858	835,771,789
Cost of Sales (-)	16	(435,333,043)	(517,803,124)
GROSS PROFIT		187,054,815	317,968,665
General Administrative Expenses (-)	17	(87,606,489)	(91,407,232)
Marketing Expenses (-)	17	(1,938,977)	(4,799,073)
Other Income from Operating Activities	18	5,662,912	34,176,312
Other Expenses from Operating Activities (-)	18	(25,065,906)	(33,533,056)
OPERATING PROFIT		78,106,355	222,405,616
Income from Investing Activities	19	113,514,258	99,567,636
Expenses from Investing Activities (-)	19	(8,110,446)	(55,510,404)
OPERATING PROFIT BEFORE FINANCE INCOME/(EXPENSE)		183,510,167	266,462,848
Finance Income	20	47,304,014	196,611,724
Finance Expenses (-)	20	(10,886,292)	(8,657,992)
Net Monetary Position (Losses)	25	(94,512,185)	(283,149,092)
PROFIT BEFORE TAX FROM CONTINUING OPERATIONS		125,415,704	171,267,488
Tax Income / (Expenses)		(355,266,147)	(75,655,729)
Current Period Tax (Expense)/Income	21	(182,029,846)	-
Deferred Tax (Expense)/Income	21	(173,236,301)	(75,655,729)
PROFIT/LOSS FOR THE YEAR FROM CONTINUING OPERATIONS		(229,850,443)	95,611,759
EARNING/(LOSS) PER SHARE FROM CONTINUING OPERATIONS	22	(1.55836)	0.64675
NET PROFIT/(LOSS) FOR THE YEAR			
Items Not to be Reclassified to Profit or Loss			
Loss on remeasurement of defined benefit plans	13	(2,949,778)	(2,285,209)
Tax effect of remeasurement losses on defined benefit plans	21	726,994	563,679
Increase (decrease) in revaluation of property, plant and equipment	10	3,487,809	(584,377)
Tax effect of revaluation increase (decrease) on property, plant and equipment	21	(849,579)	127,078
OTHER COMPREHENSIVE INCOME/(EXPENSE)		415,446	(2,178,829)
TOTAL COMPREHENSIVE INCOME/(EXPENSE)		(229,434,997)	93,432,930

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

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR OF 1 JANUARY - 31 DECEMBER 2025

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

	Issued Capital	Inflation Adjustment on Capital	Treasury Shares	Share Premiums	Other Accumulated Comprehensive Income/(Loss) that will not be Reclassified in Profit or Loss		Retained Earnings or (Losses)			Total Equity
					Property, Plant and Equipment Revaluation Increase	(Losses) on Remeasurement of Defined Benefit Plans	Restricted Reserves Appropriated from Profit	Prior Years' Profit/(Losses)	Net Profit / (Loss) for the Year	
1 January 2024	148,867,243	3,948,716,387	(45,771,420)	2,987,235	8,805,292	(2,472,051)	3,433,192,218	(2,930,747,846)	638,703,119	5,202,280,177
Transfers	-	-	-	-	-	-	(2,365,730,007)	3,004,433,126	(638,703,119)	-
Increase (Decrease) through Treasury Share Transactions (*)	-	-	(11,059,760)	-	-	-	11,059,760	(11,059,760)	-	(11,059,760)
Dividend	-	-	-	-	-	-	-	(299,267,323)	-	(299,267,323)
Total Comprehensive Income	-	-	-	-	(457,299)	(1,721,530)	-	-	95,611,759	93,432,930
31 December 2024	148,867,243	3,948,716,387	(56,831,180)	2,987,235	8,347,993	(4,193,581)	1,078,521,971	(236,641,803)	95,611,759	4,985,386,024
1 January 2025	148,867,243	3,948,716,387	(56,831,180)	2,987,235	8,347,993	(4,193,581)	1,078,521,971	(236,641,803)	95,611,759	4,985,386,024
Transfers	-	-	-	-	-	-	-	95,611,759	(95,611,759)	-
Increase (Decrease) through Treasury Share Transactions (*)	-	-	(4,704,711)	-	-	-	4,704,711	(4,704,711)	-	(4,704,711)
Total Comprehensive Income	-	-	-	-	2,638,230	(2,222,784)	-	-	(229,850,443)	(229,434,997)
31 December 2025	148,867,243	3,948,716,387	(61,535,891)	2,987,235	10,986,223	(6,416,365)	1,083,226,682	(145,734,755)	(229,850,443)	4,751,246,316

(*) Within the scope of Share Buy-Back Program, considering matching orders as of 31 December 2025, shares with a total nominal value of TL 1,477,506, equivalent to 0.99% of the Company's issued capital were buy-backed. In addition, shares with a nominal value of TL 750,000 were buy-backed in line with capital market regulations, not within the scope of Share Buy Back Program but through withdrawal right granted to shareholders in 2017.

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

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR OF 1 JANUARY - 31 DECEMBER 2025

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

		Audited Current Period 1 January - 31 December 2025	Audited Prior Period 1 January - 31 December 2024
	Notes		
A. CASH FLOWS FROM OPERATING ACTIVITIES			
Profit/(Loss) for the Year		(229,850,443)	95,611,759
Adjustments Related to Reconciliation of Net Profit/(Loss) for the Year			
Adjustments for Depreciation and Amortization Expense	10,11	315,685,256	365,243,478
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Property, Plant and Equipment		(3,387,958)	5,975,894
Adjustments for (Reversal of) Provisions for Employee Benefits	13	7,402,912	13,180,705
Adjustments for (Reversal of) Provisions for Lawsuits and/or Penalties	13	12,921,248	24,583,568
Adjustments for Interest (Income) and Expenses		(18,135,291)	(66,812,456)
Adjustments for (Gains)/Losses on Disposal of Property, Plant and Equipment	19	(260,779)	-
Adjustments for Unrealized Foreign Currency Translation Differences		(19,867,459)	(123,952,287)
Adjustments for Fair Value Losses (Gains) on Investment Properties	9,19	(65,092,107)	(26,781,354)
Adjustments for Tax (Income) Expense	21	355,266,147	75,655,729
Adjustments for Other Items Generating Cash Flows from Investing or Financing Activities		(33,647,099)	(21,269,222)
Other Adjustments for Profit/Loss Reconciliation		-	(11,065,024)
Adjustments for Gains and Losses on Monetary Positions		72,502,767	345,245,200
Changes in Working Capital			
Adjustments for Decrease (Increase) in Prepaid Expenses		3,663,538	42,495,358
Adjustments for Decrease (Increase) in Inventories		(529,628)	(1,624,727)
Adjustments for Decrease (Increase) in Trade Receivables		28,940,306	(60,513,686)
Adjustment for Decrease (Increase) in Other Receivables Related with Operations		(211,163)	(297,592)
Adjustments for Increase (Decrease) in Trade Payables		(26,976,018)	18,194,850
Adjustment for Increase (Decrease) in Other Payables Related with Operations		(3,614,323)	1,802,669
Adjustments for Increase (Decrease) in Employee Benefit Payables		632,340	1,160,315
Adjustment for Decrease (Increase) in Other Assets Related with Operations		(139,242,267)	(145,472,787)
Adjustment for Increase (Decrease) in Other Liabilities Related with Operations		(5,907,122)	8,936,168
Adjustments for Increase (Decrease) in Deferred Income		2,953,235	(13,603,918)
Cash Flows from Operating Activities		253,246,092	526,692,640
Payments Related with Provisions for Employee Benefits		(3,372,326)	(363,154)
Payments Related to Other Provisions	13	(14,288,102)	(55,848,851)
Tax Refunds (Payments)	21	(100,822,019)	(79,075,133)
		134,763,645	391,405,502

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

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR OF 1 JANUARY - 31 DECEMBER 2025**

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

		Audited Current Period 1 January - 31 December 2025	Audited Prior Period 1 January - 31 December 2024
	Notes		
B. CASH FLOWS FROM INVESTING ACTIVITIES			
Cash Inflows from Sale of Property, Plant and Equipment and Intangible Assets		260.779	-
Cash Outflows from Purchases of Property, Plant and Equipment and Intangible Assets	10	(429.362.159)	(830.431.826)
Cash Inflows from Sale of Investment Properties	19	11.433.183	-
Interest Received		1.061.289	592.658
Repayments from Cash Advances and Loans to Related Parties		180.319.056	741.452.031
Other Cash Inflows (Outflows)	19	25.232.396	23.255.652
		(211.055.456)	(65.131.485)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
Cash Outflows from Purchasing the Company's Own Shares	15	(4.704.711)	(11.059.760)
Dividends Paid		-	(299.267.323)
Other Cash Inflows (Outflows)		(3.018.481)	(1.986.430)
		(7.723.192)	(312.313.513)
D. NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE THE EFFECT OF FOREIGN CURRENCY TRANSLATION DIFFERENCES (A+B+C)		(84.015.003)	13.960.504
E. EFFECT OF FOREIGN CURRENCY TRANSLATION DIFFERENCES ON CASH AND CASH EQUIVALENTS		(23)	(519.578)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C+D+E)		(84.015.026)	13.440.926
F. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	24	112.725.900	134.888.903
G. INFLATION EFFECT ON CASH AND CASH EQUIVALENTS		(26.604.810)	(35.603.929)
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD(A+B+C+D+E+F+G)	24	2.106.064	112.725.900

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

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

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

1. ORGANIZATION AND OPERATIONS OF THE GROUP

Park Elektrik Üretim Madencilik Sanayi ve Ticaret A.Ş. ("Park Elektrik" or the "Company") was established in 1994 and the field of activity of the Company is to search, extract, process and operate all kinds of minerals, ore and their derivatives, to produce all kinds of industrial materials by using those and for this purpose, searching mine sites, acquiring operating licenses and operating privileges, operating or having them operated, processing, purifying, refining all kinds of minerals or materials produced from minerals either produced by itself or acquired, establishing cogeneration power plants to meet the need for electricity, energy and steam, operate them, to sell surplus of the energy produced, to produce all kinds of fibre from glass mines and mineral derivatives and to produce all kinds of products from these fibres, establishing power plants for the electric energy production and distribution, operate them or having them operated or sell those facilities and also establishing any kind of facilities for electric energy production, engages in the acquisition, leasing or renting of those facilities and sale of electric energy produced to companies with wholesale and retail licenses as well as regular customers through bilateral agreements.

On 17 November 2016, a landslide happened in the Madenköy copper mine field of the Company located in Siirt, Şirvan and in the following period, assets related to the concentrated copper production were sold on 17 March 2017. With this transaction, copper production operations of the Company were ceased.

The Company changed its operations following the sale of the copper production business and purchased 100% of the shares of Konya İlgin Elektrik Üretim Sanayi ve Ticaret A.Ş. ("Konya İlgin") owned by the main shareholder's of the Company, Park Holding A.Ş. and Turgay Ciner. The purchase was approved at the General Assembly Meeting held on 10 May 2017 of the Company. This was followed by the subsequent transfer of shares.

The subsidiary Konya İlgin, has the operating rights with the aim of producing lignite coal in the relevant fields through its mining licenses and royalty agreement to which it is a party. It is planned to establish a thermal power plant in the İlgin District of Konya with fluid bed boiler technology that will have an installed capacity of 500 MW. In the field subject to royalty agreement, of which Konya İlgin is a party, stripping works initiated in 2019 for lignite coal production from the open pit as a preparation for the period that power plant will be operational and coal production started in the last quarter of 2019. The priority of the pre-mining planning that covers the June 2019 - December 2030 period is to get prepared for the main mining plan with high coal production capacity which is to be carried out when the power plant is operational, and the coal produced within the scope of the main mining plan will be used to provide fuel for the thermal power plant. The Company will be named as the "Group", collectively together with its subsidiary Konya İlgin.

Konya İlgin's electricity generation license dated 27 February 2013 with a term of 49 years has been cancelled by Energy Market Regulatory Authority's ("EMRA") Board Decision dated 27 October 2022 and numbered 11321-10 as a result of the application made for the amendment of the license to extend the completion period of the facility and in accordance with Article 11 of the Administrative Procedure Law No. 2577 an objection has been filed to EMRA against the said decision. Konya İlgin's requests within the scope of the related objection were rejected by EMRA's Board Decision dated 22 December 2022 and numbered 11471-3 and notified to Konya İlgin. On 3 January 2023, Konya İlgin filed a lawsuit for the suspension of execution and cancellation of the related decision of EMRA before Ankara 21st Administrative Court with the file number 2023/11. Ankara 21st Administrative Court, with its decision dated 8 March 2023; decided to reject the request for suspension of execution. As a result of the objection made by Konya İlgin against the court decision regarding the rejection of the request for suspension of execution, the 8th Administrative Case Division of the Ankara Regional Administrative Court decided to reject the objection request with its decision dated 13 April 2023. The lawsuit filed with number 2023/11 at the Ankara 21st Administrative Court regarding cancellation of EMRA's said decision was rejected by the court on the grounds that EMRA's decision is not a breach of law and legislation. Konya İlgin has used its right to appeal regarding Ankara 21st Administrative Court's decision and the litigation process regarding the merits of the case is ongoing within the scope of that appeal application (Note 2.5).

The Company has also signed a royalty contract for the purpose of operating bauxite mining site in İslahiye district of Gaziantep, which it has an operating license, and started to earn royalty income as of the third quarter of 2019. Related income is calculated based on the production amount and reported in the consolidated financial statements.

The Company's headquarter is located at Sultantepe Mahallesi, Paşalimanı Caddesi, No: 41, Üsküdar/İstanbul.

As of 31 December 2025, the Group has 41 employees (31 December 2024: 47).

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

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

1. ORGANIZATION AND OPERATIONS OF THE GROUP (Continued)

Shares of the Company are listed on Borsa Istanbul since 1997.

The Company’s -main shareholder is Park Holding A.Ş., which is controlled by Turgay Ciner. By the decision of the 5th Criminal Court of Peace of Istanbul dated 30 September 2025 and numbered 2025/10165, the Savings Deposit Insurance Fund (“the Fund”) was appointed as trustee with management authority over the Company, and in accordance with the relevant court decision, the Company’s Board of Directors was reconstituted by the decision of the Fund Board dated 30 September 2025 and numbered 2025/12. Subsequently, by the decision of the 5th Criminal Court of Peace of Istanbul dated 14 January 2026 and numbered 2026/387, it was resolved to lift the measure of trustee with management authority imposed on the Company, and pursuant to Article 133/1 of the Criminal Procedure Code, to appoint the Fund as supervisory trustee responsible for overseeing and reporting on the Company’s activities. In line with this decision, by the resolution of the Fund Board dated 15 January 2026 and numbered 2026/58, the Chairman, Vice Chairman and members of the Board of Directors previously appointed by the Fund Board’s decision dated 30 September 2025 and numbered 2025/12 were dismissed, and supervisory trustees were appointed with the authority to act jointly by any two of them, subject to their approval for the validity of the decisions and actions of the management body. The supervisory trusteeship measure imposed on the Company was lifted pursuant to the decision of the 5th Criminal Court of Peace of Istanbul dated 6 March 2026 and numbered 2026/1909.

The Company Included in Consolidation:

Subsidiaries:

The Company has included the following subsidiary in the accompanying consolidated financial statements in accordance with the principles of consolidation.

Company title	Current operations	Registered country
Konya Ilgın	Coal production and sale	Türkiye

Approval of Financial Statements

These consolidated financial statements were approved by the Board of Directors on 10 March 2026 and authorized for issue. The Company’s General Assembly has the authority to alter consolidated financial statements.

2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS

2.1 Basis of Presentation

Statement of Compliance to TFRS

The accompanying consolidated financial statements are prepared in accordance with the requirements of Capital Markets Board (“CMB”) Communiqué numbered II-14.1 “Communique on the Principles of Financial Reporting in Capital Markets” (“Communiqué”), which was published in the Official Gazette No:28676 on 13 June 2013. In accordance with article 5th of the Communiqué, the accompanying consolidated financial statements are prepared based on Turkish Financial Reporting Standards (“TFRS”) and their interpretations that have been put into effect by the Public Oversight Accounting and Auditing Standards Authority (“POA”). In addition, the financial statements are presented in accordance with the “TFRS Taxonomy” published by POA on 4 July 2024 and the formats specified in the “Financial Statement Examples and User Guide” published by CMB.

The Group maintains its books of account in accordance with rules and principles defined by Turkish Commercial Code (“TCC”) and tax legislation.

The consolidated financial statements are prepared in Turkish Lira (“TL”) based on the historical cost except for (if any) land, building, machinery and equipment, investment properties and financial assets and liabilities which are presented in fair values. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

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

2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.1 Basis of Presentation (Continued)

Functional Currency

Consolidated financial statements of the Group are presented in Turkish Lira (“TL”) which is the currency of the primary economic environment in which the entity operates (its functional currency). For the purpose of the financial statements, the results and financial position are expressed in TL, which is the functional and presentation currency of the Group.

Restatement of Financial Statements in Hyperinflationary Periods

In accordance with the announcement made by POA on 23 November 2023 and the “Guidance on Financial Reporting in Hyperinflationary Economies” (“TAS 29”), the Group has prepared its financial statements for the reporting periods ending on or after 31 December 2023 and after by applying TAS 29 Financial Reporting in Hyperinflation Economies.

TAS 29 applies to the financial statements, including the financial statements, of each 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 December 2024, on the purchasing power basis as of 31 December 2025.

Pursuant to the decision of the Capital Markets Board (“CMB”) 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 Group’s first application date of TAS 29 has been determined as 1 January 2022. As of 1 January 2022, retained earnings, including the Net Profit for the Period were amounting TL 716,032,801 before the inflation adjustments. The accumulated losses in the consolidated financial statements prepared in accordance with TAS 29 within the scope of the first inflation adjustment is TL 390,264,510 and corresponding amount calculated according to the purchasing power of 31 December 2025 is TL 1,996,271,568.

The adjustments made in accordance with TAS 29 were made using the adjustment coefficient obtained from the Consumer Price Index (“CPI”) of Türkiye published by the Turkish Statistical Institute (“TUIK”).

As of 31 December 2025, the index and adjustment coefficients used in the correction of the consolidated financial statements are as follows:

Date	Index	Adjustment coefficient	Three-year cumulative inflation rates
31 December 2025	3,513.87	1.00000	211%
31 December 2024	2,684.55	1.30892	291%
31 December 2023	1,859.38	1.88981	268%

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

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

2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.1 Basis of Presentation (Continued)

Restatement of Financial Statements in Hyperinflationary Periods (Continued)

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

- Current period consolidated financial statements prepared in TL 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 TAS 2 “Inventories” are applied, respectively.
- Non-monetary assets and liabilities and equity items that are not expressed in terms of the current purchasing power at the balance sheet date have been adjusted using the relevant adjustment coefficients.
- All items in the comprehensive income statement, except for those that have an impact on the comprehensive income statement of non-monetary items on the balance sheet, have been indexed using the coefficients calculated for the periods when the income and expense accounts were first reflected in the financial statements.
- The effect of inflation on the Group's net monetary asset position in the current period is recorded in the monetary profit/loss account in the consolidated income statement (Note 25).

Comparative Information and Restatement to Previous Year Financial Statements

The consolidated financial statements of the Group are prepared comparatively with the previous period in order to enable the determination of the financial position and performance trends. The Group has prepared the consolidated statement of financial position as of 31 December 2025 comparatively with the statement of financial position as of 31 December 2024 and the Group has compiled the comprehensive income statement, the cash flow statement and the statement of changes in equity for the period ended 31 December 2025 comparatively with the financial statements for the period ended 31 December 2024.

In order to maintain consistency with the presentation of the current period financial statements, comparative information is reclassified and significant differences are explained if necessary.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

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

2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.1 Basis of Presentation (Continued)

Going Concern

The consolidated financial statements have been prepared on the basis of the going concern assumption that the Group will benefit from its assets and fulfil its obligations within the next year during the natural course of its activities.

Basis of Consolidation

Subsidiaries

Subsidiaries are companies in which the Group has control, including structured entities. Control of the Group is ensured by the exposure to variable returns in these companies, the right to be entitled to these assets and the ability to influence them. Subsidiaries are consolidated by using the full consolidation method from the date of transition. They are excluded from the scope of consolidation as of the date on which the control is lost.

The assets, liabilities, equity items, income and expense accounts of the subsidiaries and cash flow movements are included in the consolidated financial statements by full consolidation method. The carrying values of the shares of Park Elektrik and its subsidiary are eliminated against the related equity.

Subsidiaries	Current operations	Total ownership ratio (%)
Konya Ilgın	Coal production and sale	100.00

2.2 New and Revised Turkish Financial Reporting Standards

a) Amendments that are mandatorily effective from 2025

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.

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

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

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

TFRS 17	<i>Insurance Contracts</i>
Amendments to TFRS 17	<i>Initial Application of TFRS 17 and TFRS 9 — Comparative Information</i>
TFRS 18	<i>Presentation and Disclosures in Financial Statements</i>
TFRS 19	<i>Subsidiaries without Public Accountability: Disclosures</i>
Amendments to TFRS 9 and TFRS 7	<i>Classification and Measurement of Financial Instruments</i>
Amendments to TFRS 9 and TFRS 7	<i>Power Purchase Arrangements</i>
Annual Improvements	<i>Annual Improvements to TFRSs – Volume 11</i>
Amendments to TFRS 19	<i>Subsidiaries without Public Accountability: Disclosures</i>

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

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

2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.2 New and Revised Turkish Financial Reporting Standards (Continued)

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

TFRS 17 Insurance Contracts

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

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

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

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

TFRS 18 Presentation and Disclosures in Financial Statements

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

TFRS 19 Subsidiaries without Public Accountability: Disclosures

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

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

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

Amendments to TFRS 9 and TFRS 7 Power Purchase Arrangements

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

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

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

2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.2 New and Revised Turkish Financial Reporting Standards (Continued)

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

Annual Improvements to TFRSs – Volume 11

The pronouncement comprises the following amendments:

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

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

Amendments to TFRS 19 *Subsidiaries without Public Accountability: Disclosures*

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

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

2.3 Changes in Accounting Policies and Estimates and Errors

Major accounting errors detected are applied retrospectively and prior period financial statements are restated. The effect of change in accounting estimates shall be recognized prospectively, if the change affects that period only; or period of the change and future periods, if the change affects both. The effect of change in accounting estimate shall be recognized prospectively and prior period financial statements are restated.

The accounting policies used in the preparation of the consolidated financial statements for the year ended 31 December 2025 are consistent with the accounting policies used in the preparation of the consolidated financial statements for the year ended 31 December 2024.

2.4 Summary of Significant Accounting Policies

Related Parties

A related party is a person or entity that is related to the entity that is preparing its financial statements (reporting entity).

- (a) A person or a close member of that person's family is related to a reporting entity if that person:
- (i) Has control or joint control over the reporting entity;
 - (ii) Has significant influence over the reporting entity; or
 - (iii) Is a member of the key management personnel of the reporting entity or of a parent of the reporting entity.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

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

2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4 Summary of Significant Accounting Policies (Continued)

Related Parties (Continued)

(b) An entity is related to a reporting entity if any of the following conditions applies:

- (i) The entity and the reporting entity are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
- (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
- (iii) Both entities are joint ventures of the same third party.
- (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.
- (v) The entity is a post-employment benefit plan for the benefit of employees of either the reporting entity or an entity related to the reporting entity. If the reporting entity is itself such a plan, the sponsoring employers are also related to the reporting entity.
- (vi) The entity is controlled or jointly controlled by a person identified in (a).
- (vii) A person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

A related party transaction is a transfer of resources, services or obligations between a reporting entity and a related party, regardless of whether a price is charged.

Revenue

The Group adopted TFRS 15 “Revenue from Contracts with Customers” which proposes a five step model framework mentioned below for recognizing the revenue.

- Identify the contract with customers
- Identify separate performance obligations in the contract
- Determine the transaction price in contract
- Allocate the transaction price to the performance obligations in the contract
- Recognize revenue

The Group assess the goods or services promised in a contract with a customer and identify as a performance obligation each promise to transfer to the customer.

For each performance obligation identified, the entity determines at contract inception whether it satisfies the performance obligation over time or satisfies the performance obligation at a point in time. If the Group transfers control of a good or service over time and therefore satisfies a performance obligation and recognizes revenue over time.

The Group recognizes revenue when the entity satisfies a performance obligation by transferring a promised good or service to the customer. An asset is transferred when (or as) the customer obtains control of that asset or service.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

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

2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4 Summary of Significant Accounting Policies (Continued)

Revenue (Continued)

The Group considers the following in the assessment of transfer of control of goods sold and services,

- a) The entity has a right to payment for the goods or service,
- b) The customer has legal title to the goods or service,
- c) The entity has transferred physical possession of the asset,
- d) The customer has the significant risks and rewards related to the ownership of the goods or services,
- e) The customer has accepted the goods or services.

The Group does not adjust the promised amount of consideration for the effects of a significant financing component since the Group expects, at contract inception, that the period between when the entity transfers a promised good or service to a customer and when the customer pays for that good or service will be one year or less. If the financing component is significant in revenue, future collections are discounted by the interest rate in financing component. The difference is recognized as income from operating activities in current period.

The Group’s revenue is mainly obtained from royalty income and coal sales, and the control of coal is transferred to the clients at the mine site and the transport of the coal is the client’s responsibility as per the relevant coal sales agreements. The royalty income is accrued on the basis of production during the relevant period and recorded as revenue.

Dividend and Interest Income

Interest revenue is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset’s net carrying amount.

Dividend revenue from investments is recognized when shareholders have the right to receive such payment.

Inventories

Inventories are stated at the lower of indexed cost and net realizable value. Costs, including an appropriate portion of fixed and variable overhead expenses, are assigned to inventories held by the method most appropriate to the particular class of inventory, with the majority being valued on a weighted average cost method. Net realizable value represents the estimated selling price less all estimated costs of completion and costs necessary to make a sale. When the net realizable value of inventory is less than cost, inventory is written down to net realizable value and expense is included in statement of income/(loss) in the period in which the write-down or loss occurred. When circumstances that previously caused inventories discounted to net realizable value no longer exist or when there is clear evidence of an increase in net realizable value because of the changes in economic circumstances, the amount of the write-down is reversed. The reversal amount is limited to the amount of the initial write-down.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

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

2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4 Summary of Significant Accounting Policies (Continued)

Property, Plant and Equipment

The plant, machinery and equipment kept in use in the production or delivery of goods or services are re-valued, vehicles, furniture and fixtures and construction in progress are expressed in indexed cost values. The revalued amount is determined by deducting the accumulated depreciation and the accumulated impairment in the periods after the fair value determined at the revaluation date. Revaluations are carried out at regular intervals in a way that does not significantly differ from the carrying value of the fair value to be determined on the date of the statement of financial position.

Any revaluation increase arising on the revaluation of such plant, machinery and equipment is recognized in revaluation fund under equity. If there is a revaluation decrease for the same asset previously recognized in profit or loss, in which case the increase is credited to profit or loss to the extent of the decrease previously expensed. A decrease in the carrying amount arising on the revaluation of such plant, machinery and equipment is recognized in profit or loss to the extent that it exceeds the balance, if any, held in the property's revaluation reserve relating to a previous revaluation of that asset.

Depreciation is recognized so as to write off the cost or valuation of assets, other than freehold land and properties under construction, less their residual values over their useful lives, using the straight-line and declining depreciation method. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in profit or loss.

Estimated useful lives of property, plant and equipment are as follows:

	<u>Useful life</u>
Land improvements	8 - 30 years
Plant, machinery and equipment	5 - 25 years
Vehicles	4 - 5 years
Furniture and fixtures	4 - 20 years
Other property, plant and equipment	10 - 15 years

Mine Research and Assessment Expenses

Costs associated with mine preparation expenses (geophysical, topographical, geological etc.) are recognized as an expense as incurred, except where they are expected to contribute to sustainable capital growth in the future. In such cases, those expenses are capitalized and depreciated over the useful life of the mine (total reserve amount) when the mine reaches its trading production capacity. Research and preparation costs written off as expense prior to the development and construction period of a mine cannot be capitalized even though a mine reserve with trading nature is explored following the related period. Estimated useful life, residual value and amortization method are reviewed at the end of each annual reporting period, with the effect of any changes in the estimates being accounted for on a prospective basis.

Mine Preparation and Development Expenses

After the technical feasibility and commercial applicability of extracting ore from a mine resource is provable, the expenses are capitalized as mine preparation and development expenses. During the development of the mine, the stripping costs incurred both before and after production (removal of the covering layer, etc.) are part of the cost of the mine.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

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

2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4 Summary of Significant Accounting Policies (Continued)

Property, Plant and Equipment (Continued)

Mine Preparation and Development Expenses (Continued)

The material removed during the stripping phase of mining consists of a mixture of coal and waste. Some of the stripping costs that occur when the ore waste rate is low and provides benefits such as facilitating access to the ore, which can be used in coal production, and to ease accessing more coal in the future. The Group accounts for the stripping assets under the intangible assets when it is likely to achieve future economic benefits related to the stripping process and when it is applicable to recognize the part of the coal that is easy to access and to reliably measure the relevant stripping costs. In this framework, should the actual stripping rate be higher than the estimated average stripping rate calculated considering the current mining period plan of the Group, a portion of the stripping costs incurred within the year is capitalized in the framework of the above-mentioned rates. The changes in the planned average stripping rate are recognized prospectively.

The mitigation, rehabilitation and closing costs of the mining fields, which are based on the current condition of the mining fields and arise from open quarry mining field development activities and production carried out in the open quarry, reflect the provision for potential expenses during the closing and rehabilitation of the mines in the financial statements based on the reduced cost values as of the balance sheet date. The above-mentioned provisions are reduced using a discount rate that does not include the risk before tax related to the estimation of future cash flow, considering the risk related to the interest rate and the liability in the markets related to the value at the balance sheet date, and the calculations are reviewed in each balance sheet period. The changes caused by the changing method estimations used in the calculation of the mitigation, rehabilitation and closing of the mining fields are reflected in the mining field mitigation, rehabilitation and closing costs.

Mine preparation and development costs consist of the costs incurred for the development of the mine, especially the stripping, the rehabilitation cost of the mine site, the expropriation costs of the mine lands and dewatering costs of the mine site and are amortized proportionally to the production amount during the mine production.

Intangible Assets Acquired

Intangible fixed assets acquired separately are carried at cost, less accumulated amortization and any accumulated impairment losses. Amortization is charged on a straight-line basis over their estimated useful lives. Estimated useful life and amortization method are reviewed at the end of each annual reporting period, with the effect of any changes in the estimate being accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses.

Useful life

Rights

3 - 30 years

Computer Software

Acquired computer software licenses are capitalized on the basis of the costs incurred to acquire and bring to use the specific software. These costs are amortized over their estimated useful lives.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

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2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4 Summary of Significant Accounting Policies (Continued)

Impairment of Property, Plant and Equipment and Intangible Assets Other Than Goodwill

At each reporting period, the Group reviews the carrying amounts of its property, plant and equipment and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually, and whenever there is an indication that the asset may be impaired. Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than it is carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognized immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognized immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

Financial Instruments

Financial Assets

Classification and measurement

Financial assets are classified by Group into the following specified categories; financial assets recognized at amortized costs, financial assets which change in fair value is reflected to other comprehensive income statement and financial assets which change in fair value is reflected to profit or loss. The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition. The Group classifies the financial assets on purchase date.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

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2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4 Summary of Significant Accounting Policies (Continued)

Financial Instruments (Continued)

Financial Assets (Continued)

Financial assets recognized at amortized costs

"Financial assets measured at amortized cost" are financial assets held for trading under a business model which aims to collect cash flows and includes cash flows of principal and interest generated from the principal balance with respect to specific dates of contractual terms, has no transaction in market and is non-derivative. Financial assets with maturities less than 12 months are classified as current assets and as non-current assets if more than 12 months. Financial assets of the Group that are recognized at amortized cost include "cash and cash equivalents" and "trade receivables".

Impairment in trade receivables

The Group has chosen simplified approach for the calculation of impairment of trade receivables that do contain a significant financing component and accounted at amortized cost. In accordance with the simplified approach, the Group measures the loss allowances regarding its trade receivables at an amount equal to "lifetime expected credit losses" except incurred credit losses in which trade receivables are already impaired for a specific reason date. The Group uses a provision matrix in the calculation of expected credit losses. Since the change in expected credit loss provisions is not material, it is not accounted in consolidated income statement. For each reporting period, the recalculation is made and revaluated. Provision is recalculated and revised each reporting period if necessary.

i) Financial assets measured at fair value

The assets are classified as "assets recognized at fair value" once the management adopts the business model of collecting and / or selling contract cash flows. If management does not intend to derecognize the related assets within 12 months from the balance sheet date, assets are classified as non-current assets. The Group makes an irrevocable decision during initial recognition of equity based investments by recognizing fair value difference of the investment in other comprehensive income or profit or loss.

ii) Financial assets measured at fair value through other comprehensive income

Financial assets recognized as other comprehensive income at fair value are presented as "financial investments" in the financial statements. The fair value difference of the assets recognized as other comprehensive income can be classified as retained earnings in case they are sold.

Recognition and Derecognition of Financial Assets

All purchases and sales of financial assets are recognized on the trade date i.e. the date that the Group commits to purchase or to sell the asset. These purchases and sales are generally purchases and sales that require the delivery of the financial asset within the time frame determined by the general customs and regulations in the market.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

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2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4 Summary of Significant Accounting Policies (Continued)

Financial Instruments (Continued)

Recognition and Derecognition of Financial Assets (Continued)

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognized where:

- The rights to receive cash flows from the asset have expired
- The Group retains the right to receive cash flows from the asset, but has assumed an obligation to pay them in full without material delay to a third party under a "pass-through" arrangement; or
- The Group has transferred its rights to receive cash flows from the asset and either (a) has transferred substantially all the risks and rewards of the asset, or (b) has neither transferred nor retained substantially all the risks and rewards of the asset but has transferred control of the assets.

Where the Group has transferred its rights to receive cash flows from an asset and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognized to the extent of the Group's continuing involvement in the consolidated financial statements.

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expired.

Financial Liabilities

When a financial liability is recognized initially, the Group measures it at its fair value plus, in the case of a financial liability not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial liability. After initial recognition, the Group measures all financial liabilities at amortized cost using the effective interest method.

Business Combinations and Goodwill

Business combinations that are not under common control are accounted for using the acquisition method. The consideration transferred in a business combination is measured at fair value, which is calculated as the sum of the acquisition-date fair values of the assets transferred by the Group, liabilities incurred by the Group to the former owners of the acquiree and the equity interests issued by the Group in exchange for control of the acquiree. Acquisition-related costs are generally recognized in profit or loss as incurred. At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognized at their fair value.

Goodwill is measured as the excess of the sum of the consideration transferred, the amount of any non-controlling interests in the acquiree, and the fair value of the acquirer's previously held equity interest in the acquiree (if any) over the net of the acquisition-date amounts of the identifiable assets acquired and the liabilities assumed. If, after reassessment, the net of the acquisition-date amounts of the identifiable assets acquired and liabilities assumed exceeds the sum of the consideration transferred, the amount of any non-controlling interests in the acquiree and the fair value of the acquirer's previously held interest in the acquiree (if any), the excess is recognized immediately in profit or loss as a bargain purchase gain.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

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2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4 Summary of Significant Accounting Policies (Continued)

Business Combinations and Goodwill (Continued)

Non-controlling interests that are present ownership interests and entitle their holders to a proportionate share of the entity's net assets in the event of liquidation may be initially measured either at fair value or at the non-controlling interests' proportionate share of the recognized amounts of the acquiree's identifiable net assets. The choice of measurement basis is made on a transaction-by-transaction basis. Other types of non-controlling interests are measured at fair value or, when applicable, on the basis specified in another TFRS.

The Company purchased 100% shares of Konya İlgin from Park Holding A.Ş. and Turgay Ciner with the approval of purchase decision in General Assembly meeting dated 10 May 2017. This transaction was concluded to be as business combinations under common control. Within the scope of “Accounting of the business combinations under common control” promulgated in the Official Gazette dated 21 July 2013 the by the POA, it was stated that goodwill will not be included in consolidated financial statements prepared, that consolidated financial statements shall be adjusted as if the business combination took place at the beginning of the reporting period when the common control emerged and the financial statements shall be presented in comparison as of the beginning of that reporting period, and that “Impacts of the Business and Entity Combinations Under Common Control” account will be used as a balancing account under shareholders equity to eliminate potential assets/ liabilities mismatch to arise as a result of business combinations under common control. The amount in related accounts was reclassified to retained earnings in accordance with TAS 29.

It would be appropriate to consider the accounting of business combinations under common control to consolidated financial statements considering the carrying values of assets and liabilities of the acquired entity from the consolidated financial statements of the highest entity that has common control for which consolidated financial statements are prepared. Therefore, on the date when and after the Company takes control of the companies under common control, the consolidated financial statements should be restated retrospectively to reflect the financial statement line items recognized at the time of Konya İlgin’s acquisition by Park Holding A.Ş., which controls the Group.

Effects of Change in Foreign Currency Rates

Foreign Currency Transactions and Balances

In preparing the financial statements, transactions in foreign currencies (currencies other than TL) are recorded at the rates of exchange prevailing on the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Earnings/(Loss) Per Share

Earnings/(loss) per share disclosed in the accompanying statement of profit or loss are determined by dividing net earnings or loss by the weighted average number of shares circulating during the related period.

In Türkiye, companies can increase their share capital by making a pro-rata distribution of shares (“bonus shares”) to existing shareholders. In computing earnings per share, such bonus share distributions are treated as issued shares. Accordingly, the retrospective effect for such share distributions is taken into consideration in determining the weighted-average number of shares outstanding used in this computation.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

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2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4 Summary of Significant Accounting Policies (Continued)

Events After the Reporting Period

Events after the reporting period comprise any events between the balance sheet date and the date of authorization of the financial statements for issue, even if any events after the balance sheet date occurred subsequent to the announcement of the Group’s profit or the publicly disclosed financial information.

The Group adjusts the amounts recognized in its financial statements if adjusting events occur after the balance sheet date.

Provisions, Contingent Assets and Liabilities

Provisions are recognized when the Group has a present obligation as a result of a past event, and it is probable that the Group will be required to settle that obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the balance sheet date considering the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows.

When some or all of economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

Environmental Liabilities

The Group is subject to extensive environmental controls and regulations in Türkiye. The activities of the Group may result in negative impact for the land structure and surrounding plant and other living tissue as result of the various pollutant materials and substances spread around as waste.

The Group Management is convinced to be fully compliant with all laws and regulations related to the current environment in Türkiye. However, environmental laws and regulations are changing over time and making continuous improvement. In this context, the Group cannot predict the time or extent of changes that may occur in the environmental legal framework. Such changes may require the Group to modernize its technology to comply with environmental standards that will become more stringent if they occur.

The Group; within the scope of various mining license contracts, following the end of mining activities, should reinstate the environment by removing the facilities and other assets that it has used in mining. The Group Management considers that its environmental obligations include the following:

- Rehabilitation of the land structure and other types of continuous rehabilitation
- Taking out the assets used during mining activities and ensure the safety of the surrounding population and the environment, buildings and other facilities.

The extent of environmental obligations and the costs expected to be incurred in the future are difficult to predict in terms of their structure and are dependent on the scale of the activities undertaken and the timing and development of legal regulations. As of 31 December 2025, the necessary provisions on environmental liabilities have been capitalized in mine preparation development expenses and will be amortized proportionally with the production amount during the mine production.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

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2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4 Summary of Significant Accounting Policies (Continued)

Operating Segments

The information used by the Group Management to decide on performance evaluation and resource allocation is related to the “Mining” segment in Türkiye, which operates in a single business.

Investment Properties

Investment properties are properties held to earn rentals and/or for capital appreciation, including property under construction for such purposes. Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at fair value. Gains or losses arising from changes in the fair values of investment properties are included in the profit or loss in the year in which they arise. At reporting dates when the new fair values are not determined, investment properties are adjusted by using the relevant adjustment factors to reflect the current purchasing power.

An investment property is derecognized upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from disposal. Any gain or loss arising on derecognition of the property (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the period in which the property is derecognized.

Transfers are made to or from investment property only when there is a change in use. For a transfer from investment property to owner occupied property, the deemed cost for subsequent accounting is the fair value at the date of change in use. If owner occupied property becomes an investment property, the Group accounts for such property in accordance with the policy stated under Property, Plant and Equipment up to the date of change in use.

Taxes Calculated on Corporate Income

Income tax expenses represent the sum of current and deferred tax expenses.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from ‘profit before tax’ as reported in the statement of profit or loss of items of income or expense that are taxable or deductible in other years and it excludes items that are never taxable or deductible. The Group’s current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred Tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases which are used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

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2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.4 Summary of Significant Accounting Policies (Continued)

Taxes Calculated on Corporate Income (Continued)

Deferred Tax (Continued)

Deferred tax liabilities are recognized for taxable temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures, except where the Group is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognized to the extent that it is probable that there will be sufficient taxable profits against which to utilize the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Group intends to settle its current tax assets and liabilities on a net basis.

Corporate and Deferred Tax

Corporate and deferred tax are recognized as in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity.

Employee Benefits

Retirement Pay Provisions

Under the Turkish law and union agreements, severance payments are made to employees retiring or involuntarily leaving the Group. Such payments are considered as part of defined retirement benefit plans as per Turkish Accounting Standard 19 (Revised) “Employee Benefits” (“TAS 19”).

The retirement benefit obligation recognized in the balance sheet represents the present value of the defined benefit obligation as adjusted for unrecognized actuarial gains and losses and reflected in the financial statements. All actuarial gains and losses calculated are presented in the statement of comprehensive income.

Statement of Cash Flows

In the statement of cash flows, cash flows are classified as operating, investing and financing activities.

Share Capital and Dividends

Common shares are classified as equity. Dividends on common shares are recognized in equity in the period in which they are approved and declared.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

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2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.5 Significant Accounting Estimates and Assumptions

The Group has estimates and assumptions for the future. The estimates and assumptions that could cause significant adjustments in the carrying value of assets and liabilities in the upcoming financial reporting period are as follows:

Provisions for Legal Cases

As detailed and disclosed in Note 13, the Group is involved in a number of legal proceedings (both as a plaintiff and as a defendant) during the year arising in the ordinary course of business. All of these litigations are evaluated by the Group Management in accordance with TAS 37 “Provisions, Contingent Liabilities and Contingent Assets” and disclosed or accounted in the consolidated financial statements.

Future results or outcome of these litigations might differ from the Group Management’s expectations. As at the reporting date, the Group Management believes that appropriate recognition criteria and measurement basis are applied to provisions, contingent liabilities and contingent assets and that sufficient information is disclosed in the notes to enable users to understand their nature, timing and amount by considering current conditions and circumstances.

Environmental Obligations

Estimated environmental obligations, comprising rehabilitation and mine closures are based on the Group's environmental management plans in compliance with current technological, environmental and local regulatory requirements. Estimated environmental obligations are also affected by the discount rates applied and amendments in the environmental management plans due to the changes in estimations of proven and probable reserves deviations from projected production plan, use of pattern and physical conditions. Key assumptions are reviewed regularly. Factors that will affect this liability include future development, changes in technology, price increases and changes in interest rates.

As of 31 December 2025, the provision for cost of mine rehabilitation for mine site in Konya Ilgın, was prepared by the management based on the estimates. The present value of the balance is determined by considering the long-term inflation and bond rates accordingly. Related discount rate is used to discount the liabilities from 2060 which is the expected date of realization.

Useful lives for Property, Plant and Equipment and Intangible Assets

The Company evaluates the useful lives of its property, plant and equipment and intangible fixed assets as of the end of each period. The Company, concerning the purposes of use of its property, plant and equipment and intangible fixed assets, related technological developments and management; takes into account the useful life and all other factors that reduce or extend the depreciation of property, plant and equipment and intangible assets.

In the Group’s current mining planning, an average stripping rate for the amortization of the mining assets at the planning date is calculated considering the stripping rate expected during planning and the amount of coal expected to be accessed in return for this stripping rate. Changes in the planned estimated stripping rate are reviewed each reporting period and are recognized prospectively.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

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2. BASIS OF THE CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.5 Significant Accounting Estimates and Assumptions (Continued)

Impairment of Property, Plant and Equipment and Intangible Assets

Due to the cancellation of Konya Ilgın’s electricity generation license by EMRA, the Group has assessed whether there is any impairment on its property, plant and equipment and intangible assets related to the power plant investment and coal mining activities carried out within Konya Ilgın. The lignite production activity carried out in the field with license number 1247, which is operated under royalty agreement within the scope of the pre-mining planning implemented in 2019 in order to get prepared for the main mining plan with high coal production capacity to be implemented during the period when the power plant will operate, is not tied to any requirement to establish any power plant or similar facility. The field with license number 2444, which is a continuation of the field with license number 1247, where coal production activities are expected to continue in the future, is directly owned by Konya Ilgın and license is valid until 4 March 2043. In this context, it has been evaluated whether there is any indication that the book values of the related assets may be impaired and whether the book values of the related assets have exceeded their recoverable amounts and whether there is any indication that the book values of the related assets may be impaired. Even if the license cancellation decision is subject to judicial review and there is no finalized decision yet, by taking into account the fact that, in case power plant investment cannot be realized, it does not prevent the Group from continuing coal production activity in related mine sites, so it has been concluded that the carrying values of the assets do not exceed their recoverable values and no impairment has been recognized. The relevant assessment will be performed at each reporting date according to the developments in the judicial process, and as of the date of this report, judicial process is not finalized.

Income Taxes

Significant judgment is required to determine the Group provision for income taxes. The Group estimates its liabilities for tax obligations as well as the utilization of available loss carry forwards. When the final tax outcome is known, the actual positions may vary from these estimates and adjustments to deferred income tax positions may be required.

Fair Value of Investment Properties and Plant, Machinery and Equipment

The assumptions used in the valuation reports used to determine the fair value of the investment properties and plant, machinery and equipment classified in the consolidated financial statements are as follows:

Investment Properties

In 2025, the Group has undertaken revaluation studies to determine the fair value of investment property.

The methods used to determine the fair value of the properties in consolidated financial statements, classified as investment property by valuation experts are cost and comparative market approach.

Plant, Machinery and Equipment

In 2025, the Group has undertaken revaluation studies to determine the fair value of plant, machinery and equipment. In this regard, certain plant, machinery and equipment of the Group has been impaired and impairment losses are recognized in the statement of profit or loss if they exceed the revaluation reserve and/or revaluation fund amount. These impairment losses generally arise from the increase in the fair value of the related assets below the inflation rates (Note 10).

The methods used to determine the fair value of the plant, machinery and equipment in consolidated financial statements, by valuation experts are cost and comparative market approach.

3. OPERATING SEGMENTS

None.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

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4. RELATED PARTY DISCLOSURES**Receivables due from Related Parties**

		31 December 2025		
Current Receivables due from Related Parties	Type of Relationship	Trade Receivables	Other Receivables	Total
Eti Soda Üretim Paz. Nak. ve Elekt. Üretim San. ve Tic. A.Ş.	Related Company	24,122,128	-	24,122,128
Total		24,122,128	-	24,122,128

		31 December 2024		
Current Receivables due from Related Parties	Type of Relationship	Trade Receivables	Other Receivables	Total
Park Holding A.Ş.	Shareholder	-	175,830,264	175,830,264
Eti Soda Üretim Paz. Nak. ve Elekt. Üretim San. ve Tic. A.Ş.	Related Company	48,823,243	-	48,823,243
Total		48,823,243	175,830,264	224,653,507

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

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4. RELATED PARTY DISCLOSURES (Continued)**Payables due to Related Parties**

	Type of Relationship	31 December 2025		
		Trade Payables	Other Payables	Total
Current Payables to Related Parties				
Park Holding A.Ş.	Shareholder	538,573	185,803	724,376
Dividend payables to other related parties	Shareholder	-	3,890	3,890
Total		538,573	189,693	728,266

	Type of Relationship	31 December 2024		
		Trade Payables	Other Payables	Total
Current Payables to Related Parties				
Park Holding A.Ş.	Shareholder	742,166	-	742,166
Ciner Turizm Tic. İnş. Servis Hizm. A.Ş.	Group Company	20,576	-	20,576
Dividend payables to other related parties	Shareholder	-	5,092	5,092
Total		762,742	5,092	767,834

The monthly interest rates are as follows:

	2025		2024	
	TL	USD	TL	USD
January - March	46.56%	4.94%	54.36%	5.38%
April - June	49.83%	5.19%	64.42%	5.31%
July - September	46.33%	4.87%	49.88%	4.86%
October - December	42.98%	4.47%	49.43%	4.49%

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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4. RELATED PARTY DISCLOSURES (Continued)**Purchases of Goods and Services from Related Parties**

Purchases of Goods and Services from Related Parties	Type of Relationship	1 January - 31 December 2025					
		Service	Non-Current Asset	Finance Expense	Rent	Other	Total
Park Holding A.Ş.	Shareholder	6,562,776	-	1,340,550	4,151,720	3,779,960	15,835,006
Park Teknik Elekt. Maden.Tur. San. Tic. A.Ş.	Group Company	-	300,925	-	-	-	300,925
Silopi Elektrik Üretim A.Ş.	Group Company	-	-	-	-	142,679	142,679
Ciner Turizm Tic. İnş. Servis Hizm. A.Ş.	Group Company	-	-	-	183,930	8,805	192,735
Eti Soda Üretim Pazarlama Nakliyat ve Elektrik Üretim Sanayi ve Ticaret A.Ş.	Related Company	-	-	247,006	-	-	247,006
Kasımpaşa Sportif Faaliyetler A.Ş.	Group Company	-	-	-	-	275,783	275,783
Paşalimanı İthalat İhracat ve Ticaret A.Ş. (*)	Group Company	-	-	-	139,058	-	139,058
		6,562,776	300,925	1,587,556	4,474,708	4,207,227	17,133,192

Purchases of Goods and Services from Related Parties	Type of Relationship	1 January - 31 December 2024					
		Service	Non-Current Asset	Finance Expense	Rent	Other	Total
Park Holding A.Ş.	Shareholder	4,123,299	-	644,047	398,182	3,641,368	8,806,896
Park Teknik Elekt. Maden.Tur. San. Tic. A.Ş.	Group Company	1,872,906	305,478	6,852	-	-	2,185,236
Silopi Elektrik Üretim A.Ş.	Group Company	-	-	-	-	414,132	414,132
Ciner Turizm Tic. İnş. Servis Hizm. A.Ş.	Group Company	-	-	-	273,031	14,170	287,201
Kasımpaşa Sportif Faaliyetler A.Ş.	Group Company	-	-	-	-	944,138	944,138
Paşalimanı İthalat İhracat ve Ticaret A.Ş.	Group Company	-	-	-	3,900,866	4,183	3,905,049
		5,996,205	305,478	650,899	4,572,079	5,017,991	16,542,652

(*) Paşalimanı İthalat İhracat ve Ticaret A.Ş. merged with Park Holding A.Ş. through a full merger on 10 January 2025.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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4. RELATED PARTY DISCLOSURES (Continued)**Sales of Goods and Services to Related Parties**

Sales of Goods and Services to Related Parties	Type of Relationship	1 January - 31 December 2025		
		Sales of goods	Finance Income	Total
Park Holding A.Ş.	Shareholder	-	45,835,479	45,835,479
Eti Soda Üretim Paz. Nak. ve Elekt. Üretim San. ve Tic. A.Ş.	Related Company	288,189,046	168,331	288,357,377
		<u>288,189,046</u>	<u>46,003,810</u>	<u>334,192,856</u>

Sales of Goods and Services to Related Parties	Type of Relationship	1 January - 31 December 2024		
		Sales of goods	Finance Income	Total
Park Holding A.Ş.	Shareholder	-	192,581,744	192,581,744
Eti Soda Üretim Paz. Nak. ve Elekt. Üretim San. ve Tic. A.Ş.	Related Company	450,733,954	-	450,733,954
		<u>450,733,954</u>	<u>192,581,744</u>	<u>643,315,698</u>

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

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4. RELATED PARTY DISCLOSURES (Continued)

Benefits Provided to Key Management

Benefits Provided to Key Management Personnel

	1 January- 31 December 2025	1 January- 31 December 2024
Salaries, premiums and other similar benefits	1,456,767	1,846,679
	<u>1,456,767</u>	<u>1,846,679</u>

(*) Apart from members of the Board of Directors, the key management consists of General Manager, Deputy General Managers and the executives with titles above manager in hierarchy of the Company and its subsidiary. Among key management personnel, only the independent members of the Board of Directors are paid in line with the decision taken at the Ordinary General Assembly meeting and no payment is made to the other Board members due to their duties in the Board of Directors.

Park Holding A.Ş.

Within the scope of its cash management policy, the Group can provide funds to its main shareholder, Park Holding A.Ş., as well as obtain funds from Park Holding A.Ş. The Group charges interest related with its financial receivables and payables at the interest rates stated above.

As stated above, the Group applies interest for all financial and commercial transactions with its related parties. As a result, the Group has recognized financial income of TL 45,835,479 from Park Holding A.Ş. as of 31 December 2025 (31 December 2024: TL 192,581,744).

The Group's total non-trade payables from Park Holding A.Ş. is TL 185,803 as of 31 December 2025 (31 December 2024: Other Receivables, TL 175,830,264).

The main shareholder of the Company, Park Holding A.Ş. provides group companies with the management services needed to carry out their activities properly. These services include but not limited to, fulfilment of procurement functions, fulfilment of information processing investments, supply of technical information and support for human resources processes, financial reporting, audit, tax planning and legal consultancy processes. Park Holding A.Ş. allocates the costs incurred in order to provide the indicated services to companies based on the level of utilization of these services.

The Company also uses the area allocated to it on the real estate owned by Paşalimanı İthalat İhracat ve Ticaret A.Ş. throughout 2024, a subsidiary of Park Holding A.Ş., as the Company headquarter and incurs rent and similar usage and operating expenses within this scope. Paşalimanı İthalat İhracat ve Ticaret A.Ş. was merged into Park Holding A.Ş. pursuant to a full merger on 10 January 2025.

Other Group Companies

The Group has purchased non-current assets and procured labor force from Park Teknik Madencilik Turizm Sanayi ve Ticaret A.Ş.

The Group leases cars from Ciner Turizm Ticaret İnşaat Servis Hizmetleri A.Ş.

The Group sales coal to Eti Soda Üretim Pazarlama Nakliyat ve Elektrik Üretim San. ve Tic. A.Ş.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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5. TRADE RECEIVABLES AND PAYABLES**Trade Receivables**

	31 December 2025	31 December 2024
<u>Current trade receivables</u>		
Trade receivables	91,014,822	126,255,201
Trade receivables due from related parties (Note 4)	24,122,128	48,823,243
Provision for doubtful trade receivables (-)	(29,433,034)	(31,741,280)
	<u>85,703,916</u>	<u>143,337,164</u>

As of 31 December 2025, the average maturity of current trade receivables varies between 15 - 30 days (31 December 2024: 15 - 30 days).

The maturity analysis of the receivables is provided in Note 23.

The maturity analysis of past due doubtful receivables is as follows:

	31 December 2025	31 December 2024
More than 5 years overdue	29,433,034	31,741,280
	<u>29,433,034</u>	<u>31,741,280</u>

The Group has set provision for its doubtful receivables. Provision for doubtful receivables is determined by reference to past default experience. In determination of whether its receivables can be collected or not, the Group evaluates whether there has been a change in the credit quality of the receivables from the first occurrence to the balance sheet date. Therefore, the Group Management considers that there is no need for a provision more than the provision for doubtful receivables in the consolidated financial statements.

The movement of allowance for doubtful receivables is as follows:

	1 January- 31 December 2025	1 January- 31 December 2024
<u>Movement of provision for doubtful receivables</u>		
Opening balance (-)	(31,741,280)	(38,855,730)
Effect of foreign exchange differences	(5,183,118)	(4,828,923)
Monetary loss/(gain)	7,491,364	11,943,373
Closing balance	<u>(29,433,034)</u>	<u>(31,741,280)</u>

Trade Payables

	31 December 2025	31 December 2024
<u>Current trade payables</u>		
Trade payables	73,138,803	122,865,577
Trade payables due to related parties (Note 4)	538,573	762,742
	<u>73,677,376</u>	<u>123,628,319</u>

As of 31 December 2025, the average maturity of trade payables varies between 30 - 45 days (31 December 2024: 30 - 45 days).

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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6. OTHER RECEIVABLES AND PAYABLES

	31 December 2025	31 December 2024
<u>Other Current Receivables</u>		
Other receivables due from related parties (Note 4)	-	175,830,264
Deposits and guarantees given	822,250	795,420
Other miscellaneous receivables	916,488	1,231,156
Provision for other doubtful receivables (-)	(850,518)	(1,113,263)
	<u>888,220</u>	<u>176,743,577</u>

	31 December 2025	31 December 2024
<u>Other Non-Current Receivables</u>		
Deposits and guarantees given	610,419	771,894
	<u>610,419</u>	<u>771,894</u>

	31 December 2025	31 December 2024
<u>Other Current Payables</u>		
Other payables due to related parties (Note 4)	189,693	5,092
Deposits and guarantees received (*)	7,661,378	14,417,328
Other miscellaneous payables	-	606
	<u>7,851,071</u>	<u>14,423,026</u>

(*) The balances are composed of deposits and guarantees received from customers and suppliers as of 31 December 2025.

	31 December 2025	31 December 2024
<u>Other Non-Current Payables</u>		
Deposits and guarantees received (*)	10,747,865	11,568,415
	<u>10,747,865</u>	<u>11,568,415</u>

(*) The balances are composed of deposits and guarantees received from customers and suppliers as of 31 December 2025.

7. PREPAID EXPENSES AND DEFERRED INCOME

	31 December 2025	31 December 2024
<u>Current Prepaid Expenses</u>		
Prepaid expenses	4,221,055	7,884,593
	<u>4,221,055</u>	<u>7,884,593</u>

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7. PREPAID EXPENSES AND DEFERRED INCOME (Continued)

	31 December 2025	31 December 2024
<u>Current Deferred Income</u>		
Order advances received	2,937,775	-
Deferred income	157,637	186,099
	<u>3,095,412</u>	<u>186,099</u>

8. INVENTORIES**Current Inventories**

	31 December 2025	31 December 2024
Raw materials	1,574,809	2,153,137
Finished goods (*)	79,675,724	78,497,492
Other inventories	135,091	176,824
	<u>81,385,624</u>	<u>80,827,453</u>

(*) Finished goods consist of coal inventory.

Non-Current Inventories

	31 December 2025	31 December 2024
Spare part	202,118	230,661
	<u>202,118</u>	<u>230,661</u>

9. INVESTMENT PROPERTIES

	1 January- 31 December 2025	1 January- 31 December 2024
Opening balance	2,233,416,387	2,206,635,033
Increase/(decrease) in fair value of investment properties (Note 19)	65,092,107	26,781,354
Closing balance	<u>2,298,508,494</u>	<u>2,233,416,387</u>

As of 31 December 2025, there is no mortgage or pledge on the Group’s investment properties (31 December 2024: None).

Real estate rental income earned by the Group from investment properties, all of which are leased under operating leases, amounts to TL 25,232,396 (31 December 2024: TL 23,255,652) (Note 19).

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9. INVESTMENT PROPERTIES (Continued)

The fair values of the Group's investment properties have been determined by real estate valuation companies authorized by the CMB and providing real estate valuation services in accordance with capital market legislation. The fair values of investment properties have been determined according to the market and cost approaches.

The Group's investment properties and the fair value hierarchy of these assets as of 31 December 2025 are as follows:

	31 December 2025	Fair value level as of reporting date		
		Level 1 TL	Level 2 TL	Level 3 TL
Lands	1,210,099,665	-	1,210,099,665	-
Ceyhan	893,709,507	-	893,709,507	-
Edirne	314,984,991	-	314,984,991	-
Siirt	1,405,167	-	1,405,167	-
Buildings	1,088,408,829	-	1,088,408,829	-
Ceyhan	235,863,500	-	235,863,500	-
Edirne	80,175,000	-	80,175,000	-
Şişhane	769,560,000	-	769,560,000	-
Siirt	2,810,329	-	2,810,329	-

	31 December 2024	Fair value level as of reporting date		
		Level 1 TL	Level 2 TL	Level 3 TL
Lands	1,144,775,909	-	1,144,775,909	-
Ceyhan	841,695,410	-	841,695,410	-
Edirne	301,675,332	-	301,675,332	-
Siirt	1,405,167	-	1,405,167	-
Buildings	1,088,640,478	-	1,088,640,478	-
Ceyhan	243,400,579	-	243,400,579	-
Edirne	82,206,927	-	82,206,927	-
Şişhane	760,222,643	-	760,222,643	-
Siirt	2,810,329	-	2,810,329	-

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10. PROPERTY, PLANT AND EQUIPMENT

	Land improvements	Mining assets	Plant, machinery and equipment	Vehicles	Furniture and fixtures	Other property, plant and equipment	Construction in progress	Total
<u>Cost value</u>								
Opening balance as of 1 January 2025	22,554,200	3,436,158,539	98,090,162	3,257,597	8,568,534	4,896,952	48,597,873	3,622,123,857
Additions (*)	71,752	424,991,376	-	297,313	-	-	4,001,718	429,362,159
Disposals	-	-	-	(681,752)	-	-	-	(681,752)
Fair value differences	-	-	6,875,767	-	-	-	-	6,875,767
Provision for mine rehabilitation	-	2,220,194	-	-	-	-	-	2,220,194
Provision for impairment	-	-	-	-	-	-	-	-
Closing balance as of 31 December 2025	22,625,952	3,863,370,109	104,965,929	2,873,158	8,568,534	4,896,952	52,599,591	4,059,900,225
<u>Accumulated Depreciation</u>								
Opening balance as of 1 January 2025	3,872,452	1,300,175,711	20,734,803	3,028,807	6,989,081	962,257	-	1,335,763,111
Charge for the year	1,016,431	289,275,209	6,966,295	147,604	384,868	475,610	-	298,266,017
Disposals	-	-	-	(681,752)	-	-	-	(681,752)
Closing balance as of 31 December 2025	4,888,883	1,589,450,920	27,701,098	2,494,659	7,373,949	1,437,867	-	1,633,347,376
Net carrying value as of 31 December 2025	17,737,069	2,273,919,189	77,264,831	378,499	1,194,585	3,459,085	52,599,591	2,426,552,849

(*) The increase in mining assets is mainly due to the ongoing stripping operations in Konya Ilgın lignite field.

As of 31 December 2025, TL 298,184,611 (31 December 2024: TL 347,737,836) of the period depreciation is included in the cost of sales and TL 81,406 (31 December 2024: TL 86,606) in general administrative expenses. Fair value differences are recognized in Note 19.

As of 31 December 2025, there is no mortgage or pledge on the Group's property, plant and equipment.

Fair value of Group's plant, machinery and equipment are determined by real estate valuation companies, that are accredited by Capital Market Board ("CMB"), in accordance with Capital Market Board's legislations. The approaches used in determining the fair value of investment properties are comparative market approach and cost approach.

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10. PROPERTY, PLANT AND EQUIPMENT (Continued)

	Land improvements	Mining assets	Plant, machinery and equipment	Vehicles	Furniture and fixtures	Other property, plant and equipment	Construction in progress	Total
<u>Cost value</u>								
Opening balance as of 1 January 2024	22,554,200	2,525,804,195	103,684,208	3,257,597	8,488,106	2,716,517	75,305,206	2,741,810,029
Additions (*)	-	862,295,373	966,225	-	80,428	-	6,023,325	869,365,351
Transfers from construction in progress	-	30,550,223	-	-	-	2,180,435	(32,730,658)	-
Fair value differences	-	-	1,317,262	-	-	-	-	1,317,262
Provision for mine rehabilitation	-	17,508,748	-	-	-	-	-	17,508,748
Provision for impairment	-	-	(7,877,533)	-	-	-	-	(7,877,533)
Closing balance as of 31 December 2024	22,554,200	3,436,158,539	98,090,162	3,257,597	8,568,534	4,896,952	48,597,873	3,622,123,857
<u>Accumulated Depreciation</u>								
Opening balance as of 1 January 2024	2,858,413	961,759,463	13,396,495	2,804,362	6,596,702	523,234	-	987,938,669
Charge for the year	1,014,039	338,416,248	7,338,308	224,445	392,379	439,023	-	347,824,442
Closing balance as of 31 December 2024	3,872,452	1,300,175,711	20,734,803	3,028,807	6,989,081	962,257	-	1,335,763,111
Net carrying value as of 31 December 2024	18,681,748	2,135,982,828	77,355,359	228,790	1,579,453	3,934,695	48,597,873	2,286,360,746

(*) The increase in mining assets is mainly due to the ongoing stripping operations in Konya Ilgın lignite field.

As of 31 December 2024, there is no mortgage or pledge on the Group's property, plant and equipment.

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10. PROPERTY, PLANT AND EQUIPMENT (Continued)

Fair value hierarchy in valuation of plant, machinery and equipment as at 31 December 2025 and 31 December 2024 is as follows:

	31 December 2025	Fair value level as of reporting date		
		Level 1 TL	Level 2 TL	Level 3 TL
Plant, machinery and equipment	77,264,831	-	77,264,831	-

	31 December 2024	Fair value level as of reporting date		
		Level 1 TL	Level 2 TL	Level 3 TL
Plant, machinery and equipment	77,355,359	-	77,355,359	-

11. INTANGIBLE ASSETS

	Rights	Total
<u>Cost value</u>		
Opening balance as of 1 January 2025	552,618,119	552,618,119
Closing balance as of 31 December 2025	552,618,119	552,618,119
<u>Accumulated Amortization</u>		
Opening balance as of 1 January 2025	273,916,579	273,916,579
Charge for the year	17,419,239	17,419,239
Closing balance as of 31 December 2025	291,335,818	291,335,818
Net carrying value as of 31 December 2025	261,282,301	261,282,301

	Rights	Total
<u>Cost value</u>		
Opening balance as of 1 January 2024	552,610,814	552,610,814
Additions	7,305	7,305
Closing balance as of 31 December 2024	552,618,119	552,618,119
<u>Accumulated Amortization</u>		
Opening balance as of 1 January 2024	256,497,543	256,497,543
Charge for the year	17,419,036	17,419,036
Closing balance as of 31 December 2024	273,916,579	273,916,579
Net carrying value as of 31 December 2024	278,701,540	278,701,540

As of 31 December 2025, TL 99,535 of the year amortization is included in cost of sales and TL 17,319,704 in general administrative expenses (31 December 2024: TL 70,056 is included in cost of sales and TL 17,348,980 of the year amortization is in general administrative expenses).

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12. EMPLOYEE BENEFIT OBLIGATIONS

	31 December 2025	31 December 2024
Payables to personnel	2,667,709	2,790,865
Social security premiums payable	1,035,452	1,089,300
Other liabilities payable	1,238,439	1,440,052
	<u>4,941,600</u>	<u>5,320,217</u>

13. PROVISIONS, CONTINGENT ASSETS AND LIABILITIES**a) Current provisions**

	31 December 2025	31 December 2024
Unused vacation provision	8,144,265	9,508,728
	<u>8,144,265</u>	<u>9,508,728</u>

The movement of provision for unused vacation is presented as below:

	1 January- 31 December 2025	1 January- 31 December 2024
Opening balance	9.508.728	7.728.398
Period expense/(Provision released),net	1.270.226	5.241.149
Payments	(51.456)	-
Monetary gain	(2.583.233)	(3.460.819)
Closing balance	<u>8.144.265</u>	<u>9.508.728</u>

	31 December 2025	31 December 2024
<u>Current provisions</u>		
Provision for litigation (*)	42,067,110	51,951,306
	<u>42,067,110</u>	<u>51,951,306</u>

(*) During the period, the Group is involved in a number of legal proceedings (both as a plaintiff and as a defendant) arising in the ordinary course of business. A significant portion of the Group's existing lawsuits are employee lawsuits related to the Madenköy operation in the Şirvan district of Siirt, which was closed in 2017, and include the rights claims (material and moral compensation, receivables and reinstatement due to death) of the Company's personnel and subcontractor personnel working in this facility and their legal heirs. The Group has set aside a total provision of TL 42,067,110 (31 December 2024: TL 51,951,306) in the consolidated financial statements as a result of the legal opinions it has received regarding the legal, labor, commercial and administrative lawsuits filed against it and the evaluation of similar lawsuits concluded in the past and the current litigation stages. The amount set aside as a provision is updated in each reporting period, taking into account the risks and uncertainties related to the liability, and within the framework of developments in the lawsuits. In this context, the Group Management is of the opinion that there are no ongoing lawsuits or legal proceedings that may have a negative impact on the Group's financial position or operating results, and that the Group has not made any undisclosed or necessary provisions in the consolidated financial statement notes.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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13. PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (Continued)**a) Current provisions (Continued)**

The movement of provisions for litigation during the current year is presented as below.

	1 January- 31 December 2025	1 January- 31 December 2024
Movement of provision for litigation		
Opening balance	51,951,306	108,874,852
Period expense/(Provision released),net (Note 18)	12,921,248	24,583,568
Payments	(14,288,102)	(55,848,851)
Effect of foreign exchange differences (Note 18)	4,168,095	1,524,386
Monetary gain	(12,685,437)	(27,182,649)
Closing balance	<u>42,067,110</u>	<u>51,951,306</u>

b) Non-current provisions

	31 December 2025	31 December 2024
Provision for employment termination benefits	23,989,567	25,295,309
	<u>23,989,567</u>	<u>25,295,309</u>

Under Turkish Labor Law, the Group is required to pay termination benefits to each employee who has completed 25 years of service and whose employment is terminated without due cause, is called up for military service, dies or achieves the retirement age (58 for women and 60 for men).

The amount payable consists of one month’s salary limited to a maximum of TL 53,919.68 for each period of service at 31 December 2025 (31 December 2024: TL 41,828.42).

The liability is not funded, as there is no funding requirement. Provision is calculated by estimating the present value of the future probable obligation of the Group arising from the retirement of the employees. Revised TAS 19 “Employee Benefits” requires actuarial valuation methods to be developed to estimate the Group’s obligation under the defined benefit plans. Accordingly, the following actuarial assumptions are used in the calculation of the total liability.

The principal assumption is that the maximum liability for each year of service will increase parallel with inflation. Thus, the discount rate applied represents the expected real rate after adjusting for the anticipated effects of future inflation. Consequently, in the accompanying financial statements as at 31 December 2025, the provision has been calculated by estimating the present value of the future probable obligation of the Group arising from the retirement of the employees. The provisions at the respective balance sheet dates have been calculated with the assumption 4.16% real discount rate (31 December 2024: 2.94%) calculated by using 13.99% annual inflation rate and 18.73% interest rate. Voluntary leave rates are also taken into consideration as 5% for employees 0-15 years and 0% for employees 16 years and over.

Ceiling amount of TL 64,948.77 which is effective as of 1 January 2026 is used in the calculation of Group’s provision for retirement pay liability (31 December 2024: TL 46,655.43 effective as of 1 January 2025, TL 61,068.38 at 31 December 2025 purchasing power). The principal assumptions used in the calculation of retirement pay liability are discount rate and anticipated turnover rate.

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13. PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (Continued)**b) Non-current provisions (Continued)**

The movement of the employment termination benefits is as follows:

	1 January- 31 December 2025	1 January- 31 December 2024
Opening balance	25.295.309	23.763.323
Service cost	5.673.052	7.466.810
Interest cost	459.634	472.746
Actuarial loss / gain	2.949.778	2.285.209
Payments	(3.565.555)	(363.154)
Monetary gain	(6.822.651)	(8.329.625)
Closing balance	23.989.567	25.295.309
	31 December 2025	31 December 2024
<u>Non-current provisions</u>		
Provision for mine rehabilitation	49,468,900	60,076,881
	49,468,900	60,076,881

The provision for cost of mine rehabilitation was prepared by the Management based on certain estimates. The critical assumptions used in the 31 December 2025 forecast are the timing of expenditures by 2060. In determining the present value of the balance, a real discount rate of approximately 4.16% has been used, based on the assumptions of a 13.99% inflation rate and a 18.73% interest rate, taking into account long-term bond rates and long-term inflation rates.

The movements related to mine closure are as follows:

	31 December 2025	31 December 2024
Opening balance	60,076,881	59,702,320
Interest cost	1,454,880	1,216,957
Measurement difference	2,220,194	17,508,748
Monetary gain	(14,283,055)	(18,351,144)
Closing balance	49,468,900	60,076,881

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13. PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (Continued)**c) Guarantees received and given**

<u>Collaterals received</u>	<u>31 December 2025</u>		<u>31 December 2024</u>	
	Original Amount	TL Equivalent	Original Amount	TL Equivalent
Letters of guarantee (TL)	2,400,000	2,400,000	2,400,000	2,400,000
Letters of guarantee (USD)	100,000	4,286,230	100,000	4,610,460
Guarantee cheques (TL)	200,000,000	200,000,000	200,000,000	200,000,000
Cash guarantees (TL)	7,693,668	7,693,668	11,046,937	11,046,937
Cash guarantees (USD)	250,000	10,715,575	250,000	11,526,149
		<u>225,095,473</u>		<u>229,583,546</u>

The details of the Group’s Guarantees/Pledges/Mortgages (“GPMs”) position as of 31 December 2025 and 31 December 2024 is presented as follows:

<u>31 December 2025</u>	<u>TL equivalent</u>	<u>TL</u>
A. GPMs given on behalf of its own legal entity	413,270,397	413,270,397
-Letter of guarantees (*)	412,268,986	412,268,986
-Cash guarantees	1,001,411	1,001,411
B. GPM’s given on behalf of the fully consolidated companies	-	-
C. GPM’s given on behalf of third parties for ordinary course of business	-	-
D. Total amount of other GPM’s given	-	-
Total	<u>413,270,397</u>	<u>413,270,397</u>

<u>31 December 2024</u>	<u>TL equivalent</u>	<u>TL</u>
A. GPMs given on behalf of its own legal entity	290,315,504	290,315,504
-Letter of guarantees (*)	289,285,576	289,285,576
-Cash guarantees	1,029,928	1,029,928
B. GPM’s given on behalf of the fully consolidated companies	-	-
C. GPM’s given on behalf of third parties for ordinary course of business	-	-
D. Total amount of other GPM’s given	-	-
Total	<u>290,315,504</u>	<u>290,315,504</u>

(*) Among the letters of guarantee given on behalf of the Group's own legal entity, the Company has become guarantor for the letter of guarantee amounting to TL 75,117,449 (TL 98,322,731 at 31 December 2025 purchasing power) given by its subsidiary Konya Ilgin.

All guarantees, pledges and mortgages included in the above table are denominated in Turkish Lira.

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14. OTHER ASSETS AND LIABILITIES

	31 December 2025	31 December 2024
<u>Other current assets</u>		
Deferred VAT	57.816.000	-
Job advances	5.568	6.611
Personnel advances	654.891	821.301
	<u>58.476.459</u>	<u>827.912</u>
<u>Other non-current assets</u>	31 December 2025	31 December 2024
VAT deductible in future years	256,367,342	229,021,025
	<u>256,367,342</u>	<u>229,021,025</u>
<u>Other current liabilities</u>	31 December 2025	31 December 2024
Taxes and funds payable	29,987,679	46,983,541
	<u>29,987,679</u>	<u>46,983,541</u>

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15. SHARE CAPITAL, RESERVES AND OTHER EQUITY ITEMS

a) Issued Capital

As of 31 December 2025 and 2024, the capital structure is as follows:

Name	Share Ratio (%)	31 December 2025	Share Ratio (%)	31 December 2024
Park Holding A.Ş.	61.24%	91,170,622	61.24%	91,170,622
Turgay Ciner	6.76%	10,065,983	6.76%	10,065,983
Other (*)	32.00%	47,630,638	32.00%	47,630,638
	100.00%	148,867,243	100.00%	148,867,243

(*) . As of 31 December 2025, taking into account matched orders, it also includes a total of TL 2,227,506 in nominal value of shares that have been buy-backed.

Information on the Shares Representing the Capital

Group	Type	Nominal Value (TL)	Ratio to Issued Capital (%)	Rights
A	Registered	18,290,866	12.29	Right to nominate 6 members of the Board of Directors
B	Registered	130,576,377	87.71	Right to nominate 3 members of the Board of Directors

The issued capital amount of the Company is TL 148,867,243 and authorized share capital upper limit is TL 6,000,000,000.

b) Treasury shares

On 2 June 2021, the Company bought back its shares with a total nominal value of TL 550,000 within the scope of the Share Buyback Program approved at the Ordinary General Assembly meeting for the year 2020. The related program expired on 2 June 2023 and a new Share Repurchase Program for a period of 3 years was approved at the Ordinary General Assembly meeting for the year 2022 held on 19 June 2023. In the scope of the buyback program, repurchase of shares with a nominal value of TL 232,506 was carried out in 2025. Repurchase of shares with a nominal value of TL 335,000 was also carried out in 2024. As of 31 December 2025, considering the matched orders, the ratio of the treasury shares within the scope of the relevant programs to the capital reached 0.99%. In 2025, TL 4,704,711 (31 December 2024: TL 11,059,760) including transaction costs was paid for share buybacks. In 2017, the Company also buy-backed shares with a nominal value of TL 750,000 within the scope of the withdrawal right granted to its shareholders within the scope of capital market legislation, and the related shares are not taken into consideration in the calculation of the share buyback upper limit determined as 10% of the capital in accordance with the capital market legislation.

c) Restricted reserves appropriated from profit

. According to subparagraph (e) of the first paragraph of Article 5 of the Corporate Tax Law Numbered 5520, 50% (75% for sales made before 5 December 2017, which is the effective date of Article 89 of Law No. 7061) of the gains arising from the sale of immovable properties that have been included in the assets of the corporations for at least two full years are exempt from corporate tax, and according to the same article, the exempt amount must be applied in the period in which the sale is made and the part of the sales gain benefiting from the exemption must be kept in a special fund account in the liabilities until the end of the fifth year following the year of sale.

With the Law Numbered 5520 "Law on Additional Motor Vehicles Tax and Amendments to Certain Laws and Decree Law Numbered 375 for the Compensation of Economic Losses Caused by the Earthquakes Occurring on 6 February 2023" published in the Official Gazette dated 15 July 2023, the 50% tax exemption stipulated in the Corporate Tax Law No. 5520 for immovable property sales gains has been abolished. However, this exemption will be applied as 25% for the sales of immovable properties included in the assets of the entities before 15 July 2023.

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15. SHARE CAPITAL RESERVES AND OTHER EQUITY ITEMS (Continued)

c) Restricted reserves appropriated from profit (Continued)

At the 2017 Ordinary General Assembly Meeting of the Company held on 12 June 2018, it has been resolved to allocate TL 243,523,090, which is 75% of the gains from the sale of immovable properties related to the Company's concentrated copper production activities in accordance with the tax legislation, to a special fund account under shareholders' equity as a special reserve in order to benefit from tax exemption in accordance with subparagraph (e) of the first paragraph of Article 5 of the Corporate Tax Law No. 5520. The five-year period for keeping the related amount in a special fund account in liabilities has expired as of 1 January 2023, and at the Ordinary General Assembly meeting of the Company held on 25 June 2024, it was decided to transfer the related fund amount from the restricted reserves account to the retained earnings account.

. At the Ordinary General Assembly meeting of the Company held on 2 June 2021, it has been resolved to set aside TL 1,390,503, which is 50% of the gain from the sale of a portion of the Company's immovable properties in accordance with the tax legislation over the period profit in the consolidated financial statements for the 2020 accounting period, as a special reserve by taking it into a special fund account under equity in order to benefit from tax exemption in accordance with subparagraph (e) of the first paragraph of Article 5 of the Corporate Tax Law No. 5520. Accordingly, the related amounts are reported as “Restricted Reserves Appropriated from Profit” in the Group's financial statements.

In accordance with the Turkish Commercial Code and CMB regulations, a reserve is appropriated for treasury shares at an amount equal to their acquisition value.. Accordingly, as of 30 June 2025, a reserve for treasury shares amounting to TL 61,535,891 (31 December 2024: TL 56,831,180), including transaction costs, has been set aside in the restricted reserves in the consolidated financial statements.

The historical values and inflation adjustment impact of the accounts under Park Elektrik’s equity as of 31 December 2025 are as follows, in line with TFRS and Tax Procedure Law financial statements:

	Inflation		
31 December 2025 (TFRS)	Historical Amount	Adjustment Effect	Indexed Value
Inflation adjustment on capital	16,484,812	3,932,231,575	3,948,716,387
Share premium	137,848	2,849,387	2,987,235
Restricted reserves appropriated from profit	119,650,261	963,576,421	1,083,226,682
- <i>Legal reserves</i>	<i>93,845,010</i>	<i>918,921,163</i>	<i>1,012,766,173</i>
- <i>Gain on sale of real estate</i>	<i>1,390,503</i>	<i>7,534,115</i>	<i>8,924,618</i>
- <i>Reserves related to treasury shares</i>	<i>24,414,748</i>	<i>37,121,143</i>	<i>61,535,891</i>
Total	136,272,921	4,898,657,383	5,034,930,304

	Inflation		
31 December 2025 (TPL)	Historical Amount	Adjustment Effect	Indexed Value
Inflation adjustment on capital	16,484,812	2,685,845,197	2,702,330,009
Share premium	137,848	3,121,536	3,259,384
Restricted reserves appropriated from profit	119,602,372	1,021,961,582	1,141,563,954
- <i>Legal reserves</i>	<i>93,845,010</i>	<i>988,609,692</i>	<i>1,082,454,702</i>
- <i>Gain on sale of real estate</i>	<i>1,390,503</i>	<i>7,539,423</i>	<i>8,929,926</i>
- <i>Reserves related to treasury shares</i>	<i>24,366,859</i>	<i>25,812,467</i>	<i>50,179,326</i>
Total	136,225,032	3,710,928,315	3,847,153,347

TL 1,187,776,957 the difference between the adjusted amounts in the financial statements prepared in line with TFRS and the amounts adjusted according to inflation in the legal records (“TPL”), is recognized under previous years’ losses.

d) Increase/(decrease) in revaluation of property, plant and equipment

Increase/(decrease) in revaluation of property, plant and equipment (fund) arise from the revaluation of land, buildings and plant, machinery and equipment, and reflect the difference between the previously recorded book value and the fair value after deducting the deferred tax effect. In the event of disposal of revalued assets, the portion of the revaluation reserve related to the assets sold is transferred directly to retained earnings.

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16. REVENUE AND COST OF SALES

	1 January- 31 December 2025	1 January- 31 December 2024
Revenue		
Domestic sales	622,389,593	835,771,789
-Coal sales revenues	291,491,737	450,733,954
-Royalty income	329,331,424	383,537,914
-Other	1,566,432	1,499,921
Sales returns	(1,735)	-
	<u>622,387,858</u>	<u>835,771,789</u>
Cost of Sales		
Depreciation and amortization expenses (Notes 10, 11)	298,284,146	347,807,892
General production expenses	91,762,949	122,751,907
Personnel expenses	41,874,070	42,419,931
Raw material and supplies expenses	4,590,110	9,508,236
Change in finished products	(1,178,232)	(4,684,842)
	<u>435,333,043</u>	<u>517,803,124</u>

17. GENERAL ADMINISTRATIVE EXPENSES AND MARKETING EXPENSES

	1 January- 31 December 2025	1 January- 31 December 2024
General Administrative Expenses		
Personnel expenses	44,921,076	50,496,387
Depreciation and amortization expenses (Note 10,11)	17,401,110	17,435,586
Management service fee and cost distribution	12,927,856	9,237,437
Rent expenses	5,249,121	5,038,398
Outsourced benefits and services	1,975,564	1,892,596
Taxes, duties and fees	1,795,869	2,054,601
Litigation and notary expenses	156,295	197,174
Grants and donations	-	51,956
Other operating expenses	3,179,598	5,003,097
	<u>87,606,489</u>	<u>91,407,232</u>
Marketing Expenses		
Taxes, duties and fees	1,938,977	4,799,073
	<u>1,938,977</u>	<u>4,799,073</u>

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18. OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES**Other Operating Income**

	1 January- 31 December 2025	1 January- 31 December 2024
Foreign exchange income	4,630,286	3,726,989
Discount interest income	780,088	1,320,304
Litigation income (*)	-	18,550,487
Exemptions and discounts	-	10,149,661
Interest income	168,331	-
Other income	84,207	118,385
Provisions released	-	310,486
	<u>5,662,912</u>	<u>34,176,312</u>

(*) This income arises from the favorable outcome in 2024 of the lawsuit filed for the refund of excess mining royalties paid during the period in which copper production activities were conducted.

Other Operating Expenses

	1 January- 31 December 2025	1 January- 31 December 2024
Provision expenses (Note 13)	17,089,343	26,107,954
Mining state rights, license and permission costs	5,048,735	4,408,654
Interest expenses	247,006	-
Foreign exchange expenses	2,243,108	2,320,618
Discount interest expense	353,948	377,711
Other expenses	83,766	318,119
	<u>25,065,906</u>	<u>33,533,056</u>

19. INCOME AND EXPENSES FROM INVESTING ACTIVITIES**Income from Investing Activities**

	1 January- 31 December 2025	1 January- 31 December 2024
Increase in fair value of investment property (Note 9)	73,199,942	76,311,984
Rental income	25,232,396	23,255,652
Income from the sale of investment property	11,433,183	-
Reversal of impairment of property, plant, and equipment (Note 10)	3,387,958	-
Income from sale of property, plant and equipment	260,779	-
	<u>113,514,258</u>	<u>99,567,636</u>

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19. INCOME AND EXPENSES FROM INVESTING ACTIVITIES (Continued)**Expenses from Investing Activities**

	1 January- 31 December 2025	1 January- 31 December 2024
Decrease in fair value of investment property (Note 9)	8,107,835	49,530,630
Trading commission on financial investments	2,611	3,880
Impairment of fixed assets	-	5,975,894
	<u>8,110,446</u>	<u>55,510,404</u>

20. FINANCING INCOME AND EXPENSES

	1 January- 31 December 2025	1 January- 31 December 2024
Interest income	25,247,198	71,996,569
Foreign exchange gains	22,056,816	124,615,155
	<u>47,304,014</u>	<u>196,611,724</u>
	1 January- 31 December 2025	1 January- 31 December 2024
Interest expense	7,459,372	6,126,706
Foreign exchange losses	408,440	544,858
Other financial expenses	3,018,480	1,986,428
	<u>10,886,292</u>	<u>8,657,992</u>

21. INCOME TAXES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES)

	31 December 2025	31 December 2024
<u>Current tax (asset)/liability:</u>		
Corporate tax provision	182,029,846	-
Less: Prepaid tax	(141,420,741)	(40,598,722)
	<u>40,609,105</u>	<u>(40,598,722)</u>

Tax expenses recognized in the statement of profit or loss for the years ending 31 December 2025 and 2024 is as follows:

	31 December 2025	31 December 2024
<u>Income tax (expense) / income:</u>		
Corporate tax provision	(182,029,846)	-
Deferred tax income / (expense)	(173,236,301)	(75,655,729)
	<u>(355,266,147)</u>	<u>(75,655,729)</u>

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21. INCOME TAXES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES) (Continued)

Pursuant to the temporary article added to the Tax Procedure Law by Law No. 7571 dated 24 December 2025, it has been stipulated that PPI-based inflation accounting will not be applied for the fiscal years 2025, 2026 and 2027. Accordingly, inflation accounting will not be applied in the Tax Procedure Law (“TPL”) financial statements that will form the basis for the corporate income tax returns for these periods.

Furthermore, in periods where inflation accounting is not applied, it is possible to revalue depreciable assets in accordance with Article 298(ç) of the Turkish Tax Procedure Law (“TPL”). In the financial statements dated 31 December 2025, the Company revalued certain of its depreciable assets in accordance with Article 298(ç) of TPL.

Deferred Tax Assets and Liabilities

The Group recognizes deferred tax assets and liabilities based upon temporary differences arising between its financial statements as reported for TFRS purposes and its statutory tax financial statements. These differences usually result in the recognition of revenue and expenses in different reporting periods for TFRS and tax purposes.

The breakdown of deferred income tax assets and liabilities and cumulative temporary differences provided using enacted tax rates at 31 December 2025 and 31 December 2024 are as follows:

	31 December 2025	31 December 2024
Deferred tax liabilities	(430,478,595)	(257,119,709)
Deferred tax assets / (liabilities) (net)	<u>(430,478,595)</u>	<u>(257,119,709)</u>

The movement of net deferred liabilities is as follows:

	1 January- 31 December 2025	1 January- 31 December 2024
Opening balance	(257,119,709)	(182,154,737)
Current-period deferred tax (expense)/income	(173,236,301)	(75,655,729)
Portion recognized in the comprehensive income statement	(122,585)	690,757
Closing balance	<u>(430,478,595)</u>	<u>(257,119,709)</u>

<u>Deferred tax assets / (liabilities):</u>	31 December 2025	31 December 2024
Adjustments related to property, plant and equipment, intangible assets and investment property	(459,931,233)	(297,206,181)
Provision for employment termination and vacation	7,968,166	8,648,197
Prior years' losses to be deducted from tax	-	6,405,568
Provision for mine rehabilitation	11,872,536	14,418,451
Provisions for payables and expenses	5,604,391	5,689,079
Rediscount of receivables and payables	27,341	34,714
Adjustments related to inventories	3,979,859	4,878,615
Other	345	11,848
	<u>(430,478,595)</u>	<u>(257,119,709)</u>

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21. INCOME TAXES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES) (Continued)

	1 January- 31 December 2025	1 January- 31 December 2024
<u>Reconciliation of tax provision:</u>		
Profit before tax from continuing operations	125,415,704	171,267,488
Profit before tax	125,415,704	171,267,488
Income tax rate 25% (2024: 25%)	25%	25%
Tax expense at the applicable tax rate	(31,353,926)	(42,816,872)
Tax effect:		
-Non-deductible expenses	(12,374,793)	(17,237,605)
-Discounts and exemptions	-	59,000
-Effect of tax losses for which no deferred tax is calculated	(204,249,666)	(74,891,395)
-Deferred tax effect of statutory inflation accounting policies	2,918,150	(149,321,328)
-Non-taxable inflation adjustments	(106,643,726)	209,927,289
-Tax rate differences of subsidiaries	(3,788,694)	(2,772,636)
-Other	226,508	1,397,818
Total tax expense	<u>(355,266,147)</u>	<u>(75,655,729)</u>

22. EARNINGS / (LOSS) PER SHARE

	1 January- 31 December 2025	1 January- 31 December 2024
<u>Earnings per share from continuing operations</u>		
Weighted average number of shares with nominal value of TL 1 each (*)	147,495,216	147,833,885
Net profit / (loss) attributable to equity holders of the parent company	(229,850,443)	95,611,759
Diluted earnings per share	<u>(1.55836)</u>	<u>0.64675</u>

(*) Calculated by adjusting for treasury shares.

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23. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT

a) Capital Risk Management

The Company manages its capital to ensure that the Company will be able to continue as going concerns while maximizing the return to stakeholders through the optimization of the debt and equity balance.

The Group's capital structure consists of short-term borrowings, cash and cash equivalents disclosed in Note 24 and equity items including issued capital, capital reserves, profit reserves and retained earnings disclosed in Note 15.

As a part of this review, the Group Management considers the cost of capital and the risks associated with each class of capital. Based on the Group Management's assessment, the Group will balance its overall capital structure through the payment of dividends, new share issues, as well as the issue of new debt or the redemption of existing debt.

The Group controls its capital using the net debt / total equity ratio. This ratio is calculated as net debt divided by the total equity. Net debt is calculated as total liability amount (comprises of financial liabilities, leasing and trade payables as presented in the balance sheet) less cash and cash equivalents.

As of 31 December 2025 and 31 December 2024, the Group's net debt/total equity ratio is detailed as follows:

	31 December 2025	31 December 2024
Financial Liabilities	-	-
Less: Cash and Cash Equivalents and Short Term Financial Investments	(2,106,064)	(112,725,900)
Net Debt	(2,106,064)	(112,725,900)
Total Equity	4,751,246,316	4,985,386,024
Net Debt/Total Capital Ratio	(0.04%)	(2.26%)

The Group has not made any changes to its overall capital risk management policy in the current period.

b) Financial Risk Factors

The Company's activities are exposed to various risk such as financial risk, market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize the potential adverse effects over the Group's financial performance.

The Group manages its financial instruments within the framework of risk policies. The Group's cash inflows and outflows are monitored daily, monthly cash flow budgets are monitored through weekly reports and annual cash flow budgets are monitored through monthly cash reports.

. Risk management is carried out by a centralized Risk Management Department in line with policies approved by the Board of Directors. In relation to risk policies, the Group's Risk Management Department identifies and assesses financial risk and uses tools to mitigate risk by working with the Group's operating units.

(b.1) Credit Risk Management

. Owning financial instruments involves the risk that the counterparty may not fulfill the terms of the agreement. The Group Management manages these risks by limiting the average risk for each counterparty in each agreement and by obtaining collateral where necessary. Trade receivables are evaluated in accordance with the Group's policies and procedures and are recognized net of allowance for doubtful receivables in the statement of financial position (Note 5).

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23. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)**b) Financial Risk Factors (Continued)****(b.1) Credit Risk Management (Continued)**

	Receivables				
	Trade Receivables		Other Receivables		
31 December 2025	Related Party	Third Party	Related Party	Third Party	Deposits in Banks
Maximum credit risk exposed as of balance sheet date (A+B+C+D+E) (*)	24,122,128	61,581,788	-	1,498,639	2,106,064
- Portion of maximum risk covered by guarantees, collaterals, etc.	-	(4,286,230)	-	-	-
A. Net book value of financial assets that are neither past due nor impaired	24,122,128	61,581,788	-	1,432,669	2,106,064
- Portion covered by guarantees, collaterals, etc.	-	(4,286,230)	-	-	-
B. Net book of financial assets that are renegotiated, if not that will be accepted as part due or impaired	-	-	-	-	-
- Portion covered by guarantees, collaterals, etc.	-	-	-	-	-
C. Net carrying value of financial assets that are past due but not impaired	-	-	-	65,970	-
- Portion covered by guarantees, collaterals, etc.	-	-	-	-	-
D. Net book value of the impaired assets	-	-	-	-	-
- Past due (gross amount)	-	29,433,034	-	850,518	-
- Impairment (-)	-	(29,433,034)	-	(850,518)	-
- Portion of net value covered by guarantees, collaterals, etc.	-	-	-	-	-
- Past due (gross amount)	-	-	-	-	-
- Impairment (-)	-	-	-	-	-
- Portion of net value covered by guarantees, collaterals, etc.	-	-	-	-	-
E. Off-balance sheet items that include credit risk	-	-	-	-	-

(*) Factors that increase the credit reliability, such as; guarantees received, are not taken into consideration in the calculation.

PARK ELEKTRİK ÜRETİM MADENCİLİK SANAYİ VE TİCARET A.Ş.

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23. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

b) Financial Risk Factors (Continued)

(b.1) Credit Risk Management (Continued)

	Receivables				
	Trade Receivables		Other Receivables		
31 December 2024	Related Party	Third Party	Related Party	Third Party	Deposits in Banks
Maximum credit risk exposed as of balance sheet date (A+B+C+D+E) (*)	48,823,243	94,513,921	175,830,264	1,685,207	112,715,785
- Portion of maximum risk covered by guarantees, collaterals, etc.	-	(4,610,460)	(175,830,264)	-	-
A. Net book value of financial assets that are neither past due nor impaired	48,823,243	94,513,921	175,830,264	1,567,314	112,715,785
- Portion covered by guarantees, collaterals, etc.	-	(4,610,460)	(175,830,264)	-	-
B. Net book of financial assets that are renegotiated, if not that will be accepted as part due or impaired	-	-	-	-	-
- Portion covered by guarantees, collaterals, etc.	-	-	-	-	-
C. Net carrying value of financial assets that are past due but not impaired	-	-	-	117,893	-
- Portion covered by guarantees, collaterals, etc.	-	-	-	-	-
D. Net book value of the impaired assets	-	-	-	-	-
- Past due (gross amount)	-	31,741,280	-	1,113,263	-
- Impairment (-)	-	(31,741,280)	-	(1,113,263)	-
- Portion of net value covered by guarantees, collaterals, etc.	-	-	-	-	-
- Past due (gross amount)	-	-	-	-	-
- Impairment (-)	-	-	-	-	-
- Portion of net value covered by guarantees, collaterals, etc.	-	-	-	-	-
E. Off-balance sheet items that include credit risk	-	-	-	-	-

(*) Factors that increase the credit reliability, such as; guarantees received, are not taken into consideration in the calculation.

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23. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

b) Financial Risk Factors (Continued)

(b.1) Credit Risk Management (Continued)

Assets that are overdue but not impaired are as follows:

	31 December 2025	
	<u>Trade receivables</u>	<u>Other receivables</u>
1 - 30 days overdue	-	-
1 - 3 months overdue	-	-
3 - 12 months overdue	-	65,970
1 - 5 years overdue	-	-
	-	65,970

	31 December 2024	
	<u>Trade receivables</u>	<u>Other receivables</u>
1 - 30 days overdue	-	-
1 - 3 months overdue	-	-
3 - 12 months overdue	-	117,893
1 - 5 years overdue	-	-
	-	117,893

(b.2) Liquidity Risk Management

The Group manages liquidity risk by maintaining adequate reserves and borrowing reserves by regularly monitoring cash flows and matching the maturities of financial assets and liabilities.

Liquidity risk tables

Conservative liquidity risk management requires maintaining adequate reserves, having the ability to utilize adequate level of credit lines and funds, and closing market positions.

Funding risk attributable to current and future potential borrowing needs is managed by providing ongoing access to adequate number of creditors with high quality.

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23. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)**b) Financial Risk Factors (Continued)****(b.2) Liquidity Risk Management (Continued)**

The following table represents the Group's financial liabilities and their maturities. The table below has been drawn up based on the undiscounted liabilities and earliest payment dates of financial liabilities. Interest to be paid over those liabilities are included and summarized in the table below.

31 December 2025

Contractual maturities	Carrying value	Total contractual cash outflows (I+II+III)	Less than 3 months (I)	3 - 12 months (II)	1- 5 years (III)
Trade payables	73.677.376	87.153.940	13.581.345	73.572.595	-
Other payables	18.598.936	18.598.936	7.561.378	289.693	10.747.865
Other current and non-current liabilities	29.987.679	29.987.679	29.987.679	-	-
Employee benefits payables	4.941.600	4.941.600	4.941.600	-	-
	127.205.591	140.682.155	56.072.002	73.862.288	10.747.865

31 December 2024

Contractual maturities	Carrying value	Total contractual cash outflows (I+II+III)	Less than 3 months (I)	3 - 12 months (II)	1- 5 years (III)
Trade payables	123.628.319	141.172.571	77.720.716	63.451.855	-
Other payables	25.991.441	25.991.441	14.287.042	135.984	11.568.415
Other current and non-current liabilities	46.983.541	46.983.542	46.983.542	-	-
Employee benefits payables	5.320.217	5.320.217	5.320.217	-	-
	201.923.518	219.467.771	144.311.517	63.587.839	11.568.415

(b.3) Market Risk Management

Due to its activities, the Group is exposed to financial risks related to changes in foreign exchange rates and interest rates. At a Group level, market risk exposures are measured by sensitivity analysis. When compared to prior periods, there has been no changes in the Group's exposure to market risks, hedging methods used or the measurement methods used for such risks.

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23. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)**b) Financial Risk Factors (Continued)****(b.3) Market Risk Management (Continued)****(b.3.1) Exchange rate risk management**

Transactions in foreign currencies cause exchange rate risk. The distribution of the Group's monetary and nonmonetary assets in foreign currency and monetary and non-monetary liabilities as of the balance sheet date is as follows:

	31 December 2025		
	TL Equivalent (Functional currency)	USD	EUR
1. Trade Receivables	11.521.386	268.800	-
2a. Monetary Financial Assets	106.547	327	1.834
2b. Non-Monetary Financial Assets	-	-	-
3. Other	-	-	-
4. CURRENT ASSETS	11.627.933	269.127	1.834
8 NON-CURRENT ASSETS	-	-	-
9. TOTAL ASSETS	11.627.933	269.127	1.834
10. Trade Payables	-	-	-
11. Financial Liabilities	-	-	-
12a. Other Monetary Liabilities	20.415.080	-	404.634
12b. Other Non-Monetary Liabilities	-	-	-
13. CURRENT LIABILITIES	20.415.080	-	404.634
14. Trade Payables	-	-	-
15. Financial Liabilities	-	-	-
16a. Other Monetary Liabilities	10.715.575	250.000	-
16b. Other Non-Monetary Liabilities	-	-	-
17. NON-CURRENT LIABILITIES	10.715.575	250.000	-
18. TOTAL LIABILITIES	31.130.655	250.000	404.634
19. Net asset/(liability) liability position of off-balance sheet derivative instruments (19a-19b)	-	-	-
19a. Off-Balance Sheet Foreign Currency Derivative Financial Assets	-	-	-
19.b Off-Balance Sheet Foreign Currency Derivative Financial Liabilities	-	-	-
20. Net foreign assets/(liability) position	(19.502.722)	19.127	(402.800)
21. Net foreign currency asset/(liability) position of monetary items (1+2a+5+6a-10-11-12a-14-15-16a)	(19.502.722)	19.127	(402.800)
22. Fair value of derivative instruments used in foreign currency hedge	-	-	-
23. Total amount of assets hedged	-	-	-
24. Total amount of liabilities hedged	-	-	-

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23. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)**b) Financial Risk Factors (Continued)****(b.3) Market Risk Management (Continued)****(b.3.1) Exchange rate risk management (Continued)**

	31 December 2024		
	TL Equivalent (Functional currency)	USD	EUR
1. Trade Receivables	43.030.850	933.331	-
2a. Monetary Financial Assets	175.454.157	3.519.079	274.640
2b. Non-Monetary Financial Assets	-	-	-
3. Other	-	-	-
4. CURRENT ASSETS	218.485.007	4.452.410	274.640
8 NON-CURRENT ASSETS	-	-	-
9. TOTAL ASSETS	218.485.007	4.452.410	274.640
10. Trade Payables	283.267	6.144	-
11. Financial Liabilities	-	-	-
12a. Other Monetary Liabilities	14.485.900	-	301.202
12b. Other Non-Monetary Liabilities	-	-	-
13. CURRENT LIABILITIES	14.769.167	6.144	301.202
14. Trade Payables	-	-	-
15. Financial Liabilities	-	-	-
16a. Other Monetary Liabilities	11.526.149	250.000	-
16b. Other Non-Monetary Liabilities	-	-	-
17. NON-CURRENT LIABILITIES	11.526.149	250.000	-
18. TOTAL LIABILITIES	26.295.316	256.144	301.202
19. Net asset/(liability) liability position of off-balance sheet derivative instruments (19a-19b)	-	-	-
19a. Off-Balance Sheet Foreign Currency Derivative Financial Assets	-	-	-
19.b Off-Balance Sheet Foreign Currency Derivative Financial Liabilities	-	-	-
20. Net foreign assets/(liability) position	192.189.691	4.196.266	(26.562)
21. Net foreign currency asset/(liability) position of monetary items (1+2a+5+6a-10-11-12a-14-15-16a)	192.189.691	4.196.266	(26.562)
22. Fair value of derivative instruments used in foreign currency hedge	-	-	-
23. Total amount of assets hedged	-	-	-
24. Total amount of liabilities hedged	-	-	-

The Group is exposed to currency risk mainly in terms of USD. The effect of other exchange rates is insignificant.

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23. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)**b) Financial Risk Factors (Continued)****(b.3) Market Risk Management (Continued)****(b.3.1) Exchange rate risk management (Continued)**

As of 31 December 2025, foreign currency balances in assets and liabilities are translated at the exchange rates announced by the Central Bank of the Republic of Türkiye for the statement of financial position date (31 December 2025: USD 1 = TL 42.8623, Euro 1 = TL 50.4532, 31 December 2024: USD 1 = TL 35.2233, Euro 1 = TL 36.7429).

The table below presents the Group's sensitivity to a 20% deviation in foreign exchange rates. 20% is the rate used by the Group when generating its report on exchange rate risk; the related rate stands for the presumed possible change in the foreign currency rates by the Group's Management. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 20% change in foreign currency rates. This analysis includes foreign currency denominated bank loans other than the functional currency of the ultimate user or borrower of the bank loans. The positive amount indicates increase in the statement of profit or loss or equity.

Foreign currency sensitivity

	31 December 2025	
	<u>Profit / Loss</u>	<u>Equity</u>
	<u>Appreciation of foreign currency</u>	<u>Depreciation of foreign currency</u>
In a case of 20% appreciation of USD against TL		
1 -USD net asset / liability	163,965	(163,965)
2- USD hedged portion (-)	-	-
3- USD net effect (1 +2)	<u>163,965</u>	<u>(163,965)</u>
In a case of 20% appreciation of EUR against TL		
4 - Euro net asset / liability	(4,064,510)	4,064,510
5 - Euro hedged portion (-)	-	-
6- Euro net effect (4+5)	<u>(4,064,510)</u>	<u>4,064,510</u>
TOTAL (3 + 6)	<u>(3,900,545)</u>	<u>3,900,545</u>
	31 December 2024	
	<u>Profit / Loss</u>	<u>Equity</u>
	<u>Appreciation of foreign currency</u>	<u>Depreciation of foreign currency</u>
In a case of 20% appreciation of USD against TL		
1 -USD net asset / liability	38,693,431	(38,693,431)
2- USD hedged portion (-)	-	-
3- USD net effect (1 +2)	<u>38,693,431</u>	<u>(38,693,431)</u>
In a case of 20% appreciation of EUR against TL		
4 - Euro net asset / liability	(255,493)	255,493
5 - Euro hedged portion (-)	-	-
6- Euro net effect (4+5)	<u>(255,493)</u>	<u>255,493</u>
TOTAL (3 + 6)	<u>38,437,938</u>	<u>(38,437,938)</u>

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23. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (Continued)

The Group’s financial assets and liabilities do not expose the Company to interest rate risk.

Financial Instruments Categories

31 December 2025	Financial liabilities measured at amortised cost	Financial assets measured at amortised cost	Book value	Notes
<u>Financial assets</u>	-	89,308,619	89,308,619	
Cash and cash equivalents	-	2,106,064	2,106,064	24
Trade receivables	-	61,581,788	61,581,788	5
Trade receivables due from related parties	-	24,122,128	24,122,128	4,5
Other receivables	-	1,498,639	1,498,639	6
<u>Financial liabilities</u>	97,217,912	-	97,217,912	
Trade payables	73,138,803	-	73,138,803	5
Trade payables due to related parties	538,573	-	538,573	4,5
Other payables	18,409,243	-	18,409,243	6
Other payables due to related parties	189,693	-	189,693	4,6
Employee benefits payables	4,941,600	-	4,941,600	12
31 December 2024	Financial liabilities measured at amortised cost	Financial assets measured at amortised cost	Book value	Notes
<u>Financial assets</u>	-	433,578,535	433,578,535	
Cash and cash equivalents	-	112,725,900	112,725,900	24
Trade receivables	-	94,513,921	94,513,921	5
Trade receivables due from related parties	-	48,823,243	48,823,243	4,5
Other receivables	-	1,685,207	1,685,207	6
Other receivables due from related parties	-	175,830,264	175,830,264	4,6
<u>Financial liabilities</u>	154,939,977	-	154,939,977	
Trade payables	122,865,577	-	122,865,577	5
Trade payables due to related parties	762,742	-	762,742	4,5
Other payables	25,986,349	-	25,986,349	6
Other payables due to related parties	5,092	-	5,092	4,6
Employee benefits payables	5,320,217	-	5,320,217	12

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24. CASH AND CASH EQUIVALENTS

	31 December 2025	31 December 2024
Cash	-	10,115
Cash at bank	2,106,064	112,715,785
<i>Demand deposits</i>	1,028,958	111,884,692
<i>Repo</i>	1,077,106	831,093
	<u>2,106,064</u>	<u>112,725,900</u>

As of 31 December 2025, there is no restricted cash or cash equivalents (31 December 2024: None).

25. EXPLANATIONS REGARDING NET MONETARY POSITION GAINS/(LOSSES)

Non-monetary items	31 December 2025	31 December 2024
Statement of financial position items	(170.970.742)	(341.253.419)
Inventories	12.324.872	(5.413.377)
Prepaid expenses	189.395	2.457
Investments accounted by equity method, financial investments, subsidiaries	92.676.985	174.265.220
Property, plant and equipment and intangible assets	309.343.796	447.863.277
Investment properties	55.410.352	104.190.886
Other liabilities	529.122	(265.252)
Issued capital	(143.448.388)	(269.733.258)
Share premium	(40.892)	(76.890)
Other comprehensive income and expenses not to be reclassified to profit or loss	(566.588)	(1.065.384)
Restricted reserves appropriated from profit	(105.084.035)	(189.235.427)
Prior years' profit	(392.305.361)	(601.785.671)
Statement of profit or loss items	76.458.557	58.104.327
Revenue	73.717.467	85.248.650
Cost of sales	1.660.488	2.060.164
Marketing expenses	-	(291.916)
General administrative expenses	7.998.522	10.552.643
Other operating income/expenses	1.945.407	71.339
Income/expenses from investing activities	(2.496.018)	(2.939.372)
Finance income/expenses	(6.367.309)	(36.597.181)
Net monetary position losses	<u>(94.512.185)</u>	<u>(283.149.092)</u>

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26. FEES FOR SERVICES RECEIVED FROM INDEPENDENT AUDIT FIRM

The Group's explanation regarding the fees for the services received from the independent audit firms, which is based on the letter of POA dated 19 August 2021, the preparation principles of which are based on the Board Decision published in the Official Gazette on 30 March 2021, is as follows:

	31 December 2025		31 December 2024	
	IAF	Total	IAF	Total
Independent audit fee for the reporting period	2,800,000	2,800,000	2,061,554	2,061,554
Fees for tax advisory services	-	-	-	-
Fees for other assurance services	-	-	-	-
Fees for other non-audit services	-	-	-	-
	<u>2,800,000</u>	<u>2,800,000</u>	<u>2,061,554</u>	<u>2,061,554</u>

27. SUBSEQUENT EVENTS

The decision of the Istanbul 5th Criminal Peace Court dated 14 January 2026 and numbered 2026/387 lifted the administrative trusteeship measure applied to the Company as of 30 September 2025 and appointed the Fund as supervisory trustee to oversee and report on the Company's activities pursuant to Article 133/1 of the Criminal Procedure Code. In accordance with this decision, the Fund Committee, in its resolution dated 15 January 2026 and numbered 2026/58, terminated the duties of the Chairman, Vice Chairman, and Board members previously appointed under the resolution dated 30 September 2025 and numbered 2025/12, and appointed supervisory trustees who are authorized to act jointly, with the validity of the management body's decisions and transactions subject to their approvals. The decision of the Istanbul 5th Criminal Peace Court dated 6 March 2026 and numbered 2026/1909 subsequently lifted the supervisory trusteeship measure applied to the Company.