

**CONVENIENCE TRANSLATION OF CONDENSED
CONSOLIDATED FINANCIAL STATEMENTS
ORIGINALLY ISSUED IN TURKISH**

**TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş.
AND ITS SUBSIDIARY**

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

TABLE OF CONTENTS	PAGE
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	1-2
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	3
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	4
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS	5-6
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS	7-27
NOTE 1 ORGANISATION AND NATURE OF OPERATIONS	7
NOTE 2 BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS	7-12
NOTE 3 RELATED PARTY DISCLOSURES	13
NOTE 4 TRADE RECEIVABLE AND PAYABLES	13-14
NOTE 5 BORROWINGS AND BORROWING COSTS	14
NOTE 6 INVESTMENT PROPERTIES	15
NOTE 7 PROPERTY, PLANT AND EQUIPMENT	16-17
NOTE 8 RIGHT OF USE ASSETS	17
NOTE 9 INTANGIBLE ASSETS	17
NOTE 10 PROVISIONS, CONTINGENT ASSETS AND CONTINGENT LIABILITIES.....	18
NOTE 11 CAPITAL RESERVES AND OTHER SHARE CAPITAL RESERVES	18-19
NOTE 12 TAX ASSETS AND LIABILITIES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES)	20-21
NOTE 13 LOSSES PER SHARE	22
NOTE 14 FINANCIAL INVESTMENTS	22
NOTE 15 FOREIGN CURRENCY POSITION	23-25
NOTE 16 FINANCIAL INSTRUMENTS.....	25
NOTE 17 CASH AND CASH EQUIVALENTS	26
NOTE 18 EXPLANATIONS OF GAINS (LOSSES) ON NET MONETARY POSITION	27
NOTE 19 SUBSEQUENT EVENTS.....	27

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2025

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

	Notes	Current Period Unaudited 31 March 2025	Prior Period Audited 31 December 2024
ASSETS			
Current Assets		14.559.079	19.306.709
Cash and Cash Equivalents	17	2.689.333	7.964.874
Financial Investments		4.321	8.538
- Financial Assets Carried at Amortised Cost	14	-	4.217
- Financial Assets at Fair Value Through Other Comprehensive Income	14	4.321	4.321
Trade Receivables	4	6.666.464	7.040.238
- Due from Third Parties		6.666.464	7.040.238
Other Receivables		32.130	69.426
- Due from Third Parties		32.130	69.426
Inventories		4.575.253	3.514.414
Prepaid Expenses		591.578	709.219
- Prepaid Expenses from Third Parties		591.578	709.219
Non-Current Assets		13.532.077	12.850.786
Other Receivables		1.403	1.486
- Due from Third Parties		1.403	1.486
Investment Properties	6	19.908	20.308
Property, Plant and Equipment	7	10.509.550	10.774.707
- Land		143.042	143.042
- Land Improvements		153.199	154.928
- Buildings		380.428	396.486
- Machinery and Equipment		3.479.430	3.576.410
- Motor Vehicles		119.087	108.430
- Furniture and Fixtures		5.221.911	5.496.915
- Construction in Progress		1.012.453	898.496
Right of Use Assets	8	1.115.168	735.321
Intangible Assets	9	111.776	123.670
- Rights		111.776	123.670
Prepaid Expenses		1.774.272	1.195.294
- Prepaid Expenses from Third Parties		1.774.272	1.195.294
TOTAL ASSETS		28.091.156	32.157.495

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

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2025

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

	Notes	<i>Current Period Unaudited 31 March 2025</i>	<i>Prior Period Audited 31 December 2024</i>
LIABILITIES			
Current Liabilities		7.828.397	12.090.517
Current Borrowings		267.094	1.196.012
- Current Borrowings from Third Parties		267.094	1.196.012
- Bank Loans	5	-	943.131
- Lease Liabilities	5	267.094	252.881
Trade Payables	4	3.157.312	2.925.007
- Due to Third Parties		3.157.312	2.925.007
Other Payables		608.374	794.781
- Due to Third Parties		608.374	794.781
Deferred Income		40	90
- Deferred Income from Third Parties		40	90
Current Income Tax Liability	12	471.454	480.044
Short-term Provisions		1.510.634	1.941.777
- Provision for Employee Benefits		592.084	1.041.449
- Other Short-term Provisions	10	918.550	900.328
Other Current Liabilities		1.813.489	4.752.806
- Other Current Liabilities due to Third Parties		1.813.489	4.752.806
Non-current liabilities		1.255.732	756.221
Long-term Borrowings		677.533	339.021
- Long-term Borrowings from Third Parties		677.533	339.021
- Lease Liabilities	5	677.533	339.021
Long-term Provisions		227.195	240.111
- Provision for Employee Benefits		227.195	240.111
- Deferred Tax Liabilities	12	351.004	177.089
TOTAL LIABILITIES		9.084.129	12.846.738
EQUITY		19.007.027	19.310.757
Equity Attributable to Equity Holders of the Group		19.007.027	19.310.757
Share Capital	11	322.508	322.508
Adjustment to Share Capital	11	12.128.401	12.128.401
Share Premium (Discounts)	11	2.464	2.464
Items that will not be Reclassified to Profits (Losses)		(124.458)	(129.203)
- Revaluation of Defined Employee Benefits (Losses) Plans		(124.458)	(129.203)
Restricted Reserves Appropriated from Profits		1.231.115	1.231.115
- Legal Reserves	11	1.231.115	1.231.115
Accumulated Profits or Losses	11	5.755.472	1.402.486
Net Profit or Loss for the Period		(308.475)	4.352.986
TOTAL EQUITY AND LIABILITIES		28.091.156	32.157.495

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

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD 1 JANUARY - 31 MARCH 2025

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

	Notes	Current Period Unaudited 1 January - 31 March 2025	Prior Period Unaudited 1 January - 31 March 2024
Profit or Loss			
Revenue		4.672.545	4.684.015
Cost of sales		(2.074.864)	(2.780.653)
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		2.597.681	1.903.362
GROSS PROFIT (LOSS)		2.597.681	1.903.362
General administrative expenses		(384.853)	(372.426)
Marketing, selling and distribution expenses		(2.171.665)	(2.127.108)
Other income from operating activities		34.450	75.101
Other expense from operating activities		(90.590)	(143.480)
PROFIT (LOSS) FROM OPERATING ACTIVITIES		(14.977)	(664.551)
Income from investment activities		728.204	529.431
Expenses from investment activities		(11.081)	(14.016)
PROFIT (LOSS) BEFORE FINANCIAL INCOME (EXPENSES)		702.146	(149.136)
Financial expenses		(438.942)	(457.892)
(Losses) gains on net monetary position	18	(304.192)	91.723
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		(40.988)	(515.305)
Tax (expense) income from continuing operations		(267.487)	(398.238)
- Current period tax (expense) income	12	(95.154)	(114.547)
- Deferred tax (expense) income	12	(172.333)	(283.691)
PROFIT (LOSS) FROM CONTINUING OPERATIONS		(308.475)	(913.543)
PROFIT (LOSS)		(308.475)	(913.543)
Profit (loss), attributable to:			
Non-controlling interests		-	-
Equity holders of the Group		(308.475)	(913.543)
Losses per share for net profit attributable to the equity holders of the parent company (full TL)			
	13	(0,96)	(2,83)
Other comprehensive income (expense):			
Items that will not be reclassified to profit or loss		4.745	3.279
- Gains (losses) on remeasurements of defined benefit plans		6.327	4.372
- Taxes relating to components of other comprehensive income that will not be reclassified to profit or loss		(1.582)	(1.093)
- Taxes relating to gains (losses) on remeasurements of defined benefit plans	12	(1.582)	(1.093)
OTHER COMPREHENSIVE INCOME (LOSS)		4.745	3.279
TOTAL COMPREHENSIVE INCOME (LOSS)		(303.730)	(910.264)
Allocation of comprehensive income:			
Non-controlling interests		-	-
Equity holders of the Group		(303.730)	(910.264)
		(303.730)	(910.264)

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

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD 1 JANUARY - 31 MARCH 2025

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

<i>Unaudited</i>	Share Capital	Adjustment to Share Capital	Share Premium/ (Discounts)	<i>Items that will not be Reclassified to Profit or Loss</i>		<i>Accumulated Profits/(Losses)</i>		Equity Holders of the Group	Total Equity
				Revaluation of Defined Employee Benefits/(Losses)	Restricted Reserves	Accumulated Profits/(Losses)	Net Profit/(Loss) for the Period		
Balances at 1 January 2024	322.508	12.128.401	2.464	(103.927)	1.100.577	1.218.422	1.639.027	16.307.472	16.307.472
Transfers	-	-	-	-	-	1.639.027	(1.639.027)	-	-
Total comprehensive income (loss)	-	-	-	3.279	-	-	(913.543)	(910.264)	(910.264)
- Profit (loss) for the period	-	-	-	-	-	-	(913.543)	(913.543)	(913.543)
- Other comprehensive income (loss)	-	-	-	3.279	-	-	-	3.279	3.279
Balances at 31 March 2024	322.508	12.128.401	2.464	(100.648)	1.100.577	2.857.449	(913.543)	15.397.208	15.397.208
<i>Unaudited</i>									
Balances at 1 January 2025	322.508	12.128.401	2.464	(129.203)	1.231.115	1.402.486	4.352.986	19.310.757	19.310.757
Transfers	-	-	-	-	-	4.352.986	(4.352.986)	-	-
Total comprehensive income (loss)	-	-	-	4.745	-	-	(308.475)	(303.730)	(303.730)
- Profit (loss) for the period	-	-	-	-	-	-	(308.475)	(308.475)	(308.475)
- Other comprehensive income (loss)	-	-	-	4.745	-	-	-	4.745	4.745
Balances at 31 March 2025	322.508	12.128.401	2.464	(124.458)	1.231.115	5.755.472	(308.475)	19.007.027	19.007.027

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

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

CONDENSED CONSOLIDATED FINANCIAL STATEMENT OF CASH FLOWS FOR THE PERIOD 1 JANUARY – 31 MARCH 2025

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

Notes	Current Period Unaudited 1 January - 31 March 2025	Prior Period Unaudited 1 January - 31 March 2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit (loss)	(308.475)	(913.543)
-Profit (loss) for the period from continuing operations	(308.475)	(913.543)
Adjustments to reconcile net profit (loss) for the period	1.398.375	1.860.228
Adjustments for depreciation and amortisation expense	6-7-8-9 927.786	964.808
Adjustments for (reversal of) impairment loss	2.329	13.636
Adjustments for (reversal of) impairment loss receivables	4 1.877	11.034
Adjustments for (reversal of) impairment loss inventory	452	2.602
Adjustments for provisions	455.683	566.963
Adjustments for (reversal of) provision related to employee benefits	355.146	302.489
Adjustments for (reversal of) other provisions	100.537	264.474
Adjustments for interest (income) expenses	(441.810)	(237.228)
Adjustments for interest income	(658.194)	(331.569)
Adjustment for interest expenses	216.384	68.301
Unearned finance income due to sales	-	182.071
Incurred finance expense due to purchases	-	(156.031)
Adjustments for taxation income (expense)	12 267.487	398.238
Adjustments for losses (gains) on sale of fixed assets	(6.876)	(24.015)
Adjustments for losses (gains) on sale of tangible assets	(6.876)	(24.015)
Adjustments for unrealized foreign exchange losses	(97.735)	(81.394)
Adjustments related to gain and (losses) on net monetary position	291.511	259.220
Changes in working capital	(3.791.861)	(3.362.924)
Adjustments for (increase) decrease in trade receivables	(269.603)	679.028
(Increase) decrease in trade receivables from third party	(269.603)	679.028
Adjustments for decrease (increase) in other receivables	30.567	(61.656)
Decrease (increase) in other receivables from third party	30.567	(61.656)
Adjustments for (increase) decrease in inventories	(1.061.291)	(843.150)
(Increase) decrease in prepaid expenses	(395.291)	(263.713)
Adjustments for increase (decrease) in trade payables	522.321	(832.831)
Increase (decrease) in trade payables to third parties	522.321	(832.831)
Adjustments for (decrease) increase in other payables	(113.742)	(245.009)
(Decrease) increase in other payables from third parties	(113.742)	(245.009)
(Decrease) increase in deferred income	(42)	33.359
Adjustments for (decrease) increase in working capital	(2.504.780)	(1.828.952)
(Decrease) increase in other liabilities	(2.504.780)	(1.828.952)
	(2.701.961)	(2.416.239)

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

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

CONDENSED CONSOLIDATED FINANCIAL STATEMENT OF CASH FLOWS FOR THE PERIOD 1 JANUARY – 31 MARCH 2025

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

	Notes	<i>Current Period Unaudited 1 January - 31 March 2025</i>	<i>Prior Period Unaudited 1 January - 31 March 2024</i>
Provisions paid related to employee benefits		(693.463)	(555.168)
Income taxes returns (payments)	12	(103.744)	(31.524)
Net Cash Used in Operating Activities		(3.499.168)	(3.002.931)
Cash Flow From Investing Activities:			
Cash inflow from sale of tangible and intangible assets		18.836	79.730
Cash inflow from sale of tangible assets		18.836	79.730
Cash outflow from purchase of tangible and intangible assets		(609.789)	(598.821)
Cash outflow from purchase of tangible assets		(607.836)	(597.287)
Cash outflow from purchase of intangible assets	9	(1.953)	(1.534)
Interest received		705.258	550.057
Other cash inflow		4.217	322.593
Net Cash Generated from Investing Activities		118.522	353.559
Cash Flow From Financing Activities			
Proceeds from borrowings		8.212.217	453.887
Proceeds from bank loans	5	8.212.217	453.887
Repayments of borrowings		(9.133.473)	(772.623)
Bank loan repayments	5	(9.133.473)	(772.623)
Payments of lease liabilities	5	(54.955)	(421.215)
Interest paid		(216.384)	(58.016)
Net Cash Used in Financing Activities		(1.192.595)	(797.967)
Net Decrease in Cash and Cash Equivalents Before Currency Translation Differences		(4.573.241)	(3.447.339)
Effect of currency translation differences on cash and cash equivalents		25.909	(120.746)
Net Decrease in Cash and Cash Equivalents		(4.547.332)	(3.568.085)
Cash and cash equivalents at the beginning of the period		7.964.874	7.994.553
Inflation Effect on cash and cash equivalents		(728.209)	(1.046.612)
Cash and Cash Equivalents at the end of the Period	17	2.689.333	3.379.856

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

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

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

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

NOTE 1 - ORGANISATION AND NATURE OF OPERATIONS

Türk Tuborg Bira ve Malt Sanayii A.Ş. ("Türk Tuborg" or the "Company") was incorporated in İzmir in 1969. The Company is engaged in production, sales and distribution of beer and malt to the domestic and international markets.

The Company is registered in the Turkish Capital Markets Board ("CMB") and its shares have been traded on the Istanbul Stock Exchange Market ("BIST") since 1989. As at 31 March 2025, the ratio of free floating shares on BIST is 5,01% (31 December 2024: 5,01%). The ultimate shareholder and the party that controls the Company is International Beer Breweries Ltd. ("IBBL") with a share of 94,99% (Note 11).

The average number of employees in the Company and Tuborg Pazarlama A.Ş., its subsidiary, ("Group") as at 31 March 2025 is 1.779 (31 December 2024: 1.723).

The address of the registered office is follows:

Türk Tuborg Bira ve Malt Sanayii A.Ş.
Kemalpaşa Caddesi No: 258
Işıkkent 35070
İzmir

Subsidiary

The details of the subsidiary of the Company is as follows:

	Listed entity	Nature of operations	Core business
Tuborg Pazarlama A.Ş.	No	Selling and distribution	Selling and distribution of beer

The Company sells almost all of the beer which it produces to its subsidiary, Tuborg Pazarlama A.Ş. ("Tuborg Pazarlama" or "Subsidiary"), in which it holds a share of 99,99% (31 December 2024: 99,99%). Accordingly, Tuborg Pazarlama performs sales and distribution of such products in the domestic market.

Approval of the condensed consolidated financial statements for issue:

The condensed consolidated financial statements of the Group were approved by the Board of Directors of Türk Tuborg Bira ve Malt Sanayii A.Ş. for issue on 12 May 2025. The General Assembly of the Company and/or governmental authorities are entitled to modify the condensed consolidated financial statements as enclosed herein.

NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS

2.1 Basis of presentation

a) Statement of compliance

The accompanying condensed consolidated financial statements are prepared in accordance with the requirements of Capital Markets Board ("CMB") Communiqué Serial II, No: 14.1 "Basis of Financial Reporting in Capital Markets", which was published in the Official Gazette No:28676 on 13 June 2013. The accompanying financial statements are prepared based on the Turkish Financial Reporting Standards ("TFRS") that have been put into effect by the Public Oversight Accounting and Auditing Standards Authority ("POA") under Article 5 of the Communiqué and accepted by CMB.

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

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

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

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

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

The Group and its subsidiary operating in Turkey maintain its accounting records and prepare its statutory financial statements in accordance with the principles and requirements issued by CMB, Turkish Commercial Code ("TCC"), tax legislation and the uniform chart of accounts issued by the Ministry of Finance. The condensed consolidated financial statements, except for financial assets and liabilities presented with their fair values, are maintained under historical cost conversion in TL.

b) Presentation currency

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

c) Adjustment of financial statements in hyperinflationary economies

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

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

As at the reporting date, entities operating in Türkiye are required to apply TAS 29 "Financial Reporting in Hyperinflationary Economies" for the reporting periods ending on or after 31 December 2023, as the cumulative change in the general purchasing power of the last three years based on the Consumer Price Index ("CPI") is more than 100%.

POA made an announcement on 23 November 2023 regarding the scope and application of TAS 29. It stated that the financial statements of the entities applying Turkish Financial Reporting Standards for the annual reporting period ending on or after 31 December 2023 should be presented in accordance with the related accounting principles in TAS 29, adjusted for the effects of inflation.

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

In this framework, while preparing the condensed consolidated financial statements dated 31 March 2025, inflation adjustment has been made in accordance with TAS 29.

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

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

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

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

The table below shows the inflation rates for the relevant years calculated by taking into account the Consumer Price Indices published by the Turkish Statistical Institute ("TURKSTAT"):

Date	Index	Adjustment coefficient	Three-year cumulative inflation rates
31.03.2025	2.954,69	1,00000	250%
31.12.2024	2.684,55	1,10063	291%
31.03.2024	2.139,47	1,38104	309%

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

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

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

Restatement of the Statement of Financial Position

Amounts in the statement of financial position that are not expressed in terms of the measuring unit current at the end of the reporting period are restated. Accordingly, monetary items are not restated because they are expressed in the currency of the reporting period. Non-monetary items are required to be restated unless they are expressed in terms of the currency in effect at the end of the reporting period.

The gain or loss on the net monetary position arising on restatement of non-monetary items is recognized in profit or loss and presented separately in the statement of comprehensive income.

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

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

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

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

Restatement of the Statement of Profit or Loss

All items in the statement of profit or loss are expressed in terms of the measuring unit current at the end of the reporting period. Therefore, all amounts have been restated by applying changes in the monthly general price index.

Cost of inventories sold has been restated using the restated inventory balance.

Depreciation and amortization expenses have been restated using the restated balances of property, plant and equipment, intangible assets, investment property and right-of-use assets.

Restatement of Statement of Cash Flows

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

Condensed Consolidated financial statements

The financial statements of a subsidiary whose functional currency is the currency of a hyperinflationary economy are restated by applying the general price index before they are included in the condensed consolidated financial statements prepared by the parent company.

Comparative figures

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

d) Basis of consolidation

The details of the Company's subsidiary as at 31 March 2025 and 31 December 2024 are as follows:

<u>Subsidiary</u>	<u>Location of incorporation</u>	<u>Participation rate (%)</u>	<u>Voting power (%)</u>	<u>Core business</u>
Tuborg Pazarlama A.Ş.	Turkey	99,99	99,99	Selling and distribution of beer

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

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

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

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

The consolidated financial statements incorporate the financial statements of the Company and its subsidiary. Control is achieved when the Company:

- has power over the investee;
- is exposed, or has rights, to variable returns from its involvement with the investee;
- has the ability to use its power to affect its returns.

The Company reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control listed above.

When the Company has less than a majority of the voting rights of an investee, it has power over the investee when the voting rights are sufficient to give it the practical ability to direct the relevant activities of the investee unilaterally. The Company considers all relevant facts and circumstances in assessing whether or not the Company's voting rights in an investee are sufficient to give it power, including:

- the size of the Company's holding of voting rights relative to the size and dispersion of holdings of the other vote holders;
- potential voting rights held by the Company, other vote holders or other parties;
- rights arising from other contractual arrangements;
- any additional facts and circumstances that indicate that the Company has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

Consolidation of a subsidiary begins when the Company obtains control over the subsidiary and ceases when the Company loses control of subsidiary. Specifically, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated statement of profit or loss and other comprehensive income from the date the Company gains control until the date when the company ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income are attributed to the owners of the Company and to the non-controlling interests. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies.

All intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

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

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

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

2.2 New and Revised Turkish Accounting Standards

2.2.1 Amendments that are mandatorily effective from 2025

Amendments to TAS 1 *Lack of Exchangeability¹*

¹ Effective for annual periods beginning after 1 January 2025.

The Group has adopted the new standards and amendments above, and the new standards and amendments have had no significant effect on the current and comparative periods. Therefore, the comparative financial statement of the prior period have not been restated in accordance with the materiality principle.

2.2.2 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 *Insurance Contract¹*
Amendments to TFRS 17 *Initial Application of TFRS 17 and TFRS 9 — Comparative Information¹*

¹ Effective for annual periods beginning after 1 January 2026.

The Group will consider the effects of the aforementioned changes to the Group's operations and apply if necessary. The effects of the above-mentioned changes in standards and comments are being evaluated.

2.3 Summary of significant accounting policies

The accounting policies applied are consistent with those of the annual consolidated financial statements for the period 1 January - 31 December 2024. The condensed consolidated financial statements for the period between 1 January - 31 March 2025 should be read in conjunction with the annual consolidated financial statements for the period 1 January - 31 December 2024.

The Group is not subject to seasonality or cyclicity of interim operations that might have a significant effect on condensed consolidated financial statements.

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

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

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

NOTE 3 - RELATED PARTY DISCLOSURES

Key management compensation:

Key management includes general manager, vice presidents and directors. The compensation paid or payable to key management for employee service is shown below:

	1 January - 31 March 2025	1 January - 31 March 2024
Short-term employee benefits	86.320	78.392
Post-employment benefits	-	-
Termination benefits	-	-
Share-based payments	-	-
Other	2.405	4.229
	88.725	82.621

NOTE 4 - TRADE RECEIVABLE AND PAYABLES

a) Short-term trade receivables:

	31 March 2025	31 December 2024
Customer current accounts	6.308.682	6.615.148
Credit card receivables	213.239	320.055
Notes receivables and customer cheques	217.541	183.457
	6.739.462	7.118.660
Less: Provision for doubtful receivables	(72.998)	(78.422)
	6.666.464	7.040.238

Trade receivables are all short term with a weighted average maturity of 1 month (31 December 2024: 1 month).

Movements in the provision for doubtful receivables are as follows:

	2025	2024
1 January	(78.422)	(81.361)
Collections in the current year	311	496
Reversal of provision	28.527	13.813
Charged to the consolidated statement of profit or loss and other comprehensive income	(30.715)	(25.343)
Monetary Gain	7.301	11.753
31 March	(72.998)	(80.642)

Trade receivables are assessed by Group management on the basis of past experiences and required provision for impairment is booked. In relation to the calculation of such provision, guarantees received from customers are considered. Therefore, considering the past experiences the Group management believes that there is no additional doubtful risk for the collection of receivables.

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

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

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

NOTE 4 - TRADE RECEIVABLE AND PAYABLES (Continued)

b) Short-term trade payables:

	31 March 2025	31 December 2024
Supplier current accounts	2.885.991	2.504.088
Accrued expenses	271.321	420.919
	3.157.312	2.925.007

Short-term payables have a weighted average maturity of 1 month (31 December 2024: 1 month).

NOTE 5 - BORROWINGS AND BORROWING COSTS

	31 March 2025			31 December 2024		
	Effective Interest Rate(%)	Original Currency	TL Equivalent	Effective Interest Rate(%)	Original Currency	TL Equivalent
Current bank loans						
Fixed Interest Rate - TL (*)	-	-	-	43,40%	943.131	943.131
Current bank loans					943.131	943.131

(*) There are no bank loans as of 31 March 2025 (As of 31 December 2024, all bank loans consist of short-term loans, and the weighted average payment term is 3 January 2025).

Net financial debt reconciliation for the periods between 1 January - 31 March 2025 and 31 December 2024 is as follows:

	1 January 2025	Net cash flow from borrowing activities	<u>Non-cash Changes</u>			31 March 2025
			Change in interest accruals	Additions	Monetary Loss	
Borrowings	943.131	(921.256)	-	-	(21.875)	-
Lease liabilities	591.902	(54.955)	-	498.399	(90.719)	944.627
	1.535.033	(976.211)	-	498.399	(112.594)	944.627

	1 January 2024	Net cash flow from borrowing activities	<u>Non-cash Changes</u>			31 December 2024
			Change in interest accruals	Additions	Monetary Loss	
Borrowings	3.571.382	(1.911.598)	(35.320)	-	(681.333)	943.131
Lease liabilities	501.809	(195.427)	-	566.772	(281.252)	591.902
	4.073.191	(2.107.025)	(35.320)	566.772	(962.585)	1.535.033

As of 31 March 2025, debts from short-term lease transactions are TL 267.094 (31 December 2024: TL 252.881), debts from long-term leasing transactions are TL 677.533 (31 December 2024: TL 339.021). The duration of the contract that make up Group's lease liabilities varies between 1 and 5 years.

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

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

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

NOTE 6 - INVESTMENT PROPERTIES

	1 January 2025	Additions	Disposals	Transfers	31 March 2025
<u>Buildings and land improvements:</u>					
Cost	86.001	-	-	-	86.001
Accumulated depreciation	(65.693)	(400)	-	-	(66.093)
Net book value	20.308				19.908
	1 January 2024	Additions	Disposals	Transfers	31 March 2024
<u>Buildings and land improvements:</u>					
Cost	86.001	-	-	-	86.001
Accumulated depreciation	(64.087)	(403)	-	-	(64.490)
Net book value	21.914				21.511

Total rental income from the investment properties in 1 January - 31 March 2025 amounts to TL 2.304 (1 January - 31 March 2024: TL 521). There are no operating expenses arising from the investment property.

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

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

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

NOTE 7 - PROPERTY, PLANT AND EQUIPMENT

Movements of property, plant and equipment between 1 January and 31 March 2025 were as follows:

	1 January 2025	Additions	Disposals	Transfers	31 March 2025
Cost:					
Land	143.042	-	-	-	143.042
Land improvements	423.102	-	-	-	423.102
Buildings	2.299.738	635	(1.047)	3.125	2.302.451
Machinery and equipment	12.121.381	1.631	-	-	12.123.012
Furniture and fixtures	19.771.436	402.504	(80.573)	2.554	20.095.921
Motor vehicles	258.954	17.384	-	-	276.338
Construction in progress	898.496	119.636	-	(5.679)	1.012.453
	35.916.149	541.790	(81.620)	-	36.376.319
Accumulated depreciation:					
Land improvements	(268.174)	(1.729)	-	-	(269.903)
Buildings	(1.903.252)	(19.103)	332	-	(1.922.023)
Machinery and equipment	(8.544.971)	(98.611)	-	-	(8.643.582)
Furniture and fixtures	(14.274.521)	(668.817)	69.328	-	(14.874.010)
Motor vehicles	(150.524)	(6.727)	-	-	(157.251)
	(25.141.442)	(794.987)	69.660	-	(25.866.769)
Net book value	10.774.707				10.509.550

Movements of property, plant and equipment between 1 January and 31 March 2024 were as follows:

	1 January 2024	Additions	Disposals	Transfers	31 March 2024
Cost:					
Land	143.180	-	-	-	143.180
Land improvements	408.160	645	-	-	408.805
Buildings	2.293.378	54	-	692	2.294.124
Machinery and equipment	11.886.039	8.137	(7.228)	34.630	11.921.578
Furniture and fixtures	18.530.823	451.155	(1.277.857)	573	17.704.694
Motor vehicles	253.020	2.410	(8.003)	-	247.427
Construction in progress	555.794	97.215	-	(35.895)	617.114
	34.070.394	559.616	(1.293.088)	-	33.336.922
Accumulated depreciation:					
Land improvements	(261.560)	(1.642)	-	-	(263.202)
Buildings	(1.819.493)	(21.061)	-	-	(1.840.554)
Machinery and equipment	(8.197.716)	(95.203)	7.212	-	(8.285.707)
Furniture and fixtures	(13.212.937)	(647.380)	1.222.374	-	(12.637.943)
Motor vehicles	(142.989)	(6.597)	7.788	-	(141.798)
	(23.634.695)	(771.883)	1.237.374	-	(23.169.204)
Net book value	10.435.699				10.167.718

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

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

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

NOTE 7 - PROPERTY, PLANT AND EQUIPMENT (Continued)

Current year depreciation and amortisation expenses of TL 521.029 (31 March 2024: TL 518.527) have been charged to cost of production, TL 364.426 (31 March 2024: TL 400.127) to marketing, selling and distribution costs and TL 42.331 (31 March 2024: TL 46.154) to general administrative expenses.

There is no mortgage and pledge on property, plant and equipment as of 31 March 2025 and 31 December 2024.

NOTE 8 - RIGHT OF USE ASSETS

The details of the right-of-use assets recognized in the condensed consolidated financial statements as of 31 March 2025 and 31 December 2024 are as follows:

	31 March 2025	31 December 2024
Motor vehicles	488.148	456.717
Buildings	627.020	278.604
	1.115.168	735.321

Changes in net rights-of-use assets for the period ended 31 March 2025 amount to TL 498.399 and mainly include vehicle rents. Depreciation expenses amount to TL 118.552 (31 March 2024: TL 181.460).

NOTE 9 - INTANGIBLE ASSETS

The movements of intangible assets and related accumulated amortisation for the years ended 31 March 2025 and 2024 were as follows:

	1 January 2025	Additions	Disposals	Transfers	31 March 2025
Rights	648.396	1.953	-	-	650.349
Accumulated amortisation	(524.726)	(13.847)	-	-	(538.573)
Net book value	123.670				111.776

	1 January 2024	Additions	Disposals	Transfers	31 March 2024
Rights	579.247	1.534	-	-	580.781
Accumulated amortization	(478.512)	(11.062)	-	-	(489.574)
Net book value	100.735				91.207

Rights are mainly composed of computer software. There were not any internally generated intangible asset.

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

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

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

NOTE 10 - PROVISIONS, CONTINGENT ASSETS AND CONTINGENT LIABILITIES

a) Other short-term provisions:

	31 March 2025	31 December 2024
Provision for sales discounts	816.195	813.567
Other	102.355	86.761
	918.550	900.328

b) Contingent assets and liabilities:

As at 31 March 2025, the Group has letters of guarantee given amounting to TL 120.428 (31 December 2024: TL 94.092). The schedule for guarantee, pledge, mortgage and bails (GPM) given by the Group is as follows:

	31 March 2025	31 December 2024
A. Total value of GPM provided in favour of the Company itself	120.428	94.092
B. Total value of GPM provided in favour of the subsidiary	5.828.646	6.127.882
C. Total value of GPM provided in favour of third parties engaged in ordinary course of operations	-	-
D. Total value of other GPM	-	-
i. Provided in favour of the main shareholder	-	-
ii. Provided in favour of related parties excluding those mentioned at article B and C above	-	-
iii. Provided in favour of third parties excluding those mentioned at C above	-	-
	5.949.074	6.221.974

The ratio of total value of other GPM to equity is 0% at 31 March 2025 (31 December 2024: 0%).

NOTE 11 - CAPITAL RESERVES AND OTHER SHARE CAPITAL RESERVES

a) Share capital:

The Company adopted the registered share capital system available to companies registered with the CMB and set a limit on its registered share capital representing registered type shares with a nominal value of full TL 0,01. The Company's historical authorized registered share capital at 31 March 2025 and 31 December 2024 are as follows:

	31 March 2025	31 December 2024
Registered share capital (historical values)	500.000	500.000
Share capital with a nominal value	322.508	322.508

The compositions of the Company's share capital were as follows:

	31 March 2025		31 December 2024	
	TL	Share (%)	TL	Share (%)
International Beer Breweries Ltd.	306.347	94,99	306.347	94,99
Public quotation	16.161	5,01	16.161	5,01
	322.508		322.508	

There are 32.250.825.300 (31 December 2024: 32.250.825.300) units of shares with a face value of full TL 0,01 each. There are no preferred shares.

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

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

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

NOTE 11 - CAPITAL RESERVES AND OTHER SHARE CAPITAL RESERVES (Continued)

	Historical value	Restated value	Adjustment to share capital
Share capital	322.508	12.450.909	12.128.401

b) Other equity items:

	31 March 2025	31 December 2024
Adjustment to share capital	12.128.401	12.128.401
Restricted reserves appropriated from profits	1.231.115	1.231.115
Share premium	2.464	2.464
	13.361.980	13.361.980

The legal reserves consist of first and second reserves, appropriated in accordance with the TCC. The TCC stipulates that the first legal reserve is appropriated out of statutory profits at the rate of 5% per annum, until the total reserve reaches 20% of the Company's paid-in capital. The second legal reserve is appropriated at the rate of 10% per annum of all cash distributions.

Other equity items shall be carried at the amounts in accordance with the Turkish Financial Reporting Standards.

c) Accumulated profits:

As at 31 March 2025, accumulated profit in condensed consolidated financial position of the Group prepared in accordance with Turkish Financial Reporting Standards amount to TL 5.755.472 (31 December 2024: Accumulated loss TL 1.402.486).

There is not any privilege as to dividends. The policy of the Company concerning dividend distribution is to distribute the profit considering its medium- and long-term strategies, financial situation, the investments and financial plans, other fund requirements, market conditions, economic environment, Capital Market Board legislations and Turkish Commercial Code.

In the event that distributable profit is available in accordance with relevant regulation, the dividend distribution resolution to be taken by the Board of Directors in the form of cash and/or shares and/or installments as long as the amount is not below than 20% of the distributable profit within the frame of the provisions of Capital Market Board legislation and Turkish Commercial Code shall be submitted to the approval of General Assembly; and the distribution shall be completed within legal terms.

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

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

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

NOTE 12 - TAX ASSETS AND LIABILITIES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES)

Current income tax liability:

	31 March 2025	31 December 2024
Provision for corporate tax expense	95.154	1.810.324
Less: Prepaid taxes	376.300	(1.330.280)
Current income tax liability	471.454	480.044

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

Corporation tax is payable at a rate of 25% for the year 2025 (31 December 2024: 25%). On the total income of the Company after adjusting for certain disallowable expenses, exempt income and investment and other allowances (e.g. research and development allowance). No further tax is payable unless the profit is distributed. Corporations are required to pay advance corporation tax quarterly at the rate of 25% (31 December 2024: 25%) on their corporate income. Under the Turkish taxation system, tax losses can be carried forward to offset against future taxable income for up to 5 years. Tax losses cannot be carried back to offset profits from previous periods.

In Turkey, there is no procedure for a final and definitive agreement on tax assessments. Companies file their tax returns within the 25th of the fourth month following the close of the financial year to which they relate. Tax returns are open for 5 years from the beginning of the year that follows the date of filing, during which time the tax authorities have the right to examine tax returns, and the related accounting records on which they are based, and may issue re-assessments based on their findings.

Dividends paid to non-resident corporations, which have a place of business in Turkey, or resident corporations are not subject to withholding tax. Otherwise, dividends paid are subject to withholding tax at the rate of 15% (31 December 2024: 15%). An increase in capital via issuing bonus shares is not considered as a profit distribution and thus does not incur withholding tax.

Taxation on expense for the year ended 31 March 2025 and 2024 is as follows:

	1 January - 31 March 2025	1 January - 31 March 2024
Current tax expense	(95.154)	(114.547)
Deferred tax expense	(172.333)	(283.691)
	(267.487)	(398.238)

Reconciliation of the taxation on expense for the years ended 31 March 2025 and 2024 is as follows:

	1 January - 31 March 2025	1 January - 31 March 2024
Loss From Continuing Operations, Before Tax	(40.988)	(515.305)
Tax effects:		
-Expenses not deductible for tax purposes	(19.961)	(28.143)
-Effects of the reduced corporate tax rate	12.327	354
-Other adjustments and monetary loss	(259.853)	(370.449)
Tax expense	(267.487)	(398.238)

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

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

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

NOTE 12 - TAX ASSETS AND LIABILITIES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES) (Continued)

Deferred taxes:

The Group recognizes deferred tax assets and liabilities based upon temporary differences arising between the condensed consolidated financial statements and the statutory tax condensed consolidated financial statements. Deferred taxes are calculated on temporary differences that are expected to be realized or settled under the liability method using the principal enacted tax rate of 25% (31 December 2024: 25%).

In Turkey, the companies cannot declare a consolidated tax return, therefore subsidiaries that have deferred tax assets position were not net off against subsidiaries that have deferred tax liabilities position and disclosed separately.

The breakdown of cumulative temporary differences and the resulting deferred tax (liability)/ asset provided at 31 March 2025 and 31 December 2024, using enacted tax rates at the statement of financial position dates, are as follows:

	31 March 2025		31 December 2024	
	Cumulative temporary differences	Deferred tax (liability)/asset	Cumulative temporary differences	Deferred tax (liability)/asset
Property, plant and equipment and intangible fixed assets	2.119.371	(541.616)	2.091.395	(534.868)
Provision for unused vacation and other provisions	(592.084)	148.021	(1.041.448)	260.362
Provision for employment termination Benefits	(227.195)	56.830	(240.111)	60.062
Inventory	812.048	(203.012)	158.628	(39.657)
Provision for doubtful receivables	(36.684)	9.171	(39.420)	9.855
Provision for impairment of financial investments	(75.160)	18.790	(77.252)	19.313
Investment discount	(141.852)	35.463	-	-
Other – net	(501.396)	125.349	(191.376)	47.844
		(351.004)		(177.089)
Thereof:				
			31 March 2025	31 December 2024
Subsidiaries with net deferred income tax liability			(351.004)	(177.089)
			(351.004)	(177.089)

Movement of deferred tax liability for years ended 31 March 2025 and 2024 are as follows:

	2025	2024
1 January	(177.089)	159.861
Profit or loss effect	(172.333)	(283.691)
Other comprehensive income effect	(1.582)	(1.093)
31 March	(351.004)	(124.923)

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

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

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

NOTE 13 - LOSSES PER SHARE

Losses per share are calculated by dividing the profit for the current year by the weighted average number of ordinary shares in issue during the year.

		1 January - 31 March 2025	1 January - 31 March 2024
Net loss for the year	A	(308.475)	(913.543)
Number of ordinary shares with a full TL 1 face value	B	32.250.825.300	32.250.825.300
Loss per 100 shares (full TL)	A/B	(0,96)	(2,83)

There are no differences between basic and diluted loss per share for the periods ended 31 March 2025 and 2024.

NOTE 14 - FINANCIAL INVESTMENTS

	31 March 2025	31 December 2024
Financial assets carried at amortised cost	-	4.217
Financial assets at fair value through other comprehensive income	4.321	4.321
	4.321	8.358

Financial assets carried at amortised cost:

Financial assets carried at amortised cost stated below:

	31 March 2025	31 December 2024
Time deposits with maturity more than 3 month	-	4.217
	-	4.217

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 31 MARCH 2025

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

NOTE 15 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS

	Foreign Currency Position Schedule							
	31 March 2025				31 December 2024			
	TL Equivalent	USD	Euro	Other (TL Equivalent)	TL Equivalent	USD	Euro	Other (TL Equivalent)
1. Trade Receivables	31.229	577	186	1.868	143.862	839	2.699	2.155
2a. Monetary Financial Assets (Including Cash, Bank accounts)	1.215.781	22.021	9.435	138	842.707	21.700	-	98
2b. Non-Monetary Financial Assets	872.637	-	21.271	6.867	218.297	-	5.399	-
3. Other	-	-	-	-	-	-	-	-
4. Current Assets (1+2+3)	2.119.647	22.598	30.892	8.873	1.204.866	22.539	8.098	2.253
5. Trade Receivables	-	-	-	-	-	-	-	-
6a. Monetary Financial Assets	-	-	-	-	-	-	-	-
6b. Non-Monetary Financial Assets	85.189	-	2.093	-	17.952	-	444	-
7. Other	-	-	-	-	-	-	-	-
8. Non-Current Assets (5+6+7)	85.189	-	2.093	-	17.952	-	444	-
9. Total Assets (4+8)	2.204.836	22.598	32.985	8.873	1.222.818	22.539	8.542	2.253
10. Trade Payables	(911.679)	(2.329)	(20.020)	(7.243)	(218.926)	(3.582)	(1.908)	(2.300)
11. Financial Liabilities	-	-	-	-	(23.736)	-	(586)	-
12a. Monetary Other Liabilities	-	-	-	-	-	-	-	-
12b. Non-Monetary Other Liabilities	-	-	-	-	-	-	-	-
13. Short Term Liabilities (10+11+12)	(911.679)	(2.329)	(20.020)	(7.243)	(242.662)	(3.582)	(2.494)	(2.300)
14. Trade Payables	-	-	-	-	-	-	-	-
15. Financial Liabilities	(58.961)	-	(1.446)	-	(29.934)	-	(739)	-
16a. Monetary Other Liabilities	-	-	-	-	-	-	-	-
16b. Non-Monetary Other Liabilities	-	-	-	-	-	-	-	-
17. Long Term Liabilities (14+15+16)	(58.961)	-	(1.446)	-	(29.934)	-	(739)	-
18. Total Liabilities (13+17)	(970.640)	(2.329)	(21.466)	(7.243)	(272.596)	(3.582)	(3.233)	(2.300)
19. Net Asset/(Liability) Position of Off-Financial Position								
Derivative Instruments (19a-19b)	-	-	-	-	-	-	-	-
19a. Net Asset/(Liability) Position of Off-Financial Position								
Derivative Instruments	-	-	-	-	-	-	-	-
19b. Amount of Liability Nature Off-Financial Position								
Derivative Instruments	-	-	-	-	-	-	-	-
20. Net Foreign Asset/(Liability) Position (9-18+19)	1.234.196	20.269	11.519	1.630	950.222	18.957	5.309	(47)
21. Net Foreign Currency Asset/(Liability) Position of Monetary Items (=1+2a+5+6a-10-11-12a-14-15-16a)	276.370	20.269	(11.845)	(5.237)	713.973	18.957	(534)	(47)
22. Total Fair Value of Financial Instruments Used for Foreign Currency Hedging								
23. Amount of foreign currency denominated assets hedged	-	-	-	-	-	-	-	-
24. Amount of foreign currency denominated liabilities hedged	-	-	-	-	-	-	-	-

As of 31 March 2025, Group's export and import amounts are TL 81.194 and TL 729.275, respectively (31 December 2024: TL 930.533 and TL 1.979.283, respectively).

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD
1 JANUARY – 31 MARCH 2025

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

NOTE 15 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (Continued)

31 March 2025:

	Profit/Loss	
	Appreciation of foreign currency	Depreciation of foreign currency
Change of USD by 10% against TL:		
1- Asset/Liability denominated in USD - nets	76.684	(76.684)
2- The part of USD risk hedged (-)	-	-
3- USD effect - net (1+2)	76.684	(76.684)
Change of Euro by 10% against TL:		
4- Asset/Liability denominated in Euro – net	(48.523)	48.523
5- The part of EUR risk hedged (-)	-	-
6- Euro effect - net (4+5)	(48.523)	48.523
Change of other currencies by 10% against TL:		
7- Asset/Liability denominated in other currencies - net	(524)	524
8- The part of other currency risk hedged (-)	-	-
9- Other currency effect - net (7+8)	(524)	524
TOTAL (3+6+9)	27.637	(27.637)

31 December 2024:

	Profit/Loss	
	Appreciation of foreign currency	Depreciation of foreign currency
Change of USD by 10% against TL:		
1- Asset/Liability denominated in USD – net	73.742	(73.742)
2- The part of USD risk hedged (-)	-	-
3- USD effect - net (1+2)	73.742	(73.742)
Change of Euro by 10% against TL:		
4- Asset/Liability denominated in Euro - net	(2.341)	2.341
5- The part of EUR risk hedged (-)	-	-
6- Euro effect - net (4+5)	(2.341)	2.341
Change of other currencies by 10% against TL:		
7- Asset/Liability denominated in other currencies - net	(4)	4
8- The part of other currency risk hedged (-)	-	-
9- Other currency effect - net (7+8)	(4)	4
TOTAL (3+6+9)	71.397	(71.397)

There is no effect of foreign currency changes on equity apart from the effects on net income as of 31 March 2025 and 31 December 2024.

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 31 MARCH 2025

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

NOTE 15 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (Continued)

d) Capital risk management:

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

The Group monitors capital on the basis of the gearing ratio. This ratio is calculated as net debt divided by total capital. Net debt is calculated as the total liability less cash and cash equivalents and financial investments.

	31 March 2025	31 December 2024
Total liabilities	9.084.129	12.846.738
Less: Cash and cash equivalents	(2.689.333)	(7.964.874)
Less: Financial assets carried at amortised cost	-	(4.217)
Net debt	6.394.796	4.877.647
Total equity	19.007.027	19.310.757
Debt/equity ratio	34%	25%

NOTE 16 - FINANCIAL INSTRUMENTS

Classes of financial instruments and their fair values:

31 March 2025:

	Financial liabilities at amortised cost	Financial assets at fair value through profit or loss	Book value	Book value
<u>Financial assets</u>				
Trade receivables	6.666.464	-	6.666.464	4
Cash and cash equivalents	2.689.333	-	2.689.333	17
<u>Financial liabilities</u>				
Trade payables	3.157.312	-	3.157.312	4
Lease liabilities	944.627	-	944.627	5

31 December 2024:

	Financial liabilities at amortised cost	Financial assets at fair value through profit or loss	Book value	Book value
<u>Financial assets</u>				
Trade receivables	7.040.238	-	7.040.238	4
Cash and cash equivalents	7.964.874	-	7.964.874	17
Financial Investments	4.217		4.217	14
<u>Financial liabilities</u>				
Trade payables	2.925.007	-	2.925.007	4
Lease liabilities	591.902	-	591.902	5
Bank loans	943.131	-	943.131	5

The Group management believes that the book values of financial instruments reflect their corresponding fair values.

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 31 MARCH 2025

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

NOTE 17 - CASH AND CASH EQUIVALENTS

	31 March 2025	31 December 2024
Banks	2.688.870	6.715.766
Total time deposits	2.525.069	6.547.111
- TL denominated time deposits	1.310.212	5.704.489
- USD denominated time deposits	830.843	842.622
- Euro denominated time deposits	384.014	-
Total demand deposits	163.801	168.655
- TL denominated demand deposits	163.021	168.655
- USD denominated demand deposits	780	-
Cash on hand	463	610
Other (*)	-	1.248.498
	2.689.333	7.964.874

(*) There are no mutual funds in TL as of 31 March 2025 (As of 31 December 2024 weighted average annual interest rate: 49,03%).

As of 31 March 2025 and 31 December 2024, the details of time deposits are as follows;

Currency	Interest Rate	Maturity	31 March 2025 (TL Equivalent)
TL	44,92%	13 April 2025	1.310.212
US Dollar	4,22%	27 May 2025	830.843
Euro	2,00%	24 April 2025	384.014
Total			2.525.069

Currency	Interest Rate	Maturity	31 December 2024 (TL Equivalent)
TL	49,59%	13 January 2025	5.704.489
US Dollar	4,46%	26 January 2025	842.622
Total			6.547.111

Based on independent data with respect to the credit risk assessment of the banks at which the Group has deposits, the credit quality of banks is sufficient. The fair values of cash and cash equivalents approximate carrying values, including accrued income at the respective balance sheet dates.

TÜRK TUBORG BİRA VE MALT SANAYİ A.Ş. AND ITS SUBSIDIARY

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 31 MARCH 2025

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

NOTE 18 - EXPLANATIONS OF GAINS (LOSSES) ON NET MONETARY POSITION

NON-MONETARY ITEMS	31 March 2025	31 March 2024
Financial Position Items		
Inventories	171.022	100.099
Prepaid Expenses	41.167	45.275
Financial Investments	29	39
Property, Plant and Equipment	137.583	253.988
Intangible Assets	(15.935)	4.647
Right of Use Assets	39.721	15.282
Deferred Tax Asset	(93.301)	(104.824)
Share Capital	(78.643)	(162.584)
Accumulated Profits/Losses	(1.257.480)	(1.379.616)
Profit or Loss Items		
Revenue	(54.781)	(97.315)
Cost of Sales	330.377	729.750
General Administrative Expenses	28.562	37.874
Marketing, Selling and Distribution Expenses	229.815	301.936
Other Income from Operating Activities	(1.053)	(2.686)
Other Expense from Operating Activities	978	14.928
Income from Investment Activities	(19.717)	(27.746)
Expenses from Investment Activities	120	326
Financial Expenses	9.714	15.451
Current Period Tax Expense	222.768	333.293
Other Comprehensive Income (Expense) Items		
Gains (Losses) on Remeasurements of Defined Benefit Plans	4.862	13.606
GAINS (LOSSES) ON NET MONETARY POSITION	(304.192)	91.723

NOTE 19 - SUBSEQUENT EVENTS

None.