

TURCAS PETROL A.Ş.

**CONVENIENCE TRANSLATION INTO
ENGLISH OF CONDENSED FINANCIAL
STATEMENTS FOR THE SIX MONTHS
INTERIM PERIOD ENDED 30 JUNE 2024
TOGETHER WITH INDEPENDENT
AUDITOR'S REPORT**

(ORIGINALLY ISSUED IN TURKISH)

TURCAS PETROL A.Ş.

CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD 1 JANUARY - 30 JUNE 2024

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TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF CONDENSED STATEMENTS OF PROFIT OR LOSS FOR THE SIX MONTHS PERIODS ENDED 30 JUNE 2024, AND 30 JUNE 2023**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

ASSETS	Notes	Reviewed Current Period 30 June 2024	Audited Prior Period 31 December 2023
Current Assets		607.139.059	502.048.852
Cash and cash equivalents	4	373.514.999	224.206.941
Trade receivables		322.845	604.324
- <i>Trade receivables from third parties</i>		322.845	604.324
Other receivables		1.543.816	1.001.267
- <i>Other receivables from related parties</i>	18	1.042.316	844.572
- <i>Other receivables from third parties</i>		501.500	156.695
Financial assets	5	228.356.174	273.930.663
Prepaid expenses		2.613.208	1.817.487
- <i>Prepaid expenses to third parties</i>		2.613.208	1.817.487
Assets related to current period tax	16	467.566	464.897
Other current assets		320.451	23.273
Non-Current Assets		8.251.328.657	8.602.828.552
Other receivables		288.310	288.311
- <i>Other receivables from third parties</i>		288.310	288.311
Prepaid expenses		60.316	-
Financial investments	5	118.301.840	147.563.800
Financial assets	5	241.229.715	278.599.325
Investments accounted by equity method	7	7.670.453.859	7.912.966.167
Property, plant and equipment	8	209.600.217	214.108.247
Intangible assets	9	921.824	350.434
Deferred tax assets	16	7.587.948	21.478.133
Other non-current assets		2.884.628	27.474.135
TOTAL ASSETS		8.858.467.716	9.104.877.404

The accompanying notes form an integral part of these financial statements

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF CONDENSED STATEMENTS OF PROFIT OR LOSS FOR THE SIX MONTHS PERIODS ENDED 30 JUNE 2024, AND 30 JUNE 2023**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

		Reviewed	Audited
		Current	Prior Period
LIABILITIES	Notes	30 June 2024	31 December 2023
Current Liabilities		129.259.661	302.067.707
Short term portions of long term financial liabilities	6	103.296.133	277.195.354
Trade payables		4.890.003	4.621.505
- <i>Trade payables from third parties</i>		4.890.003	4.621.505
Short term liabilities for employee benefits		1.014.326	1.029.720
Other payables		5.261.259	7.691.710
- <i>Other payables to related parties</i>	18	3.164.036	5.594.635
- <i>Other payables to third parties</i>		2.097.223	2.097.075
Short term provisions		14.797.940	11.529.418
- <i>Short term provisions for employee benefits</i>		2.090.611	1.782.981
- <i>Other provisions</i>		12.707.329	9.746.437
Non-Current Liabilities		3.515.824	225.796.795
Long term financial liabilities	6	-	221.969.829
Long term provisions		2.739.435	2.858.537
- <i>Long term provisions for employee benefits</i>		2.739.435	2.858.537
Other non-current liabilities		776.389	968.429
EQUITY		8.725.692.231	8.577.012.902
Paid-in capital	11	255.600.000	255.600.000
Adjustment to share capital	11	4.307.599.718	4.307.599.718
Repurchased shares (-)	11	(8.450.916)	(8.450.916)
Restricted reserves	11	582.252.890	582.252.890
Other comprehensive income/(expense) not to be reclassified to profit or loss		(117.518.919)	(151.512.139)
- <i>Actuarial gains/ (losses) on defined benefit plans</i>		(117.518.919)	(151.512.139)
Retained earnings		3.591.523.349	2.560.745.529
Net profit / (loss) for year		114.686.109	1.030.777.820
TOTAL LIABILITIES AND EQUITY		8.858.467.716	9.104.877.404

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

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF CONDENSED STATEMENTS OF PROFIT OR LOSS FOR THE SIX MONTHS PERIODS ENDED 30 JUNE 2024, AND 30 JUNE 2023**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

	Notes	Reviewed		Not Reviewed	
		Current Period	Prior Period	Current Period	Prior Period
		1 January-30 June 2024	1 January-30 June 2023	1 April-30 June 2024	1 April-30 June 2023
PROFIT OR LOSS					
CONTINUED OPERATIONS					
Sales		-	-	-	-
Cost of sales (-)		-	-	-	-
GROSS PROFIT		-	-	-	-
General and administrative expenses (-)	12	(101.434.158)	(94.865.130)	(50.719.323)	(45.828.557)
Other operating income	13	228.658.793	10.950.039	3.669.079	5.112.878
Other operating expenses (-)	13	-	(44.102.665)	(215.901)	(44.070.530)
OPERATING PROFIT		127.224.635	(128.017.756)	(47.266.145)	(84.786.209)
Income from investment activities	14	209.320.083	496.512.249	205.346.726	487.553.513
Expenses from investment activities (-)	14	(12.754.367)	(10.958.191)	(12.754.367)	(10.061.736)
Income / (Loss) from investments valued by equity method	7	(154.307.013)	(1.012.792.227)	17.448.760	(792.324.947)
OPERATING PROFIT / (LOSS) BEFORE FINANCIAL INCOME / (EXPENSE)		169.483.338	(655.255.925)	162.774.974	(399.619.379)
Financial income	15	97.061.724	273.486.808	26.147.583	213.079.245
Financial expenses (-)	15	(54.603.663)	(362.032.545)	(11.263.811)	(291.625.812)
Monetary Gain / (Loss)		(83.376.416)	38.635.926	(29.076.706)	16.131.086
PROFIT / (LOSS) BEFORE TAX FROM CONTIUNED OPERATIONS		128.564.983	(705.165.736)	148.582.040	(462.034.860)
Tax income / (expense) from continued operations					
- Deferred tax income / (expense)	16	(13.878.874)	(5.123.735)	(13.602.161)	(4.709.387)
NET PROFIT / (LOSS) FROM CONTIUNED OPERATIONS		114.686.109	(710.289.471)	134.979.879	(466.744.247)
NET PROFIT / (LOSS)		114.686.109	(710.289.471)	134.979.879	(466.744.247)
Profit/(Loss) per share from continued operations	17	0,449	(2,779)	0,528	(1,826)

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

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF CONDENSED STATEMENTS OF OTHER COMPREHENSIVE INCOME FOR THE SIX MONTHS PERIODS ENDED 30 JUNE 2024, AND 30 JUNE 2023**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

	Reviewed		Not Reviewed	
	Current Period	Prior Period	Current Period	Prior Period
	1 January-	1 January-	1 April-	1 April-
Notes	30 June 2024	30 June 2023	30 June 2024	30 June 2023
Profit / (Loss) for the period	114.686.109	(710.289.471)	134.979.879	(466.744.247)
Other comprehensive income / (expense) not to be reclassified to profit or loss				
Actuarial gains / (losses) on defined benefit plans	45.244	2.045.213	(943.260)	(430.065)
Deferred tax income / (expense)	16 (11.311)	(511.304)	235.816	(16.249)
Other comprehensive income of shares from investments accounted by the equity method not to be reclassified to profit or loss				
Revaluation gains / (losses) of defined benefit plans of investments accounted by equity method	7 45.279.049	25.250.193	23.649.250	13.617.979
Deferred tax income / (expense)	7 (11.319.762)	(6.312.549)	-	-
Other comprehensive income / (expense)	33.993.220	20.471.553	22.941.806	13.171.665
TOTAL COMPREHENSIVE INCOME / (LOSS)	148.679.329	(689.817.918)	157.921.685	(453.572.582)
Earnings / (Loss) per share	0,582	(2,699)	0,618	(1,775)

The accompanying notes form an integral part of these financial statements

TURCAS PETROL A.Ş.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONDENSED STATEMENTS OF CHANGES IN EQUITY
ENDED 30 JUNE 2024 AND 30 JUNE 2023**

(Amounts are expressed in TL based on the purchasing power of Turkish Lira (“TL”) as of 30 June 2024, unless otherwise stated)

	Paid-in Capital	Adjustment to share capital	Repurchased Shares (-)	Restricted Reserves	Other comprehensive income/expense not to be reclassified to profit or loss	Retained earnings		Total
					Actuarial gains / (losses) on defined benefit plans	Retained earnings	Net Income/(loss) for the period	
1 January 2023	255.600.000	4.307.599.718	(8.450.916)	582.252.890	(95.049.347)	1.601.601.773	959.143.757	7.602.697.875
Transfers	-	-	-	-	-	959.143.757	(959.143.757)	-
Total Comprehensive Income / (expense)	-	-	-	-	20.471.553	-	(710.289.472)	(689.817.919)
<i>-Other Comprehensive Income (expense)</i>	-	-	-	-	<i>20.471.553</i>	-	-	<i>20.471.553</i>
<i>-Net Income (expense) for period</i>	-	-	-	-	-	-	<i>(710.289.472)</i>	<i>(710.289.472)</i>
30 June 2023	255.600.000	4.307.599.718	(8.450.916)	582.252.890	(74.577.794)	2.560.745.530	(710.289.472)	6.912.879.956
1 January 2024	255.600.000	4.307.599.718	(8.450.916)	582.252.890	(151.512.139)	2.560.745.529	1.030.777.820	8.577.012.902
Transfers	-	-	-	-	-	1.030.777.820	(1.030.777.820)	-
Total Comprehensive Income / (expense)	-	-	-	-	33.993.220	-	114.686.109	148.679.329
<i>-Other Comprehensive Income (expense)</i>	-	-	-	-	<i>33.993.220</i>	-	-	<i>33.993.220</i>
<i>-Net Income (expense) for period</i>	-	-	-	-	-	-	<i>114.686.109</i>	<i>114.686.109</i>
30 June 2024	255.600.000	4.307.599.718	(8.450.916)	582.252.890	(117.518.919)	3.591.523.349	114.686.109	8.725.692.231

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

TURCAS PETROL A.Ş

CONVENIENCE TRANSLATION INTO ENGLISH OF CONDENSED STATEMENTS OF CASH FLOWS FOR THE SIX MONTHS ENDED 30 JUNE 2024, AND 30 JUNE 2023

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise stated.)

		Reviewed Current Period 1 January- 30 June 2024	Reviewed Prior Period 1 January- 30 June 2023
	Notes		
A. Cash flows from operating activities		121.799.514	(132.634.739)
Net income / (loss) for the period		114.686.109	(710.289.472)
Adjustments to reconcile net income/(loss)		(13.295.394)	592.768.722
Adjustments related to tax (income) / expense	16	13.878.874	5.123.735
Adjustment related to unrealized foreign currency translation differences		39.568.341	466.291.794
Adjustments related to amortization and depreciation expenses	8,9	12.813.614	2.331.473
Adjustment related to provisions / (reversals) for employee termination benefits		2.184.674	6.927.444
Other adjustments related to (profit) and loss reconciliation		(289.830.013)	(899.088.502)
Adjustments related to provisions / (reversals) for lawsuit and /or penalty		4.601.590	5.275.086
Adjustments related to other provisions / (reversals)		292.024	-
Adjustments related to undistributed profit/losses of investments accounted by the equity method	7	154.307.013	1.012.792.227
Adjustments related to undistributed profits of associates	7	382.959	477.684
Adjustments related to interest income	15	(35.419.956)	(54.194.884)
Adjustments related to interest expense	15	3.110.197	6.287.303
Adjustments related to monetary (gain) /loss		80.815.289	40.545.362
Changes in working capital		21.534.144	(10.515.487)
Adjustments related to decrease / (increase) in trade receivables		161.641	(985.073)
Decrease / (Increase) in prepaid expenses		(856.037)	(1.778.799)
Adjustments related to increase / (decrease) in trade payables		1.184.944	3.419.834
Decrease / (increase) in other assets related to operations		23.489.441	(8.010.887)
Increase / (decrease) in other liabilities related to operations		(2.226.257)	(3.834.408)
Increase / (decrease) in debt for employee benefits		(219.588)	673.846
Cash flow used in operations		122.924.859	(128.036.237)
Employment termination benefits paid		(1.030.487)	(4.584.308)
Tax refunds / (payment)		(94.858)	(14.194)
B. Net cash generated by investing activities		411.718.263	525.450.523
Cash inflows related to sales of tangible assets	8	-	7.298.339
Cash outflow resulted from acquisition of tangible assets	8	(7.941.454)	(3.874.127)
Cash outflow resulted from acquisition of intangible assets	9	(935.520)	(243)
Dividends received	7,18	385.728.666	467.859.089
Interest received	4,15	34.866.571	54.167.465
C. Cash flow from financing activities		(340.302.779)	(180.414.131)
Repayment of bank borrowings	6	(328.914.775)	(151.089.398)
Interest paid	6	(11.388.004)	(29.324.733)
NET DECREASE IN CASH AND CASH EQUIVALENTS (A + B + C)		193.214.998	212.401.653
D. Monetary gain / (loss) in cash and cash equivalents		(44.460.325)	(33.271.780)
E. CASH AND CASH EQUIVALENTS BALANCE AT THE BEGINNING OF THE PERIOD	4	224.206.941	64.800.346
CASH AND CASH EQUIVALENTS BALANCE AT THE END OF THE PERIOD (A+B+C+D+E)	4	372.961.614	243.930.219

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

TURCAS PETROL A.Ş

CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIODS ENDED 30 JUNE 2024

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 1 – COMPANY’S ORGANISATION AND NATURE OF OPERATIONS

Turcas Petrol A.Ş. (“Company” or “Turcas”) is an investment company that participates in companies operating in the petrol and energy sector.

The Company is incorporated in Turkey and the address of the registered office is as follows:

Maslak Mh. AOS 55. Sk. 42 Maslak A Blok No:2 İç Kapı No: 7 Sarıyer/İstanbul.

The shares of the Company have been traded on Borsa İstanbul since 1992.

The main shareholder of the Company is Aksoy Girişimcilik Enerji ve Turizm A.Ş. The capital structure of the Company as of the related balance sheet dates have been provided at Note 11.

The number of employees of the Company at the end of the period is 39 (31 December 2023: 39).

Associates	Country	Main activity
Shell & Turcas Petrol A.Ş. (“STAŞ”)	Türkiye	Petroleum products
RWE&Turcas Güney Elektrik Üretim A.Ş. (“RWE&Turcas Güney” veya “RTG”)	Türkiye	Energy, electricity

30% shares of STAŞ were owned by Turcas Petrol A.Ş. and 70% of shares were owned by The Shell Company of Turkey Ltd (“Shell Türkiye”). STAŞ operates in every aspect of the purchase, sale, import, export, storage and distribution of all types of fuel and lubricants.

RTG which 30% of shares were owned by Turcas and %70 of shares were owned by RWE Generation SE. RTG is the owner and operator of the natural gas-fired combined cycle power plant in Denizli with an installed capacity of 800 MW.

The detailed information about the investments accounted by equity method is given in Note 7.

ATAŞ is established in Mersin Province. The entity continues its storage and service operations as of the balance sheet date and is recognized under non-current financial investments in the financial statements of Turcas Petrol A.Ş. The Company directly owns 5% of the ATAŞ. Other partners of ATAŞ include STAŞ with %27 of its shares. The Company’s total direct and indirect (through STAŞ) ownership at ATAŞ is %13.1.

Approval of Financial Statements

The condensed financial statements prepared as of 30 June 2024 and the accounting period ending on this date were approved for publication by the Board of Directors decision dated 20 September 2024.

NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS

2.1 Basis of presentation

Financial reporting standards

The accompanying financial statements are prepared in accordance with Communiqué Serial II, No:14.1, "Principles of Financial Reporting in Capital Markets" ("the Communiqué") published in the Official Gazette numbered 28676 on 13 June 2013. According to Article 5 of the Communiqué, financial statements are prepared in accordance with the Turkish Accounting Standards issued by Public Oversight Accounting and Auditing Standards Authority ("POAASA"). TAS contains Turkish Accounting Standards, Turkish Financial Reporting Standards ("TFRS") and its addendum and interpretations.

The accompanying financial statements are presented in accordance with the "Announcement Regarding to TAS Taxonomy" which was published on 3 July 2024 by POA and the format and mandatory information recommended by CMB.

The Company maintains its books of account and prepares its statutory financial statements in TL in accordance with the Turkish Commercial Code ("TCC"), tax legislation and the Uniform Chart of Accounts issued by the Ministry of Finance and accounting principles issued by the CMB. The financial statements, except for the financial asset and liabilities presented with their fair values, are maintained under historical cost conversion, these financial statements are based on the statutory records, which are maintained under historical cost conversion, with the required adjustments and reclassifications reflected for the purpose of fair presentation in accordance with the TAS.

Going Concern

The attached financial statements of the Company have been prepared in accordance with the principle of going concern.

Netting / Offsetting

Financial assets and liabilities included in the financial statements are shown at their net values in the financial statements if there is a legal authority that allows the relevant values to be clarified and there is an intention to show the values net, or if the realization of the asset and the fulfillment of the debt occur simultaneously.

Functional Currency

The financial statements of the Company are presented in the functional currency, which is the currency of the primary economic environment in which they operate. The financial position and results of operations of the Company are expressed in Turkish Lira (TRY), which is the functional currency and the presentation currency for the financial statements.

During the preparation of the financial statements, transactions denominated in foreign currencies (other than TRY) are recorded using the exchange rates prevailing at the transaction dates. Monetary assets and liabilities denominated in foreign currencies on the balance sheet are translated into Turkish Lira using the exchange rates applicable at the balance sheet date.

Restatement of financial statements during periods of high inflation

With the announcement made by the Public Oversight Accounting and Auditing Standards Authority (KGK) on 23 November 2023 and in accordance with the decision of the Capital Markets Board (CMB) dated 28 December 2023 and numbered 81/1820, It has been decided that issuers and capital market institutions will prepare their financial statements by applying the provisions of TAS 29 "Financial Reporting in Hyperinflationary Economies" standard as of 31 December 2023.

**NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS
(Continued)****2.1 Basis of presentation (Continued)****Restatement of financial statements during periods of high inflation (Continued)**

The Company's financial statements dated 30 June 2024 have been restated according to changes in the general purchasing power of the valid currency in accordance with TAS 29 - Financial Reporting in Hyperinflationary Economies ("TAS 29"). TAS 29 requires that financial statements prepared in the currency of a hyperinflationary economy be prepared in terms of the measurement unit current at the statement of financial position date and that prior period financial statements be restated in the same manner.

For this reason, the Company's financial statements dated 30 June 2023 and 31 December 2023 have been rearranged and presented on the basis of purchasing power as of 30 June 2024.

One of the features that necessitates the application of TAS 29 is that the cumulative three-year inflation rate approaches or exceeds 100%. Based on the Turkey-wide Consumer Price Index ("CPI") announced by the Turkish Statistical Institute ("TÜİK"), the cumulative three-year inflation rate in Turkey reached 324% as of 30 June 2024.

However, TFRS 29 does not define the 100% rate as an absolute threshold for high inflation, and whether the financial statements need to be restated according to TFRS 29 is a matter of judgment. Additionally, high inflation is also determined by the economic characteristics of a country.

The table below illustrates the development of CPI over the past three years and as of 30 June 2024.:

	<u>30 June 2023</u>	<u>30 December 2023</u>	<u>30 June 2024</u>
Annual Index	1.351,59	1.859,38	2.319,29
Three-Year Compound Inflation Rate	%190	%268	%324
Adjustment Coefficient	1,71597	1,24735	1,0000

During an inflationary period, a business whose monetary assets exceed its monetary liabilities loses purchasing power, while a business whose monetary liabilities exceed its monetary assets gains purchasing power to the extent that its assets and liabilities are not tied to a price level. Gain or loss on the net monetary position is recognized as a monetary gain (loss) item in the statement of profit or loss.

As of 30 June 2024, the company has reclassified all non-monetary items to reflect the effects of inflation adjustment reporting in the current measurement currency unit. Monetary items have not been reclassified as they are expressed in the current measurement currency unit as of 30 June 2024.

The main elements of the adjustment process made by the company for financial reporting purposes in high inflation economies are as follows:

- i. The current period financial statements prepared in Turkish Lira are expressed in terms of the purchasing power at the balance sheet date, and amounts from previous reporting periods are also adjusted to reflect the purchasing power at the end of the reporting period.
- ii. Non-monetary assets, liabilities, and equity items that were not expressed in terms of the current purchasing power at the balance sheet date have been adjusted using appropriate adjustment factors.

TURCAS PETROL A.Ş

CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIODS ENDED 30 JUNE 2024

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise stated.)

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

2.1 Basis of presentation (Continued)

Restatement of financial statements during periods of high inflation (Continued)

- iii. Monetary assets and liabilities have not been indexed as they are already expressed in terms of the current purchasing power at the balance sheet date. Monetary items refer to cash and items that will be received or paid in cash.
- iv. When the adjusted values of non-monetary items exceed their recoverable amount or fair value due to inflation, such non-monetary items are accounted for at fair value.
- v. Except for items in the comprehensive income statement that affect the financial position statement's non-monetary items, all items in the comprehensive income statement have been indexed using coefficients calculated based on the periods in which income and expense accounts were first reflected in the financial statements.
- vi. All items in the cash flow statement are expressed in the measurement currency unit that is applicable at the end of the reporting period.

2.2 Investments accounted for using the equity method

As of 30 June 2024 and 31 December 2023, investments in associates have been accounted for using the equity method. These are entities in which the Company generally holds between 20% and 50% of the voting rights, or where the Company does not have control but exercises significant influence over the operating and financial policies.

Unrealised gains and losses from transactions between the Company and its associates have been adjusted based on the Company's proportionate interest in the associates. The Company continues to apply the equity method unless it has incurred an obligation or made a commitment regarding the investment in the associate, in which case the carrying amount of the investment in the associate would be zero or the significant influence of the Company ceases. If significant influence ceases, the carrying amount of the investment as of the date when significant influence ends is adjusted to fair value if reliably measurable at that date, otherwise it continues to be stated at cost.

As of 30 June 2024, and 31 December 2023, the direct and indirect voting rights of Turcas in its associates are shown below:

	30 June 2024	31 December 2023
	(%)	(%)
Shell & Turcas Petrol A.Ş.	30,00	30,00
RWE & Turcas Güney Elektrik Üretim A.Ş.	30,00	30,00

Financial assets held for sale that are not traded in organized markets, where fair values cannot be reliably determined, are reflected in the financial statements at cost less any impairment loss provision, if applicable, after adjustments. These assets represent holdings where the Company holds at least or more than 20% of total voting rights but does not exert significant influence or are not deemed significant in financial terms.

Financial assets held for sale where the Company holds less than 20% of total voting rights or does not exert significant influence, and where market prices are available in active markets and fair values can be reliably determined, are reflected in the financial statements at fair values (Note 5).

CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

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

2.3 Changes in Accounting Policies and Estimates and Errors

If there are changes in accounting policies and estimates, or significant accounting errors identified, they are applied retrospectively, and previous period financial statements are restated accordingly. Changes in accounting estimates that affect only the current period are applied in the current period in which the change is made. Changes affecting future periods are applied both in the period of change and prospectively.

2.4 Summary of Significant Accounting Policies

The summarized interim consolidated financial statements for the interim period ended 30 June 2024 have been prepared in accordance with IAS 34, Interim Financial Reporting. The significant accounting policies applied in preparing these interim consolidated financial statements are consistent with those disclosed in the consolidated financial statements as of 31 December 2023. Therefore, the interim consolidated financial statements should be evaluated in conjunction with the financial statements for the year ended 31 December 2023.

In compliance with the Capital Markets Board of Turkey (SPK) regulations, particularly Series II, No. 14.1 Communiqué and related announcements, the interim financial statements adhere to SPK Financial Reporting Standards based on Turkish Accounting Standards (TMS/TFRS). There are no accounting policies applied differently in the interim financial statements compared to the annual financial statements provided in the attachment.

2.5 Changes in Accounting Policies

Significant changes in accounting policies are applied retrospectively and previous period financial statements are restated.

No other changes have been applied to the accounting policies of the Company in the current period.

2.6 Comparative Information and Restatement of Prior Period Financial Statements

To facilitate the determination of financial position and performance trends, the Company prepares its financial statements on a comparative basis with the previous period. When presentation or classification of financial statement items changes, the previous period financial statements are also reclassified accordingly to ensure comparability.

In case of changes and errors in accounting policies and accounting estimates, significant changes made and significant accounting errors detected are applied retrospectively and the previous period financial statements are re-arranged. If changes in accounting estimates are related to only one period, they are applied in the current period in which the change is made, and if they are related to future periods, they are applied both in the period in which the change is made and prospectively.

TURCAS PETROL A.Ş.

CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise stated.)

NOTE 3 - SEGMENT REPORTING

The reportable segments of Turcas have been organized by management as petrol ,electricity and other. The products which are included in petrol are fuel products, lubricants and engine oil. Electricity group consists of power generation.

Accounting policies applied by each operational segment of Turcas are the same as those are applied in The Company's financial statements prepared in accordance with Public Oversight Financial Reporting Standards.

The Company's reportable segments are strategical business units which presents various products and services. Each of these segments are administrated seperately by the necessity of requiring different technologies and marketing strategies.

Information regarding to each segment has been presented below. Earnings before interest, tax, depreciation and amortisation (EBITDA) have been taken into consideration for evaluation of the performance of the operational segments. Management considers EBITDA as the most adequate indicator for making comparison with competitors in the sector.

- a) As of 1 January - 30 June 2024, and for the year ended on that date, segmented information grouped by reportable segments is as follows:

30 June 2024	Petrol	Electricity	Other	Total
Segment revenue				
EBITDA	-	-	140.038.249	140.038.249
Financial income	-	-	97.061.724	97.061.724
Financial expenses	-	-	(54.603.663)	(54.603.663)
Amortization and depreciation expense	-	-	(12.813.614)	(12.813.614)
Income/(expenses) from associates	(75.240.760)	(79.066.253)	-	(154.307.013)
Acquisition of tangible and intangible fixed assets	-	-	8.876.975	8.876.975

- b) As of 1 January - 30 June 2023, and for the year ended on that date, segmented information grouped by reportable segments is as follows:

30 June 2023	Petrol	Electricity	Other	Total
Segment revenue:				
EBITDA	-	-	(125.686.283)	(125.686.283)
Financial income	-	-	273.486.808	273.486.808
Financial expenses	-	-	(362.032.545)	(362.032.545)
Amortization and depreciation expense	-	-	(2.331.473)	(2.331.473)
Income/(expenses) from associates	(816.786.688)	(196.005.539)	-	(1.012.792.227)
Acquisition of tangible and intangible fixed assets	-	-	3.874.370	3.874.370

TURCAS PETROL A.Ş.

CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 3 - SEGMENT REPORTING (Continued)

c) Operational segments which have been prepared in accordance with the reportable segments as of 1 April - 30 June 2024 are as follows:

	Petrol	Electricity	Other	Total
Segment revenue				
EBITDA	-	-	(41.280.892)	(41.280.892)
Financial income	-	-	26.147.583	26.147.583
Financial expenses	-	-	(11.263.811)	(11.263.811)
Amortization and depreciation expense	-	-	(5.985.254)	(5.985.254)
Income/(expenses) from associates	(107.977.697)	125.426.457	-	17.448.760
Acquisition of tangible and intangible fixed assets	-	-	6.918.775	6.918.775

d) Operational segments which have been prepared in accordance with the reportable segments as of 1 April - 30 June 2023 are as follows:

	Petrol	Electricity	Other	Total
Segment revenue				
EBITDA	-	-	(86.877.063)	(86.877.063)
Financial income	-	-	213.079.245	213.079.245
Financial expenses	-	-	(291.625.812)	(291.625.812)
Amortization and depreciation expense	-	-	2.090.854	2.090.854
Income/(expenses) from associates	(569.888.267)	(222.436.680)	-	(792.324.947)
Acquisition of tangible and intangible fixed assets	-	-	5.022.807	5.022.807

e) As of 30 June 2024, the operational segment information is as follows:

	Petrol	Electricity	Other	Eliminations	Total
Segment assets (*)	-	-	503.092.021	684.921.836	1.188.013.857
Investments accounted for using the equity method	4.572.657.504	3.097.796.355	-	-	7.670.453.859
Segment liabilities	-	-	127.701.965	5.073.520	132.775.485

f) As of 31 December 2023, the operational segment information is as follows:

	Petrol	Electricity	Other	Eliminations	Total
Segment assets (*)	-	-	404.212.155	787.699.082	1.191.911.237
Investments accounted for using the equity method	4.736.476.052	3.176.490.115	-	-	7.912.966.167
Segment liabilities	-	-	525.967.506	1.896.996	527.864.502

(*) Investments to associates accounted for using the equity method, is not included

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 3 - SEGMENT REPORTING (Continued)

	1 January - 30 June 2024	1 January - 30 June 2023	1 April - 30 June 2024	1 April - 30 June 2023
Income				
Segment revenue	-	-		
Income	-	-		
EBITDA				
EBITDA of Segment	-	-		
Other EBITDA	140.038.249	(125.686.283)	(41.280.891)	(86.877.063)
EBITDA	140.038.249	(125.686.283)	(41.280.891)	(86.877.063)
Financial income	97.061.724	273.486.808	26.147.583	213.079.245
Financial expense	(54.603.663)	(362.032.545)	(11.263.811)	(291.625.812)
Income from investment activities	196.565.716	485.554.057	192.592.359	477.491.777
Income/(loss) from investments accounted by equity method	(154.307.013)	(1.012.792.227)	17.448.760	(792.324.947)
Depreciation and amortization expenses	(12.813.614)	(2.331.473)	(5.985.254)	2.090.854
Net monetary gains/ (losses)	(83.376.416)	38.635.926	(29.076.706)	16.131.086
Profit / (Loss) before tax	128.564.983	(705.165.736)	148.582.040	(462.034.860)

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise stated.)

NOTE 4 - CASH AND CASH EQUIVALENTS

	30 June 2024	31 December 2023
Cash	208.312	236.415
Banks	373.306.687	223.970.526
- <i>Time deposits</i>	129.650.700	61.316
- <i>Demand deposits</i>	243.655.987	223.909.210
Total	373.514.999	224.206.941

The maturities of cash and cash equivalents are as follows;

	30 June 2024	31 December 2023
Up to 60 days	243.655.987	223.909.210
Total	243.655.987	223.909.210

The effective interest rates (%) of time deposits are as follows:

	30 June 2024	31 December 2023
TL	48,00 - 50, 00	45,00
EUR	3,50	0,5 - 4

As of 30 June 2024 and 31 December 2023, the values of cash and cash equivalents in the cash flow statements are as follows:

	30 June 2024	31 December 2023
Cash and cash equivalents	373.514.999	224.206.941
Less: interest accrual	(553.385)	(350.443)
	372.961.614	223.856.498

As of 30 June 2024, the Company does not have any restricted deposits. (31 December 2023: None.)

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 5 - FINANCIAL INVESTMENTS**a) Financial Investments:**

	30 June 2024		31 December 2023	
	Participation amount	Participation rate (%)	Participation amount	Participation rate (%)
ATAŞ (*)	118.301.840	5	147.563.800	5
	118.301.840		147.563.800	

(*) According to TFRS 9 Financial Instruments Standard, ATAŞ is recognized at fair value which is determined by independent valuation company.

b) Financial Assets:

	30 June 2024	31 December 2023
Current financial assets (*)	228.356.174	273.930.663
Non-current financial assets (*)	175.561.070	210.598.906
Non-current financial assets (**)	65.668.645	68.000.419
Total	469.585.889	552.529.988

Financial assets are accounted for at fair value.

(*) The financial asset originating from the agreements signed between Turcas and Shell Company of Turkey Ltd. (Shell) on 25 August 2017 is subject to valuation and disclosed in the financial statements as TL 403.917.244 TL (31 December 2023 : 484.529.569 (Information on agreements is included in Note 7).

(**) It consists of The Company’s investment at a venture capital investment fund.

	2024	2023
1 January	552.529.988	572.289.054
Usufruct Certificates collection (-)	(263.207.200)	(347.257.417)
Foreign exchange gains	45.303.424	154.089.617
Interest income	32.486.474	43.853.074
Additions	11.152.736	2.079.533
Fair value difference	209.307.013	301.901.953
Inflation accounting impact	(117.986.546)	(212.931.433)
30 June	469.585.889	514.024.381

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 6 – FINANCIAL LIABILITIES

	30 June 2024	31 December 2023
Short-term bank borrowings	103.296.133	277.195.354
Long-term bank borrowings		221.969.829
Total	103.296.133	499.165.183

30 June 2024			
	Yearly weighted average effective interest rate(%)	Original amount	TL
EUR Loans			
- Floating interest rate (*)	6Months Euribor + %1,65	2.935.241	103.296.133
Total short term financial liabilities			103.296.133

(*) The outstanding loan balance as of June 30, 2024 used for the financing of the Denizli natural gas power plant from Bayern LB and EAA (Erste Abwicklungsanstalt) banks consortium is TL 104.601.298 (EURO 2.972.329) including its accrued interest, which is recognized through the deduction of ECA premium fee and the arrangement fee amounting to TL 1.305.165 (EURO 37.088) respectively from the total amount of the loan amount. The aforementioned commission amount is amortized throughout the maturity of the loan.

31 December 2023			
	Yearly weighted average effective interest rate(%)	Original amount	TL
EUR Loans			
- Floating interest rate (**)	6Months Euribor + %1,65	6.809.982	277.195.354
	6Months Euribor + %5,4		
Total short-term borrowings			277.195.354
EUR Loans			
- Floating interest rate (**)	6Months Euribor + %1,65	5.436.469	221.287.524
	6Months Euribor + %5,4		
- Accrual of interest on floating interest rate Euro loans (**)		16.763	682.305
Total long-term borrowings			221.969.829
Total financial borrowings			499.165.183

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 6 – FINANCIAL LIABILITIES (Continued)

(**) The outstanding loan balance as of December 31, 2023 used for the long-term financing of Denizli natural gas power plant from Bayern LB and EAA (Erste Abwicklungsanstalt) banks consortium is TL 382.322.174 (EUR 9.392.679) including its accrued interest, which is recognized through the deduction of ECA premium fee amounting to TL 655.423 (EUR 16.102) and arrangement fee amounting to TL 1.785.289 (EUR 43.860) respectively from the total amount of the loan. The aforementioned commission amounts are amortized throughout the maturity of the loan. The outstanding loan balance as of December 31, 2023 used for the financing of Denizli natural gas power plant from TSKB, is TL 119.447.851 (EUR 2.934.528) including its accrued interest, which is recognized through deducting the arrangement fee amounting to TL 164.130 (EUR 4.032) from total credit amount. The aforementioned commission amount is amortized throughout the maturity of the loan.

Floating interest rated financial debts denominated in foreign currencies are translated to TL using effective exchange rates at period end. Interest rates of floating interest rated financial debts are redetermined in 6 month periods, therefore carrying values are considered to approximate their fair values.

The maturities of the financial liabilities are as follows:

	30 June 2024	31 December 2023
Within 1 year	103.296.133	277.195.354
Between 1 - 2 years	-	221.969.829
Total	103.296.133	499.165.183

Reconciliation of liabilities arising from financing activities

The table below details changes in the Company’s liabilities arising from financing activities, including both cash and non-cash changes. Liabilities arising from financing activities are those for which cash flows were, or future cash flows will be, classified in the Company’s statement of cash flows as cash flows from financing activities:

		Cash changes		Non-cash changes		30 June 2024
		Principal Payments	Interest Payments	Interest accruals & translation adjustments	Inflation accounting impact	
	31 December 2023					
Bank loans	499.165.183	(328.914.775)	(11.388.004)	43.418.384	(98.984.655)	103.296.133
Financial Liabilities	499.165.183	(328.914.775)	(11.388.004)	43.418.384	(98.984.655)	103.296.133

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CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 6 – FINANCIAL LIABILITIES (Continued)

	31 December 2022	Cash changes		Non-cash changes			30 June 2023
		Principal Payments	Interest Payments	Interest accruals & translation adjustments	Balance Reduction Due to ECA Premium Reimbursement (*)	Inflation accounting impact	
Bank loans	721.354.233	(151.089.398)	(29.324.733)	322.740.329	(8.570.876)	(300.977.285)	554.132.270
Financial Liabilities	721.354.233	(151.089.398)	(29.324.733)	322.740.329	(8.570.876)	(300.977.285)	554.132.270

(*) As a result of the decrease in the loan balance thanks to the voluntary early repayments made by the Company in 2022, ECA evaluated that the risk decreased and the ECA premium was reduced by Eur 240,108.95 and the related amount was deducted from the loan balance.

NOTE 7 - INVESTMENTS ACCOUNTED BY EQUITY METHOD

	(%)	30 June 2024	(%)	31 December 2023
STAŞ	30	4.572.657.504	30	4.736.476.051
RWE & Turcas Güney Elektrik Üretim A.Ş.	30	3.097.796.355	30	3.176.490.116
Total		7.670.453.859		7.912.966.167

	30 June 2024	31 December 2023
1 January	7.912.966.167	7.639.912.977
Income and expenses from associates (net) (*)	(154.307.013)	736.856.448
Transactions with associates (**)	382.959	955.367
Actuarial loss / gain	33.959.287	(55.706.763)
Dividends received (***)	(122.521.466)	(409.051.017)
Other	(26.075)	(845)
Total	7.670.453.859	7.912.966.167

(*) The Company’s expense balances from associates amounting to TL 154.307.013 consists of balance from Shell & Turcas Petrol A.Ş. amounting to TL 75.240.760 and consists of balance from RWE&Turcas Güney Elektrik Üretim A.Ş. amounting to TL 79.066.253.

(**) The balance consists of the adjustment for capitalized finance expenses by RWE&Turcas Güney Elektrik Üretim A.Ş. related to the borrowing from the Company in order to finance Denizli Plant investment of RWE&Turcas Güney Elektrik Üretim A.Ş.

(***) The balance, consist of dividend distribution of STAŞ amounting of TL 32.521.466 was collected on March 28, 2024, TL 30.000.000 on June 27,2024 and TL 60.000.000 on June 28,2024 has been collected.

TURCAS PETROL A.Ş.

CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise stated.)

NOTE 7 - INVESTMENTS ACCOUNTED BY EQUITY METHOD (Continued)

STAS

As explained in Note 1, STAS operates for the sales, purchase, export and import, storage and distribution of each kind of fuel products and lubricants.

Shell & Turcas Petrol A.Ş. (STAS), in which Turcas has a 30% share (share of Shell Company of Turkey Ltd. is 70%), has become operational on 1 July 2006. As of 30 June 2024, STAS is one of the leading companies in Turkish fuel distribution sector with 1,187 fuel stations, lubricant production facilities, retail and commercial sale.

In accordance with the agreements signed on 25 August 2017 between Turcas and Shell Company of Turkey;

- (i) Shell has been granted the right, but not the obligation, exercisable at any time and only by Shell, after a 2 year lock-up period, to trigger a calculation of the Fair Market Value (FMV) of STAS for the purpose of purchasing The Company's 30% shares. If upon calculation of FMV Shell makes an offer to purchase The Company's shares in STAS, Turcas has the right to counter offer to purchase Shell's 70% shares in STAS, which could then effectively trigger an auction between the parties where each party has the right either to agree to sell its shares at the last offer or make an increased counter-offer to purchase the other party's shares. Shell has the ability to cancel the auction process at any time before acceptance of any offer. If Shell stops the process, all the offers made up to that time will be null and void and each party's shareholding in STAS will not change. But if it elects to do so, a 2 year lock up period will again be imposed.
- (ii) In return for Turcas providing Shell with the option to trigger an exit, Shell shall cause STAS to issue 125 Usufruct Certificates to Turcas, which shall each entitle Turcas to USD 64,000 of preferred dividends per annum to be valid from financial year 2016 and with first payment to be realized in 2017.

The Company has valued the financial asset resulting from this agreement as TL 403.917.244 in the financial statements (Note 5).

STAS	30 June 2024	31 December 2023
Total assets	46.465.621.350	49.807.175.453
Total liabilities	(31.223.429.671)	(34.018.921.946)
Net assets	15.242.191.679	15.788.253.507
Company's share of associate's net assets	4.572.657.504	4.736.476.051

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise stated.)

NOTE 7 - INVESTMENTS ACCOUNTED BY EQUITY METHOD (Continued)

STAŞ	1 January - 30 June 2024	1 January - 30 June 2023
Net sales	152.255.211.004	124.027.949.215
Comprehensive income / (expense)	(137.604.914)	(2.657.636.939)
Company's share in total comprehensive income/(expense)	(41.281.474)	(797.291.082)

RWE&Turcas Güney Elektrik Üretim A.Ş.

RWE & Turcas Güney Elektrik Üretim A.Ş., in which Turcas has a 30% share (share of RWE Generation SE is 70%), is the owner and operator of a natural gas combined cycle power plant with an installed capacity of 800 MW in Denizli. The power plant has become operational with completion of temporary admission process conducted by the Ministry as of 24 June 2013.

RWE&Turcas	30 June 2024	31 December 2023
Total assets	11.226.046.310	11.754.486.322
Total liabilities	(841.062.096)	(1.105.912.838)
Net assets	10.384.984.214	10.648.573.484
Company's share of associate's net assets	3.115.495.264	3.194.572.045
Inter-group finance expense elimination	(17.698.909)	(18.081.928)
Company's share,net	3.097.796.355	3.176.490.116

RWE&Turcas	1 January - 30 June 2024	1 January - 30 June 2023
Net sales	3.994.298.592	6.138.620.295
Comprehensive income / (expense)	(263.554.173)	(651.490.098)
Company's share in total comprehensive income / (expense)	(79.066.252)	(195.447.029)

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 8 - PROPERTY, PLANT AND EQUIPMENT

As of June 30, 2024 and December 31, 2023, all depreciation and amortization expenses are classified in general administrative expenses.

	1 January 2024	Additions	Disposals	30 June 2024
<u>Cost</u>				
Buildings	149.966.856	-	-	149.966.856
Machinery and equipment	345.516.327	6.042.210	-	351.558.537
Motor vehicles	47.098.657	-	-	47.098.657
Furniture and fixtures	42.170.432	1.899.244	-	44.069.676
Leasehold improvements	1.850.979	-	-	1.850.979
Total	586.603.251	7.941.454	-	594.544.705
<u>Accumulated depreciation</u>				
Buildings	32.295.071	1.499.553	-	33.794.624
Machinery and equipment	290.206.299	6.089.891	-	296.296.190
Motor vehicles	9.799.765	4.023.168	-	13.822.933
Furniture and fixtures	38.342.890	836.872	-	39.179.762
Leasehold improvements	1.850.979	-	-	1.850.979
Total	372.495.004	12.449.484	-	384.944.488
Net Book Value	214.108.247			209.600.217

	1 January 2023	Additions	Disposals	30 June 2023
<u>Cost</u>				
Buildings	149.966.119	125	-	149.966.244
Machinery and equipment	328.832.663	3.640.879	(33.005)	332.440.537
Motor vehicles	29.543.233	-	(7.223.497)	22.319.736
Furniture and fixtures	39.592.741	233.123	(41.490)	39.784.374
Leasehold improvements	1.850.971	-	-	1.850.971
Total	549.785.727	3.874.127	(7.297.992)	546.361.862
<u>Accumulated depreciation</u>				
Buildings	-	-	-	-
Machinery and equipment	-	-	-	-
Motor vehicles	-	-	-	-
Furniture and fixtures	375.166.149	1.976.122	-	377.142.271
Leasehold improvements	-	-	-	-
Total	375.166.149	1.976.122	-	377.142.271
Net Book Value	174.619.578			169.219.591

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 9 – INTANGIBLE ASSETS

	1 January 2024	Additions	Disposals	30 June 2024
<u>Cost</u>				
Rights	600.639.101	935.520	-	601.574.621
Total	600.639.101	935.520	-	601.574.621
<u>Accumulated amortization</u>				
Rights	600.288.667	364.130	-	600.652.797
Total	600.288.667	364.130	-	600.652.797
Net Book Value	350.434			921.824

	1 January 2023	Additions	Disposals	30 June 2023
<u>Cost</u>				
Rights	600.636.147	243	-	600.636.390
Total	600.636.147	243	-	600.636.390
<u>Accumulated amortization (-)</u>				
Rights	599.662.270	355.351	-	600.017.621
Total	599.662.270	355.351	-	600.017.621
Net Book Value	973.877			618.769

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 10- COMMITMENTS, CONTINGENT ASSETS AND LIABILITIESContingent assets and liabilities related to Turcas

Collaterals/ pledges/ mortgages/bill of guarantees (“CPMB”) position of the Company as of 30 June 2024 and 31 December 2023 are as follows:

	Currency	30 June 2024		31 December 2023	
		Original Amount	TL Amount	Original Amount	TL Amount
A. GPM's given for companies					
Own legal personality (*) (**)	TL	22.981.067	22.981.067	28.686.288	28.686.288
	USD	9.400	309.122	9.400	345.788
B. GPM's given on behalf of fully Consolidated companies	EUR	227.471	8.005.107	266.719	10.856.604
C. GPM's given for continuation of its economics activites on behalf of third parties	TL	-	-	-	-
	USD	-	-	-	-
	EUR	-	-	-	-
D. Total amount of other GPM's					
i) Total amount GPM's given on behalf of the majority shareholders	USD	-	-	-	-
ii) Total amount of GPM's given to on behalf of other group companies which are not in scope of B and C	EUR	-	-	-	-
iii) Total amount of GPM's given on behalf of third parties which are not in scope of C					
Total			31.295.296		39.888.680

(*) It consists of the guarantees given by Turcas Petrol to Official Institutions.

(**) Euro collateral refers to an external guarantee (DSRA Standby Letter of Credit) issued by Akbank A.Ş. on behalf of Bayern LB, amounting to 227.471 Euros with a maturity date of 31 July 2024. This guarantee is related to the Company's share of financing for the 800 MW Natural Gas Combined Cycle Power Plant investment in Denizli.

	30 June 2024	31 December 2023
Letter of guarantees received	298.000	311.833
Letter of other guarantees received	27.000	33.678
Total	325.000	345.511

TURCAS PETROL A.Ş.

CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 10- COMMITMENTS, CONTINGENT ASSETS AND LIABILITIES (Continued)

Contingent assets and liabilities of Turcas Petrol A.Ş. regarding STAŞ

The contingent assets and liabilities of the Company related to STAŞ are as follows:

	30 June 2024	31 December 2023
Letters of guarantee given to the customs office	1.469.723.100	1.417.030.882
Letters of guarantee given to the tax office	668.458.200	570.601.850
Letters of guarantee given to the EMRA	15.000.000	18.710.250
Other	42.822.300	26.046.851
Total	2.196.003.600	2.032.389.833

STAŞ has committed to pay TL 4.691.067.000TL to the station owners for the station improvements in the period mentioned below (31 December 2023: TL 5.550.337.037). The payment terms of Company’s share of warranty are as follows:

	30 June 2024	31 December 2023
Within 1 year	376.317.000	497.851.313
1-5 years	801.522.300	912.466.337
5-22 years	229.480.800	254.783.462
Total	1.407.320.100	1.665.101.112

According to the environmental laws in effect, Shell & Turcas Petrol A.Ş. (“STAŞ”) is responsible for any environmental pollution that may arise as a result of its operations. In the case that STAŞ causes an environmental pollution, STAŞ may be required to recover the damages. There are no environmental lawsuits claimed against STAŞ as of the balance sheet date, however in the case of abandoning the currently operating terminals in the future, STAŞ may be charged for the soil clean-up costs for these terminals. On the other hand, according to the BCA, any environmental liabilities that have arisen prior to the acquisition date are the responsibility of shareholders. STAŞ is accountable only for the environmental liabilities that occur subsequent to the Acquisition Date. However, STAŞ management does not foresee any liabilities that should be reflected in these financial statements.

TURCAS PETROL A.Ş.

CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise stated.)

NOTE 10- COMMITMENTS, CONTINGENT ASSETS AND LIABILITIES (Continued)

In its decision dated 12.03.2020 and numbered 20- 14/192-9, the Competition Board decided that STAŞ violated Article 4 of the Law No. 4054 on the Protection of Competition by determining the resale prices of its dealers ("Decision"). With this decision, an administrative fine of 348.154.458,54 TL was imposed on STAŞ by the Competition Board. The reasoned decision was notified by STAŞ on 21.09.2020. In order to benefit from the 25% early payment discount, STAŞ made a payment of TL 261.116.000 to the tax office on 21.10.2020 with a reservation record before filing a lawsuit for annulment against the Decision. On 14.01.2021, STAŞ filed an annulment lawsuit against the Decision at the Ankara Administrative Court for stay of execution and the objection was rejected. Therefore, an appeal was filed with the Regional Administrative Court on 08.02.2022 and a further appeal was filed with the Council of State on 23.12.2022, following the negative outcome of the appeal court decision. With the decision of the 13th Chamber of the Council of State numbered 2023/3012 under 2023/271, the decision of the appeal court has been approved. The fine amount paid was accounted as an expense in 2022. An individual application was made to the Constitutional Court on 18 August 2023 and is expected to be concluded

Contingent asset and liabilities of Turcas Petrol A.Ş. regarding RWE & Turcas Güney Elektrik Üretim A.Ş.

Contingent assets and liabilities of Turcas regarding RWE & Turcas Güney Elektrik Üretim A.Ş. are as follows:

	30 June 2024	31 December 2023
Guarantee letters issued to EPIAŞ	15.407.844	19.967.384
Guarantee letters issued to Türkiye Elektrik İletim A.Ş.	11.442.698	8.921.919
Guarantee letters issued to BOTAS	51.300	63.989
Other	100.531	87.977
Total	27.002.373	29.041.269

	30 June 2024	31 December 2023
Letters of guarantees received	184.424	288.137.850
Total	184.424	288.137.850

TURCAS PETROL A.Ş.

CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise stated.)

NOTE 11- EQUITY

a) Paid in capital / Capital adjustment due to cross ownership

Shareholders	Share Type	30 June 2024	Share (%)	31 December 2023	Share (%)
Aksoy Girişimcilik Enerji ve Turizm A.Ş.	A/C Group	139.175.892	54,45%	139.175.892	54,45%
Free Float	A Group	91.175.278	35,67%	91.173.281	35,67%
Turcas Petrol A.Ş. (publicly traded on BIST)	A Group	71.336	0,03%	71.336	0,03%
Other	A/B Group	25.177.494	9,85%	25.179.491	9,85%
Total		255.600.000	100%	255.600.000	100%
Repurchased shares		(8.450.916)		(8.450.916)	
Inflation adjustment		4.307.599.718		4.307.599.718	
Adjusted Capital		4.554.748.802		4.554.748.802	

(*) The decrease in the part indicated as "other" and the increase in the public part of the same amount are due to the fact that the shares of the shareholders who have shares that are not traded on the stock exchange (closed) are transferred to the status of publicly traded/publicly traded in line with their own requests.

The issued capital of the Company in 30 June 2024 is composed of 255.600.000 shares (31 December 2022: 255.600.000 shares). The nominal value of shares is TL 1 per share.

At least three members of the Board of Directors are elected among the candidates nominated by Group "B" shareholders. At least two members of the Board of Directors are elected among the candidates nominated by Group C shareholders, Group C shareholders have at least forty percent (40%) right, Group A shareholders have the right of nominating and electing three (3) members of the Board of Directors at the General Assembly Meeting where the members of the Board of Directors are elected. However, the remaining members of the Board of Directors are nominated and elected by the Group B shareholders.

At least one of the Group C shareholders is required to vote in the affirmative for some critical decisions determined in the establishment agreement of the Company.

There is no privilege assigned to any group of shares in terms of dividend distribution.

b) Restricted Reserves

	30 June 2024	31 December 2023
Legal reserves (*)	39.311.954	39.311.954
Inflation accounting effect	542.940.936	542.940.936
Total	582.252.890	582.252.890

(*) Reserves on retained earnings in the Local GAAP.

The legal reserves consist of first and second reserves, appropriated in accordance with the Turkish Commercial Code (TCC). The TCC stipulates that the first legal reserve is appropriated out of statutory profits at the rate of 5% per annum, until the total reserve reaches 20% of the company's paid-in share capital.

TURCAS PETROL A.Ş.

CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

DİPNOT 11 – EQUITY (Continued)

The second legal reserve is appropriated at the rate of 10% per annum of all cash distributions in excess of 5% of the paid-in share capital. Under the TCC, the legal reserves can be used only to offset losses and are not available for any other usage unless they exceed 50% of paid-in share capital. These amounts should be classified under “Restricted Reserves” as per CMB Financial Reporting standards

Dividend distribution

Dividends are distributed according to Communiqué Serial: IV, No: 27 on “Principles Regarding Distribution of Interim Dividends for quoted entities subject to Capital Market Board Law”, principles on corporate articles and dividend distribution policy which is declared by Companies.

In addition to the CMB, it is stipulated that companies which have the obligation to prepare financial statements, calculate the net distributable profit amount by taking into account the net profits for the period in the financial statements that will be prepared and announced to the public in accordance with the Communiqué II-14.1 that sufficient reserves exists in the unconsolidated statutory books.

It is allowed to pay dividends to shareholders as bonus share which shall be issued through the addition of dividends to equity or in cash or distributing to shareholders at a certain ratio in cash and at a certain rate as bonus share depending upon the resolutions taken in the general assemblies of companies provided that it is decided to realize dividend payment and also to remain the amount in question in partnership body without distribution if the amount of determined first dividend is less than 5% of paid/issued capital but it has become obligatory for the joint stock companies, which shall pay dividends from net income for the period as a result of their activities and having their shares separated as “old” and “new” since they have made a capital increase without realizing dividend payment related to previous period, to pay the first dividend, which shall be calculated, in cash.

NOTE 12 – GENERAL ADMINISTRATIVE EXPENSES

General Administrative Expenses	1 January- 30 June 2024	1 January- 30 June 2023	1 April- 30 June 2024	1 April- 30 June 2023
Personnel Expenses	58.583.608	54.724.245	29.396.811	26.164.039
Outsourced Services	15.026.224	17.518.877	9.244.319	11.525.831
Depreciation and Amortization Expenses	12.813.614	2.331.473	5.985.254	(2.090.854)
Maintenance and Repair Expenses	1.408.775	869.642	1.408.775	869.642
Insurance Expenses	1.355.860	1.651.992	617.781	1.381.018
Vehicle Expenses	6.320.869	2.450.666	2.128.999	2.450.666
Office Expenses	592.124	1.107.614	255.702	758.902
Travel Expenses	443.246	7.692.369	256.919	7.535.326
Tax and Other Liabilities	233.273	779.447	(155.977)	136.297
Rent Expenses	115.218	149.156	57.170	(269.978)
Lawsuit Provision Expenses	83.702	511.980	38.748	(2.220.017)
Other	4.457.645	5.077.669	1.484.822	(412.315)
Total	101.434.158	94.865.130	50.719.323	45.828.557

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 13 – OTHER OPERATING INCOME/ EXPENSES

	1 January- 30 June 2024	1 January- 30 June 2023	1 April- 30 June 2024	1 April- 30 June 2023
<u>Other income from operating activities</u>	228.658.793	10.950.039	3.669.079	5.112.878
Income from Shell Company of Turkey Joint	219.843.499	-	-	-
Rental Income	1.307.240	1.614.712	1.054.985	854.231
Service Revenue	7.472.961	8.347.710	2.614.094	5.056.541
Other	35.093	987.617	-	(797.894)
<u>Other expenses from operating activities (-)</u>	-	(44.102.665)	(215.901)	(44.070.530)
Shell Company Joint Venture Agreement				
Expense	-	(44.102.556)	-	(44.102.556)
Other	-	(109)	(215.901)	32.026
Total	228.658.793	(33.152.626)	3.453.178	(38.957.652)

NOTE 14- INCOME / EXPENSES FROM INVESTMENT ACTIVITIES

	1 January- 30 June 2024	1 January- 30 June 2023	1 April- 30 June 2024	1 April- 30 June 2023
<u>Income from Investment Activities</u>	209.320.083	496.512.249	205.346.727	487.553.513
Fair value difference of venture capital investment fund (Note 5)	200.887.382	271.175.292	201.784.207	271.175.320
Fair value difference of Ataş	-	185.341.525	-	185.341.525
Fair value difference of venture capital investment fund (Note 5)	8.419.631	30.726.662	3.557.579	21.767.897
Profit on fixed asset	-	8.886.808	-	8.886.808
Other	13.070	381.962	4.941	381.962
<u>Expenses from Investment Activites (-)</u>	(12.754.367)	(10.958.191)	(12.754.367)	(10.061.736)
Fair value difference of Ataş	(12.743.552)	(10.609.546)	(12.743.552)	(9.713.091)
Losses on fixed asset	(10.815)	(348.645)	(10.815)	(348.645)
Total	196.565.716	485.554.058	192.592.360	477.491.777

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 15- FINANCIAL INCOME AND EXPENSES

	1 January- 30 June 2024	1 January- 30 June 2023	1 April- 30 June 2024	1 April- 30 June 2023
<u>Financial Income</u>	97.061.724	273.486.808	26.147.583	213.079.245
Interest Income	35.419.956	54.194.884	16.698.432	36.389.408
Foreign Exchange Gains	61.641.768	207.967.354	9.005.766	174.605.431
Other (*)	-	11.324.570	443.385	2.084.406
<u>Financial Expenses</u>	(54.603.663)	(362.032.545)	(11.263.811)	(291.625.812)
Foreign Exchange Losses	(40.105.462)	(326.420.509)	(10.134.589)	(267.733.244)
Interest Expenses	(14.498.201)	(35.612.036)	(1.129.222)	(23.892.568)
Other	-	-	-	-
Financial Income / Expenses	42.458.061	(88.545.737)	14.883.772	(78.546.567)

(*) TL 9,123,269 of Other Financing Income in the period of January 1 - June 30 is the ECA credit risk premium reduced by EUR 240,108.95 by ECA as a result of the decrease in the loan balance due to the voluntary early repayments made by the Company in 2022, and has been deducted from the loan balance.

NOTE 16 - TAX ASSETS AND LIABILITIES**Income Tax Expense**

Current Tax Liability	30 June 2024	31 December 2023
Prepaid Tax and Funds	467.566	464.897
Prepaid Taxes and Funds	467.566	464.897

Corporate Tax

The Company is subject to Turkish corporate taxes. A provision is made in the accompanying financial statements for the estimated charge based on the Company’s results for the period

Corporate tax is applied on taxable corporate income, which is calculated from the statutory accounting profit by adding back non-deductible expenses, and by deducting the tax-exempt earnings, other exempt income and other deductions (losses of previous periods, investment incentives utilized).

Valid rate of corporate tax in 2024 is 25% (31 December 2023: 25%).

Income Tax Withholding

In addition to corporate taxes, companies should also calculate income withholding taxes and funds surcharge on any dividends distributed, except for companies receiving dividends who are Turkish residents and Turkish branches of foreign companies. Income withholding tax applied is 10%. Undistributed dividends incorporated in share capital are not subject to income withholding tax.

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 16 - TAX ASSETS AND LIABILITIES (Continued)**Deferred tax assets and liabilities**

The Company, recognizes deferred tax assets and liabilities based upon temporary differences arising between their financial statements prepared in accordance with Turkish Financial Reporting Standards and their statutory financial statements. These temporary differences usually result in the recognition of revenue and expenses in different reporting periods for Turkish Financial Reporting Standards and tax purposes.

The rate applied in the calculation of deferred tax assets and liabilities is 25% depending on the periods that temporary differences disappears (31 December 2023: 25%).

The breakdowns of cumulative temporary differences and the resulting deferred tax assets/liabilities using principal tax rates are as follows:

	Total temporary differences		Deferred tax asset/(liability)	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
Interest accrual, net and prepaid loan commissions	1.007.845	(11.385.596)	251.961	2.846.399
Tangible and intangible assets	(46.881.324)	(76.701.636)	11.720.331	15.340.327
Provision for employment termination benefits	(2.739.435)	(4.414.974)	(684.859)	1.103.744
Unused vacation pay liability	(2.090.611)	(1.288.514)	(522.653)	322.128
Provision for lawsuit	(12.707.329)	(7.462.139)	(3.176.832)	1.865.535
Deferred tax asset, net	(63.410.854)	(101.252.859)	7.587.948	21.478.133

The movements of deferred tax assets and liabilities for the periods ending 30 June 2024, and 30 June 2023, are as follows:

	1 January- 30 June 2024	1 January- 30 June 2023
Opening balance	21.478.133	(23.646.231)
Amount in statement of profit or loss	(13.878.874)	(5.123.735)
Amount in other comprehensive income	(11.311)	(511.304)
Closing balance	7.587.948	(29.281.270)

NOTE 17 - EARNINGS / (LOSS) PER SHARE

The number of Company shares and earnings per share calculations for 30 June 2024 and 2023 are as follows:

	1 January- 30 June 2024	1 January- 30 June 2023	1 April- 30 June 2024	1 April- 30 June 2023
Net profit / (loss) of shareholders	114.686.109	(710.289.472)	134.979.880	(466.744.247)
Number of outstanding shares	255.600.000	255.600.000	255.600.000	255.600.000
Earnings / (loss) per share	0,449	(2,779)	0,528	(1,826)

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 18 - TRANSACTIONS AND BALANCES WITH RELATED PARTIES

1 January – 30 June 2024										
	Financial Assets		Receivables				Payables			
	Short-term	Long-term	Short-term	Long-term	Short-term	Long-term	Short-term	Long-term	Short-term	Long-term
			Trading	Non- Trading	Trading	Non- Trading	Trading	Non- Trading	Trading	Non- Trading
Balances with related parties	-	-								
Associates										
RWE & Turcas Güneş Elektrik Üretim A.Ş.	-	-	-	-	-	-	-	37.906	-	-
Shell & Turcas Petrol A.Ş. (*)	228.356.174	175.561.070	-	7.188	-	-	-	-	-	-
Other related entities										
Ataş Anadolu Tasfiyehanesi A.Ş.	-	-	-	-	-	-	-	2.938.143	-	-
Dividend payable to shareholders	-	-	-	-	-	-	-	187.987	-	-
YTC Turizm ve Enerji A.Ş.	-	-	-	-	-	-	-	-	-	-
Aksoy Holding A.Ş.	-	-	-	540	-	-	-	-	-	-
Aksoy International Dış Ticaret A.Ş.	-	-	-	184.485	-	-	-	-	-	-
Aksoy International Holding A.Ş.	-	-	-	-	-	-	-	-	-	-
Aksoy Girişimcilik Enerji Ve Turizm A.Ş.	-	-	-	747.469	-	-	-	-	-	-
Horizonist Dis Tic.Ltd.Sti.	-	-	-	6.370	-	-	-	-	-	-
Daytona Turizm ve Danışmanlık Ltd.Şti.	-	-	-	2.810	-	-	-	-	-	-
Tas.Hal.Transbalkan Denizyolları Deniz Taş.A.Ş.	-	-	-	2.810	-	-	-	-	-	-
Conrad Yeditepe Beyn.Otelcilik Turz. Tic.A.Ş.	-	-	-	-	-	-	-	-	-	-
Aksoy Taşınmaz Yatırımları A.Ş.	-	-	-	86.024	-	-	-	-	-	-
Gode Tekstil ve Tasarım Hizmetleri LTD. ŞTİ.	-	-	-	4.620	-	-	-	-	-	-
Total	228.356.174	175.561.070	-	1.042.316	-	-	-	3.164.036	-	-

(*) The financial asset originating from the agreements signed between Turcas and Shell Company of Turkey Ltd. (Shell) on 25.08.2017 is subject to valuation and disclosed in the financial statements as Financial Asset as TL 403.917.244 in total, amounting to TL 228.356.174 as short term and TL 175.561.070 as long term.(Note 5).

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 18 - TRANSACTIONS AND BALANCES WITH RELATED PARTIES (Continued)

	31 December 2023									
	Financial Assets		Receivables				Payables			
	Short-term	Long-term	Short-term		Long-term		Short-term		Long-term	
Balances with related parties			Trading	Non- Trading	Trading	Non- Trading	Trading	Non- Trading	Trading	Non- Trading
Associates										
RWE & Turcas Güney Elektrik Üretim A.Ş.	-	-	-	8.966	-	-	-	-	-	-
Shell & Turcas Petrol A.Ş. (*)	273.930.663	210.598.906	-	-	-	-	-	41.106	-	-
Other related entities										
Ataş Anadolu Tasfiyehanesi A.Ş.	-	-	-	-	-	-	-	4.587.370	-	-
Dividend payable to shareholders	-	-	-	-	-	-	-	234.486	-	-
YTC Turizm ve Enerji A.Ş.	-	-	-	-	-	-	-	69.225	-	-
Aksoy Holding A.Ş.	-	-	-	674	-	-	-	-	-	-
Aksoy International Dış Ticaret.A.Ş.	-	-	-	-	-	-	-	-	-	-
Aksoy International Holding A.Ş.	-	-	-	819.951	-	-	-	-	-	-
Aksoy Girişimcilik Enerji Ve Turizm A.Ş.	-	-	-	7.197	-	-	-	-	-	-
Horizonist Dis Tic.Ltd.Sti.	-	-	-	3.480	-	-	-	-	-	-
Daytona Turizm ve Danışmanlık Ltd.Şti.	-	-	-	3.480	-	-	-	-	-	-
Tas.Hal.Transbalkan Denizyolları Deniz Taş.A.Ş.	-	-	-	-	-	-	-	-	-	-
Conrad Yeditepe Beyn.Otelcilik Turz. Tic.A.Ş.	-	-	-	-	-	-	-	662.448	-	-
Aksoy Taşınmaz Yatırımları A.Ş.	-	-	-	823	-	-	-	-	-	-
Gode Tekstil ve Tasarım Hizmetleri LTD. ŞTİ.	-	-	-	-	-	-	-	-	-	-
Total	273.930.663	210.598.906	-	844.572	-	-	-	5.594.635	-	-

(*) The financial asset originating from the agreements signed between Turcas and Shell Company of Turkey Ltd. (Shell) on 25.08.2017 is subject to valuation and disclosed in the financial statements as Financial Asset as TL 484.529.569 in total, amounting to TL 273.930.663 as short term and TL 210.598.906 as long term.(Note 5).

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 18 - TRANSACTIONS AND BALANCES WITH RELATED PARTIES (Continued)

	1 January- 30 June 2024							
Transactions with related parties	Purchases	Sales	Interest received	Interest paid	Rent income	Dividend income	Other income	Other expense
Associates								
Shell & Turcas Petrol A.Ş.(*)	-	-	-	-	-	122.521.466	263.207.200	309.798
RWE & Turcas Güney Elektrik Üretim A.Ş.	-	-	-	-	-	-	-	-
Other related entities								
The Shell Company of Turkey LTD. (**)	-	-	-	-	-	-	219.843.499	-
Aksoy Holding A.Ş.	-	-	-	-	3.219	-	-	-
Aksoy International Dış Ticaret.A.Ş.	-	-	-	-	3.219	-	457.068	-
Aksoy International Holding A.Ş.	-	-	-	-	3.541	-	-	-
Ataş Anadolu Tasfiyehanesi A.Ş.	-	-	-	-	817.004	-	19.966	1.882.150
Daytona Turizm ve Danışmanlık Ltd.Şti.	-	-	-	-	3.219	-	-	-
Tas.Hal.Transbalkan Denizyollari Deniz Taş.A.Ş.	-	-	-	-	3.219	-	-	-
Aksoy Taşınmaz Yatırımları A.Ş.	-	-	-	-	3.219	-	423.017	593.166
YTC Turizm ve Enerji A.Ş.	-	-	-	-	-	-	-	384.178
Conrad Yeditepe Beyn.Otelcilik Turz.Ve Tic A.Ş.	-	-	-	-	-	-	-	13.067
Horizonist Dis Tic.Ltd.Sti.	-	-	-	-	3.219	-	-	-
Aksoy Girişimcilik Enerji Ve Turizm A.Ş.	-	-	-	-	463.840	-	6.593.597	1.619.205
Gode Tekstil ve Tasarım Hizmetleri LTD. Şti.	-	-	-	-	3.541	-	-	-
-	-	-	-	-	-	-	-	-
Total	-	-	-	-	1.307.240	122.521.466	490.544.347	4.801.564

(*) Other income consists of usufruct certificates income.

(**) It consists of income from the Joint Venture Agreement with The Shell Company of Turkey (“SCTL”).

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 18 - TRANSACTIONS AND BALANCES WITH RELATED PARTIES (Continued)

1 January- 30 June 2023								
Transactions with related parties	Purchases	Sales	Interest received	Interest paid	Rent income	Dividend income	Other income	Other expense
Associates								
Shell & Turcas Petrol A.Ş. (*)	-	-	-	-	-	-	347.490.081	323.745
RWE & Turcas Güney Elektrik Üretim A.Ş.	-	-	-	-	-	120.369.009	33.774	25.164
Other related entities								
The Shell Company of Turkey LTD. (**)	-	-	-	-	-	-	-	44.102.556
Aksoy Holding A.Ş.	-	-	-	-	5.453	-	-	-
Aksoy International Dış Ticaret.A.Ş.	-	-	-	-	5.453	-	568.856	-
Aksoy International Holding A.Ş.	-	-	-	-	7.997	-	-	-
Ataş Anadolu Tasfiyehanesi A.Ş.	-	-	-	-	878.674	-	59.424	1.711.770
Daytona Turizm ve Danışmanlık Ltd.Şti.	-	-	-	-	5.453	-	-	-
Tas.Hal.Transbalkan Denizyollari Deniz Taş.A.Ş.	-	-	-	-	5.453	-	-	-
Aksoy Taşınmaz Yatırımları A.Ş.	-	-	-	-	5.453	-	860.114	2.617.056
YTC Turizm ve Enerji A.Ş.	-	-	-	-	-	-	-	-
Conrad Yeditepe Beyn.Otelcilik Turz.Ve Tic A.Ş.	-	-	-	-	-	-	-	-
Horizonist Dis Tic.Ltd.Sti.	-	-	-	-	5.453	-	-	-
Aksoy Girişimcilik Enerji Ve Turizm A.Ş.	-	-	-	-	549.822	-	6.407.080	1.233.075
Gode Tekstil ve Tasarım Hizmetleri LTD. Şti.	-	-	-	-	5.966	-	-	-
Total	-	-	-	-	1.475.177	120.369.009	355.419.329	50.013.366

(*) Other income consists of usufruct certificates income.

(**) It consists of income from the Joint Venture Agreement with The Shell Company of Turkey (“SCTL”).

TURCAS PETROL A.Ş.

CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 18 - TRANSACTIONS AND BALANCES WITH RELATED PARTIES (Continued)

The amount of salaries and similar benefits provided to senior management in the current period is as follows:

	1 January - 30 June 2024	1 January - 30 June 2023
Salaries and other short-term benefits	33.359.645	25.915.321

NOTE 19 – FOREIGN CURRENCY POSITION

(i) Foreign currency risk management

Foreign currency transactions cause foreign currency risk.

The Company has foreign currency risk, due to the fluctuations in exchange rates used in foreign currency transactions. The foreign currency risk arises from future trade transactions and the difference between recorded assets and liabilities. Under such circumstances, the company controls this risk by netting off the foreign currency assets and liabilities. The management analyzes the Company’s foreign currency position and takes necessary precautions when needed.

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 19 – FOREIGN CURRENCY POSITION (Continued)

The Company is primarily exposed to risks from USD and EUR, other currencies’ effects are immaterial.

	30 June 2024			
	TL Equivalent (functional currency)	USD	EUR	Other
1- Trade receivables	-	-	-	-
2a- Monetary financial assets	241.607.894	3.934.584	3.201.127	-
2b- Non-monetary financial assets	-	-	-	-
3- Other	-	-	-	-
4- Current assets (1+2+3)	241.607.894	3.934.584	3.201.127	-
5- Trade receivables	-	-	-	-
6a- Monetary financial assets	-	-	-	-
7b- Non-monetary financial assets	-	-	-	-
8- Other	-	-	-	-
8- Non-current assets (5+6+7)	-	-	-	-
9- Total assets (4+8)	241.607.894	3.934.584	3.201.127	-
10- Trade payables	-	-	-	-
11- Financial liabilities	103.296.133	-	2.935.241	-
12a- Other monetary liabilities	-	-	-	-
12b- Other non-monetary liabilities	-	-	-	-
13- Current liabilities (10+11+12)	103.296.133	-	2.935.241	-
14- Trade payables	-	-	-	-
15- Financial liabilities	-	-	-	-
16a- Other monetary liabilities	-	-	-	-
16b- Other non-monetary liabilities	-	-	-	-
17- Non-current liabilities (14+15+16)	-	-	-	-
18- Total liabilities (13+17)	103.296.133	-	2.935.241	-
19- Net asset / liability position of off-balance sheet derivatives (19a-19b)	-	-	-	-
19a- Off-balance sheet foreign currency derivatives assets	-	-	-	-
19b- Off-balance sheet foreign currency derivatives liabilities	-	-	-	-
20- Net foreign currency asset liability position (9-18+19)	138.311.761	3.934.584	265.886	-
21- Net foreign currency asset / liability position of (1+2a+5+6a+11-12a-14-15-16a)	138.311.761	3.934.584	265.886	-
22- Fair value of foreign currency hedged financial assets	-	-	-	-
23- Hedged foreign currency assets	-	-	-	-
24- Hedged foreign currency liabilities	-	-	-	-
25- Exports	-	-	-	-
26- Imports	-	-	-	-

TURCAS PETROL A.Ş.

CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 19 – FOREIGN CURRENCY POSITION (Continued)

	31 December 2023			
	TL Equivalent (functional currency)	USD	EUR	Other
1- Trade receivables	-	-	-	-
2a- Monetary financial assets	222.021.008	225	5.464.104	10
2b- Non-monetary financial assets	-	-	-	-
3- Other	-	-	-	-
4- Current assets (1+2+3)	222.021.008	225	5.464.104	10
5- Trade receivables	-	-	-	-
6a- Monetary financial assets	-	-	-	-
7b- Non-monetary financial assets	-	-	-	-
8- Other	-	-	-	-
8- Non-current assets (5+6+7)	-	-	-	-
9- Total assets (4+8)	222.021.008	225	5.464.104	10
10- Trade payables	-	-	-	-
11- Financial liabilities	277.195.354	-	6.809.982	-
12a- Other monetary liabilities	-	-	-	-
12b- Other non-monetary liabilities	-	-	-	-
13- Current liabilities (10+11+12)	277.195.354	-	6.809.982	-
14- Trade payables	-	-	-	-
15- Financial liabilities	221.969.829	-	5.453.232	-
16a- Other monetary liabilities	-	-	-	-
16b- Other non-monetary liabilities	-	-	-	-
17- Non-current liabilities (14+15+16)	221.969.829	-	5.453.232	-
18- Total liabilities (13+17)	499.165.183	-	12.263.214	-
19- Net asset / liability position of off-balance sheet derivatives (19a-19b)	-	-	-	-
19a- Off-balance sheet foreign currency derivatives assets	-	-	-	-
19b- Off-balance sheet foreign currency derivatives liabilities	-	-	-	-
20- Net foreign currency asset liability position (9- 18+19)	(277.144.175)	225	(6.799.110)	10
21- Net foreign currency asset / liability position of (1+2a+5+6a+11-12a-14-15-16a)	(277.144.175)	225	(6.799.110)	10
22- Fair value of foreign currency hedged financial assets	-	-	-	-
23- Hedged foreign currency assets	-	-	-	-
24- Hedged foreign currency liabilities	-	-	-	-
25- Exports	-	-	-	-
26- Imports	-	-	-	-

TURCAS PETROL A.Ş.**CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024**

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 19 – FOREIGN CURRENCY POSITION (Continued)*Foreign currency sensitivity*

30 June 2024		
	Gain/Loss	
	Appreciation of foreign currency	Devaluation of foreign currency
+/-10% fluctuation of USD rate;		
1- USD net asset / liability	12.915.744	(12.915.744)
2- Hedged from USD risk (-)	-	-
3- USD net effect (1+2)	12.915.744	(12.915.744)
+/-10% fluctuation of EUR rate;		
4- EUR net asset / liability	-	-
5- Hedged from EUR risk (-)	-	-
6- EUR net effect (4+5)	-	-
+/-10% fluctuation of GBP rate;		
7- GBP net asset / liability	-	-
8- Hedged from GBP risk (-)	-	-
9- GBP net effect (7+8)	-	-
TOTAL (3+6+9)	12.915.744	(12.915.744)

Foreign currency sensitivity

30 June 2023		
	Gain/Loss	
	Appreciation of foreign currency	Devaluation of foreign currency
+/-10% fluctuation of USD rate;		
1- USD net asset / liability	827	(827)
2- Hedged from USD risk (-)	-	-
3- USD net effect (1+2)	827	(827)
+/-10% fluctuation of EUR rate;		
4- EUR net asset / liability	(27.675.284)	27.675.284
5- Hedged from EUR risk (-)	-	-
6- EUR net effect (4+5)	(27.675.284)	27.675.284
+/-10% fluctuation of CHF rate;		
7- CHF net asset / liability	47	(47)
8- Hedged from CHF risk (-)	-	-
9- CHF net effect (7+8)	47	(47)
TOTAL (3+6+9)	(27.674.410)	27.674.410

TURCAS PETROL A.Ş.

CONVENIENCE TRANSLATION INTO ENGLISH OF NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2024

(Amounts are expressed in TL based on the purchasing power of the Turkish Lira (“TL”) as of June 30, 2024, unless otherwise stated.)

NOTE 20 - POST-BALANCE SHEET EVENTS

External Guarantee (DSRA Standby Letter of Credit) Letter Renewal and Amount Change

There is an external guarantee letter (DSRA Standby Letter of Credit) in the amount of EUR 227,471.46 and due date of July 31, 2024, given by the Company to Bayern LB via Akbank T.A.Ş. in accordance with the relevant agreements, the details of which are provided in Note 10 to the Financial Statements, and the amount of which was updated on April 17, 2024. This letter was renewed in July 2024 in accordance with the relevant agreements, with the letter amount being EUR 81,499.52 and due date being January 31, 2025.

Directors and Officers Liability Insurance Renewal

As stated in the Company's Material Events Disclosure dated September 5, 2024, Directors and Officers Liability Insurance policy of our Company has been renewed for one year with a total indemnity limit of TL 20 million.