

**GÜRMAT ELEKTRİK
ÜRETİM A.Ş.
FINANCIAL STATEMENTS
TOGETHER WITH
THE SPECIAL PURPOSE
INDEPENDENT AUDITOR'S REVIEW
REPORT
AS OF 30 JUNE 2026**

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
THE SPECIAL PURPOSE INDEPENDENT AUDITOR'S REVIEW REPORT
AS OF 30 JUNE 2026

Eren Bağımsız Denetim A.Ş.

Maslak, Eski Büyükdere Cad.
No.14 Kat :10
34396 Sarıyer / İstanbul, Turkey

To the Shareholders and the Board of Directors of
Gürmat Elektrik Üretim A.Ş.
Ankara

T +90 212 373 00 00
F +90 212 291 77 97
www.grantthornton.com.tr

Introduction

We have reviewed the accompanying statement of financial position of Gürmat Elektrik Üretim A.Ş. as of June 30, 2026, and the related statements of income and other comprehensive income, changes in equity, cash flows and other explanatory footnotes for the six-month period then ended. Management is responsible for the preparation and presentation of this interim financial information in accordance with International Financial Reporting Standards. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not present fairly, in all material respects, the financial position of the Company as at June 30, 2026, and its financial performance and its cash flows for the six-month period then ended in accordance with International Financial Reporting Standards.

EREN Bağımsız Denetim A.Ş.
Member Firm of GRANT THORNTON International

Eren Bağımsız Denetim

A.Ş.
Erdoğan Cetinkaya
Partner

İstanbul, September 30, 2026

GÜRMAT ELEKTRİK ÜRETİM ANONİM ŞİRKETİ

STATEMENT OF FINANCIAL POSITION AS OF 30.06.2026, 31.12.2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

ASSETS		30.06.2026	31.12.2025	31.12.2024	31.12.2023
CURRENT					
Cash and Cash Equivalents	4	4.218.069.895	2.502.859.271	4.354.527.991	4.151.377.507
Financial Investment	5	--	--	--	3.109.326.623
Trade Receivables	6	382.394.992	704.974.561	898.133.514	1.089.600.681
Due from Related Parties	7	655.561.756	2.468.587	34.873.383	7.694.807
Inventories	8	372.999.546	488.135.066	535.878.316	714.892.449
Other Current Assets	9	162.982.657	31.341.913	546.685.360	81.651.289
Total Current Assets		5.792.008.846	3.729.779.398	6.370.098.564	9.154.543.356
NON - CURRENT					
Trade Receivables	6	609.311	574.460	50.764.356	142.010
Due from Related Parties	7	--	--	648.979.276	1.564.118.022
Property, Plant and Equipment	10	81.201.251.774	83.720.582.809	84.968.294.520	87.921.584.000
Intangible Assets	11	2.876.584.776	3.059.656.798	3.275.244.845	3.759.128.667
Other Non-Current Assets	9	--	177.892.085	406.144.986	1.465.677.103
Total Non-Current Assets		84.078.445.861	86.958.706.152	89.349.427.983	94.710.649.802
TOTAL ASSETS		89.870.454.707	90.688.485.550	95.719.526.547	103.865.193.158

The accompanying notes are an integral part of these financial statements.

GÜRMAT ELEKTRİK ÜRETİM ANONİM ŞİRKETİ

STATEMENT OF FINANCIAL POSITION AS OF 30.06.2026, 31.12.2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

LIABILITIES	Note	30.06.2026	31.12.2025	31.12.2024	31.12.2023
CURRENT					
Financial Liabilities	12	1.679.082.099	5.266.465.575	6.664.471.613	9.148.063.974
Trade Payables	13	1.104.139.378	1.273.878.183	1.966.240.613	1.720.662.791
Due to Related Parties	7	22.354.800	135.650.327	697.093.778	129.482.061
Other Payables and Accrued Expenses	14	267.310.798	405.598.245	1.127.568.194	2.048.031.531
Total Short Term Liabilities		3.072.887.075	7.081.592.330	10.455.374.198	13.046.240.357
NON - CURRENT					
Financial Liabilities	12	16.051.211.619	11.291.631.775	16.252.853.477	25.202.631.092
Trade Payables	13	434.662	472.979	513.804	626.704
Reserve for Employee Termination Benefits	16	84.367.557	64.941.847	70.115.689	75.864.101
Other Long Term Liabilities	14	--	118.218.298	380.422.625	983.218.162
Deferred Tax Liability	15	11.696.881.452	10.950.782.238	7.722.734.080	6.576.283.583
Total Long Term Liabilities		27.832.895.290	22.426.047.137	24.426.639.675	32.838.623.642
SHAREHOLDERS' EQUITY					
Share Capital	17	5.284.289.220	5.284.289.220	4.541.749.111	4.541.749.111
Revaluation Reserve	18	47.427.254.809	48.538.601.674	47.638.598.815	47.878.025.173
General Reserves	18	19.394.444.713	25.280.193.228	28.923.867.331	24.105.114.569
Actuarial Losses	18	(96.292.125)	(83.159.570)	(88.255.019)	(87.991.112)
Cash Flow Hedges Gain / (Loss)	18	(9.508.483.476)	(10.841.983.089)	(14.463.205.512)	(21.303.876.879)
Net Profit / (Loss) for the Year	26	(3.536.540.799)	(6.997.095.380)	(5.715.242.052)	2.847.308.297
Total Shareholders' Equity		58.964.672.342	61.180.846.083	60.837.512.674	57.980.329.159
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		89.870.454.707	90.688.485.550	95.719.526.547	103.865.193.158

The accompanying notes are an integral part of these financial statements.

GÜRMAT ELEKTRİK ÜRETİM ANONİM ŞİRKETİ
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME STATEMENTS
FOR THE PERIODS ENDED 01.01.-30.06.2026, 2025 AND 01.01.-31.12.2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

	Note	01.01.- 30.06.2026	01.01.- 30.06.2025	01.01.- 31.12.2025	01.01.- 31.12.2024	01.01.- 31.12.2023
Sales	20	2.876.252.107	4.330.344.266	8.012.404.792	10.891.407.472	14.055.341.882
Cost of Sales	21	(3.920.623.174)	(4.855.670.550)	(8.334.450.142)	(10.139.221.708)	(10.966.721.069)
Gross Profit		(1.044.371.067)	(525.326.284)	(322.045.350)	752.185.764	3.088.620.813
Operating Expenses	22	(272.533.747)	(263.828.745)	(309.695.352)	(1.194.384.914)	(934.806.316)
Basic Operating Profit / (Loss)		(1.316.904.814)	(789.155.029)	(631.740.702)	(442.199.150)	2.153.814.497
Other Income / (Expenses), net	23	(3.183.024)	7.601.610	82.378.466	27.843.082	(18.437)
Financial Income / (Expense), net	24	(3.548.066.680)	(5.014.097.109)	(8.919.839.249)	(13.466.634.428)	(14.444.359.571)
Monetary Gain / (Loss)	25	1.637.590.580	2.174.052.168	3.627.551.617	6.527.114.919	11.021.532.080
Profit / (Loss) Before Tax For The Year		(3.230.563.938)	(3.621.598.360)	(5.841.649.868)	(7.353.875.577)	(1.269.031.431)
Deferred Tax Income / (Charge)	15	(305.976.861)	(358.914.269)	(1.155.445.512)	1.638.633.525	4.116.339.728
NET PROFIT / (LOSS) FOR THE YEAR		(3.536.540.799)	(3.980.512.629)	(6.997.095.380)	(5.715.242.052)	2.847.308.297
Cash Flow Hedges Gain / (Loss)	18	1.777.999.484	2.507.168.601	4.828.296.564	9.120.895.157	2.927.943.484
Deferred Tax of Comprehensive Income / (Loss)	15	(444.499.871)	(626.792.150)	(1.207.074.141)	(2.280.223.790)	(731.985.872)
Revaluation of powerplant	10	--	--	3.835.400.831	2.236.966.308	(6.997.056.612)
Deferred Tax of Comprehensive Income / (Loss)	15	--	--	(863.830.023)	(504.948.201)	(3.324.717.699)
Actuarial Loss from Retirement Pay Provision	16	(17.510.073)	(1.515.790)	6.793.931	(351.876)	27.195.502
Deferred Tax of Comprehensive Income / (Loss)	15	4.377.518	378.948	(1.698.482)	87.969	(6.798.876)
Total Comprehensive Profit / (Loss)		(2.216.173.741)	(2.101.273.020)	(399.206.700)	2.857.183.515	(5.258.111.776)

The accompanying notes are an integral part of these financial statements.

GÜRMAT ELEKTRİK ÜRETİM ANONİM ŞİRKETİ
STATEMENTS OF CHANGES IN EQUITY

FOR THE PERIODS ENDED 30.06.2026 AND 2025, 31.12.2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

	Share Capital	Cash Flow Hedges Gain / (Loss)	Revaluation Reserve	General Reserves	Net Profit (Loss) for the Year	Total Equity
Balance at 31 December 2022	4.541.749.111	(23.499.834.491)	59.959.713.653	23.246.408.003	(1.009.595.341)	63.238.440.935
Transfer to General Reserves	--	--	--	(1.009.595.341)	1.009.595.341	--
Revaluation Depreciation Transfer	--	--	(1.759.914.169)	1.759.914.169	--	--
Revaluation of Powerplant	--	--	(10.321.774.311)	--	--	(10.321.774.311)
Actuarial Gain / (Loss)	--	--	--	20.396.626	--	20.396.626
Cash Flow Hedges Gain/(Loss)	--	2.195.957.612	--	--	--	2.195.957.612
Net Profit/(Loss) for the Year	--	--	--	--	2.847.308.297	2.847.308.297
Balance at 31 December 2023	4.541.749.111	(21.303.876.879)	47.878.025.173	24.017.123.457	2.847.308.297	57.980.329.159
Transfer to General Reserves	--	--	--	2.847.308.297	(2.847.308.297)	--
Revaluation Depreciation Transfer	--	--	(1.971.444.465)	1.971.444.465	--	--
Revaluation of Powerplant	--	--	1.732.018.107	--	--	1.732.018.107
Actuarial Gain / (Loss)	--	--	--	(263.907)	--	(263.907)
Cash Flow Hedges Gain/(Loss)	--	6.840.671.367	--	--	--	6.840.671.367
Net Profit/(Loss) for the Year	--	--	--	--	(5.715.242.052)	(5.715.242.052)
Balance at 31 December 2024	4.541.749.111	(14.463.205.512)	47.638.598.815	28.835.612.312	(5.715.242.052)	60.837.512.674
Capital Increase						
- Cash	742.540.109	--	--	--	--	742.540.109
Transfer to General Reserves	--	--	--	(5.715.242.052)	5.715.242.052	--
Revaluation Depreciation Transfer	--	--	(2.071.567.949)	2.071.567.949	--	--
Revaluation of Powerplant	--	--	2.971.570.808	--	--	2.971.570.808
Actuarial Gain / (Loss)	--	--	--	5.095.449	--	5.095.449
Cash Flow Hedges Gain/(Loss)	--	3.621.222.423	--	--	--	3.621.222.423
Net Profit/(Loss) for the Year	--	--	--	--	(6.997.095.380)	(6.997.095.380)
Balance at 31 December 2025	5.284.289.220	(10.841.983.089)	48.538.601.674	25.197.033.658	(6.997.095.380)	61.180.846.083

The accompanying notes are an integral part of these financial statements.

GÜRMAT ELEKTRİK ÜRETİM ANONİM ŞİRKETİ
STATEMENTS OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30.06.205, 2026 AND 2025, 31.12.2025, 2024 AND 2023
(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

	Share Capital	Cash Flow Hedges Gain / (Loss)	Revaluation Reserve	General Reserves	Net Profit (Loss) for the Year	Total Equity
Balance at 31 December 2024	4.541.749.111	(14.463.205.512)	47.638.598.815	28.835.612.312	(5.715.242.052)	60.837.512.674
Transfer to General Reserves	--	--	--	(5.715.242.052)	5.715.242.052	--
Revaluation Depreciation Transfer	--	--	(1.038.914.392)	1.038.914.392	--	--
Actuarial Gain / (Loss)	--	--	--	(1.136.842)	--	(1.136.842)
Cash Flow Hedges Gain/(Loss)	--	1.880.376.451	--	--	--	1.880.376.451
Net Profit /(Loss) for the Year	--	--	--	--	(3.980.512.629)	(3.980.512.629)
Balance at 30 June 2025	4.541.749.111	(12.582.829.061)	46.599.684.423	24.158.147.810	(3.980.512.629)	58.736.239.654
Balance at 31 December 2025	5.284.289.220	(10.841.983.089)	48.538.601.674	25.197.033.658	(6.997.095.380)	61.180.846.083
Transfer to General Reserves	--	--	--	(6.997.095.380)	6.997.095.380	--
Revaluation Depreciation Transfer	--	--	(1.111.346.865)	1.111.346.865	--	--
Actuarial Gain / (Loss)	--	--	--	(13.132.555)	--	(13.132.555)
Cash Flow Hedges Gain/(Loss)	--	1.333.499.613	--	--	--	1.333.499.613
Net Profit /(Loss)for the Year	--	--	--	--	(3.536.540.799)	(3.536.540.799)
Balance at 30 June 2026	5.284.289.220	(9.508.483.476)	47.427.254.809	19.298.152.588	(3.536.540.799)	58.964.672.342

The accompanying notes are an integral part of these financial statements.

GÜRMAT ELEKTRİK ÜRETİM ANONİM ŞİRKETİ
CASH FLOW STATEMENTS

FOR THE PERIODS ENDED 01.01.-30.06.2026, 2025, 01.01.-31.12.2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

	01.01- 30.06.2026	01.01- 30.06.2025	01.01- 31.12.2025	01.01- 31.12.2024	01.01- 31.12.2023
CASH FLOWS FROM OPERATING ACTIVITIES					
Profit / (Loss) Before Tax for the Year	(3.230.563.938)	(3.621.598.360)	(5.841.649.868)	(7.353.875.577)	(1.269.031.431)
<u>Adjustment to reconcile net profit to net cash:</u>					
Depreciation and Amortization Expenses	2.717.116.412	2.860.577.288	5.322.322.819	5.684.033.405	5.781.412.740
Provision for / Released from Employment Termination Benefits	9.871.043	9.884.967	5.027.083	31.938.933	18.186.222
Provision for Lawsuit	1.500.003	649.037	5.087.486	(76.923)	16.374.190
Interest Expense	1.008.754.862	1.521.760.315	2.079.837.887	3.004.491.094	3.259.007.279
Interest Income	(37.576.471)	(142.907.737)	(225.112.440)	(860.505.315)	(1.717.887.531)
Foreign Exchange Losses	1.886.771.403	4.586.767.071	7.830.506.788	13.014.854.486	15.629.603.272
Monetary Gain/Loss	(2.132.185.741)	(2.665.022.380)	(4.401.220.755)	(9.312.720.954)	(13.533.987.987)
Other Adjustment	177.892.083	330.121.203	528.091.501	759.693.519	(261.820.982)
Operating Cash Flows Provided Before Changes in Working Capital	401.579.656	2.880.231.404	5.302.890.501	4.967.832.668	7.921.855.772
<u>Changes In Operating Assets and Liabilities:</u>					
Trade Receivables	322.579.569	326.942.503	193.158.953	191.467.167	(319.961.894)
Due from Related Parties	16.260.691	139.741.791	33.598.224	1.412.889.923	791.067.705
Inventories	115.135.520	16.067.065	47.743.250	179.014.132	406.817.352
Other Assets	(144.010.112)	127.443.133	258.230.206	2.916.952.255	(2.834.944.607)
Trade Payables	(169.738.805)	(680.235.507)	(692.362.430)	245.577.823	(1.102.772.020)
Other Payables and Accrued Expenses	(253.676.855)	(590.723.858)	(972.555.536)	(1.531.200.841)	445.416.595
Taxes Paid	12.334.517	19.882.030	7.464.537	(23.443.450)	265.518
Net Cash Flows Generated From / (Used in) Operating Activities	300.464.181	2.239.348.561	4.178.167.705	8.359.089.677	5.307.744.421
CASH FLOWS FROM FINANCING ACTIVITIES					
Loan Utilizations	17.293.420.000	--	101.614	--	--
Loan Repayments	(14.878.943.078)	(2.273.169.253)	(3.904.506.154)	(4.648.704.090)	(4.732.624.625)
Interest Paid	137.549.037	(1.520.751.876)	(2.128.078.146)	(3.124.488.962)	(2.841.040.644)
Due to / from Related Parties and Shareholders, Net	(782.649.387)	378.408.610	86.342.395	42.681.966	(448.850.246)
Interest Received	--	107.311.428	114.159.233	--	455.599.636
Increase in Share Capital	--	--	742.540.109	--	--
Net Cash Flows Generated From / (Used in) Financing Activities	1.769.376.572	(3.308.201.091)	(5.089.440.949)	(7.730.511.086)	(7.566.915.879)
CASH FLOWS FROM INVESTMENT ACTIVITIES					
Acquisitions/ Proceeds from Sales of Tangible Assets, (Net)	(14.531.962)	--	(23.408.620)	(9.531.190)	(2.998.193)
Acquisitions/ Proceeds from Sales of Intangible Assets, (Net)	(181.393)	(239.641)	(213.610)	(362.605)	--
Interest Received	37.576.471	35.596.309	110.953.207	860.505.315	1.262.287.894
Net Cash Flows Generated From / (Used in) Investment Activities	22.863.116	35.356.668	87.330.977	850.611.520	1.259.289.701
Net Increase/(Decrease) in Cash and Cash Equivalents	2.092.703.869	(1.033.495.862)	(823.942.267)	1.479.190.111	(999.881.757)
Inflation Effect on Cash and Cash Equivalents	(377.493.245)	(622.307.800)	(1.027.726.453)	(1.276.039.627)	(3.336.620.970)
Cash and Cash Equivalents at the Beginning of the Year	2.502.859.271	4.354.527.992	4.354.527.991	4.151.377.507	8.487.880.234
Cash and Cash Equivalents at the End of the Year	4.218.069.895	2.698.724.330	2.502.859.271	4.354.527.991	4.151.377.507

The accompanying notes are an integral part of these financial statements.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

1. Organization and Nature of Activities

Gürmat Elektrik Üretim A.Ş. ("the Company" or "Gürmat") is an equity investment of Güriş Holding A.Ş., Güriş İnşaat ve Mühendislik A.Ş. and Mogan Enerji Yatırım Holding A.Ş. The Company was established in 1999 to set up and operate Galip Hoca Geothermal Power Plant having the capacity of 47.4 MW. Gürmat has been awarded the license by EMRA (Energy Market Regulation Authority) to operate the plant starting from 23 March 2004 for 45 years. This plant is the largest plant of its kind in Turkey. The power plant being in Ömerbeyli Region, Aydın, which is in the western part of Turkey, is aimed to contribute to Turkish economy by generating electrical energy in safe, economic and qualified ways.

Construction of the power plant has started in 2007 by Güriş İnşaat ve Mühendislik A.Ş. and the Company has completed the Galip Hoca Geothermal Power Plant project and started commercial operations on 02 April 2009.

Galip Hoca Geothermal Power Plant was constructed in a field which includes geothermal wells drilled by General Directorate of Mineral Research and Exploration Institute in Ömerbeyli Region, Galip Hoca Aydın with the projection of generating gross electrical energy of 415.224.000 kWh per year.

In accordance with Board of Directors Decision of Gürmat dated on 01.02.2013, Burç Jeotermal Yatırım Elektrik Üretim A.Ş. ("Burç") merged with Gürmat, in accordance with Article 136 of Turkish Commercial Code, Article 18-20 of Corporate Tax Law and Tax Procedural Law. All the assets and liabilities of Burç were taken over by Gürmat through a share exchange at the rate of 1 on 22.03.2013. Burç Jeotermal Yatırım Elektrik Üretim A.Ş. was established to install, operate, rent electricity production power plants and sell the electricity. EFELER Geothermal Power Plants with 162.3 MW of capacity, planned to be operating in Aydın, Germencik, are amongst the main projects of the merged entity. Gürmat has been awarded the license by EMRA (Energy Market Regulation Authority) to operate EFELER Geothermal Power Plants on 13 December 2012 for 49 years.

On the date of October 2nd, 2014, construction of 2nd Phase of EFELER Geothermal Power Plants (EFE II) with 22.5 MW capacity has been completed and the plant has started commercial operation upon realization of the temporary acceptance by the Ministry of Energy and Natural Resources. In March 2015, construction of 3rd Phase of EFELER Geothermal Power Plants (EFE III) with 22.5 MW capacity has been completed and the plant has started commercial operation upon realization of the temporary acceptance by the Ministry of Energy and Natural Resources. In July 2015, construction of 4th Phase of EFELER Geothermal Power Plants (EFE IV) with 22.5 MW capacity has been completed and the plant has started commercial operation upon realization of the temporary acceptance by the Ministry of Energy and Natural Resources.

In August 2015, construction of 1st Phase of EFELER Geothermal Power Plants (EFE I) with 47.4 MW capacity has been completed and the plant has started commercial operation upon realization of the temporary acceptance by the Ministry of Energy and Natural Resources. In August 2017, construction of 6th Phase of EFELER Geothermal Power Plants (EFE 6) with 22.6 MW capacity has been completed and the plant has started commercial operation upon realization of the temporary acceptance by the Ministry of Energy and Natural Resources. In November 2018, construction of 7th Phase of EFELER Geothermal Power Plants (EFE 7) with 25 MW capacity has been completed and the plant has started commercial operation upon realization of the temporary acceptance by the Ministry of Energy and Natural Resources. In December 2022, 25 MW of the construction of 8th Phase of EFELER Geothermal Power Plants (EFE 8) with 50 MW capacity has been completed and the plant has started commercial operation upon realization of the temporary acceptance by the Ministry of Energy and Natural Resources. In December 2022, remaining 25 MW of the construction of 8th Phase of EFELER Geothermal Power Plants (EFE 8) with 50 MW capacity has been completed and the plant has started commercial operation upon realization of the temporary acceptance by the Ministry of Energy and Natural Resources. Thus the total capacity has been reached 259,9 MW as of 31.12.2022.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

1. Organization and Nature of Activities (Continued)

The Company's registered office address is Ankara Caddesi No:222 Gaziosmanpaşa Mahallesi 06830 Gölbaşı-Ankara.

As of 30.06.2026, 261 (2025:245, 2024: 315, 2023: 306) personnel are employed within the company.

2. Basis of Presentation of the Financial Statements

The Company maintains its books of accounts and prepares its statutory financial statements in Turkish Lira ("TL") in accordance with the regulations on accounting and reporting framework and Turkish Commercial Code and Tax Legislation and the Uniform Chart of Accounts issued by the Ministry of Finance. The financial statements are based on statutory records with adjustments and reclassifications for the purpose of fair presentation in accordance with IFRS.

The financial statements have been prepared under the historical cost convention.

Presentation and functional currency

The individual financial statements of the Company are presented in the currency of the primary economic environment in which the entity operates (its functional currency). For the purpose of the financial statements, the functional and presentation currency of the Company is accepted as TL.

Financial Reporting in Hyperinflationary Economy

IAS 29 – Financial Reporting in Hyperinflationary Economies ("IAS 29") requires that financial statements prepared in the currency of a hyperinflationary economy be stated in terms of the measuring unit current at the most recent balance sheet date and the corresponding figures for previous periods be restated in the same terms. One characteristic (but not limited to) that necessitates the application of IAS 29 is a cumulative three-year inflation rate approaching or exceeding 100%. The restatement of previous periods in the accompanying financial statements has been based on the conversion factors obtained from the Wholesale Price Indices ("WPI") published by the State Institute of Statistics of Turkey.

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 (TÜİK):

Date	Index	Conversion factor	3 years cumulative inflation
30 June 2026	4.137,98	1,0000	206%
31 December 2025	3.513,87	1,1776	211%
30 June 2025	3.132,17	1,3211	220%
31 December 2024	2.684,55	1,5414	291%
31 December 2023	1.859,38	2,2255	268%

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

2. Basis of Presentation of the Financial Statements (Continued)

Financial Reporting in Hyperinflationary Economy (Continued)

The main components of the Company's restatement for financial reporting in hyperinflationary economies are as follows:

- The current period individual financial statements, prepared in Turkish Lira, are expressed in terms of the purchasing power at the balance sheet date, and the amounts for previous reporting periods are also adjusted to reflect the purchasing power at the end of the reporting period.
- Monetary assets and liabilities are currently expressed in terms of the current purchasing power at the balance sheet date and therefore are not adjusted.
- Non-monetary assets and liabilities, as well as equity items not expressed in terms of the current purchasing power at the balance sheet date, have been adjusted using the relevant adjustment coefficients.
- Except for items in the comprehensive income statement that impact the comprehensive income statement of the period, all items in the comprehensive income statement have been indexed using coefficients calculated based on the monthly in which income and expense accounts were first reflected in the financial statements.
- The impact of inflation on the Company's net monetary position for the current period has been recorded in the gains/(losses) on net monetary position account in the individual income statement.

Amendments to IFRS and their effects

The accounting policies applied in the preparation of the condensed financial statements for the interim period ended 30 June 2026 are consistent with those applied in the prior year, except for the new and amended IFRSs and IFRS interpretations effective as of 1 January 2026, as summarized below.

i) Standards, amendments and interpretations applicable as at 1 January 2025:

Amendments to IAS 21 - Lack of exchangeability;

IAS 21 was issued in May 2024. The amendments specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. When an entity estimates a spot exchange rate because a currency is not exchangeable into another currency, it discloses information that enables users of its financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, the entity's financial performance, financial position and cash flows. When applying the amendments, an entity cannot restate comparative information.

The amendments did not have a significant impact on the financial position or performance of the Company.

ii) Standards, amendments and interpretations that are issued but not effective as at 30 June 2026:

Amendment to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments;

In May 2024, the IASB issued amendments to IFRS 9 and IFRS 7 clarifying the derecognition of financial liabilities, the treatment of certain electronic payments, and the assessment of contractual cash flow characteristics of financial assets, including ESG-linked features. The amendments also introduce additional disclosure requirements for certain financial instruments. The amendments are effective for annual reporting periods beginning on or after 1 January 2026, with earlier application permitted.

The potential impact of these amendments on the Company's financial statements and performance is being evaluated.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

2. Basis of Presentation of the Financial Statements (Continued)

Amendments to IFRS and their effects (Continued)

iii) Standards, amendments and interpretations that are issued but not effective as at 30 June 2026 (Continued):

IFRS 18 – The new Standard for Presentation and Disclosure in Financial Statements;

In April 2024, IASB issued IFRS 18 which replaces IAS 1. IFRS 18 introduces new requirements on presentation within the statement of profit or loss, including specified totals and subtotals. IFRS 18 requires an entity to classify all income and expenses within its statement of profit or loss into one of five categories: operating; investing; financing; income taxes; and discontinued operations. It also requires disclosure of management-defined performance measures and includes new requirements for aggregation and disaggregation of financial information based on the identified ‘roles’ of the primary financial statements and the notes. In addition, there are consequential amendments to other accounting standards, such as IAS 7, IAS 8 and IAS 34. This is effective for annual reporting periods beginning on or after 1 January 2027, with earlier application permitted.

These amendments are evaluated impact on the financial statements of the Company’s and its performance.

IFRS 19 Subsidiaries without Public Accountability: Disclosures;

In May 2024, IASB issued IFRS 19, which allows eligible entities to elect to apply reduced disclosure requirements while still applying the recognition, measurement and presentation requirements in other IFRS accounting standards. Unless otherwise specified, eligible entities that elect to apply IFRS 19 will not need to apply the disclosure requirements in other IFRS accounting standards. An entity that is a subsidiary, does not have public accountability and has a parent (either ultimate or intermediate) which prepares financial statements, available for public use, which comply with IFRS accounting standards may elect to apply IFRS 19. This is effective for annual reporting periods beginning on or after 1 January 2027, with earlier application permitted.

These amendments are evaluated impact on the financial statements of the Company’s and its performance.

Amendments to IAS 21 – Translation to a Hyperinflationary Presentation Currency;

The amendments issued by the IASB in November 2025 require the use of the closing rate when translating from a non-hyperinflationary functional currency to a hyperinflationary presentation currency. Accordingly, when an entity’s functional currency is the currency of a non-hyperinflationary economy but its presentation currency is the currency of a hyperinflationary economy, the entity translates its results and financial position by applying the closing rate at the end of the current reporting period to all amounts, including comparative information (that is, assets, liabilities, equity items, income and expenses).

In addition, when both the functional currency and the presentation currency are the currencies of a hyperinflationary economy, an entity restates the comparative amounts of a foreign operation whose functional currency is the currency of a non-hyperinflationary economy by applying the general price index in accordance with IAS 29, expressing those amounts in terms of the current measuring unit. These amendments also introduce specific additional disclosure requirements.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

2. Basis of Presentation of the Financial Statements (Continued)

Critical accounting estimates, assumptions and judgements

The preparation of financial statements in conformity with IFRS requires management to make estimates and assumptions that affect reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates. These estimates are reviewed periodically, and as adjustments become necessary, they are reported in earnings in the periods in which they become known.

The key assumption concerning the future and other key sources of estimation uncertainty at the financial position date and the significant judgments with the most significant effect on amounts recognized in the financial statements are set out below:

Useful Life:

Tangible and intangible assets are subject to depreciation and amortization over their estimated useful lives.

Severance Pay:

The provision for severance pay has been calculated by discounting the liability to its present value as of the balance sheet date, based on the employee turnover rate, which is determined in line with historical experience and future expectations.

Provision for Vacation Liabilities:

This represents the monetary value of employees' earned but unused vacation days. It is calculated by multiplying the number of unused vacation days by the employees' gross daily wage.

Deferred Tax:

Deferred tax assets are recognized to the extent that it is highly probable that future taxable profits will be available against which temporary differences and accumulated tax losses can be utilized. When determining the amount of deferred tax assets to be recognized, significant estimates and judgments regarding future taxable profits are required.

Disclosures on Fair Value Determination:

The Company performed an impairment analysis based on the revalued amounts of its power plants and did not identify any impairment. The "discounted cash flow method – DCF analysis" was applied in the valuation and impairment assessment studies.

Prior Period Comparative Information and Restatement of Prior Year Financial Statements

The financial statements of the Company are prepared comparatively with the previous periods in order to enable the determination of the financial position and performance trends. The Company has prepared the balance sheet as of 30 June 2026 comparatively with the balance sheet as of 31 December 2025, 2024 and 2023 and the statement of profit or loss and other comprehensive income, statement of cash flows and statement of changes in equity for the period 1 January – 30 June 2026 comparatively with the period 1 January - 31 June 2025 and 31 December 2025, 2024 and 2023.

Restatement and errors in the accounting policies and estimates

Changes in accounting policies arising from new standards are applied in accordance with the relevant transition requirements. Material policy changes and prior-period errors are corrected retrospectively, while changes in accounting estimates are recognized prospectively in the current and, where applicable, future periods.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

2. Basis of Presentation of the Financial Statements (Continued)

Critical accounting estimates, assumptions and judgements (Continued)

3. Summary of Significant Accounting Policies

Reporting currency

The currency used in these financial statements is Turkish Lira, which is denoted by the symbol TL.

Foreign currency transactions

Transactions are recorded in Turkish Lira, which is the Company's functional currency. Transactions in foreign currencies during the periods have been translated at the exchange rates prevailing at the dates of these transactions. Balance sheet items denominated in foreign currencies have been translated at the exchange rates prevailing at the balance sheet dates. Exchange gains or losses arising from settlement and translation of foreign currency items have been included in the financing income or expense accounts as appropriate.

As of 30.06.2026, 31.12.2025, 2024 and 2023 year end rates used for USD and EUR are shown below:

	30.06.2026		31.12.2025		31.12.2024		31.12.2023	
	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities	Assets	Liabilities
USD	46,5747	46,6586	42,8457	42,9229	35,2803	35,3438	29,4382	29,4913
EUR	53,0866	53,1823	50,2859	50,3765	36,7362	36,8024	32,5739	32,6326

Related parties

For the purpose of the accompanying financial statements, key personnel in management and board of directors, their family and controlled or dependent companies, participations and subsidiaries of the Company are referred to as related parties.

Cash and cash equivalents

Cash and cash equivalents includes cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less. For the purpose of statements of cash flows, cash and cash equivalents includes cash and cash equivalents with original maturities less than three months, excluding the interest accruals. If any provision provided to the cash and cash equivalents as a result of a specific events, Company measures expected credit loss from these cash and cash equivalents by the life-time expected credit loss. The calculation of expected credit loss is performed based on the past experience of the Company and its expectations for the future indications.

Trade receivables

Trade receivables that are created by the Company by way of providing goods or services directly to a debtor are carried at amortized cost. Receivables with short-term maturities which have no predefined interest rate are measured at the original invoice amount unless the effect of imputed interest is significant.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

3. Summary of Significant Accounting Policies (Continued)

Trade receivables (Continued)

A doubtful receivable provision for trade receivables is established if there is objective evidence that the Company will not be able to collect all amounts due. The receivables in process of lawsuit or enforcement or in a prior stage, the customer having material financial difficulties, the receivable turning default or the possibility of material and unforeseeable delay in the future collection are included under objective evidence. The amount of provision is the difference between the carrying amount and the recoverable amount, being the present value of all cash flows, including amounts recoverable from guarantees and collateral, discounted based on the original effective interest rate of the originated receivables at inception. Also, Company has applied simplified approach and used impairment matrix for the calculation of impairment on its receivables carried at amortized cost, since they do not comprise of any significant finance component. In accordance with this method, if any provision provided to the trade receivables as a result of a specific events, Company measures expected credit loss from these receivables by the life-time expected credit loss. The calculation of expected credit loss is performed based on the past experience of the Company and its expectations for the future indications.

Trade payables

Trade payables are stated at their nominal values, discounted to present value as appropriate.

Property, plant and equipment and related depreciation

Property, plant and equipment are carried at acquisition cost, fair value restated to the purchasing power at June 30, 2026 less any accumulated depreciation and any impairment loss. Profit and loss arising out of the sale of property, plant and equipment are included in the other income and expense accounts. In cases when the carrying value of an asset is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount. Repair and maintenance expenditure related to property, plant and equipment is expensed as incurred. Land and buildings, machinery and equipment are recorded on the basis of fair values determined by appraisal report prepared by licensed appraisal expert firms and difference between book values and fair values are reflected under Revaluation Reserve account which is part of the Company's equity. Depreciation is provided on straight-line basis over the useful lives of the assets. The estimated useful lives of property, plant, equipment are as follows:

	Year
Land Improvements	27-50
Buildings	40
Machinery And Equipment	3-17
Furniture And Fixtures and Office Equipment	5-12
Vehicles	5
Rights	5

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

3. Summary of Significant Accounting Policies (Continued)

Intangible assets and related amortization

An intangible asset is recognized if it meets the identifiability criterion of intangibles, control exists over the asset; it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the costs can be measured reliably. Intangible assets are carried at cost restated to the purchasing power at June 30, 2026 less accumulated amortization and impairment. Amortization of intangible assets is allocated on a systematic pro-rata basis using the straight-line method. Intangible assets are including acquired rights regarding power plant and amortized using straight-line method over their determined license periods. (49 years)

Impairment of assets

Assets that are subject to amortization are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. Recoverable amount is the higher of an asset's fair value less costs to sell or value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash generating units). All non-financial assets subjected to impairment are reviewed in every reporting period for a possible cancellation for impairment

Borrowing costs

Borrowing cost directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Borrowing costs of qualifying assets are not added to the cost of those assets for the period during which construction to get them ready for their intended use or sale is suspended. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the cost of those assets. Other borrowing costs are expensed in the period in which they are incurred and reported in "financing expense".

Employee benefits / Retirement pay provision

Under the Turkish law and union agreements, severance payments are made to employees retiring or involuntarily leaving the Company. Such payments are considered as being part of defined retirement benefit plan as per International Accounting Standard No.19 (revised) "Employee Benefits". The retirement benefit obligation recognized in the financial position represents the present value of the defined benefit obligation as adjusted for unrecognized actuarial gains and losses.

Taxation and deferred income taxes

Income tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the financial position date.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

3. Summary of Significant Accounting Policies (Continued)

Deferred tax

Deferred tax is provided, using the liability method, on all temporary differences at the financial position date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax liabilities are recognized for all taxable temporary differences. Deferred tax related to the equity items is carried under the equity and not reflected to income statement. Deferred tax assets are recognized for all deductible temporary differences, carry-forward of unused tax assets and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, carry-forward of unused tax assets and unused tax losses can be utilized. The carrying amount of deferred tax assets is reviewed at each financial position date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the financial position date.

Deferred tax assets and deferred tax liabilities related to income taxes levied by the same taxation authority are offset accordingly.

Financial assets

Classification and measurement

Company classified its financial assets in three categories; financial assets carried at amortized cost, financial assets carried at fair value through profit or loss, financial assets carried at fair value through other comprehensive income. Classification is performed in accordance with the business model determined based on the purpose of benefits from financial assets and expected cash flows. Management performs the classification of financial assets at the acquisition date.

(a) Financial assets carried at amortized cost

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest, whose payments are fixed or predetermined, which are not actively traded and which are not derivative instruments are measured at amortized cost. They are included in current assets, except for maturities more than 12 months after the balance sheet date. Those with maturities more than 12 months are classified as non-current assets. The Company's financial assets carried at amortized cost comprise "trade receivables" and "cash and cash equivalents" in the statement of financial position.

Impairment

Company has applied simplified approach and used impairment matrix for the calculation of impairment on its receivables carried at amortized cost, since they do not comprise of any significant finance component. In accordance with this method, if any provision provided to the trade receivables as a result of a specific events, Company measures expected credit loss from these receivables by the life-time expected credit loss. The calculation of expected credit loss is performed based on the past experience of the Company and its expectations for the future indications.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

3. Summary of Significant Accounting Policies (Continued)

(b) Financial assets carried at fair value

Assets that are held by the management for collection of contractual cash flows and for selling the financial assets are measured at their fair value. If the management do not plan to dispose these assets in 12 months after the balance sheet date, they are classified as non-current assets. Company makes a choice for the equity instruments during the initial recognition and elect profit or loss or other comprehensive income for the presentation of fair value gain and loss:

i) Financial assets carried at fair value through profit or loss

Financial assets carried at fair value through profit or loss comprise of “derivative instruments” in the statement of financial position. Derivative instruments are recognized as asset when the fair value of the instrument is positive, as liability when the fair value of the instrument is negative. Company’s financial instruments at fair value through profit or loss consist of forward contracts, currency swaps and cross currency fixed interest rate swap.

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

Financial assets carried at fair value through other comprehensive income comprise of “financial assets” in the statement of financial position. When the financial assets carried at fair value through other comprehensive income are sold, fair value gain or loss classified in other comprehensive income is classified to retained earnings.

Financial liabilities

Borrowings are recognized initially at the proceeds received; net of transaction costs incurred. Borrowings are subsequently stated at amortized cost using the effective yield method; any difference between proceeds, net of transaction costs, and the redemption value is recognized in the statement of profit or loss over the period. Borrowing costs are charged to the statement of profit or loss when they are incurred. Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.

Recognition and de-recognition of financial instruments

All purchases and sales of financial assets are recognized on the trade date i.e. the date that the Company commits to purchase or to sell the asset. These purchases or sales are purchases or sales generally require delivery of assets within the time frame generally established by regulation or convention in the marketplace.

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 Company 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 Company 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 Company 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 Company’s continuing involvement in the financial statements. A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

3. Summary of Significant Accounting Policies (Continued)

Revenue recognition

Company recognizes revenue when the goods or services is transferred to the customer and when performance obligation is fulfilled. Goods is counted to be transferred when the control belongs to the customer.

Company recognizes revenue based on the following main principles:

- (a) Identification of customer contracts
- (b) Identification of performance obligations
- (c) Determination of transaction price in the contract
- (d) Allocation of price to performance obligations
- (e) Recognition of revenue when the performance obligations are fulfilled

Company recognized revenue from its customers only when all of the following criteria are met:

- (a) The parties to the contract have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to perform their respective obligations,
- (b) Company can identify each party's rights regarding the goods or services to be transferred,
- (c) Company can identify the payment terms for the goods or services to be transferred;
- (d) The contract has commercial substance,
- (e) It is probable that Company will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the customer. In evaluating whether collectability of an amount of consideration is probable, an entity shall consider only the customer's ability and intention to pay that amount of consideration when it is due.

Rendering of services: Revenue earned from rendering of services is recognized by using a reference to the stage of completion of the contract.

Dividend and interest revenue: 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 the shareholders' rights to receive payment have been established.

Operating expenses

Operating expenses are recognized in profit or loss upon utilization of the service or at the date of their origin.

Offsetting

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

3. Summary of Significant Accounting Policies (Continued)

Commitments and contingencies

Transactions that may give rise to contingencies and commitments are those where the outcome and the performance of which will be ultimately confirmed only on the occurrence or non - occurrence of certain future events, unless the expected performance is remote. Accordingly, contingent losses are recognized in the financial statements if a reasonable estimate of the amount of the resulting loss can be made. Contingent gains are reflected only if it is probable that the gain will be realized.

Cash flow statement

Cash and cash equivalents include cash and deposits with banks.

EBITDA

EBITDA is defined as earnings before interest expense, income tax expense (benefit), depreciation or amortization. This information should be read with the statements of cash flows contained in the accompanying financial statements. EBITDA is important figure in terms of analysis of financial statements, as the company reports net period losses due to depreciation, interest expenses and exchange rate losses.

4. Cash and Cash Equivalents

As of 30.06.2026, 31.12.2025, 2024 and 2023 cash and cash equivalents are as follows:

	30.06.2026	31.12.2025	31.12.2024	31.12.2023
Cash on Hand	31.311	33.454	8.518	9.761
Demand Deposits in Bank				
- Turkish Lira	18.273.533	2.296.712.475	1.547.965.437	23.101.645
- Foreign Currency	2.137.860.568	206.113.342	1.080.024.345	4.128.266.101
Time Deposits in Bank (*)				
- Foreign Currency	2.061.904.483	--	1.726.529.691	--
	4.218.069.895	2.502.859.271	4.354.527.991	4.151.377.507

(*) As at 30.06.2026, the Company's time deposits are denominated in USD with daily maturity, and the interest rate is 3.26% (As at 31.12.2024, the Company's time deposits are denominated in USD with maturity date 02.01.2025 and the interest rate is 3%).

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

5. Financial Investment

Financial Investment	30.06.2026	31.12.2025	31.12.2024	31.12.2023
Currency Hedged Deposit Account (*)	--	--	--	3.109.326.623
	--	--	--	3.109.326.623

(*) As at 31 December 2023, the maturity dates of time deposits hedged against foreign currency risk are 6 May 2024 and 21 May 2024.

6. Trade Receivables

As of 30.06.2026, 31.12.2025, 2024 and 2023 trade receivables are as follows:

	30.06.2026	31.12.2025	31.12.2024	31.12.2023
Short Term:				
Trade Receivables Current Account	382.394.992	704.974.561	898.133.514	1.089.600.681
	382.394.992	704.974.561	898.133.514	1.089.600.681
Long Term:				
Deposits and Guarantees Given	609.311	574.460	50.764.356	142.010
	609.311	574.460	50.764.356	142.010
	383.004.303	705.549.021	948.897.870	1.089.742.691

As of June 30, 2026, the average maturity period of the Company's receivables is 109 days. (December 31, 2025: 38 days December 31, 2024: 70 days; December 31, 2023: 74 days.)

7. Related Party Disclosures

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making the financial and operating decisions. For the purpose of these financial statements shareholders are referred to as related parties. Related parties also include individuals that are principle owners, management and members of the Company's Board of Directors and their families. In the course of conducting its business, the Company conducted various business transactions with related parties on commercial terms.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

7. Related Party Disclosures (Continued)

Balances with related parties and shareholders are as follows:

Current Receivables	30.06.2026	31.12.2025	31.12.2024	30.12.2023
MOGAN Enerji Yatırım Holding A.Ş.	653.615.730	--	--	--
Bordo Elektrik Enerjisi Toptan Satış A.Ş.	1.936.730	2.468.587	34.873.383	7.694.807
GÜRİŞ İnşaat ve Mühendislik A.Ş.	7.496	--	--	--
GÜRİŞ Holding A.Ş.	1.800	--	--	--
	655.561.756	2.468.587	34.873.383	7.694.807
Non-Current Receivables	30.06.2026	31.12.2025	31.12.2024	31.12.2023
GÜRİŞ İnşaat ve Mühendislik A.Ş.	--	--	648.979.276	--
Bordo Elektrik Enerjisi Toptan Satış A.Ş.	--	--	--	1.564.118.022
	--	--	648.979.276	1.564.118.022
Current Payables	30.06.2026	31.12.2025	31.12.2024	31.12.2023
Bordo Elektrik Enerjisi Toptan Satış A.Ş.	22.354.800	6.625.966	5.364.929	112.300.376
MOGAN Enerji Yatırım Holding A.Ş.	--	129.022.975	691.661.241	17.043.320
GÜRİŞ Holding A.Ş.	--	1.386	--	113.885
Ulu Yenilenebilir Enerji Üretim A.Ş.	--	--	60.672	--
İzdem Enerji Yatırım Üretim ve Ticaret A.Ş.	--	--	6.936	--
Exworks Bakım Onarım ve İşletme A.Ş.	--	--	--	24.480
	22.354.800	135.650.327	697.093.778	129.482.061

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

7. Related Party Disclosures (Continued)

Sales to related parties are as follows;

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.01.- 31.12.2025	01.01.- 31.12.2024	01.01.- 31.12.2023
Bordo Elektrik Enerjisi Toptan Satış A.Ş.	14.662.686	176.963.416	337.389.516	856.339.922	2.720.877.521
GÜRİŞ İnşaat Mühendislik A.Ş.	436.178	107.311.428	111.691.719	8.162	--
MOGAN Enerji Yatırım Holding A.Ş.	261.075	5.268.176	5.804.873	3.168.603	6.148
Exworks Bakım Onarım ve İşl. A.Ş.	9.482	7.907	14.896	8.162	18.691
İzdem Enerji Yatırım Üretim ve Ticaret A.Ş.	--	--	2.530.667	--	--
Olgu Enerji Yatırım Üretim ve Tic. A.Ş.	--	--	2.189.910	--	--
Derne Temiz Enerji Üretim A.Ş.	--	--	2.019.683	--	--
Ulu Yenilenebilir Enerji Üretim A.Ş.	--	--	81.529	--	--
Pokut Elektrik Üretim A.Ş.	--	--	15.675	--	--
Çermikler Elektrik Üretim A.Ş.	--	--	10.343	--	--
Yamantürk Vakfı	--	--	--	361.896	--
Gürüş Teknoloji A.Ş.	--	--	--	304.208	--
	15.369.421	289.550.927	461.748.811	860.190.953	2.720.902.360

Purchases from related parties are as follows;

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.01.- 31.12.2025	01.01.- 31.12.2024	01.01.- 31.12.2023
Bordo Elektrik Enerjisi Toptan Satış A.Ş.	47.979.079	481.112.676	524.638.437	771.199.763	376.094.392
MOGAN Enerji Yatırım Holding A.Ş.	47.559.511	51.925.657	95.218.089	105.459.284	201.926.768
GÜRİŞ Holding A.Ş.	15.879.244	74.783.675	120.437.242	118.300.326	45.281.152
GÜRİŞ İnşaat ve Mühendislik A.Ş.	11.279.934	107.277.690	179.532.043	192.066.662	92.408.980
GÜRİŞ Makina ve Montaj Sanayi A.Ş.	851.450	1.190.849	2.319.564	3.697.721	3.875.896
Exworks Bakım Onarım ve İşletme A.Ş.	100.001	3.178.330	3.258.603	6.114.691	6.694.195
Atam Enerji Üretim A.Ş.	36.191	--	--	--	--
Yamantürk Vakfı	--	1.892.196	3.401.826	949.176	--
Çermikler Elektrik Üretim A.Ş.	--	--	7.235	--	--
Balcılar Enerji Üretim A.Ş.	--	--	--	1.970	--
	123.685.410	721.361.073	928.813.039	1.197.789.593	726.281.383

The details of the benefits and advantages provided to the Company's key management personnel are as follows:

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.01.- 31.12.2025	01.01.- 31.12.2024	01.01.- 31.12.2023
Benefits Provided to Senior Management	--	4.224.124	33.086.683	55.811.937	3.253.305
	--	4.224.124	33.086.683	55.811.937	3.253.305

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

8. Inventories

As of 30.06.2026, 31.12.2025, 2024 and 2023 inventories are as follows.

	30.06.2026	31.12.2025	31.12.2024	31.12.2023
Spare Parts (*)	372.999.546	488.135.066	535.878.316	714.892.449
	372.999.546	488.135.066	535.878.316	714.892.449

(*) It consists of chemical stocks required for well chemicals.

9. Other Assets

As of 30.06.2026, 31.12.2025, 2024 and 2023 other assets are as follows:

	30.06.2026	31.12.2025	31.12.2024	31.12.2023
Other Current Assets				
Prepaid Expenses (*)	137.562.330	870.593	192.870.963	58.041.822
Tax Receivables	18.844.380	4.863.953	5.571.119	4.610.481
Prepaid Taxes (**)	4.992.795	17.327.311	24.791.846	1.348.401
Order Advances Given	--	7.691.246	23.480.271	17.647.319
Interest Swap and Forward Accruals (***)	--	--	299.838.603	--
Other Sundry Assets	1.583.152	588.810	132.558	3.266
	162.982.657	31.341.913	546.685.360	81.651.289
Other Non-Current Assets				
Interest Swap and Forward Accruals (***)	--	177.892.085	406.144.986	1.465.677.103
	--	177.892.085	406.144.986	1.465.677.103
	162.982.657	209.233.998	952.830.346	1.547.328.392

(*) Prepaid expenses consist of insurance expenses.

(**) According to Turkish Tax Laws companies must make advance payments of corporation tax. Prepaid taxes are computed on the quarterly taxable profits reported at the rate of 25% (2025: %25, 2024: 25%, 2023: 25%). This prepaid corporation tax can be recovered by deduction from future corporation tax liabilities. Recovery by deduction from other taxes is also possible.

(***) The details of swap transactions are as follows:

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

9. Other Assets (Continued)

31.12.2025	Currency	Term	Contract Amount	Profit and Loss Amount	TL Equivalent
Swap	US Dollars	4.01.2028	56.912.580	2.357.386	119.335.902
Swap	US Dollars	4.01.2028	27.989.793	3.503.540	58.556.183
					177.892.085

31.12.2024	Currency	Term	Contract Amount	Profit and Loss Amount	TL Equivalent
Swap	US Dollars	3.07.2025	159.382.080	3.982.831	216.591.339
Swap	US Dollars	4.01.2028	84.128.389	5.032.311	273.663.325
Swap	US Dollars	3.07.2025	57.565.872	1.530.808	83.247.264
Swap	US Dollars	4.01.2028	36.491.692	2.436.164	132.481.661
					705.983.589

31.12.2023	Currency	Term	Contract Amount	Profit and Loss Amount	TL Equivalent
Swap	US Dollars	3.07.2025	171.681.120	8.417.266	551.445.411
Swap	US Dollars	4.01.2028	92.076.935	6.907.602	452.541.889
Swap	US Dollars	3.07.2025	66.764.880	3.543.695	232.160.253
Swap	US Dollars	4.01.2028	45.283.739	3.503.540	229.529.550
					1.465.677.103

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

10. Property, Plant and Equipment

As of 30.06.2026, 31.12.2025, 2024 and 2023 property, plant and equipment are as follows:

	31.12.2023	Additions	Fair Value Adjustment	31.12.2024	Additions	Fair Value Adjustment	31.12.2025	Additions	30.06.2026
Cost									
Land	537.919.458	--	14.589.473	552.508.931	--	26.608.699	579.117.630	--	579.117.630
Land and Land Improvements	31.078.087.533	8.406.129	591.620.142	31.678.113.804	736.035	1.027.489.315	32.706.339.154	--	32.706.339.154
Buildings	11.286.598.379	--	262.484.421	11.549.082.800	--	466.224.938	12.015.307.738	--	12.015.307.738
Machinery and Equipment	74.424.598.550	1.125.057	1.368.272.273	75.793.995.880	22.672.585	2.315.077.879	78.131.746.344	13.689.829	78.145.436.173
Vehicles	938.349	--	--	938.349	--	--	938.349	--	938.349
Furnitures and Fittings	10.226.960	--	--	10.226.960	--	--	10.226.960	842.133	11.069.093
Construction in Progress	--	--	--	--	--	--	--	--	--
Right of Use Asset (*)	297.301.463	--	--	297.301.463	--	--	297.301.463	--	297.301.463
	117.635.670.692	9.531.186	2.236.966.309	119.882.168.187	23.408.620	3.835.400.831	123.740.977.638	14.531.962	123.755.509.600
Accumulated Depreciation (-)									
Land and Land Improvements	8.111.084.955	1.162.147.487	--	9.273.232.442	1.070.601.067	--	10.343.833.509	475.935.593	10.819.769.102
Buildings	1.355.893.927	252.803.336	--	1.608.697.263	259.587.367	--	1.868.284.630	135.404.487	2.003.689.117
Machinery and Equipment	20.200.280.370	3.776.720.464	--	23.977.000.834	3.768.876.340	--	27.745.877.174	1.916.332.173	29.662.209.347
Vehicles	933.716	4.630	--	938.346	--	--	938.346	--	938.346
Furnitures and Fittings	8.731.049	678.523	--	9.409.572	334.046	--	9.743.618	142.627	9.886.245
Right of Use Asset	37.162.675	7.432.535	--	44.595.210	7.122.342	--	51.717.552	6.048.117	57.765.669
	29.714.086.692	5.199.786.975	--	34.913.873.667	5.106.521.162	--	40.020.394.829	2.533.862.997	42.554.257.826
Net Book Value	87.921.584.000			84.968.294.520			83.720.582.809		81.201.251.774

As of 31 December 2025, the Company management has elected to measure its power plants, land, land improvements, and buildings classified under property, plant and equipment using the revaluation model. The fair values of these property, plant and equipment items as of 31 December 2025 were determined based on valuation reports dated 13 February 2026, prepared by TSKB Real Estate Appraisal Inc., an appraisal firm authorized by the Capital Markets Board (CMB). The relevant values were determined using the cost approach method.

As of 31 December 2025, 2024 and 2023 the fair value hierarchy level of the Company's power plants is classified as Level 2.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

10. Property, Plant and Equipment (Continued)

	31.12.2022	Additions	Transfer	Fair Value Adjustment	31.12.2023
Cost					
Land	580.856.434	--	--	(42.936.976)	537.919.458
Land and Land Improvements	32.911.324.115	--	--	(1.833.236.582)	31.078.087.533
Buildings	12.079.271.721	--	--	(792.673.342)	11.286.598.379
Machinery and Equipment	78.748.425.674	2.079.587	2.303.003	(4.328.209.714)	74.424.598.550
Vehicles	938.349	--	--	--	938.349
Furnitures and Fittings	9.308.354	918.606	--	--	10.226.960
Construction in Progress	2.303.003	--	(2.303.003)	--	--
Right of Use Asset (*)	297.301.463	--	--	--	297.301.463
	124.629.729.113	2.998.193	--	(6.997.056.614)	117.635.670.692
Accumulated Depreciation (-)					
Land and Land Improvements	6.914.256.924	1.196.828.031	--	--	8.111.084.955
Buildings	1.095.374.652	260.519.275	--	--	1.355.893.927
Machinery and Equipment	16.369.039.360	3.831.241.010	--	--	20.200.280.370
Vehicles	922.678	11.038	--	--	933.716
Furnitures and Fittings	7.932.143	798.906	--	--	8.731.049
Right of Use Asset	29.730.139	7.432.536	--	--	37.162.675
	24.417.255.896	5.296.830.796	--	--	29.714.086.692
Net book value	100.212.473.217				87.921.584.000

Property, plant and equipment have been insured amounting to TRY 66.410.559.340 (31.12.2025; TRY 84.437.622.489, 31.12.2024: 72.129.025.506).

(*) Right of use of geothermal wells contracted with General Directorate of Mineral Research and Exploration until 21.03.2059 in accordance with IFRS 16.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

10. Property, Plant and Equipment (Continued)

As of 30.06.2026 and 2025, 31.12.2025, 2024 and 2023 distribution of the Company's amortization expenses is as follows:

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.01.- 31.12.2025	01.01.- 31.12.2024	01.01.- 31.12.2023
Cost of Sales	2.714.753.519	2.860.577.287	5.322.135.786	5.683.170.449	5.779.471.739
General Administrative Expenses	2.362.893	--	187.033	862.956	1.941.001
	2.717.116.412	2.860.577.287	5.322.322.819	5.684.033.405	5.781.412.740

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

11. Intangible Assets

As of 30.06.2026, 31.12.2025, 2024 and 2023 intangible assets are as follows:

	31.12.2022	Additions	31.12.2023	Additions	31.12.2024	Additions	31.12.2025	Additions	30.06.2026
Rights (*)	7.282.663.264	--	7.282.663.264	362.605	7.283.025.869	213.609	7.283.239.478	181.393	7.283.420.871
	7.282.663.264	--	7.282.663.264	362.605	7.283.025.869	213.609	7.283.239.478	181.393	7.283.420.871
Rights (*)	3.038.952.652	484.581.945	3.523.534.597	484.246.427	4.007.781.024	215.801.656	4.223.582.680	183.253.415	4.406.836.095
	3.038.952.652	484.581.945	3.523.534.597	484.246.427	4.007.781.024	215.801.656	4.223.582.680	183.253.415	4.406.836.095
Net Book Value	4.243.710.612		3.759.128.667		3.275.244.845		3.059.656.798		2.876.584.776

(*) Right of lands obtained from General Directorate of Mineral Search and Exploration for Efeler Power Plants. Useful life is 17 years. Remaining rights are comprised of the expenditure on computer software.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

12. Financial Liabilities

As of 30.06.2026, 31.12.2025, 2024 and 2023 financial liabilities are as follows:

	30.06.2026	31.12.2025	31.12.2024	31.12.2023
USD Bank Loans	--	5.266.465.575	6.664.471.613	9.148.063.974
USD Bonds Issued	1.679.082.099	--	--	--
Total Short-Term Financial Liabilities	1.679.082.099	5.266.465.575	6.664.471.613	9.148.063.974
USD Bank Loans	--	11.291.631.775	16.252.853.477	25.202.631.092
USD Bonds Issued	16.051.211.619	--	--	--
Total Long-Term Financial Liabilities	16.051.211.619	11.291.631.775	16.252.853.477	25.202.631.092
Total Financial Liabilities	17.730.293.718	16.558.097.350	22.917.325.090	34.350.695.066

As of 30.06.2026, the repayment schedule of short and long-term financial liabilities are as follows:

	USD Loans	TL Equivalent
1 year	35.986.551	1.679.082.099
2 years	41.249.000	1.924.620.592
3 years	34.336.800	1.602.107.016
4 years	42.658.800	1.990.399.886
Over 4 years	225.769.400	10.534.084.125
	380.000.551	17.730.293.718

The effective interest rates of the Company's borrowings are as follows:

	30.06.2026	31.12.2025	31.12.2024	31.12.2023
USD	11,20%	5,85%-11,26%	6,01%-11,29%	6,01%-12,64%

Guarantees provided for borrowings are summarized at note 19.

(*) As described at note 10, lease liabilities arose from the application of IFRS 16.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

13. Trade Payables

As of 30.06.2026, 31.12.2025, 2024 and 2023 details of trade payables are as follows:

	30.06.2026	31.12.2025	31.12.2024	31.12.2024
Short Term:				
Suppliers Current Account				
- Turkish Lira	273.066.009	568.028.043	792.958.040	1.720.662.791
- Foreign Currency	831.073.369	705.850.140	1.173.282.573	--
	1.104.139.378	1.273.878.183	1.966.240.613	1.720.662.791
Long Term:				
Deposits and Guarantees Received	434.662	472.979	513.804	626.704
	434.662	472.979	513.804	626.704

As of June 30, 2026, the average maturity period of the Company's payables is 116 days. (December 31, 2025: 88 days, December 31, 2024: 80 days; December 31, 2023: 86 days.)

14. Other Payables and Accrued Expenses

As of 30.06.2026, 31.12.2025, 2024 and 2023 other payables and accrued expenses are as follows:

	30.06.2026	31.12.2025	31.12.2024	31.12.2023
Short Term:				
Taxes Payable	211.073.473	349.820.111	1.004.947.791	1.989.789.488
Due to Personnel	31.539.600	31.355.149	52.883.992	28.681.855
Lawsuit Provisions	15.731.897	16.759.667	15.277.990	22.169.230
Social Security Premiums Payable	8.965.828	7.663.318	54.458.421	7.390.958
	267.310.798	405.598.245	1.127.568.194	2.048.031.531
Long Term:				
Taxes Payable	--	118.218.298	380.422.625	983.218.162
	--	118.218.298	380.422.625	983.218.162

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

15. Taxation on Income

The corporation tax rate on the profits for the calendar year 2026 is 25% (2025: 25% 2024: 25%; 2023: 25%). Taxable profits are calculated by addition of tax disallowed expenses to and deduction of tax exemptions (investment income exemption) and deductions (investment incentive deductions) from the profit disclosed in the statutory income. No other taxes are paid unless profits are distributed.

Overseas construction income is also exempt from corporation taxes in Turkey as its source of income originates from construction projects outside Turkey. On the other hand, the revenue that originates from the machinery and equipment exported from Turkey to the countries which are included in the construction costs in those countries, is subject to Corporation Tax in Turkey.

Advance (prepaid) corporation taxes are payable on quarterly profits at the rate of 25% (2025: 25%, 2024: 25%; 2023: 25%). Such taxes must be declared by the 10th of the second month following any tax period and paid by the 17th. Advance corporation tax is offset against final yearly corporation tax assessment. Any balance not offset may be deducted from other tax obligations.

A 75% portion of the gains derived from the sale of investments and real property which held for more than two full years are exempt from corporate tax. To be entitled to the exemption, the relevant, gain is required to be held in a reserve account and must not be withdrawn from the entity for a period of 5 years. The sales consideration has to be collected within two years following the year date of the sale.

In Turkey no taxes are withheld from undistributed profits, profits added to share capital (bonus shares) and dividends paid to other resident companies. Other than those, profits distributed in dividend to individuals and non-resident companies are subject to withholding at the rate of 15% (2025: 15%, 2024: 15%; 2023: 15%).

Tax losses that are reported in the Corporation Tax return can be carried forward and deducted from the corporation tax base for a maximum of five consecutive years.

The Turkish Tax Procedural Law does not include a procedure for formally agreeing tax assessments. Tax returns must be filed within three and half months of the year-end and may be subject to investigation, together with their underlying accounting records, by the tax authorities at any stage during the following five years.

As of 30.06.2026, 31.12.2025, 2024 and 2023 the provision for taxes on income is comprised of the following:

	30.06.2026	31.12.2025	31.12.2024	31.12.2023
<u>Included in the Balance Sheet:</u>				
Prepaid Taxes and Funds (-)	(4.992.795)	(17.327.311)	(24.791.846)	(1.348.401)
Deferred Tax Liability	11.696.881.465	10.950.782.238	7.722.734.080	141.198.625
<u>Included in the Income Statement:</u>				
Deferred Tax Provision	(305.976.861)	(1.155.445.512)	1.638.633.525	4.116.339.728
	(305.976.861)	(1.155.445.512)	1.638.633.525	4.116.339.728

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

15. Taxation on Income (Continued)

Deferred tax:

The Company recognizes deferred tax assets and liabilities based upon the temporary differences between its financial statements as reported in accordance with IFRS and its statutory tax financial statements. These differences usually result in the recognition of revenue and expenses in different reporting periods for IFRS and tax purposes. The breakdown of cumulative temporary differences and the resulting deferred tax assets / (liabilities) are as follows:

	30.06.2026		31.12.2025		31.12.2024		31.12.2023	
	Cumulative Timing Difference	Deferred Tax	Cumulative Timing Difference	Deferred Tax	Cumulative Timing Difference	Deferred Tax	Cumulative Timing Difference	Deferred Tax
Depreciation and Amortisation Difference Between Tax Base and Reported Base of Property, Plant and Equipment	9.898.750.927	2.474.687.732	11.343.992.553	2.835.998.138	16.324.761.277	4.081.190.319	9.144.054.602	2.286.013.651
Fair Value Adjustment on Lands	(76.180.752.157)	(17.309.499.345)	(76.180.752.157)	(17.309.499.345)	(72.345.351.328)	(16.445.669.322)	(70.108.385.018)	(15.940.721.122)
IFRS 16 Correction	(239.535.783)	(59.883.946)	(245.583.900)	(61.395.975)	(252.706.243)	(63.176.561)	(260.138.780)	(65.034.695)
Retirement Pay Provision	84.367.557	21.091.889	64.941.847	16.235.462	70.115.689	17.528.922	75.864.101	18.966.025
Vacation Pay Provision	13.395.060	3.348.765	15.234.495	3.808.624	28.375.736	7.093.934	13.655.425	3.413.856
Interest Accruals on Bank Loans	36.892.326	9.223.082	(128.091.257)	(32.022.814)	(381.802.136)	(95.450.534)	(482.657.660)	(120.664.415)
Prepaid Expenses	(15.096.349)	(3.774.087)	(94.569)	(23.642)	(6.153.522)	(1.538.381)	1.273.790.716	318.447.679
Financial Instruments	--	--	(76.165.142)	(19.041.286)	(228.063.008)	(57.015.752)	(749.927.508)	(187.481.877)
Inventories	(24.449.707)	(6.112.427)	(35.027.834)	(8.756.959)	(31.617.130)	(7.904.283)	(44.787.937)	(11.196.984)
Hedge Accounting	12.677.977.968	3.169.494.492	14.455.977.452	3.613.994.363	19.284.274.014	4.821.068.504	28.405.169.172	7.101.292.293
FX Valuation Difference	2.437.674	609.419	22.925.116	5.731.279	74.193.026	18.548.257	60.558.781	15.139.695
Lawsuit	15.731.897	3.932.974	16.759.667	4.189.917	15.277.990	3.819.498	22.169.243	5.542.311
Other	--	--	--	--	(4.914.724)	(1.228.681)	--	--
Deferred Tax Asset / (Liability), Net		(11.696.881.452)		(10.950.782.238)		(7.722.734.080)		(6.576.283.583)

The rate to be implemented for the deferred tax assets and liabilities that are computed over the future cumulative temporary differences will be 25% (2025: 25%, 2024: 25%; 2023: 25%).

Exemption for sale of participation shares and property;

If the participation shares and properties are held minimum 2 years by the owners, 50% of profit on sale on participation and properties are exempted from the corporate tax. In order to take advantage of exemption, income should be accounted in equity and should not be utilized minimum 5 years. Sale consideration should be collected till the end of second calendar year after the transaction date. Income provided from sale of asset transactions of institutions dealing with marketable securities trade and rent is out of exception.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

15. Taxation on Income (Continued)

As of 30.06.2026, and 2025 31.12.2025, 2024 and 2023, movement of deferred tax income/ (expense) of the Company is shown below;

Movement of Deferred Tax:	01.01.- 30.06.2026	01.01.- 30.06.2025	01.01.- 31.12.2025	01.01.- 31.12.2024	01.01.- 31.12.2023
Opening Balance	(10.950.782.238)	(7.722.734.080)	(7.722.734.080)	(6.576.283.583)	(6.629.120.864)
Deferred Tax Income/ (Charge)	(305.976.861)	(358.914.266)	(1.155.445.512)	1.638.633.525	4.116.339.728
Accounted at Equity	(440.122.353)	(626.413.202)	(2.072.602.646)	(2.785.084.022)	(4.063.502.447)
Closing Balance	(11.696.881.452)	(8.708.061.548)	(10.950.782.238)	(7.722.734.080)	(6.576.283.583)

16. Reserve for Employee Termination Benefits

In accordance with existing social legislation in Turkey, the Company is required to make lump-sum termination indemnities to each employee who has completed one year of service with the Company, and whose employment is terminated due to retirement or for reasons other than resignation or misconduct. In Turkey, such payments are calculated on the basis of 30 days' pay (limited to a maximum of TL 73.729, TL 53.919, TL 46.655 and TL 35.058 at 30.06.2026, 31.12.2025, 2024 and 2023 respectively) per year of employment at the rate of pay applicable at the date of retirement or termination.

Such payments are not required to be funded. Therefore no fund is reserved for such payments in the accompanying financial statements. In the accompanying financial statements As of 30.06.2026, 31.12.2025, 2024 and 2023 the Company reflected a liability for termination benefits based upon IAS 19 ("Employee Benefits"); and factors derived using their experience of personnel terminating their services and being eligible to receive retirement pay and discounted to present value at the financial position date by using average market yield, expected inflation rates and an appropriate discount rate. Reserves at financial position date was calculated with real discount ratio as approximately 3,19% on the assumption of annual 29,14% inflation rate and 33,26% discount rate (2025: by order of 3,66%, 24,05% and 19,67% 2024: by order of 1,30%, 27% and 28,65%, 2023: by order of 1,30%, 27% and 28,65%). Projected ratio of unpaid severance amounts which will remain for the Company as a result of arbitrary severances has been also considered.

For the year ending 30.06.2026, 30.06.2025, 31.12.2025, 2024 and 2023, movement of the employee termination benefit provision comprised:

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.01.- 31.12.2025	01.01.- 31.12.2024	01.01.- 31.12.2023
Opening Balance	64.941.847	70.115.688	70.115.689	75.864.101	125.700.623
Interest Cost	9.170.947	8.563.597	12.882.973	15.259.123	21.852.818
Service Cost	4.891.746	4.894.299	8.304.907	9.709.814	11.739.716
Payment During the Year	(2.352.215)	(2.732.454)	(3.019.557)	(7.750.316)	(6.820.117)
Actuarial Gain/(Loss)	17.510.073	1.515.790	(6.793.931)	351.876	(27.195.502)
Monetary Gain / (Loss)	(9.794.841)	(10.020.268)	(16.548.234)	(23.318.909)	(49.413.437)
Balance at the End of Period	84.367.557	72.336.652	64.941.847	70.115.689	75.864.101

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

17. Share Capital

As of 30.06.2026, share capital of the Company comprised of 1.105.500.000 shares of par value TL 1 each (31 December 2025: 1.105.500.000, 2024: 480.500.000, 2023: 480.500.000).

	Share Rate %				Share Amount "TL"			
	30.06.2026	31.12.2025	31.12.2024	31.12.2023	30.06.2026	31.12.2025	31.12.2024	31.12.2023
MOGAN Enerji Yatırım Holding A.Ş.	90%	90%	90%	90%	994.950.003	994.950.003	432.450.001	432.450.001
GÜRİŞ Holding A.Ş.	4,7%	4,7%	4,7%	4,7%	52.165.227	52.165.227	22.673.353	22.673.353
GÜRİŞ İnşaat ve Mühendislik A.Ş.	4,7%	4,7%	4,7%	4,7%	52.165.227	52.165.227	22.673.353	22.673.353
Exworks Bakım Onarım ve İşletme A.Ş.	0,6%	0,6%	0,6%	0,6%	6.219.543	6.219.543	2.703.293	2.703.293
	100%	100%	100,0%	100,0%	1.105.500.000	1.105.500.000	480.500.000	480.500.000
Effect of Inflation Adjustment					4.178.789.220	4.178.789.220	4.061.249.111	4.061.249.111
Share Capital					5.284.289.220	5.284.289.220	4.541.749.111	4.541.749.111

As detailed in note 19, shares of the Company as of 31.12.2025-2024-2023 have been pledged in favor of financial institutions as a guarantee for bank borrowings.
As of 30.06.2026 the shares of the Company were pledged in favor of the Trustee as security in connection with the bond issuance.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

18. General Reserves

General reserves comprise legal reserves and prior years' undistributed income.

The legal reserves, which are appropriated based on statutory profits and dividend distribution. are not available for distribution unless they exceed 50% of share capital, but they may be used to offset losses in the event that the general reserve is exhausted. The general reserve is available for distribution. However, if this reserve is distributed as dividends. a further legal reserve is required to be provided equal to 10% of dividends declared, reduced by an amount equal to 5% of share capital.

Retained earnings are available for distribution. If this reserve is distributed as dividends. a further statutory reserve is required equal to 10% of dividends declared, less an amount equal to 5% of share capital.

Revaluation Reserve

Fair values of land, buildings and machinery and equipment owned by the Company have been calculated on basis of the appraisal report prepared by licensed appraisal expert firm (TSKB Gayrimenkul Değerleme A.Ş.). Differences between book values and the fair values thus calculated have been reflected in the revaluation reserve account.

	30.06.2026	31.12.2025	31.12.2024	31.12.2023
Property, Plant and Equipment	47.427.254.809	48.538.601.674	47.638.598.815	47.878.025.173
Revaluation Fund				
Total	47.427.254.809	48.538.601.674	47.638.598.815	47.878.025.173

Movement of revaluation funds is as follows:

Movement table	01.01.- 30.06.2026	01.01.- 30.06.2025	01.01.- 31.12.2025	01.01.- 31.12.2024	01.01.- 31.12.2023
Beginning of Term	48.538.601.674	47.638.598.815	47.638.598.815	47.878.025.173	59.959.713.653
Valuation of Power					
Plant Immovables	--	--	3.835.400.831	2.236.966.308	(6.997.056.612)
Revaluation					
Depreciation	(1.111.346.865)	(1.038.914.392)	(2.071.567.949)	(1.971.444.465)	(1.759.914.169)
Transfer					
Deferred Tax Effect	--	--	(863.830.023)	(504.948.201)	(3.324.717.699)
End of Period	47.427.254.809	46.599.684.423	48.538.601.674	47.638.598.815	47.878.025.173

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

18. General Reserves (Continued)

Retained Earnings/Losses

The movement of retained earnings of the Company is as follows:

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.01.- 31.12.2025	01.01.- 31.12.2024	01.01.- 31.12.2023
Beginning of Term	25.197.033.658	28.835.612.312	28.835.612.312	24.017.123.457	23.246.408.003
Transfer from Net Profit/(Loss) for the Period	(6.997.095.380)	5.715.242.052	(5.715.242.052)	2.847.308.297	(1.009.595.341)
Revaluation Depreciation Transfer	1.111.346.865	1.038.914.392	2.071.567.949	1.971.444.465	1.759.914.169
Actuarial Gain / (Loss)	(13.132.555)	(1.136.842)	5.095.449	(263.907)	20.396.626
Total	19.298.152.588	35.588.631.914	25.197.033.658	28.835.612.312	24.017.123.457

Cash Flow Hedge Accounting for High Probability Estimated Trading Currency Risk

The Company provides hedging against the foreign exchange risk on the balance sheet by borrowing in the same currency against the exchange rate risks arising from the foreign currency sales amounts that are highly probable to be realized in the future within the scope of the agreements it has made and the corporate budget.

In this context, repayments of foreign currency borrowings that are subject to hedge accounting and determined as hedging instrument are made with foreign currency sales cash flows that will be realized on close dates and determined as hedged item within the scope of hedge accounting.

Within the scope of the currency risk management strategy it has determined, the Company applies hedging accounting for the purpose of hedging the currency risk component of the highly probable estimated transaction cash flow risk, and the exchange rate fluctuations that have occurred on the hedging instrument, whose effectiveness has been mathematically proven in accordance with IFRS 9 and have not yet been realized. It pulls it from the income statement and parks it in the comprehensive income statement and aims to present a healthier income statement.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

18. General Reserves (Continued)

Cash Flow Hedge Accounting For High Probability Estimated Trading Currency Risk (Continued)

The Company pays attention to maintain a hedging ratio of around 100% and a hedging efficiency between 70% and 130% within the scope of the hedge accounting it has established. As of 30 June 2026, hedging ratio was calculated as 104% and hedging efficiency as 98%.

USD	30.06.2026
Cumulative Exchange Difference on the Hedged Item (Current Portion)	66.633.213
Cumulative Exchange Difference on the Hedged Item (Non-Current Portion)	326.212.533
Cumulative Exchange Difference on the Hedging Instrument (Current Part)	70.291.225
Cumulative Exchange Difference on the Hedging Instrument (Non-Current Part)	313.272.892
TL	30.06.2026
Cumulative Exchange Difference on the Hedged Item (Current Portion)	69.891.578
Cumulative Exchange Difference on the Hedged Item (Non-Current Portion)	342.164.326
Cumulative Exchange Difference on the Hedging Instrument (Current Part)	(73.728.466)
Cumulative Exchange Difference on the Hedging Instrument (Non-Current Part)	(328.591.936)
Hedging Effectiveness Rate	98%
TL	30.06.2026
The Total Amount of Future Cash Flows of the Hedged Item	28.373.788.744
The Total Amount of Future Cash Flows of the Instrument Used for Hedging Purposes	27.242.463.357
Hedge Ratio	104%

The Company pays attention to maintain a hedging ratio of around 100% and a hedging efficiency between 70% and 130% within the scope of the hedge accounting it has established. As of 31 December 2025, hedging ratio was calculated as 106% and hedging efficiency as 95%.

USD	31.12.2025
Cumulative Exchange Difference on the Hedged Item (Current Portion)	99.211.417
Cumulative Exchange Difference on the Hedged Item (Non-Current Portion)	245.532.273
Cumulative Exchange Difference on the Hedging Instrument (Current Part)	104.849.814
Cumulative Exchange Difference on the Hedging Instrument (Non-Current Part)	223.310.914

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

18. General Reserves (Continued)

Cash Flow Hedge Accounting For High Probability Estimated Trading Currency Risk (Continued)

<i>TL</i>	31.12.2025
Cumulative Exchange Difference on the Hedged Item (Current Portion)	4.337.993.972
Cumulative Exchange Difference on the Hedged Item (Non-Current Portion)	10.857.858.326
Cumulative Exchange Difference on the Hedging Instrument (Current Part)	(4.588.504.577)
Cumulative Exchange Difference on the Hedging Instrument (Non-Current Part)	(9.879.630.586)

Hedging Effectiveness Rate	95%
-----------------------------------	------------

<i>TL</i>	31.12.2025
The Total Amount of Future Cash Flows of the Hedged Item	20.209.748.748
The Total Amount of Future Cash Flows of the Instrument Used for Hedging Purposes	18.919.037.498

Hedge Ratio	106%
--------------------	-------------

The Company pays attention to maintain a hedging ratio of around 100% and a hedging efficiency between 70% and 130% within the scope of the hedge accounting it has established. As of 31 December 2024, hedging ratio was calculated as 106% and hedging efficiency as 97%.

<i>USD</i>	31.12.2024
Cumulative Exchange Difference on The Hedged Item (Current Portion)	121.852.218
Cumulative Exchange Difference on The Hedged Item (Non-Current Portion)	310.916.998
Cumulative Exchange Difference on The Hedging Instrument (Current Part)	122.224.081
Cumulative Exchange Difference on The Hedging Instrument (Non-Current Part)	296.252.088

<i>TL</i>	31.12.2024
Cumulative Exchange Difference on the Hedged Item (Current Portion)	5.591.528.760
Cumulative Exchange Difference on the Hedged Item (Non-Current Portion)	14.345.768.411
Cumulative Exchange Difference on the Hedging Instrument (Current Part)	(5.612.741.163)
Cumulative Exchange Difference on the Hedging Instrument (Non-Current Part)	(13.671.532.837)

Hedging Effectiveness Rate	97%
-----------------------------------	------------

<i>TL</i>	31.12.2024
The Total Amount of Future Cash Flows of The Hedged Item	28.863.127.800
The Total Amount of Future Cash Flows of The Instrument Used for Hedging Purposes	27.165.806.336

Hedge Ratio	106%
--------------------	-------------

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

18. General Reserves (Continued)

Cash Flow Hedge Accounting for High Probability Estimated Trading Currency Risk (Continued)

The Company pays attention to maintain a hedging ratio of around 100% and a hedging efficiency between 70% and 130% within the scope of the hedge accounting it has established. As of 31 December 2023, hedging ratio was calculated as 110% and hedging efficiency as 94%.

USD	31.12.2023
Cumulative Exchange Difference on the Hedged Item (Current Portion)	146.604.986
Cumulative Exchange Difference on the Hedged Item (Non-Current Portion)	417.106.474
Cumulative Exchange Difference on the Hedging Instrument (Current Part)	139.405.478
Cumulative Exchange Difference on the Hedging Instrument (Non-Current Part)	391.821.706

TL	31.12.2023
Cumulative Exchange Difference on the Hedged Item (Current Portion)	11.281.121.242
Cumulative Exchange Difference on the Hedged Item (Non-Current Portion)	32.230.415.906
Cumulative Exchange Difference on the Hedging Instrument (Current Part)	(10.726.939.210)
Cumulative Exchange Difference on the Hedging Instrument (Non-Current Part)	(30.284.095.037)

Hedging Effectiveness Rate	94%
-----------------------------------	------------

TL	31.12.2023
The Total Amount of Future Cash Flows of the Hedged Item	67.600.179.006
The Total Amount of Future Cash Flows of the Instrument Used for Hedging Purposes	61.645.840.805
Hedge Ratio	110%

19. Commitments and Contingencies

- a) As of 30 June 2026, according to the letter of the legal counsel, the total amount of the lawsuits filed against the Company is TL 15.731.897. (December 31, 2025: TRY 16.759.667, December 31, 2024: TRY 15.277.990; December 31, 2023: TRY 22.169.230)
- b) As of 30 June 2026, the letters of guarantee given by the Company amount to TRY 43.490.083 (31 December 2025: TRY 51.214.500. As at 31 December 2024: TRY 78.859.720, USD 4.823.867 and EUR 3.150, totalling TRY 341.838.469. As at 31 December 2023: TRY 146.070.751 and USD 1.150.000, totalling TRY 221.547.292).
- c) As of 30 June 2026, the Company has pledged assets amounting to USD 570.000.000, with a Turkish Lira equivalent of TRY 26.595.402.000 (As of 31 December 2025, the pledged assets provided by the Company amount to TRY 11.086.226.475 and USD 2.100.400.000, with a total equivalent of TRY 106.168.031.059. As of 31 December 2024; TRY 12.155.793.382 and USD 2.100.400.000, with a total equivalent of TRY 128.938.976.066. As of 31 December 2023; TRY 7.059.166.260 and USD 2.100.400.000, with a total equivalent of TRY 144.912.145.744).

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

19. Commitments and Contingencies (Continued)

- d) As of 30 June 2026, there are no property, plant and equipment pledged in favor of financial institutions as collateral for bank borrowings (As of 31 December 2025, property, plant and equipment have been pledged in favor of financial institutions as collateral for bank borrowings with a first-degree mortgage in the amount of USD 2.170.000.000, corresponding to a total of TRY 109.686.072.843. As of 31 December 2024; USD 1.077.880.000, with a total equivalent of TRY 58.721.960.261. As of 31 December 2023; USD 1.077.880.000, with a total equivalent of TRY 70.743.177.506).
- e) As of 30 June 2026, the Company has assigned receivables amounting to TRY 35.184.808.000 (As of 31 December 2025, the Company has assigned receivables amounting to TRY 8.170.092.566 and USD 812.000.000, with a total equivalent of TRY 49.213.913.371. As of 31 December 2024; TRY 10.694.024.385 and USD 812.000.000, with a total equivalent of TRY 54.931.074.644. As of 31 December 2023; TRY 15.439.901.023 and USD 812.000.000, with a total equivalent of TRY 68.732.902.224).
- f) As of 30 June 2026, the Company has provided license intervention rights on behalf of Trustee in connection with the bond issuance (As of 31 December 2025, the total amount of guarantees and license intervention rights provided by the Company is USD 490.000.000, with a Turkish Lira equivalent of TRY 24.767.822.900. As of 31 December 2024; USD 490.000.000, with a total equivalent of TRY 26.694.771.708. As of 31 December 2023; USD 490.000.000, with a total equivalent of TRY 32.159.569.691).
- g) As of 30 June 2026, the letters of guarantee received by the Company amount to TRY 1.000.000, USD 4.964.000, and EUR 19.010, with a total equivalent of TRY 233.205.987. (As of 31 December 2025, the letters of guarantee received by the Company amount to TRY 4.498.483, USD 4.920.000, and EUR 19.010, with a total equivalent of TRY 209.729.901. As of 31 December 2024; TRY 4.346.764, USD 5.073.967, and EUR 6.300, with a total equivalent of TRY 280.632.155. As of 31 December 2023; TRY 445.092, USD 4.960.231, and EUR 114.941, with a total equivalent of TRY 333.739.997.)
- h) As of 30 June 2026, the shares of the Company were pledged in favor of the Trustee as security in connection with the bond issuance (As of 31 December 2025, in relation to the loans obtained by the Company, a guarantee was received from Mogan Enerji Yatırım Holding A.Ş., Güriş İnşaat ve Mühendislik A.Ş., and Güriş Holding A.Ş. amounting to TRY 14.720.166 and USD 517.000.000, with a total equivalent of TRY 26.147.300.654. As of 31 December 2024; TRY 19.267.568 and USD 517.000.000, with a total equivalent of TRY 28.184.975.676. As of 31 December 2023; TRY 27.818.278 and USD 517.000.000, with a total equivalent of TRY 33.959.445.890.)

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

20. Sales

	01.01- 30.06.2026	01.01- 30.06.2025	01.01- 31.12.2025	01.01- 31.12.2024	01.01- 31.12.2023
Sales MWh	825.944	871.465	1.666.254	1.720.352	1.800.519
Domestic Sales	2.876.252.107	4.330.344.266	8.007.619.116	10.891.407.472	14.055.341.882
Other Sales	--	--	4.785.676	--	--
Total Sales	2.876.252.107	4.330.344.266	8.012.404.792	10.891.407.472	14.055.341.882

21. Cost of Sales

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.01.- 31.12.2025	01.01.- 31.12.2024	01.01.- 31.12.2023
Depreciation Expenses	2.714.753.519	2.860.577.285	5.322.135.786	5.683.170.448	5.778.283.250
Consumable Material Expenses	580.174.589	837.545.088	1.357.509.830	2.166.765.388	2.551.422.033
Distribution Company Expenses	223.582.912	598.618.841	732.471.561	1.138.370.893	1.501.999.462
Insurance Expenses	117.933.371	97.905.172	179.817.815	152.382.477	190.969.837
Personnel Expenses	117.257.767	170.561.891	282.778.251	321.862.814	283.358.917
Maintenance and Repair Expenses	35.233.413	19.323.275	57.294.314	125.810.259	106.241.920
Social Security Contributions and Other Personnel Expenses	31.370.474	38.840.175	79.033.577	74.745.959	69.757.709
Taxes, Fees, and Duties	15.558.203	526.465	9.096.546	18.932.479	1.694.165
Rent Expenses	6.906.268	127.278.589	196.227.579	60.827.156	6.144.764
Electricity, Water, Natural Gas Expenses	5.165.560	3.291.714	6.461.834	6.895.477	6.687.764
Consulting Expenses	3.631.928	4.050.921	16.831.199	94.973.438	34.425.759
Severance and Notice Pay	1.254.992	2.812.148	3.405.788	8.179.936	7.771.721
Fuel Expenses	681.413	4.547.986	5.721.062	17.476.918	2.485.980
Services Purchased from External Sources	328.868	340.982	682.261	665.551	231.825.061
Well Usage Rights	--	--	--	108.837.209	171.917.711
Other Expenses	66.789.897	89.450.018	84.982.739	159.325.306	21.735.016
Cost of Goods Produced	3.920.623.174	4.855.670.550	8.334.450.142	10.139.221.708	10.966.721.069

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

22. Operating Expenses

	01.01- 30.06.2026	01.01- 30.06.2025	01.01- 31.12.2025	01.01- 31.12.2024	01.01- 31.12.2023
Consultancy and Management Expenses	217.121.597	29.336.905	83.918.605	81.863.012	204.495.935
Personnel Expenses	43.680.525	90.057.056	130.660.741	187.304.270	50.746.451
Rent Expenses	4.553.883	32.278.016	35.739.523	168.039.939	116.203.412
Tax Expenses	3.959.908	78.896.143	18.523.995	674.611.289	517.815.921
Depreciation Expenses	2.362.893	--	187.033	862.956	1.936.079
Travelling Expenses	190.302	1.135.918	2.174.915	4.209.665	2.357.481
Office Expenses	53.677	1.563.391	2.688.006	2.480.997	3.615.266
Communication Expenses	3.510	1.262.385	2.372.565	2.279.929	909.541
Insurance Expenses	1.011	36.515	40.820	66.751.336	12.143.188
Advertising Expenses	--	--	192.482	91.999	1.325.275
Repair And Maintenance Expenses	--	25.588.296	25.828.982	1.995.621	15.161.578
Other Expenses	606.441	3.674.120	7.367.685	3.893.901	8.096.189
Operating Expenses	272.533.747	263.828.745	309.695.352	1.194.384.914	934.806.316

23. Other Income / (Expenses), net

	01.01- 30.06.2026	01.01- 30.06.2025	01.01- 31.12.2025	01.01- 31.12.2024	01.01- 31.12.2023
Insurance Income	738.243	--	77.347.504	1.449.226	--
Rent Income	698.516	5.269.725	5.866.407	2.256.345	38.925
Previous Periods Income	9.967	--	--	15.493	--
Advertising Income	8.218	7.990	15.051	2.816.108	--
Provision No Longer Required	--	--	--	76.923	2.429.036
Scrap Sales Income	--	42.761	142.521	4.046.196	81.145
Income from Related Parties	--	--	3.355.797	21.906.484	296.903
Other	655.755	5.092.077	8.755.209	2.510.480	19.856.345
Other Income	2.110.699	10.412.553	95.482.489	35.077.255	22.702.354
Donation Expenses	(44.629)	(2.005.053)	(3.299.285)	(6.282.118)	(5.739.545)
Lawsuit Provision Expense	(1.500.003)	(688.023)	(5.787.061)	--	(16.374.190)
Interest Expense from Trade Payables	(3.705.797)	--	--	--	--
Other	(43.294)	(117.867)	(4.017.677)	(952.055)	(607.056)
Other Expense	(5.293.723)	(2.810.943)	(13.104.023)	(7.234.173)	(22.720.791)
Other Income / (Expense)	(3.183.024)	7.601.610	82.378.466	27.843.082	(18.437)

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

24. Financial Income / (Expenses), net

	01.01- 30.06.2026	01.01- 30.06.2025	01.01- 31.12.2025	01.01- 31.12.2024	01.01- 31.12.2023
Financial Instruments	61.965.204	470.059.779	207.233.616	310.921.106	788.141.320
Gain/(Losses)					
Interest Income	37.576.471	35.596.309	110.953.207	860.505.315	1.262.287.894
Credit Guarantee Expenses	(32.339.477)	(36.031.992)	(71.072.456)	(85.094.736)	(112.300.888)
Bank Commissions	(185.221.078)	(30.002.797)	(57.294.705)	(117.160.197)	(47.447.607)
Interest Expense	(1.008.754.862)	(1.521.493.986)	(2.079.837.887)	(3.004.027.276)	(2.841.040.644)
Foreign Exchange Income	(2.421.292.938)	(4.029.095.106)	(7.136.188.059)	(11.436.229.530)	(13.907.100.394)
/ (Expenses), Net					
Interest Income Related	--	107.311.428	114.159.233	--	455.599.636
Parties					
Interest Paid to Related	--	--	(2.877.490)	--	(16.579.526)
Parties					
Deferred Finance Income	--	--	--	4.914.710	--
Other Financing Income	--	(10.440.744)	(4.914.708)	(463.820)	(25.919.362)
/ (Expenses), Net					
	(3.548.066.680)	(5.014.097.109)	(8.919.839.249)	(13.466.634.428)	(14.444.359.571)

25. Monetary Gain/(Loss)

	01.01.- 30.06.2026	01.01.- 30.06.2025	01.01.- 31.12.2025	01.01.- 31.12.2024	01.01.- 31.12.2023
Inventories	(5.295.061)	2.355.663	10.872.767	(13.211.612)	15.520.414
Prepaid Expenses	15.016.043	6.860.860	(4.606.639)	(4.825.248)	15.851.014
Tangible Fixed Assets	11.415.726.608	10.864.143.186	18.085.681.027	25.869.676.035	36.011.901.600
Intangible Fixed Assets	413.315.549	225.985.711	875.643.343	1.079.202.653	1.343.754.243
Right-of-Use Assets	34.708.293	37.719.842	59.642.030	73.630.354	99.342.071
Deferred Tax Assets	--	--	--	--	(6.374.013)
Capital	(797.001.857)	(649.063.664)	(1.078.444.930)	(1.396.031.033)	(1.785.380.436)
General Reserves	(19.448.649)	(18.428.112)	(30.433.588)	(39.635.893)	(50.690.239)
Revaluation Reserve	(7.320.824.820)	(6.808.056.268)	(11.243.342.175)	(14.716.622.909)	(23.570.412.448)
Hedging	1.635.239.914	2.066.944.019	3.413.508.635	6.548.330.289	9.237.882.532
Actuarial Gain/(Loss)	12.542.526	12.612.569	20.829.356	27.046.480	42.607.670
Retained Earnings	(2.738.095.899)	(3.298.328.269)	(5.447.110.289)	(8.244.929.776)	(8.726.926.817)
Income Statement Items	(1.008.292.067)	(268.693.369)	(1.034.687.920)	(2.655.514.421)	(1.605.543.511)
	1.637.590.580	2.174.052.168	3.627.551.617	6.527.114.919	11.021.532.080

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

26. Supplementary Disclosures on Financial Instruments

a) Capital Management Policies and Procedures

The risk related with each of the capital class and group capital cost is considered by the top management of the Company.

The primary objective of the Company's capital management objectives is to ensure that it maintains a healthy capital structure in order to support its business and maximize shareholder value. The Company manages its capital structure and makes adjustments to it in the light of changes in economic conditions.

To maintain or adjust the capital structure, the Company may obtain new loans, repay existing loans; make cash and non-cash (bonus shares) dividend payments to shareholders, issue new shares based on Management's evaluation.

The Company manages the capital structure so as to ensure the Company's ability to continue as a going concern; and maximize its profitability by maintaining an adequate capital to overall financing structure ratio.

The Company monitors capital using a gearing ratio, which is net financial debt divided by total financing used. The Company includes within net financial debt, borrowings, trade letters of credit, less cash and cash equivalents. Financing used is the sum of total equity and net financial debt.

The following table sets out the gearing ratio. As of 30.06.2026, 31.12.2025, 2024 and 2023:

	30.06.2026	31.12.2025	31.12.2024	31.12.2023
Total Financial Liabilities	17.730.293.718	16.558.097.350	22.917.325.090	34.350.695.066
Less: Cash and Cash Equivalents	(4.218.069.895)	(2.502.859.271)	(4.354.527.991)	(4.151.377.507)
Net Financial Debt	13.512.223.823	14.055.238.079	18.562.797.099	30.199.317.559
Total Equity (*)	58.964.672.342	61.180.846.083	60.837.512.674	57.980.329.159
Total Financing Used	72.476.896.165	75.236.084.162	79.400.309.773	88.179.646.718
Net Financial Debt / Total Financing Used	19%	19%	23%	34%

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

26. Supplementary Disclosures on Financial Instruments (Continued)

(*) Total equity includes share capital, general reserves and all other reserves. Total equity is detailed below:

	30.06.2026	31.12.2025	31.12.2024	31.12.2023
Share Capital	5.284.289.220	5.284.289.220	4.541.749.111	4.541.749.111
Revaluation Reserve	47.427.254.809	48.538.601.674	47.638.598.815	47.878.025.173
General Reserves	19.394.444.713	25.280.193.228	28.923.867.331	24.105.114.569
Actuarial Losses	(9.508.483.476)	(10.841.983.089)	(14.463.205.512)	(21.303.876.879)
Cash Flow Hedges Gain / (Loss)	(96.292.125)	(83.159.570)	(88.255.019)	(87.991.112)
Net Profit / (Loss) for the Year	(3.536.540.799)	(6.997.095.380)	(5.715.242.052)	2.847.308.297
	58.964.672.342	61.180.846.083	60.837.512.674	57.980.329.159

Significant accounting policies

Significant accounting policies are explained in Note 3 (Significant Accounting Policies).

Financial instruments and categories

	30.06.2026	31.12.2025	31.12.2024	31.12.2023
<u>Financial Assets</u>				
Cash and Cash Equivalents	4.218.069.895	2.502.859.271	4.354.527.991	4.151.377.507
Trade Receivables	383.004.303	705.549.021	948.897.870	1.089.742.691
Due from Related Parties and Shareholders	655.561.756	2.468.587	683.852.659	1.571.812.829
<u>Financial Liabilities</u>				
Borrowings	17.730.293.718	16.558.097.350	22.917.325.090	34.350.695.066
Trade Payables	1.104.574.040	1.274.351.162	1.966.754.417	1.721.289.495
Due to Related Parties and Shareholders	22.354.800	135.650.327	697.093.778	129.482.061

b) Market risk

The Company is exposed to financial risks arising from changes in currency rate (paragraph c) and interest rate risk (paragraph d) and price risk (paragraph e) which arise directly from its operations.

The market risks that the Company is exposed to are measured on the basis of sensitivity analysis.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

26. Supplementary Disclosures on Financial Instruments (Continued)

c) Foreign currency risk

The Company may have transactional currency exposure from foreign currency denominated transactions.

The Company is exposed to foreign currency risk arising from the translation of foreign currency denominated assets and liabilities to TL. The foreign currency denominated assets and liabilities mainly include bank deposits, bank loans, trade receivables and trade payables.

30.06.2026	TL Equivalent	USD	EUR	GBP	JPY
1. Trade Receivables	--	--	--	--	--
2a. Monetary Financial Assets (including cash and bank accounts)	4.199.765.122	90.172.088	510	--	263
2b. Non-monetary Financial Assets	--	--	--	--	--
3. Other	102.557	2.202	--	--	--
4. Current Assets (1+2+3)	4.199.867.679	90.174.290	510	--	263
5. Trade Receivables	--	--	--	--	--
6a. Monetary Financial Assets	--	--	--	--	--
6b. Non-monetary Financial Assets	--	--	--	--	--
7. Other	--	--	--	--	--
8. Fixed Assets (5+6+7)	--	--	--	--	--
9. Total Assets (4+8)	4.199.867.679	90.212.253	510	--	263
10. Trade Payables	831.073.400	17.749.341	53.490	1.120	--
11. Financial Liabilities	1.679.082.088	35.986.551	--	--	--
12a. Other Monetary Liabilities	--	--	--	--	--
12b. Other Non-Monetary Liabilities	--	--	--	--	--
13. Short Term Liabilities (10+11+12)	2.510.155.488	53.735.341	53.490	1.120	--
14. Trade Payables	--	--	--	--	--
15. Financial Liabilities	16.051.211.620	344.014.000	--	--	--
16a. Other Monetary Liabilities	--	--	--	--	--
16b. Other Non-Monetary Liabilities	--	--	--	--	--
17. Long Term Liabilities (14+15+16)	16.051.211.620	344.014.000	--	--	--
18. Total Liabilities (13+17)	18.561.367.108	397.749.341	53.490	1.120	--
19. Net Asset/(Liability) Position of Off-Balance Sheet Derivative Instruments (19a-19b)					
19a. Total Hedged Asset Amount	--	--	--	--	--
19b. Total Hedged Liabilities	--	--	--	--	--
20. Net Foreign Currency Asset/(Liability) Position (9-18+19)	(14.361.499.429)	(307.537.088)	(52.980)	(1.120)	263
21. Net Foreign Currency Asset / (Liability) Position of Monetary Items (IFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)	(14.361.601.986)	(307.539.290)	(52.980)	(1.120)	--
22. Total fair value of financial instruments used for foreign currency hedges	12.677.977.946	272.207.399	--	--	--
23. Export	--	--	--	--	--
24. Import	--	--	--	--	--

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

26. Supplementary Disclosures on Financial Instruments (Continued)

c) Foreign currency risk (Continued)

31.12.2025	TL Equivalent	USD	EUR	JPY
1. Trade Receivables	6.032.822	2.202	100.000	--
2a. Monetary Financial Assets (including cash and bank accounts)	10.891.394	214.944	480	263
2b. Non-monetary Financial Assets	15.288.267	280.693	19.010	--
3. Other	6.032.822	2.202	100.000	--
4. Current Assets (1+2+3)	38.245.305	500.041	219.490	263
5. Trade Receivables	--	--	--	--
6a. Monetary Financial Assets	--	--	--	--
6b. Non-monetary Financial Assets	--	--	--	--
7. Other	--	--	--	--
8. Fixed Assets (5+6+7)	--	--	--	--
9. Total Assets (4+8)	38.245.305	500.041	219.490	263
10. Trade Payables	683.351.711	13.428.405	77.402	--
11. Financial Liabilities	5.266.363.961	104.188.339	--	--
12a. Other Monetary Liabilities	--	--	--	--
12b. Other Non-Monetary Liabilities	--	--	--	--
13. Short Term Liabilities (10+11+12)	5.949.715.672	117.616.744	77.402	--
14. Trade Payables	--	--	--	--
15. Financial Liabilities	11.291.631.774	223.390.630	--	--
16a. Other Monetary Liabilities	--	--	--	--
16b. Other Non-Monetary Liabilities	--	--	--	--
17. Long Term Liabilities (14+15+16)	11.291.631.774	223.390.630	--	--
18. Total Liabilities (13+17)	17.241.347.446	341.007.374	77.402	--
19. Net Asset/(Liability) Position of Off-Balance Sheet Derivative Instruments (19a-19b)	--	--	--	--
19a. Total Hedged Asset Amount	--	--	--	--
19b. Total Hedged Liabilities	--	--	--	--
20. Net Foreign Currency Asset/(Liability) Position (9-18+19)	(17.025.210.056)	(336.981.622)	142.088	263
21. Net Foreign Currency Asset / (Liability) Position of Monetary Items (IFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)	(17.224.423.230)	(340.790.228)	23.078	263
22. Total fair value of financial instruments used for foreign currency hedges	13.225.607.539	262.123.339	--	--
23. Export	--	--	--	--
24. Import	--	--	--	--

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

26. Supplementary Disclosures on Financial Instruments (Continued)

c) Foreign currency risk (Continued)

31.12.2024	TL Equivalent	USD	EUR	JPY
1. Trade Receivables	203.495	3.742	--	--
2a. Monetary Financial Assets (including cash and bank accounts)	2.806.554.129	51.608.858	--	263
2b. Non-monetary Financial Assets	32.481.593	597.294	--	--
3. Other	203.495	3.742	--	--
4. Current Assets (1+2+3)	2.839.442.712	52.213.636	--	263
5. Trade Receivables	--	--	--	--
6a. Monetary Financial Assets	--	--	--	--
6b. Non-monetary Financial Assets	--	--	--	--
7. Other	--	--	--	--
8. Fixed Assets (5+6+7)	--	--	--	--
9. Total Assets (4+8)	2.839.442.712	52.213.636	--	263
10. Trade Payables	1.178.197.289	21.541.273	81.928	--
11. Financial Liabilities	6.664.471.626	122.330.737	--	--
12a. Other Monetary Liabilities	--	--	--	--
12b. Other Non-Monetary Liabilities	--	--	--	--
13. Short Term Liabilities (10+11+12)	7.842.668.915	143.872.010	81.928	--
14. Trade Payables	--	--	--	--
15. Financial Liabilities	16.252.853.469	298.331.759	--	--
16a. Other Monetary Liabilities	--	--	--	--
16b. Other Non-Monetary Liabilities	--	--	--	--
17. Long Term Liabilities (14+15+16)	16.252.853.469	298.331.759	--	--
18. Total Liabilities (13+17)	24.095.522.384	442.203.769	81.928	--
19. Net Asset/(Liability) Position of Off-Balance Sheet Derivative Instruments (19a-19b)	705.983.587	12.982.115	--	--
19a. Total Hedged Asset Amount	705.983.587	12.982.115	--	--
19b. Total Hedged Liabilities	--	--	--	--
20. Net Foreign Currency Asset/(Liability) Position (9-18+19)	(20.550.096.085)	(377.008.018)	(81.928)	263
21. Net Foreign Currency Asset / (Liability) Position of Monetary Items (IFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)	(21.288.764.760)	(390.591.169)	(81.928)	263
22. Total fair value of financial instruments used for foreign currency hedges	19.284.274.002	354.612.577	--	--
23. Export	--	--	--	--
24. Import	67.680.407	1.233.207	8.750	--

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

26. Supplementary Disclosures on Financial Instruments (Continued)

c) Foreign currency risk (Continued)

31.12.2023	TL Equivalent	USD	EUR	JPY
1. Trade Receivables	2.039.654	27.723	3.082	--
2a. Monetary Financial Assets (including cash and bank accounts)	4.128.266.234	63.013.877	--	263
2b. Non-monetary Financial Assets	424.316.363	6.414.560	56.219	--
3. Other	--	--	--	--
4. Current Assets (1+2+3)	4.554.622.251	69.456.160	59.301	263
5. Trade Receivables	--	--	--	--
6a. Monetary Financial Assets	--	--	--	--
6b. Non-monetary Financial Assets	--	--	--	--
7. Other	--	--	--	--
8. Fixed Assets (5+6+7)	--	--	--	--
9. Total Assets (4+8)	4.554.622.251	69.456.160	59.301	263
10. Trade Payables	878.575.399	12.884.197	453.890	--
11. Financial Liabilities	9.148.063.975	139.384.681	--	--
12a. Other Monetary Liabilities	--	--	--	--
12b. Other Non-Monetary Liabilities	--	--	--	--
13. Short Term Liabilities (10+11+12)	10.026.639.374	152.268.878	453.890	--
14. Trade Payables	--	--	--	--
15. Financial Liabilities	25.202.631.100	384.000.450	--	--
16a. Other Monetary Liabilities	--	--	--	--
16b. Other Non-Monetary Liabilities	586.879	8.942	--	--
17. Long Term Liabilities (14+15+16)	25.203.217.979	384.009.392	--	--
18. Total Liabilities (13+17)	35.229.857.353	536.278.270	453.890	--
19. Net Asset/(Liability) Position of Off-Balance Sheet Derivative Instruments (19a-19b)	1.465.677.103	22.372.103	--	--
19a. Total Hedged Asset Amount	1.465.677.103	22.372.103	--	--
19b. Total Hedged Liabilities	--	--	--	--
20. Net Foreign Currency Asset/(Liability) Position (9-18+19)	(29.209.557.999)	(444.450.007)	(394.589)	263
21. Net Foreign Currency Asset / (Liability) Position of Monetary Items (IFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)	(31.098.964.586)	(473.227.728)	(450.808)	263
22. Total fair value of financial instruments used for foreign currency hedges	17.088.855.007	260.374.720	--	--
23. Export	--	--	--	--
24. Import	--	--	--	--

The Company is eliminating the foreign exchange risk in natural ways by becoming indebted in foreign exchange according to the allocations in currency revenues.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

26. Supplementary Disclosures on Financial Instruments (Continued)

d) Interest rate risk management

The Company is exposed to interest rate risk through the impact of rate changes on interest bearing assets and liabilities. These exposures are managed by using natural hedges that arise from offsetting interest rate sensitive assets and liabilities. Certain parts of the interest rates related to borrowings are based on market interest rates; Company uses hedging strategies in order to eliminate negative effects resulting from changes in the interest rate.

e) Price risk

The Company may be exposed to price risk arising from decreases in prices. This is a combination of currency, interest and market risks which the Company manages through natural hedges that arise from offsetting the same currency receivables and payables, interest bearing assets and liabilities. Although export sales invoices are issued in TL, sales prices are fixed in foreign currency. Market risk is closely monitored by the management using the available market information and appropriate valuation methods.

f) Credit risk management

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company attempts to control credit risk by monitoring credit exposures, limiting transactions with specific counter-parties and continually assessing the creditworthiness of the counterparties. The Company monitors credit risks by establishing credit limits for each customer who wish to trade on credit terms and obtaining sufficient collateral. Trade receivables are evaluated by management in the light of the Company's procedure and policies and are carried in the financial position net of impairment provision.

30.06.2026	Receivables		Bank
	Trade Receivables	Other Receivables	Deposits
Maximum exposure to credit risk as of reporting date (A+B+C+D) ⁽¹⁾	383.004.303	655.561.756	4.218.038.584
The portion of the maximum risk secured by collateral, etc.	--	--	--
A. Net book value of financial assets that are not overdue or impaired	383.004.303	655.561.756	4.218.038.584
B. Net book value of assets that are past due but not impaired ⁽²⁾	--	--	--
- Part secured by collateral, etc.	--	--	--
C. The amount of financial assets that are impaired			
- Past due (Gross book value)	--	--	--
- The amount of impairment (-)	--	--	--
D. Off balance sheet credit risk amount ⁽³⁾	--	--	--

(1) The factors that increase credit reliability such as guarantees received are not taken into consideration in the determination of the amounts.

(2) Trade receivables that are overdue and not impaired consist of customer balances in which the Group maintains commercial relations and has no collection problems.

(3) Details of off-balance sheet items with credit risk are presented in Note 19.

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

26. Supplementary Disclosures on Financial Instruments (Continued)

f) Credit risk management (Continued)

31.12.2025	Receivables		Bank Deposits
	Trade Receivables	Other Receivables	
Maximum exposure to credit risk as of reporting date (A+B+C+D)	705.549.021	2.468.587	2.502.825.818
The portion of the maximum risk secured by collateral, etc.	--	--	--
A. Net book value of financial assets that are not overdue or impaired	705.549.021	2.468.587	2.502.825.818
B. Net book value of assets that are past due but not impaired	--	--	--
- Part secured by collateral, etc.	--	--	--
C. The amount of financial assets that are impaired	--	--	--
- Past due (Gross book value)	--	--	--
- The amount of impairment (-)	--	--	--
D. Off balance sheet credit risk amount	--	--	--

31.12.2024	Receivables		Bank Deposits
	Trade Receivables	Other Receivables	
Maximum exposure to credit risk as of reporting date (A+B+C+D)	948.897.870	683.852.659	4.354.519.476
The portion of the maximum risk secured by collateral, etc.	--	--	--
A. Net book value of financial assets that are not overdue or impaired	948.897.870	683.852.659	4.354.519.476
B. Net book value of assets that are past due but not impaired	--	--	--
- Part secured by collateral, etc.	--	--	--
C. The amount of financial assets that are impaired	--	--	--
- Past due (Gross book value)	--	--	--
- The amount of impairment (-)	--	--	--
D. Off balance sheet credit risk amount	--	--	--

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

26. Supplementary Disclosures on Financial Instruments (Continued)

f) Credit risk management (Continued)

31.12.2023	Receivables		Bank
	Trade Receivables	Other Receivables	Deposits
Maximum exposure to credit risk as of reporting date (A+B+C+D)	1.089.742.691	1.571.812.829	4.151.367.746
The portion of the maximum risk secured by collateral, etc.	--	--	--
A. Net book value of financial assets that are not overdue or impaired	1.089.742.691	1.571.812.829	4.151.367.746
B. Net book value of assets that are past due but not impaired	--	--	--
- Part secured by collateral, etc.	--	--	--
C. The amount of financial assets that are impaired	--	--	--
- Past due (Gross book value)	--	--	--
- The amount of impairment (-)	--	--	--
D. Off balance sheet credit risk amount	--	--	--

g) Liquidity risk management

The Company manages its liquidity needs by regularly planning its cash flows or by maintaining sufficient funds and borrowing sources by matching the maturities of liabilities and assets. Prudent liquidity risk management implies maintaining sufficient cash securing availability of funding through an adequate amount of committed credit facilities and the ability to close out market positions. The risk is mitigated by matching the cash in and out flow volume supported by committed lending limits from qualified credit institutions.

The Company's carrying amount of financial instruments is estimated to reflect their fair value.

30.06.2026	Carrying Amount	Contractual Cash Flows	0-3 Months	3-12 Months	1-5 Years	Over 5 Years
Non-Derivative Financial Liabilities						
Financial Liability	17.730.293.718	27.242.463.279	--	3.525.649.514	15.660.951.859	8.055.861.906
Trade Payables	1.104.574.040	1.104.574.040	1.104.139.378	--	434.662	--
Other Payables	267.310.798	267.310.798	267.310.798	--	--	--
Due to Related Parties	22.354.800	22.354.800	22.354.800	--	--	--
Total	19.124.533.356	28.636.702.917	1.393.804.976	3.525.649.514	15.661.386.521	8.055.861.906

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

26. Supplementary Disclosures on Financial Instruments (Continued)

g) Liquidity risk management (Continued)

31.12.2025	Carrying Amount	Contractual Cash Flows	0-3 Months	3-12 Months	1-5 Years	Over 5 Years
Non-Derivative Financial Liabilities						
Financial Liability	16.558.097.350	20.262.722.713	2.748.829.356	2.397.788.305	15.096.825.455	19.279.597
Trade Payables	1.274.351.162	1.274.351.162	1.273.878.183	--	472.979	--
Other Payables	405.598.245	405.598.245	405.598.245	--	--	--
Due to Related Parties	135.650.327	135.650.327	135.650.327	--	--	--
Total	18.373.697.084	22.078.322.447	4.563.956.111	2.397.788.305	15.097.298.434	19.279.597

31.12.2024	Carrying Amount	Contractual Cash Flows	0-3 Months	3-12 Months	1-5 Years	Over 5 Years
Non-Derivative Financial Liabilities						
Financial Liability	22.917.325.090	27.165.806.339	3.609.779.821	3.196.733.476	19.634.841.910	724.451.132
Trade Payables	1.966.754.417	1.967.268.222	1.857.796.167	108.958.251	513.804	--
Other Payables	1.127.568.194	1.127.568.194	1.127.568.194	--	--	--
Due to Related Parties	697.093.778	697.093.778	697.093.778	--	--	--
Total	26.708.741.479	30.957.736.533	7.292.237.960	3.305.691.727	19.635.355.714	724.451.132

31.12.2023	Carrying Amount	Contractual Cash Flows	0-3 Months	3-12 Months	1-5 Years	Over 5 Years
Non-Derivative Financial Liabilities						
Financial Liability	34.350.695.067	42.697.302.516	4.468.254.660	4.928.115.774	27.469.893.708	5.831.038.374
Trade Payables	1.721.289.495	1.721.289.495	1.720.662.791	--	626.704	--
Other Payables	2.048.031.531	2.048.031.531	2.048.031.531	--	--	--
Due to Related Parties	129.482.061	129.482.061	129.482.061	--	--	--
Total	38.249.498.154	46.596.105.603	8.366.431.043	4.928.115.774	27.470.520.412	5.831.038.374

GÜRMAT ELEKTRİK ÜRETİM A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND THE YEARS ENDED 31 DECEMBER 2025, 2024 AND 2023

(All amounts are presented in Turkish Lira "TL" with equivalent purchasing power as of 30 June 2026, unless otherwise stated.)

26. Supplementary Disclosures on Financial Instruments (Continued)

h) Fair values

Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced sale or liquidation and is best evidenced by a quoted market price, if one exists. The estimated fair values of financial instruments have been determined by the Company using available market information and appropriate valuation methodologies. However judgment is necessarily required to interpret market data to estimate the fair value. Accordingly, the estimates presented herein are not necessarily indicative of the amounts the Company could realize in a current market exchange.

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

- i- Financial assets - The fair values of certain financial assets carried at cost in the financial statements including cash and cash equivalents plus the respective accrued interest and other financial assets are considered to approximate their respective carrying values due to their short-term nature and negligible credit losses. The carrying value of trade receivables along with the related allowance for unearned income and uncollectibility are estimated to be their fair values. The financial assets which are denominated in foreign currencies are evaluated by the foreign exchange rates prevailing on the date of financial position which approximate to market rates.
- ii- Financial liabilities - Trade payables and other monetary liabilities are considered to approximate their respective carrying values due to their short-term nature. The bank borrowings are stated at their amortized costs and transaction costs are included in the initial measurement of loans and bank borrowings. The fair value of bank borrowings are considered to state their respective carrying values since the interest rate applied to bank loans and borrowings are updated periodically by the lender to reflect active market price quotations. The carrying value of trade payables along with the related allowance for unrealized cost is estimated to be their fair values. The financial liabilities which are denominated in foreign currencies are evaluated by the foreign exchange rates prevailing on the date of financial position which approximate to market rates.

27. Subsequent Event

None.