

**GERSAN ELEKTRİK TİCARET VE SANAYİ A.Ş. AND ITS
SUBSIDIARIES**

**CONSOLIDATED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT 3 MARCH 2026**

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GERSAN ELEKTRİK TİCARET VE SANAYİ A.Ş.

Condensed Consolidated Financial Position for the Interim Period as of 31 March 2026

(Unless otherwise stated, the amounts are expressed on the basis of the purchasing power of the Turkish Lira ("TL") as of March 31, 2026.)

	Notes	31.03.2026	31.12.2025
	Number		
ASSETS			
Current Assets			
Cash and cash equivalents	[3]	82.806.177	34.806.244
Trade receivables	[5]	756.199.679	945.168.541
• Related parties		348.958	350.988
• Unrelated parties		755.850.721	944.817.553
Other receivables	[7]	22.278.238	22.107.225
• Related parties		2.109.000	2.320.790
• Unrelated parties		20.169.238	19.786.435
Inventories	[8]	2.468.095.133	2.110.295.608
Prepayments	[9]	322.182.677	334.216.034
Current tax assets	[10]	1.761.299	–
Other current assets	[12]	94.905.659	66.049.070
Sub-Total		3.748.228.862	3.512.642.722
Total Current Assets		3.748.228.862	3.512.642.722
Non-Current Assets			
Other receivables	[7]	1.230.316	2.595.683
Property, plant and equipment	[13]	2.071.756.618	2.053.375.227
Intangible assets and goodwill	[14]	10.622.606	12.023.536
Prepayments	[9]	172.405.493	172.405.493
Other non-current assets	[12]	35.984.508	38.553.182
Total Non-Current Assets		2.291.999.541	2.278.953.121
TOTAL ASSETS		6.040.228.403	5.791.595.843

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

GERSAN ELEKTRİK TİCARET VE SANAYİ A.Ş.

Condensed Consolidated Financial Position for the Interim Period as of 31 March 2026

(Unless otherwise stated, the amounts are expressed on the basis of the purchasing power of the Turkish Lira ("TL") as of March 31, 2026.)

	Notes	31.03.2026	31.12.2025
	Number		
Current Liabilities			
Current borrowings	[4]	771.386.941	758.864.080
Current portion of non-current borrowings	[4]	282.718.498	296.821.790
Other financial liabilities		717.235	651.840
Trade payables	[5]	522.615.660	420.404.611
Employee benefit obligations	[6]	63.713.867	132.161.863
Other payables	[7]	6.333.770	6.969.820
Deferred income	[9]	122.256.691	102.585.247
Current tax liabilities, current	[10]	8.157.529	3.911.901
Current provisions	[11]	43.328.067	24.528.255
Other current liabilities	[12]	21.999.947	51.953.826
Sub-total		1.843.228.205	1.798.853.233
Total Current Liabilities		1.843.228.205	1.798.853.233
Long term borrowings	[4]	340.430.009	210.918.970
Non-current provisions	[11]	145.423.828	177.892.346
Deferred tax liabilities	[10]	107.898.566	26.542.586
Total Non-Current Liabilities		593.752.403	415.353.902
TOTAL LIABILITIES		2.436.980.608	2.214.207.135
Equity			
Equity attributable to owners of parent		3.590.822.435	3.576.918.705
Issued capital	[16]	372.475.397	372.475.397
Inflation adjustments on capital	[16]	449.635.464	449.635.464
Share premium (discount)	[18]	2.237.050.575	2.237.050.575
Other accumulated comprehensive income (loss) that will not be reclassified in profit or loss	[17]	116.528.886	91.446.170
- Increases (decreases) on revaluation of property, plant and equipment		165.461.013	165.461.013
- Gains (losses) on remeasurements of defined benefit plans		-48.932.127	-74.014.843
Other accumulated comprehensive income (loss) that will be reclassified in profit or loss		1.905.138	1.515.266
• Exchange differences on translation		1.905.138	1.515.266
Restricted reserves appropriated from profits	[19]	64.727.667	64.727.667
• Legal reserves		64.727.667	64.727.667
Prior years' profits or losses	[20]	300.892.265	250.741.782
Current period net profit or loss		47.607.043	109.326.384
Non-controlling interests		12.425.360	470.003
TOTAL EQUITY		3.603.247.795	3.577.388.708
TOTAL LIABILITIES AND EQUITY		6.040.228.403	5.791.595.843

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

GERSAN ELECTRIC TRADE AND INDUSTRY INC.

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income Statement for the Interim
Period of 01 January – 31 March 2026

*(Unless otherwise stated, the amounts are expressed on the basis of the purchasing power of the Turkish Lira ("TL")
as of March 31, 2026.)*

	Notes Number	01.01.2026 31.03.2026	01.01.2025 31.03.2025
PROFIT OR LOSS			
Revenue	[21]	633.154.842	735.745.717
Cost of sales (-)	[21]	-414.321.028	-670.712.095
Gross Profit (Loss) from Commercial Operations		218.833.814	65.033.622
General administrative expenses	[22]	-74.516.344	-57.701.181
Marketing expenses	[23]	-80.716.768	-72.842.297
Other operating income	[24]	100.771.221	191.343.304
Other operating expenses	[24]	-40.990.826	-50.111.992
OPERATING PROFIT/LOSS		123.381.097	75.721.456
Investment activity income	[25]	259.744	-
Investment activity expenses	[25]	-	-83.598
PROFIT/LOSS BEFORE FINANCING EXPENSE		123.640.841	75.637.858
Finance income	[26]	3.228.804	3.383.130
Finance costs	[26]	-101.621.614	-117.878.984
Gains (losses) on net monetary position	[27]	99.898.054	-136.713.073
PROFIT/LOSS BEFORE TAX FROM CONTINUING OPERATIONS		125.146.085	-175.571.069
Tax expense/income from continuing operations		-77.532.821	-36.026.423
• Current period tax expense (income)		-4.537.746	-
• Deferred tax expense (income)		-72.995.075	-36.026.423
PROFIT/LOSS FOR THE PERIOD FROM CONTINUING OPERATIONS		47.613.264	-211.597.492
CURRENT YEAR PROFIT / LOSS		47.613.264	-211.597.492
Current Year Net Profit/Lossof Attributable to:		47.613.264	-211.597.492
Minority interests		6.221	29.062.396
Parent company shares		47.607.043	-240.659.888
Earnings Per Share		0,13	-1,00
Components of other comprehensive income that will not be recla		25.082.716	1.115.110
Gains (losses) on remeasurements of defined benefit plans	[17]	33.443.621	7.755.124
Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss	[10,17]	-8.360.905	-6.640.014
• Deferred Tax (Expense) Income		-8.360.905	-6.640.014
Components of other comprehensive income that will be reclassifi		395.624	-3.478.680
Exchange Differences on Translation		395.624	-3.478.680
• Gains (losses) on exchange differences on translation		395.624	-3.478.680
OTHER COMPREHENSIVE INCOME		25.478.340	-2.363.570
TOTAL COMPREHENSIVE INCOME		73.091.604	-213.961.062

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

GERSAN ELECTRIC TRADE AND INDUSTRY INC.

Condensed Consolidated Statement of Changes in Equity for the Interim Period of January 01 – March 31, 2026

(Unless otherwise stated, the amounts are expressed on the basis of the purchasing power of the Turkish Lira ("TL") as of March 31, 2026.)

	Issued capital	Inflation adjustments on capital	Revaluation surplus on property, plant and equipment	Remeasurement gains/(losses) on defined benefit plans	Restricted reserves appropriated from profits	Share premium (discount)	Foreign currency translation differences	Retained earnings (losses) from prior years	Net profit/(loss) for the period	Equity attributable to owners of the parent	Non-controlling interests	TOTAL EQUITY
01.01.2025	240.000.000	421.866.136	165.461.013	-91.469.314	62.448.583	286.038.876	-14.169.639	-152.786.672	365.292.893	1.282.681.876	-12.377.117	1.270.304.759
Transfers	-	-	-	-	2.279.083	-	-	579.508.432	-365.292.893	216.494.622	-	216.494.622
Capital increase	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income/(expense)	-	-	-	1.115.110	-	-	-3.478.680	-	-240.659.888	-243.023.458	41.668.466	-201.354.992
<i>Profit/(loss) for the period</i>	-	-	-	-	-	-	-	-	-240.659.888	-240.659.888	41.668.466	-198.991.422
<i>Other comprehensive income/(expense)</i>	-	-	-	<i>1.115.110</i>	-	-	<i>-3.478.680</i>	-	-	-2.363.570	-	-2.363.570
31.03.2025	240.000.000	421.866.136	165.461.013	-90.354.204	64.727.666	286.038.876	-17.648.319	426.721.760	-240.659.888	1.256.153.040	29.291.349	1.285.444.389
	240.000.000	421.866.136	165.461.013	-90.354.204	64.727.666	286.038.876	-17.648.319	426.721.760	-240.659.888	1.256.153.040	29.291.349	
01.01.2026	372.475.397	449.635.464	165.461.013	-74.014.843	64.727.667	2.237.050.575	1.515.266	250.741.782	109.326.384	3.576.918.705	470.003	3.577.388.708
Transfers	-	-	-	-	-	-	-	50.150.483	-109.326.384	-59.175.901	-	-59.175.901
Total comprehensive income/(expense)	-	-	-	25.082.716	-	-	389.872	-	47.607.043	73.079.631	11.955.357	85.034.988
<i>Profit/(loss) for the period</i>	-	-	-	-	-	-	-	-	47.607.043	47.607.043	11.955.357	59.562.400
<i>Other comprehensive income/(expense)</i>	-	-	-	<i>25.082.716</i>	-	-	<i>389.872</i>	-	-	25.472.588	-	25.472.588
31.03.2026	372.475.397	449.635.464	165.461.013	-48.932.127	64.727.667	2.237.050.575	1.905.138	300.892.265	47.607.043	3.590.822.435	12.425.360	3.603.247.795

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

GERSAN ELECTRIC TRADE AND INDUSTRY INC.

Condensed Consolidated Statement of Cash Flows for the *Interim* Period of 01 January – 31 March 2026
(Unless otherwise stated, the amounts are expressed on the basis of the purchasing power of the Turkish Lira ("TL")
as of March 31, 2026.)

	Notes Number	1.01.2026 31.03.2026	1.01.2025 31.03.2025
A. Cash Flows Arising from Operating Activities		-38.439.428	-179.015.291
Profit (loss)		47.607.043	-240.659.888
<i>Profit loss from continuing operations for cash flow statement</i>		47.607.043	-240.659.888
• Adjustments to reconcile profit (loss)		96.826.605	75.171.258
<i>Adjustments for depreciation and amortisation expense</i>	[13,14]	11.662.885	11.524.711
<i>Adjustments for impairment loss reversal of impairment loss recognised in profit or loss</i>	[5,8]	-12.130.845	-13.027.129
<i>Adjustments for provisions</i>	[11]	19.774.915	199.301
<i>Adjustments for interest income and expenses</i>	[24]	-8.895.084	6.959.398
<i>Adjustments for income tax expense</i>	[10]	77.240.703	31.325.191
<i>Adjustments for losses gains on disposal of non-current assets</i>		-259.744	-
<i>Other adjustments to reconcile profit loss</i>		9.433.775	38.189.786
Changes in Working Capital		-138.232.160	-247.111.422
<i>Adjustments for decrease increase in trade account receivable</i>	[5]	202.778.273	-112.043.256
<i>Adjustments for decrease increase in other receivables related with operations</i>	[7]	982.564	-8.336.395
<i>Adjustments for decrease increase in inventories</i>	[8]	-356.344.349	37.511.981
<i>Decrease increase in pre-paid expenses</i>	[9]	12.033.357	63.560.435
<i>Adjustments for increase decrease in trade account payable</i>	[5]	-	-92.182.501
<i>Adjustments for increase decrease in other operating payables</i>	[7]	60.937.220	-171.489.844
<i>Adjustments for increase decrease in deferred income</i>	[9]	19.671.444	34.881.551
<i>Adjustments for other increase decrease in working capital</i>		-78.290.669	986.607
Net Cash Flows From (Used in) Operations		6.201.488	-412.600.052
Gains (losses) on net monetary position		-42.879.617	233.807.318
Income taxes paid refund classified as operating activities		-1.761.299	-222.557
B. Cash Flows Arising from Investing Activities		-37.187.328	-18.250.880
<i>• Proceeds from sales of property plant equipment and intangible assets classified as investing activities</i>	[13,14]	1.860.758	492.706
<i>Purchase of property plant equipment and intangible assets classified as investing activities</i>	[13,14]	-39.048.086	-18.743.586
C. Cash Flows Arising from Financing Activities		128.207.793	216.111.882
<i>Proceeds from borrowings classified as financing activities</i>	[4]	147.990.758	263.883.047
<i>Re payments of borrowings classified as financing activities</i>	[4]	-11.802.232	-157.064
<i>Increase in other payables to related parties classified as financing activities</i>		211.790	-
<i>Decrease in other payables to related parties classified as financing activities</i>		-	-44.622.202
<i>Payments of finance lease liabilities classified as financing activities</i>		-8.192.523	-2.991.899
Net Increase /Decrease in Cash and Cash Equivalents Before Effect of Exchange Rate Changes		52.581.037	18.845.711
D. Effect of Exchange Rate Changes on Cash and Cash Equivalents			
Net Increase /Decrease in Cash and Cash Equivalents		52.581.037	18.845.711
E. Cash and Cash Equivalents at Beginning of Period	[3]	34.806.244	48.565.433
Impact of monetary loss on cash		-4.581.104	-15.080.689
Cash and Cash Equivalents at End of Period	[3]	82.806.177	52.330.455

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

GERSAN ELECTRIC TRADE AND INDUSTRY INC.

Explanatory Footnotes to the Condensed Consolidated Financial Statements for the Interim Period of 31 March 2026

(Unless otherwise stated, the amounts are expressed on the basis of the purchasing power of the Turkish Lira ("TL") as of March 31, 2026.)

1. ORGANIZATION AND FIELD OF ACTIVITY OF THE GROUP

Gersan Elektrik Ticaret ve Sanayi Anonim Şirketi ("Company") was established in 1985 in Istanbul. The Company and its subsidiaries ("Group") are responsible for busbar duct systems, production of systems and materials that carry, combine and protect conductors, energy transmission lines, carrier systems, line, field, building, zone grounding, cable carrier systems, cable carriers, various cable joining, separating, connection and transportation, producing special carrier and steel construction joining and fixing systems that can be applied in various projects and design, project management, electrical and operates in the fields of mechanics and contracting services.

The Group's headquarters is located at Istanbul Anatolian Side Organized Industrial Zone, Gazi Boulevard, No:39 Tuzla, Istanbul. In addition, the Group has a production facility at Veliöğlü Organized Industrial Zone District, 1st Street, 6 and 7 Street, Çaycuma, Zonguldak.

The Group has a subsidiary in Russia whose field of activity is the production of electrical materials.

The Group has a branch office at P6-093 SAIF Zone P.O. Box 9677 Sharjah, United Arab Emirates.

The Group opened a Branch at 189, rue 1788 Bastos-Yaunde Republic of Cameroon with the decision of the board of directors dated 06.09.2021 and numbered 2021/11. The share capital of the branch is 10,000,000 West African CFA francs (about 15,000 euros). The branch was opened to engage in construction, electrical, mechanical, contracting and other works written in the company's articles of association.

With the decision of the board of directors dated 07.10.2021 and numbered 2021/13, the Group opened a Branch at Marcory Zone 4C Biety 26 BP28 Abidjan Ivory Coast Republic. The share capital of the branch is 10,000,000 West African CFA francs (about 15,000 euros). The branch was opened to deal with rough-fine construction works and electrical and mechanical works within the scope of hospital construction work.

As of March 31, 2026, the Group employs 665 people (December 31, 2025: 670 people)

The Company's shareholding structure of 5% or more as of the end of the period is as follows:

	31.03.2026		31.12.2025	
	Amount	%	Amount	%
Erkan İzgi	58.254.537	15,64%	58.254.537	15,64%
İzgi Holding A.Ş.	53.594.245	14,39%	53.594.245	14,39%
Serkan Aktulum	52.990.159	14,23%	52.990.159	14,23%
Public part	207.636.456	55,74%	207.636.456	55,74%
Total	372.475.397	100%	372.475.397	100%

GERSAN ELECTRIC TRADE AND INDUSTRY INC.

Explanatory Footnotes to the Condensed Consolidated Financial Statements for the Interim Period of 31 March 2026

(Unless otherwise stated, the amounts are expressed on the basis of the purchasing power of the Turkish Lira ("TL") as of March 31, 2026.)

As of the end of the period, the Group's subsidiaries, affiliates, branches, participation rates, countries in which it operates and its main fields of activity are as follows:

Subsidiary/Associate/Branch	Business Area	Sharehold
Gersan Elektrik Oman LLC/Sultanate of Oman	Electrical Equipment Manufacturing	19%
Gersan A.Ş. – Gersan Georgia JSC Joint Venture	Electrical Equipment Manufacturing	50%
Gersan Elektrik Ticaret ve Sanayi A.Ş. Kamerun Yaunde Branch	Construction, Electrical and Mechanical '	100%
Gersan Elektrik Ticaret ve Sanayi A.Ş. Fildişi Abidjan Branch	Construction, Electrical and Mechanical '	100%
Gersan-R OOO (Old Title "Gersan-R Zao")	Construction, Electrical and Mechanical '	99,38%

2. PRINCIPLES REGARDING THE PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS

2.1. Basic Principles Regarding Presentation

2.1.1. Declaration of Conformity

The Group's condensed consolidated financial statements have been prepared in accordance with the provisions of the CMB's "Communiqué on Principles of Financial Reporting in Capital Markets" Serial II, No. 14.1 published in the Official Gazette dated 13 June 2013 and numbered 28676 ("Communiqué"), in accordance with the international standards published by the Public Oversight Accounting and Auditing Standards Authority ("POA"), on the basis of the Turkish Financial Reporting Standards ("TFRS") and their annexes and interpretations. TFRS is updated through communiqués in order to ensure parallelism with the changes in International Financial Reporting Standards ("IFRS").

The condensed consolidated interim financial statements have been presented in accordance with the formats set out in the "Announcement on TFRS Taxonomy" published by POA on 3 July 2024 and the Financial Statement Samples and Usage Guidelines published by the CMB.

The Group has prepared its condensed consolidated financial statements for the interim accounting period ended 31 March 2026 in accordance with TAS 34 Interim Financial Reporting standard. The condensed consolidated interim financial statements do not include all information required to be included in the annual financial statements and should be read in conjunction with the Group's annual financial statements as at 31 December 2025.

Subsidiaries operating in foreign countries have prepared their statutory financial statements in accordance with the laws and regulations applicable in the countries in which they operate. The condensed consolidated financial statements have been prepared on a historical cost basis, excluding derivative instruments shown at fair value, contingent liabilities and revaluations arising from financial investments.

2.1.2. Approval of Consolidated Financial Statements

The accompanying consolidated financial statements of the Group were approved by the Group's board of directors on 11/05/2026. The Group's general assembly and/or statutory authorities have the authority to amend the accompanying consolidated financial statements.

2.1.3. Currency Measurement Unit and Reporting Unit

The currency used in the consolidated financial statements and footnotes is "TL" (Turkish Lira).

2.1.4. Netting/Offsetting

Financial assets and liabilities are clearly shown in cases where there are necessary legal rights, there is an intention to evaluate the assets and liabilities in question, or the acquisition of assets and the fulfillment of obligations follow each other.

GERSAN ELECTRIC TRADE AND INDUSTRY INC.

Explanatory Footnotes to the Condensed Consolidated Financial Statements for the Interim Period of 31 March 2026

(Unless otherwise stated, the amounts are expressed on the basis of the purchasing power of the Turkish Lira ("TL") as of March 31, 2026.)

2.1.5. Preparation of Consolidated Financial Statements in an Inflationary Environment

With the announcement made by the Public Oversight Accounting and Auditing Standards Authority (POA) on 23 November 2023, businesses applying TFRSs have started to apply inflation accounting in accordance with TAS 29 Financial Reporting Standard in Hyperinflationary Economies (TAS 29) as of their financial statements for the periods ending on or after 31 December 2023. TAS 29 is applied to the financial statements, including the consolidated financial statements, of enterprises whose current currency is the currency of a high-inflation economy.

The accompanying consolidated financial statements are prepared on a historical cost basis, with the exception of non-performing assets, which were measured at fair value prior to inflation adjustment.

These consolidated financial statements and all comparative amounts for previous periods have been adjusted for changes in the general purchasing power of the Turkish lira in accordance with TAS 29 and are finally expressed in terms of the purchasing power of the Turkish lira as of 31 December 2025.

Adjustments made according to inflation were calculated on the basis of the coefficients found using the Consumer Price Index in Turkey published by TurkStat. Since January 1, 2005, when the definition of the Turkish lira as the currency of a high-inflation economy was terminated, the corresponding adjustment coefficients with the CPI for the current and past periods are as follows:

Date	CPI	Restatement Coefficient
2022	1128,45	3,43
2023	1859,38	2,08
2024	2.684,55	1,44
31.03.2025	2.954,69	1,31
2025	3.513,87	1,10
31.03.2026	3.866,74	1,00

The correction made by the Group in accordance with TAS 29 is essentially as follows;

- Monetary assets and liabilities are not adjusted because they are expressed in terms of current purchasing power on the date of the statement of financial position. Comparative amounts for previous periods are expressed according to the current measurement unit at the end of the reporting period.
- Non-monetary assets and liabilities and equity items are adjusted using the relevant adjustment coefficients.
- The impact of inflation on the Group's net monetary asset position in the current period is recorded in the net monetary position loss account in the income statement.
- Income and expense accounts are indexed and corrected as of the date they occurred.
- The impact of inflation on the Group's net monetary asset position in the current period is recorded in the net monetary position win-loss account in the income statement.

2.1.6. Comparative Information and Preparation of Consolidated Financial Statements for the Previous Period

Comparative information is reclassified when deemed necessary in order to ensure compatibility with the presentation of the consolidated financial statements for the current period.

2.1.7. Business Continuity

The Group has prepared its consolidated financial statements in accordance with the going concern principle.

2.1.8. Financial Statements of Subsidiaries Operating in Foreign Countries

The financial statements of subsidiaries, affiliates and undertakings subject to joint management operating in foreign countries have been prepared in accordance with the legislation applicable in the countries in which they operate and have been prepared by reflecting the necessary corrections and classifications in terms of compliance with the Company's accounting policies. If the functional currency of the Company's companies is different from the reporting currency, it is converted into the reporting currency as follows;

- All assets and liabilities in the statement of financial position are translated using the exchange rate on the balance sheet date.
- Income and expenses in the comprehensive income statement are converted using the exchange rate on the transaction date, and the resulting exchange rate differences are shown as a separate item (foreign currency translation differences) in the equity and comprehensive income statement.

2.1.9. Changes in Turkish Accounting/Financial Reporting Standards

The accounting policies used as a basis for the preparation of the financial statements for the year ended 31 March 2026 have been applied in a manner consistent with those used in the previous year, except for the new and amended TAS/IFRS and their interpretations as of 1 January 2026, which are summarized below. The effects of these standards and interpretations on the Company's financial position and performance are explained in the relevant paragraphs.

New Standard, Amendments and Interpretations Effective January 1, 2026

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

On 10 August 2025, POA published amendments to the classification and measurement of financial instruments related to TFRS 9 Financial Instruments Standard ("TFRS 9") and TFRS 7 Financial Instruments: Disclosures Standard ("TFRS 7"). The amendment clarifies that financial liabilities will be excluded from the financial statement on the "delivery date". However, with the amendment, an accounting policy preference is introduced to exclude financial obligations fulfilled through the electronic payment system before the delivery date, provided that certain conditions are met. In

addition, the amendment introduces clarifying provisions on how to evaluate the contractual cash flow characteristics of financial assets with Environmental, Social Governance (ESG) related or other similar contingent characteristics, and the practices for non-recallable assets and contractual interconnected financial instruments. In addition, with this amendment, additional disclosures have been added to IFRS 7 for financial assets and liabilities containing contractual clauses referencing a contingent event (including ESG-related ones) and equity-based financial instruments measured at fair value through other comprehensive income. The new provisions will be applied retrospectively by making an adjustment in the opening balance of the previous years' profits (losses) item.

IFRS 9 and TFRS 7 Amendments – Nature-Bound Electricity-Based Contracts

On 10 August 2025, POA published the amendment to the "Nature-Dependent Electricity-Based Contracts" (regarding TFRS 9 and TFRS 7) in the Official Gazette. The amendment clarifies the application of provisions for the "use for self" exception and allows for hedge accounting if such contracts are used as a means of hedging. The amendment also introduces new disclosure provisions to ensure that investors understand the impact of these contracts on the financial performance and cash flows of the business.

Annual Improvements to TAS/TFRS – Volume 11.

Improvements to TAS/TFRS, Volume 11 were published by POA in the Official Gazette dated 27 September 2025. In this context;

- TFRS 1 Initial Application of Turkish Financial Reporting Standards Standard ("TFRS 1") – Hedge accounting performed by an entity applying TAS/TFRS for the first time: The amendment has been made to eliminate the possible confusion caused by the inconsistency between the wording in TFRS 1 and the provisions regarding hedge accounting in TFRS 9.
- IFRS 7 Financial Instruments: Disclosures – Gains or losses related to financial statements: In IFRS 7, the expression of unobservable inputs has been changed and a reference has been added to the TFRS 13 Fair Value Standard.
- TFRS 9 Financial Instruments – Transaction price with the lessee's exclusion of the lease liability: TFRS 9 has been amended to clarify that when the lessee's lease obligation is eliminated, the lessee will be recognized in profit or loss arising from the requirement for the lessee to apply the exclusion provisions in TFRS 9. In addition, an amendment has been made to TFRS 9 to remove the reference to "transaction price".
- TFRS 10 Consolidated Financial Statements – Designation of "de facto agent": Amendments have been made to eliminate inconsistencies in TFRS 10 paragraphs.
- TAS 7 Cash Flow Statement – Cost method: The expression in question has been deleted after the removal of the expression "cost method" with the previous amendments.

Standards Published But Not Entered into Force and Not Implemented Early

The new standards, interpretations and amendments published as of the approval date of the financial statements, but which have not yet entered into force for the current reporting period and have not started to be implemented early by the Company, are as follows. Unless otherwise specified, the Company will make the necessary changes that will affect its financial statements and footnotes after the new standards and interpretations come into force.

Amendments to TFRS 10 and TAS 28: Asset Sales or Contributions of the Investor Entity to the Subsidiary or Business Partnership

POA has indefinitely postponed the effective date of the amendments made to TFRS 10 Consolidated Financial Statements Standard and TAS 28 Investments in Subsidiaries and Joint Ventures Standard in December 2017 to be amended depending on the outputs of the ongoing research project on the equity method. However, it still allows for early implementation.

TFRS 17 Insurance Contracts Standard

In February 2019, POA published the TFRS 17 Insurance Contracts Standard ("TFRS 17"), a comprehensive new accounting standard covering accounting and measurement, presentation and disclosure for insurance contracts. TFRS 17 introduces a model that enables both the measurement of liabilities arising from insurance contracts with current balance sheet values and the recognition of profit throughout the period in which services are provided. With the latest regulation, the mandatory effective date of the standard has been postponed to accounting periods starting on or after January 1, 2027.

TFRS 18 Standard for Presentation and Disclosure in Financial Statements

TFRS 18 Standard for Presentation and Disclosure of Financial Statements ("TFRS 18") was published in the Official Gazette dated 8 May 2025. Applicable to annual reporting periods beginning on or after January 1, 2027. This is the new standard for the presentation and disclosure of financial statements, focusing on updates to the profit or loss statement. TFRS 18 requires businesses to present all income and expenses included in the profit or loss statement in one of five categories: core activities, investment activities, financing activities, income taxes and discontinued operations. The main new concepts introduced in TFRS 18 relate to:

- The structure of the profit or loss statement,
- Necessary disclosures in the financial statements for certain profit or loss performance measures reported outside the financial statements of the enterprise,
- Improved principles on aggregation and disaggregation, which generally apply to basic financial statements and footnotes.

IFRS 19 Subsidiaries Without Public Accountability: Disclosures Standard

IFRS 19 Subsidiaries Not Accountable to the Public: The Disclosures Standard ("IFRS 19") was published in the Official Gazette dated 10 August 2025. Applicable to annual reporting periods beginning on or after January 1, 2027. Early application is allowed. This standard is intended to reduce the disclosure obligations in TAS/IFRS for subsidiaries within the scope. Enterprises that are not accountable to the public within the scope of IFRS 19 and are themselves subsidiaries are required to apply the facilitated disclosure provisions regulated in IFRS 19 instead of the disclosure provisions in other TAS/IFRS. Thus, it is aimed to alleviate the reporting obligations of these enterprises in terms of disclosure provisions. The implementation of IFRS 19 is not mandatory, but is left to the preference of the enterprises.

A subsidiary meets the relevant requirements if:

- Being a subsidiary that is not publicly traded or whose capital market instruments are not traded on the stock exchange, or,
- Have a parent or intermediate parent company that produces consolidated financial statements in accordance with TAS/IFRS and available to the public.

Standards and Amendments Published by IASB and Not Yet Published by POA

As of the date of approval of the financial statements, the amendments that have been published by the International Accounting Standards Board (IASB) but have not yet been published by POA and do not form a part of TAS/IFRS are as follows. Unless otherwise specified, the Company will make the necessary changes that will affect the financial statements and footnotes following the entry into force of the relevant TAS/IFRS regarding the amendment.

IAS 21 Amendments: Conversion to Presentation Currency

With the amendment published by IASB in November 2025, IAS 21 required the closing rate for conversion from a non-high-inflation functional currency to a high-inflation presentation currency within the scope of the IAS 21 Standard on the Effects of Exchange Rate Change (IAS 21). In this context, the functional currency is the currency of an economy that is not high inflation, but; A business whose presentation currency is the currency of a highly inflationary economy will use the closing rate at the end of the current period for all its amounts, including comparative amounts, in the translation of its financial statements. If the functional currency and the presentation currency are the currency of a high-inflation economy, the comparative amounts of a foreign enterprise whose functional currency is the currency of a non-high-inflation economy will be expressed in the current unit of measurement by applying the general price index in accordance with IAS 29 Financial Reporting Standard in Hyperinflationary Economies. These amendments also impose additional disclosure obligations

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2.1.10. Consolidation Essentials

Subsidiaries;

Control is considered to exist when the parent directly or indirectly controls more than half of the voting rights in a partnership and has the authority to oversee the financial and operating policies of the entity.

In the consolidation of financial statements, all profits and losses, including intercompany balances, transactions and unrealized profits and losses, are eliminated. Consolidated financial statements are prepared by applying consistent accounting policies for similar transactions and accounts.

The financial statements of the subsidiaries are prepared for the same accounting period as the parent company.

Information on the companies of the company included in full consolidation is as follows;

Company Name	31.03.2026	31.12.2025
	Shareholding Ratio	Shareholding Ratio
Gersan Şarj Sistemleri Sanayi Ticaret A.Ş.	70%	70%
Gersan-R OOO (Eski Unvan "Gersan-R Zao")	99,38%	99,38%
Gersan Elektrik Ticaret ve Sanayi A.Ş. Şarjah şubesi	100%	100%

During the preparation of the consolidated financial statements, intra-group transactions, intra-group balances and unrealized revenues and expenses arising from intra-group transactions are mutually written off. Profits and losses arising from the transactions between the parent company and the subsidiary of the parent company subject to consolidation are netted in proportion to the share of the parent company in the participation. Unrealized losses are erased in the same way as unrealized gains unless there is evidence of impairment.

2.2. Changes and Errors in Accounting Policies, Accounting Estimates

2.2.1. Changes in Accounting Policies

A business can only manage its accounting policies; may change it in the following cases:

- a) If required by a TAS/TFRS, or
- b) If it is of a nature that will enable the effects of transactions and events on the financial position, performance or cash flows of the business to be presented in a more appropriate and reliable way in the financial statements.

When an accounting policy is changed, the total amount of adjustments for periods earlier than that presented in the consolidated financial statements is taken to the retained earnings for the next period. Other information about previous periods is also rearranged. When changes in accounting policies have an impact on the current period, previous periods or the operating results of successive periods; the reasons for the change, the adjustment amount for the current period and previous periods, the adjustment amounts for the periods earlier than the one presented, and the fact that this application was not made because the comparative information was rearranged or required an excessive cost is disclosed.

2.2.2. Changes in Accounting Estimates

Many consolidated financial statement items cannot be precisely measured due to current uncertainties in operating operations, but they can be estimated. Estimates are made based on the most up-to-date and reliable information.

Changes to an accounting estimates are applied prospectively in the current period in which the change is made and in the future period.

2.2.3. Bugs

Errors that occur during the recognition, measurement, presentation and disclosure of consolidated financial statement items are retrospectively corrected in the first set of financial statements to be approved after they are noticed. Correction process:

- a) By rearranging the comparative amounts for the period in which the error was made, or
- b) If the error occurred earlier than the oldest consolidated financial statement period presented, it should be corrected by restating the asset, foreign resource and equity opening amounts for the previous period in question.

In cases where the cumulative effect of all past periods on the error cannot be calculated for the beginning of the current period, the entity reorganizes prospectively from the beginning of the nearest period in which it is possible to apply its comparative information.

2.3. Summary of Key Accounting Policies

2.3.1. Revenue

The Group records the proceeds in its consolidated financial statements when or as it fulfills its performance obligation by transferring a committed good or service to its customer. When (or has) customer control of an asset, the asset is transferred. The Company records revenue in its consolidated financial statements in line with the following basic principles:

- a) Determination of contracts with customers
- b) Determination of performance obligations in the contract
- c) Determination of the transaction price in the contract
- d) Allocation of the transaction price to the performance obligations in the contract
- e) Accounting for revenue every time a performance obligation is met

Accordingly, first of all, the goods or services committed in each contract with customers are evaluated and each commitment to transfer the goods or services in question is determined as a separate performance obligation. Afterwards, it is determined whether the performance obligations will be fulfilled over time or at a certain moment. If the Company transfers control of a good or service over time and therefore fulfills its performance obligations for the relevant sales over time, it measures the progress towards the full fulfillment of such performance obligations and includes the revenue in the consolidated financial statements over time. Revenue related to performance obligations in the form of a commitment to transfer goods or services is recognized when the control of the goods or services is in the hands of customers.

The Group recognises a contract with its customer as revenue if all of the following conditions are met:

- a) The parties to the contract have approved the contract (in writing, verbally or in accordance with other commercial practices) and undertake to perform their own obligations,
- b) The company can define the rights related to the goods or services to be transferred by each party,
- c) The company can define payment terms for the goods or services to be transferred,
- d) The contract is commercial in essence,
- e) It is likely that the Company will collect a price for the goods or services to be transferred to the customer. When assessing whether a consideration is likely to be collectible, the business only considers the customer's ability to pay it on due date and their intention to do so

2.3.2. Stocks

Inventories are valued at the lower of the net realizable value or cost to acquire. The cost of obtaining inventories includes all acquisition costs, conversion costs, and other costs incurred to bring inventories to their current state and location. The cost is calculated by the weighted average method. Net realizable value is the amount obtained by deducting the sum of the estimated cost of completion and the estimated cost of sales required to realize the sale from the estimated sales price incurred in ordinary business activity.

2.3.3. Ready Values

Cash and cash equivalents include cash in the vault and deposits in banks. It is shown by the sum of the costs of obtaining cash and cash equivalents and accrued interest.

The money in the safe consists of Turkish Lira and foreign currency balances. Turkish Lira balances are valued at their recorded value, and foreign currency balances are valued at the foreign exchange buying rate of the Central Bank of the Republic of Turkey on the balance sheet date.

Bank deposits consist of time and demand deposits and the interest on these deposits. Turkish Lira deposits are shown in the records with their cost values, and foreign currency deposit accounts are shown in the records with their values converted into Turkish Lira by using the Central Bank's foreign exchange buying rate on the balance sheet date.

Since the ready values in foreign currency have been converted into Turkish Lira at the prevailing exchange rates on the balance sheet date, the fair value of these assets is considered to be equivalent to their carrying values.

Bank deposits are assumed to be at their fair value because these assets are disposed of in short terms and there is no risk of impairment.

Fair value; It is the amount that should arise in the event that an asset changes hands or the debt is paid between knowledgeable and willing companies in a mutual market environment.

2.3.4. Receivables and Payables

Trade receivables and trade payables incurred as a result of the provision of products or services by the Group to a buyer or the purchase of products or services from a seller are shown as netted from deferred financing income and expenses. Trade receivables and trade payables after the netting of deferred financing revenues and expenses are calculated by discounting the amounts of receivables and payables recorded from the original invoice value to be obtained in the following periods with the effective interest method. Short-term receivables without a set interest rate are shown at their invoice values if the effect of the original effective interest rate is not very large.

Even if the period taken for the conversion of trade receivables/payables into money is longer than 12 months, it is considered within the normal operating cycle of the enterprise and such receivables are classified in current assets.

2.3.5. Provision for Doubtful Receivables

If there is an objective finding that there is no possibility of collection, the Group sets aside provisions for doubtful receivables for the relevant trade receivables. The amount of this provision is the amount remaining after deducting the guarantees and guarantees received from the registered value of the receivable.

Following the provision for doubtful receivables, if all or part of the doubtful receivables amount is collected, the collected amount is deducted from the provision for doubtful receivables and recorded in other revenues.

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2.3.6. Tangible Fixed Assets

Tangible assets that are estimated to be used in the enterprise for more than one year are recorded for the first time with their cost prices. Non-current assets are valued on the basis of the cost model. Assets are adjusted according to TAS 29 using the month index of the date they were purchased.

In determining the fair value of fixed assets, the Group is based on the "revaluation" model for land, lands and buildings, while it is based on the "cost model" for other tangible fixed assets. Tangible assets are shown by deducting accumulated depreciation from the revalued amounts. The group calculates the depreciation of its fixed assets using the normal depreciation method, taking into account the partial period. Plots and plots are not subject to depreciation due to the fact that their useful life is considered unlimited.

The depreciation rates of tangible assets are stated as follows, based on their estimated useful life:

Asset	Useful life
Buildings	50 years
Underground and aboveground layouts	5-20 years
Machinery, plant and devices	2- 50 years
Vehicles	4- 8 years
Flooring and fixtures	2- 50 years

2.3.7. Impairment of Assets

In the face of various events and situations, tangible and intangible assets are tested for loss of value if it is determined that the carried values of fixed assets fall below their realizable/future values that can be obtained from that asset. If the book value of tangible and intangible fixed assets remains above the realizable or future value of that asset, the fixed asset impairment provision is set aside.

2.3.8. Borrowing Costs

Bank loans taken against interest are reflected in the records on the basis of the net amount received after deducting the purchase cost. Income or expenses incurred during the redemption process or recording of liabilities are associated with the income statement. Borrowing costs are also recognized on an accrual basis if they do not mature in the period in which they arise and are classified in loans.

2.3.9. Taxation

The general Corporate Tax rate in Turkey is 25%. This rate, which was 20% as of the balance sheet date, was increased to 25% with the "Law on the Imposition of Additional Motor Vehicles Tax and Amendments to Certain Laws and Decree Law No. 375 for the Compensation of Economic Losses Caused by the Earthquakes Occurring on 6/2/2023" dated July 14, 2023.

Taxable profit is the profit calculated after adding expenses that are not legally accepted to the profit in the legal records and deducting tax exemptions (investment income exemption) and tax deductions (investment incentive discounts). No other taxes are paid unless there is a profit distribution.

Advance tax is calculated for income obtained in quarterly periods. The calculated and paid amounts can be offset against the final tax amount at the end of the year, or the Corporate Tax paid before accrual can also be offset against other debts to the state.

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25% of the profits from the sale of fixed assets and financial assets held for two years or more are exempt from this corporate tax.

With the Law No. 7316 dated April 22, 2021, temporary articles were added to the Corporate Tax Law No. 5520 dated 13.06.2006. According to this; The 20% tax rate in the Corporate Tax Law will be applied as 25% for the corporate income of corporations for the 2021 taxation period and 23% for the corporate income for the 2022 taxation period. These rates will be applied to the corporate earnings of the accounting periods starting in the relevant year for the institutions for which a special accounting period is assigned.

According to the Turkish tax legislation, the financial losses shown on the declaration can be deducted from the corporate income for the period, provided that they do not exceed 5 years. However, financial losses cannot be deducted from previous years' profits.

2.3.10. Deferred Taxes

Deferred taxes are calculated on the basis of temporary differences between the deductible tax base of assets and liabilities and their recorded amounts in the consolidated financial statements. Temporary differences arise from the recognition of income and expenses in different consolidated financial statement periods according to tax laws. While the deferred tax liability is calculated for all taxable temporary differences, deferred tax receivables consisting of temporary differences to be deducted are calculated on the assumption that they will have taxable gains in future periods.

The Group based its deferred tax application on the 25% rate.

2.3.11. Financial Leasing Transactions

The Group reflects the fixed assets acquired through financial leasing at their fair value on the balance sheet at their fair value on the lease commencement date or, if lower, at the present value of the minimum lease payments on the balance sheet date (included in the relevant tangible assets in the consolidated financial statements). When calculating the present value of the minimum lease payments, if the rate applicable to the financial leasing transaction can be determined practically, that value is used, otherwise, the borrowing interest rate is used as the discount factor. The costs incurred during the acquisition phase of the fixed asset subject to the financial leasing transaction are included in the cost. The liability arising from the financial leasing transaction is separated into interest payable and principal debt.

2.3.12. Employee Benefits / Severance Pay

Benefit plan defined:

According to the applicable laws, the Group is obliged to pay severance pay to employees whose employment is terminated due to retirement or for reasons other than resignation and behaviors specified in the Labor Law. The provision for severance pay has been calculated according to the net present value of the liabilities expected to arise in the future due to the retirement of all employees and reflected in the consolidated financial statements. Actuarial gain/loss determined in relation to the defined benefit plans is recognized in the other comprehensive income statement within the scope of the amendments made to TAS 19 "Employee benefits" standard.

Contribution plans defined:

The group compulsorily pays social security premiums to the Social Security Institution. As long as the Group pays these premiums, it has no other obligations. These premiums are reflected in personnel expenses during the period they are accrued.

2.3.13. Earnings Per Share / (Loss)

It is calculated by dividing the earnings / (loss) and net profit / (loss) per share stated in the income statement by the weighted average number of stocks in the market during the period.

The weighted average number of shares of stock refers to the number of ordinary shares at the beginning of the period, adjusted for the number of common shares issued during the period and multiplied by the time weighting factor (the ratio of the number of days in which the shares are available divided by the total number of days of the period).

In Turkey, companies can increase their capital through "bonus shares" that they distribute to their shareholders from the previous year's profits. Such "bonus share" distributions are considered as issued shares in earnings per share calculations. Accordingly, the weighted average number of shares used in these calculations was determined by taking into account the historical effects of the stock distributions in question.

2.3.14. Other Balance Sheet Items

Other balance sheet items are mainly reflected in their recorded values.

2.3.15. Events After the Balance Sheet Date

In the event of an event that requires correction in the financial statements between the balance sheet date and the authorization date of the balance sheet, necessary adjustments are made to the consolidated financial statements, and in cases that do not require correction, the relevant event is explained in the balance sheet footnotes.

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2.3.16. Foreign Currency Assets and Liabilities

Foreign currency transactions are recognized at the current exchange rates on the date of the transaction. Active and passive accounts recorded in foreign currency are subject to evaluation based on the exchange rates at the end of the period. Exchange differences arising from the evaluation process are reflected in the income statement as foreign exchange profit or loss.

The rates used at the end of the period for USD, EURO and GBP are as follows:

Setup	31.03.2026		31.12.2025	
	Buying	Sales	Buying	Sales
USD	44,3961	44,4761	42,8457	42,9229
EUR	50,9294	51,0212	50,2859	50,3765
GBP	58,5556	58,8609	57,5123	57,8122

2.3.17. Accounting Estimates

The preparation of consolidated financial statements requires management to make decisions, forecasts and assumptions that affect the implementation of policies and the amount of assets, liabilities, income and expenses reported. Actual results may differ from these estimates.

Estimates and assumptions that form the basis of estimates are constantly reviewed.

The important estimates and assumptions used by the Company in preparing its financial statements are as follows;

- Useful life of tangible and intangible assets, scrap values
- Discount rates applied for receivables and payables
- Provision amounts allocated for receivables
- Regarding the benefits provided to employees; retirement period, raise rate, discount rate, rate of not receiving severance pay
- Rates used in the calculation of deferred tax

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2.3.18. Reporting of Cash Flow

In the cash flow statement, cash flows for the period are classified and reported based on operation, investment and financing activities.

Cash flows from operating activities indicate cash flows from the Group's core operations.

Cash flows related to investment activities indicate the cash flows used and obtained by the Group in its investment activities (asset investments and financial investments).

Cash flows relating to financing activities show the resources used by the Group in financing activities and the repayments of these resources.

Cash and cash equivalents include cash and bank deposits and short-term investments with a certain amount, easily convertible into cash, highly liquidity, and maturities of three months or less.

2.3.19. Related Parties

- a) A person or a member of such person's immediate family is deemed to be associated with the Institution in the following cases: The person in question,
 - i. In case it has control or joint control over the institution,
 - ii. In case it has a significant impact on the organization,
 - iii. If the Corporation or a parent of the Corporation is a member of key management personnel.
- b) If any of the following conditions are present, the business is considered to be associated with the Institution:
 - i. If the Enterprise and the Institution are members of the same group,
 - ii. If the Institution is a subsidiary or business partnership of the other Institution (or a member of a group of which the other Institution is a member),
 - iii. If both Institutions are business partnerships of the same third party,
 - iv. If one of the enterprises is a business partnership of a third Institution and the other Institution is a subsidiary of the third Institution in question,
 - v. In the event that the Agency, the Agency or an Agency associated with the Agency has benefits plans for its employees after leaving the job (if the Agency itself has such a plan, the sponsoring employers are also related to the Agency),
 - vi. In the event that it is controlled or jointly controlled by a person defined in Article (a) of the Authority,
 - vii. A person identified in subparagraph (i) of section (a) has significant influence over the business or is a member of the key management staff of such Corporation (or its parent).

For the purposes of the above disclosures, the following companies are identified as related parties in the attached consolidated financial statements;

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2.3.20. Provisions, Contingent Liabilities and Contingent Assets

Provisions:

Provisions are accrued when there is a possible liability arising from past events (legal or structural obligation), there is likely to be a decrease in the assets required to fulfill this obligation in the future, and the amount of the liability can be reliably determined. These accrued provisions are reviewed in each balance sheet period and revised to reflect current estimates.

Contingent liabilities and contingent assets:

Transactions that give rise to commitment and conditional obligation refer to situations whose realization depends on the outcome of one or more events in the future. Therefore, some transactions are recognized as off-balance sheet items in terms of carrying possible losses, risks or uncertainties that may arise in the future. In the event that an estimate is made for possible future liabilities or losses to be incurred, these liabilities are considered as expenses and debts for the Company. However, revenues and profits that seem likely to occur in the future are reflected in the financial statements.

Warranties

Provisions relating to warranty costs are recognised on the date of sale of the relevant products, according to the most appropriate expenditure estimated by management to meet the Group's liabilities.

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3. CASH AND CASH EQUIVALENTS

	31.03.2026	31.12.2025
Cash	1.151.522	1.974.001
Banks	80.478.937	30.333.871
Other liquid assets	1.175.718	2.498.372
Total	82.806.177	34.806.244

The deposit structure of cash and cash equivalents is as follows;

	31.03.2026	31.12.2025
Non-interest bearing demand deposits	80.478.937	30.333.871
Total	80.478.937	30.333.871

The foreign exchange position of cash and cash equivalents is as follows;

(Equivalent in TL)	31.03.2026	31.12.2025
USD	49.076.377	9.719.150
EUR	13.795.511	673.889
RUB	335.284	363.691
AED	14.424.888	14.358.167
Total	77.632.060	25.114.897

4. BORROWINGS

The details of short-term borrowings are as follows;

Current borrowings	31.03.2026	31.12.2025
Bank loans	771.386.941	758.864.080
Total	771.386.941	758.864.080

The details of the short-term parts of long-term borrowings are as follows;

Current portion of non-current borrowings	31.03.2026	31.12.2025
Leasing payables	16.871.912	19.781.286
Interest payables of deferred lease costs	-2.468.076	-3.076.390
Current maturities of long term credits and accrued interest	268.314.662	280.116.894
Total	282.718.498	296.821.790

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The details of long-term borrowings are as follows;

Long term borrowings	31.03.2026	31.12.2025
Bank loans	310.620.059	175.217.557
Leasing payables	33.528.555	40.435.914
Interest payables of deferred lease costs	-3.718.605	-4.734.501
Total	340.430.009	210.918.970

The short-term parts of other financial liabilities are as follows;

Other financial liabilities	31.03.2026	31.12.2025
Other financial liabilities [Kısa vadeli]	717.235	651.840
Total	717.235	651.840

The foreign currency of financial liabilities is as follows;

(Equivalent in TL)	31.03.2026	31.12.2025
TL	328.501.223	298.249.741
USD	641.499.754	606.424.571
EUR	425.251.706	362.582.368
Total	1.395.252.683	1.267.256.680

The expected maturities of financial debts are as follows;

	31.03.2026	31.12.2025
Loans	1.510.009.769	1.319.498.296
0-3 months	160.656.513	186.994.120
3-12 months	987.057.562	934.927.206
1-5 years	362.295.694	197.576.970
Leases	50.397.915	60.214.426
0-3 months	4.489.153	5.862.545
3-12 months	12.380.208	13.915.966
1-5 years	33.528.554	40.435.915
Total	1.560.407.684	1.379.712.722

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5. TRADE RECEIVABLES / TRADE PAYABLES

	31.03.2026	31.12.2025
Customers	614.969.717	757.455.684
Customers [Related parties]	348.958	350.988
Notes receivables	149.136.846	198.751.453
Rediscount of notes receivables	-8.255.842	-11.389.584
Doubtful trade receivables	108.048.095	118.723.764
Provisions for doubtful trade receivables (-)	-108.048.095	-118.723.764
Total	756.199.679	945.168.541

The calculation of rediscount on receivables is based on an interest rate of 47.84%. (31.12.2025: %45,34)
(For details of receivables from related parties, see Footnote 28 Related Parties)

The foreign exchange position of trade receivables is as follows;

(TL karşılığı)	31.03.2026	31.12.2025
TL	312.998.783	748.354.902
USD	417.180.998	177.306.328
EUR	26.019.898	19.507.311
Total	756.199.679	945.168.541

The maturities of trade receivables are as follows;

	31.03.2026	31.12.2025
Trade receivables	747.943.837	956.558.125
0-3 months	716.491.203	909.995.449
3-12 months	31.452.634	46.562.676
Total	747.943.837	956.558.125

The changes in doubtful receivables during the period are as follows;

	31.03.2026	31.12.2025
Beginning of the period	118.723.764	135.824.027
Additions	-	2.139.499
Collections, Cancellations	-	-7.344.758
Foreign exchange valuation	158.968	137.943
Total	118.882.732	130.756.711
Impact of IAS 29 presentation	-10.834.637	-12.032.947
Total	108.048.095	118.723.764

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Trade payables	31.03.2026	31.12.2025
Suppliers	91.744.204	141.792.614
Notes payable	390.777.128	236.376.258
Rediscount on notes payables	-19.911.853	-14.150.511
Other trade payables	60.006.181	56.386.250
Total	522.615.660	420.404.611

The calculation of debt securities rediscount is based on an interest rate of 47.84%. (31.12.2025: %45,34)

The maturities of commercial payables are as follows:

	31.03.2026	31.12.2025
Trade payables	542.527.513	434.555.122
0-3 months	469.646.788	375.248.026
3-12 months	72.880.725	59.307.096
1-5 years	-	-
Total	542.527.513	434.555.122

6. DEBTS WITHIN THE SCOPE OF EMPLOYEE BENEFITS

Debts within the scope of employee benefits are as follows;

	31.03.2026	31.12.2025
Due to personnel	47.649.269	94.048.390
Social security premiums payable	16.064.598	38.113.473
Total	63.713.867	132.161.863

7. OTHER RECEIVABLES / OTHER PAYABLES

The details of other short-term receivables are as follows;

Other receivables	31.03.2026	31.12.2025
Deposits and guarantees given [Kısa vadeli]	1.765.540	1.981.111
Other receivables	18.403.698	17.805.324
Due from shareholders	2.109.000	2.320.790
Total	22.278.238	22.107.225

The details of other long-term receivables are as follows;

Other receivables	31.03.2026	31.12.2025
Deposits and guarantees given	1.230.316	2.595.683
Total	1.230.316	2.595.683

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The details of other short-term debts are as follows;

Other payables	31.03.2026	31.12.2025
Deposits and guarantees taken [Kısa vadeli]	6.333.770	6.969.820
Other liabilities	–	–
Total	6.333.770	6.969.820

The details of other long-term debts are as follows;

Other payables	31.03.2026	31.12.2025
Due to shareholders	–	–
Total	–	–

8. STOCKS

The detail of the stocks is as follows;

	31.03.2026	31.12.2025
Raw materials and supplies	504.899.482	670.375.970
Semi-finished goods in production	433.114.342	279.921.022
Finished goods	1.440.762.428	988.644.920
Trade goods	98.051.505	180.826.602
Other inventories	7.118.893	7.833.787
Provision for inventories	-15.851.517	-17.306.693
Total	2.468.095.133	2.110.295.608

There is no collateral, pledge, mortgage on stocks.

9. PREPAID EXPENSES / DEFERRED REVENUES

The details of short-term prepaid expenses are as follows;

Prepayments	31.03.2026	31.12.2025
Advances given to suppliers	296.504.465	290.332.671
Prepaid expense for the following months	25.678.212	43.883.363
Total	322.182.677	334.216.034

The details of long-term prepaid expenses are as follows;

Prepayments	31.03.2026	31.12.2025
Fix assets advances given	172.405.493	172.405.493
Total	172.405.493	172.405.493

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The details of deferred revenues are as follows;

Deferred income	31.03.2026	31.12.2025
Advances received [Kısa vadeli]	118.803.805	98.578.605
Short term deferred income	3.452.886	4.006.642
Total	122.256.691	102.585.247

10. TAXATION

Current tax assets	31.03.2026	31.12.2025
Prepaid taxes and funds	1.761.299	–
Toplam	1.761.299	–
Current tax liabilities, current	31.03.2026	31.12.2025
Provision for income taxes and other legal liabilities	8.157.529	3.911.901
Total	8.157.529	3.911.901

Tax revenue expense details are as follows;

	01.01.2026	01.01.2025
Tax expense/income from continuing operations	31.03.2026	31.03.2025
Provisions taxes statutory obligation	-4.537.746	–
Deferred tax income/expense	-72.995.075	-36.026.423
<i>Beginning of period deferred tax</i>	<i>-26.542.586</i>	<i>-49.504.196</i>
<i>Deferred tax at period-end</i>	<i>-107.898.566</i>	<i>20.493.864</i>
<i>Recognized in other comprehensive income</i>	<i>25.082.716</i>	<i>1.481.480</i>
Impact of IAS 29 presentation	36.363.361	-8.497.571
Total	-77.532.821	-36.026.423

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(Unless otherwise stated, the amounts are expressed on the basis of the purchasing power of the Turkish Lira ("TL") as of March 31, 2026.)

Deferred Tax;

31.03.2026	Temporary Difference	Presence	Obligation
Doubtful trade receivables	52.370.071	13.092.518	-
Discounts on receivables	8.255.842	2.063.961	-
Differences in fixed assets	1.000.805.087	-	250.201.272
Provisions for employee benefits	170.694.420	42.673.605	-
Financial debt adjustments	11.182.803	2.795.701	-
Investment deductions (*)	90.572.564	90.572.564	-
Adjustments for prepaid expenses	16.440.293	-	4.110.073
Provisions for lawsuits	3.457.272	864.318	-
Discounts on liabilities	19.911.853	-	4.977.963
Financial asset adjustments	296.271.781	74.067.945	-
Inventory adjustments	341.592.531	-	85.398.133
Exchange rate adjustments	1.745.622	436.406	-
Cash capital increase	40.887.427	10.221.857	-
	Total	236.788.875	344.687.441
	NET	-	107.898.566

31.12.2025	Temporary Difference	Presence	Obligation
Doubtful trade receivables	57.629.182	14.407.295	-
Discounts on receivables	325.500	-	81.375
Differences in fixed assets	891.227.159	-	222.806.790
Provisions for employee benefits	184.494.814	46.123.703	-
Financial debt adjustments	6.139.268	1.534.817	-
Severance pay provisions	97.127.221	97.127.221	-
Investment deductions	744.365	-	186.091
Adjustments for prepaid expenses	3.804.458	951.115	-
Provisions for lawsuits	496.977	124.244	-
Discounts on liabilities	347.654.927	86.913.732	-
Financial asset adjustments	230.619.484	-	57.654.871
Inventory adjustments	477.601	119.400	-
Exchange rate adjustments	27.540.053	6.885.014	-
	Total	254.186.541	280.729.127
	NET	0	26.542.586

The rate of 25% was used in the calculation of the deferred tax.

(*) Tax advantages obtained within the scope of the investment incentive system;

The earnings obtained by the Company from the investments subject to the incentive certificate are subject to corporate tax at reduced rates from the accounting period in which the investment is partially or fully operated until the investment contribution amount is reached. The tax advantage that the

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Company will benefit from in the foreseeable future is reflected in the financial statements as a deferred tax asset. It is envisaged that these deferred tax assets will be recovered within 5 years from the balance sheet date.

11. PROVISIONS

Current provisions	31.03.2026	31.12.2025
Provision for other liabilities and expenses [Kısa vadeli]	4.627.468	3.804.458
Current provisions for employee benefits (İzin Karşılığı)	38.700.599	20.723.797
Total	43.328.067	24.528.255
• Non-current provisions for employee benefits	31.03.2026	31.12.2025
Provisions for employee termination benefits	145.423.828	177.892.346
Total	145.423.828	177.892.346

The assumptions used in calculating severance pay are as follows;

	31.03.2026	31.12.2025
Length of service	Emeklilik	Emeklilik
Salary increase rate	44,84%	42,34%
Discount rate	47,84%	45,34%
Percentage of employees leaving without severance pay	6,00%	6,00%
Severance pay ceiling	64.949	53.920

The changes in severance pay provisions during the period are as follows;

	31.03.2026	31.12.2025
Beginning of the period	148.825.639	100.083.632
Payments	-2.675.668	-5.132.589
Current service cost	4.913.944	22.354.066
Interest cost	14.373.526	52.669.351
Actuarial gains and losses	-33.443.620	-21.148.821
	131.993.821	148.825.639
Impact of IAS 29 presentation	-	16.234.056
Dubai Sharjah	13.430.007	12.832.651
Total	145.423.828	177.892.346

12. OTHER CURRENT ASSETS / OTHER LIABILITIES

Other current assets	31.03.2026	31.12.2025
Deferred vat	55.254.942	23.301.132
Other vat	24.546.839	26.590.237
Work advance	14.958.140	15.997.328
Income accruals	145.738	160.373
Total	94.905.659	66.049.070

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(Unless otherwise stated, the amounts are expressed on the basis of the purchasing power of the Turkish Lira ("TL") as of March 31, 2026.)

Other current liabilities	31.03.2026	31.12.2025
Taxes and funds payables [Kısa vadeli]	21.438.797	48.094.811
Other liabilities payable	75.730	160.853
Vat calculated	485.420	3.698.162
Total	21.999.947	51.953.826

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13. TANGIBLE ASSETS

	1.01.2026	Additions	Disposals	Transfers	Translation differences	31.03.2026
Assets						
Land	5.480.913	–	–	–	-463.506	5.017.407
Land improvements	31.473.562	964.319	–	–	–	32.437.881
Buildings	789.672.646	1.421.261	–	–	-11.581.108	779.512.799
Machinery equipment and installatic	650.424.469	3.841.773	-2.402.510	–	-7.485.470	644.378.262
Motor vehicles	64.040.108	2.466.683	-4.298.526	–	-311.461	61.896.804
Furniture and fixtures	81.248.247	2.633.475	–	–	-305.156	83.576.566
Other tangible fix assets	413.155	–	–	–	-31.885	381.270
Construction in progress	1.261.637.773	27.447.605	–	–	–	1.289.085.378
Total	2.884.390.873	38.775.116	-6.701.036	–	-20.178.586	2.896.286.367
Depreciation						
Accumulated depreciation	-831.015.646	-9.988.985	5.100.022	–	11.374.860	-824.529.749
Total	-831.015.646	-9.988.985	5.100.022	–	11.374.860	-824.529.749
NET	2.053.375.227	28.786.131	-1.601.014	–	-8.803.726	2.071.756.618

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	1.01.2025	Additions	Disposals	Transfers	Translation differences	31.12.2025
Assets						
Land	5.751.090	–	–	–	-270.177	5.480.913
Land improvements	17.051.119	7.359.919	–	7.062.524	–	31.473.562
Buildings	779.004.367	–	–	–	10.668.279	789.672.646
Machinery equipment and installatic	634.253.709	12.933.630	–	–	3.237.130	650.424.469
Motor vehicles	47.015.764	21.040.235	-3.761.875	–	-254.016	64.040.108
Furniture and fixtures	69.654.464	12.019.312	–	–	-425.529	81.248.247
Other tangible fix assets	314.051	–	–	–	99.104	413.155
Construction in progress	1.208.822.942	59.877.355	–	-7.062.524	–	1.261.637.773
Total	2.761.867.506	113.230.451	-3.761.875	–	13.054.791	2.884.390.873
Depreciation						
Accumulated depreciation	-760.382.028	-40.632.859	3.269.171	–	-33.269.930	-831.015.646
Total	-760.382.028	-40.632.859	3.269.171	–	-33.269.930	-831.015.646
NET	2.001.485.478	72.597.592	-492.704	–	-20.215.139	2.053.375.227

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14. INTANGIBLE ASSETS

	01.01.2026	Additions	Disposals	31.03.2026
Rights	37.620.059	272.970	–	37.893.029
Other intangible fixed assets	14.221.566	–	–	14.221.566
Total	51.841.625	272.970	–	52.114.595
İtfa ve Tükenme Payları				
Birikmiş amortismanlar	-39.818.089	-1.673.900	–	-41.491.989
Total	-39.818.089	-1.673.900	–	-41.491.989
NET	12.023.536	-1.400.930	–	10.622.606

	01.01.2025	Additions	Disposals	31.12.2025
Rights	32.998.015	4.622.044	–	37.620.059
Other intangible fixed assets	14.221.566	–	–	14.221.566
Total	47.219.581	4.622.044	–	51.841.625
İtfa ve Tükenme Payları				
Birikmiş amortismanlar	-33.524.723	-6.293.366	–	-39.818.089
Total	-33.524.723	-6.293.366	–	-39.818.089
NET	13.694.858	-1.671.322	–	12.023.536

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15. PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

	31.03.2026	31.12.2025
A. Total Amount of Guarantees, Pledges, Mortgages and Sureties ("GPMs") Given on Behalf of Its Own Legal Entity	5.765.338.715	5.983.002.594
B. Total Amount of GPMs Given on Behalf of Fully Consolidated Subsidiaries	-	-
C. Total Amount of GPMs Given on Behalf of Third Parties for the	-	-
D. Total Amount of Other GPMs Given	-	-
<i>i. Total Amount of GPMs Given on Behalf of the Parent Company</i>	-	-
<i>ii. Total Amount of GPMs Given on Behalf of Group Companies Not</i>	-	-
<i>iii. Total Amount of GPMs Given on Behalf of Third Parties Not Included in Clause C</i>	-	-
Total	5.765.338.715	5.983.002.594

	31.03.2026	31.12.2025
Letters of guarantee	714.604.715	511.904.479
Mortgages	5.050.734.000	5.471.098.115
Total	5.765.338.715	5.983.002.594

16. PAID-IN CAPITAL

	31.03.2026		31.12.2025	
	Tutar	%	Tutar	%
Erkan İzgi	58.254.537	15,64%	58.254.537	15,64%
İzgi Holding A.Ş.	53.594.245	14,39%	53.594.245	14,39%
Serkan Aktulum	52.990.159	14,23%	52.990.159	14,23%
Public Part	207.636.456	55,74%	207.636.456	55,74%
Total	372.475.397	100%	372.475.397	100%

The details of the Company's capital inflation adjustment positive differences are as follows;

Positive distinction from share capital adjustmer	449.635.464	449.635.464
Total equity	822.110.861	822.110.861

17. OTHER ACCUMULATED COMPREHENSIVE INCOME (EXPENSES) THAT WILL NOT BE RECLASSIFIED IN PROFIT OR LOSS

	31.03.2026	31.12.2025
Increases (decreases) on revaluation of property, plant and equipment [short term]	165.461.013	165.461.013
Increases (decreases) on revaluation of property, plant and equipment [deferred tax effect]	-	-
Gains (losses) on remeasurements of defined benefit plans	-60.463.224	-93.906.845
Gains (losses) on remeasurements of defined benefit plans [deferred tax effect]	11.531.097	19.892.002
Total	116.528.886	91.446.170

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18. PREMIUMS (DISCOUNTS) FOR SHARES

The details of the premiums for the shares are as follows;

	31.03.2026	31.12.2025
Share premium	2.237.050.575	2.237.050.575
Total	2.237.050.575	2.237.050.575

19. CONSTRAINED RESERVES ALLOCATED TO PROFIT

	31.03.2026	31.12.2025
Statutory reserves	53.981.098	53.981.098
IFRS/TAS adjustment differences	10.746.569	10.746.569
Total	64.727.667	64.727.667

20. PREVIOUS YEARS' PROFITS OR LOSSES

	31.03.2026	31.12.2025
Prior years' losses (Carrying amount)	-178.822.188	-206.692.849
IFRS/TAS differences	479.714.453	457.434.631
Total	300.892.265	250.741.782

21. REVENUE / COST OF SALES

The details of the cost of sales are as follows;

	01.01.2026	01.01.2025
Revenue	31.03.2026	31.03.2025
Domestic sales	216.200.893	286.237.587
Export sales	418.807.046	450.327.723
Other income	57.699	-
Sales returns	-904.980	-702.296
Other discounts	-1.005.816	-117.297
Total	633.154.842	735.745.717

	01.01.2026	01.01.2025
Cost of sales	31.03.2026	31.03.2025
Cost of manufactured goods sold	-275.350.260	-525.485.376
Cost of merchandise sold	-138.970.768	-145.226.719
Total	-414.321.028	-670.712.095

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*(Unless otherwise stated, the amounts are expressed on the basis of the purchasing power of the Turkish Lira ("TL") as of March 31, 2026.)***22. OVERHEAD**

General administrative expenses details are as follows;

	01.01.2026	01.01.2025
General administrative expenses	31.03.2026	31.03.2025
Personnel expenses	-43.792.270	-28.044.030
Social Security employer contribution expenses	-6.162.294	-3.869.683
Bank expenses	-750.706	-268.478
Insurance expenses	-616.160	-505.054
Stationery expenses	-372.309	-563.052
Consulting expenses	-5.522.843	-9.341.755
Communication expenses	-101.151	-259.980
Shipping expense	-139.360	-192.518
Maintenance and repair costs	-274.595	-242.814
Rent expense	-293.727	-135.099
Depreciation expense	-7.194.178	-7.739.441
Taxes, duties and fees expenses	-297.017	-334.407
Court costs	-124.337	-20.521
Donations and aid	-463.301	-15.085
Fuel expenses	-72.458	-
Electricity, water and heating costs	-435.400	-180.976
Expenses not legally deductible	-1.754.688	-1.600.316
Membership fees	-1.313.834	-100.809
Miscellaneous expenses	-4.835.716	-4.287.163
Total	-74.516.344	-57.701.181

23. MARKETING EXPENSES

Marketing expenses details are as follows;

	1.01.2026	1.01.2025
Marketing expenses	31.03.2026	31.03.2025
Personnel expenses	-27.063.388	-16.420.530
Depreciation expense	-341.111	-251.308
Taxes and duties expenses	-1.606.166	-1.208.516
Insurance expenses	-1.315.320	-306.483
Marketing, selling and distribution expenses	-856.827	-84.144
Vehicle expenses	-620.771	-1.221.835
Electricity, water and natural gas expenses	-235.880	-469.600
Outsourced services	-2.182.112	-
Export expenses	-18.707.573	-9.860.019
Intermediary commission expenses	-18.447.928	-32.178.871
Accommodation and rental expenses	-1.494.546	-1.172.160
Transportation costs	-3.316.845	-4.905.654
Maintenance and repair costs	-625.423	-871.135
Fair participation expenses	-422.879	-
Accommodation expenses	-	-2.156.162
Highway crossing vs. expenses	-233.221	-
Representation hospitality expenses	-1.008.321	-1.448.027
Miscellaneous expenses	-2.238.457	-287.853
Total	-80.716.768	-72.842.297

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24. OTHER REVENUES FROM MAIN ACTIVITIES / OTHER EXPENSES FROM MAIN ACTIVITIES

The details of other revenues from the main activities are as follows;

	01.01.2026	01.01.2025
Other operating income	31.03.2026	31.03.2025
Foreign exchange gain	57.251.721	156.166.410
Rediscount on interest gain	31.538.061	21.503.046
Other income and profit from operations	10.987.255	10.890.154
Income and profit relating to previous periods	–	2.289.776
Other extraordinary expenses and losses	994.184	493.918
Toplam	100.771.221	191.343.304

The details of other expenses from the main activities are as follows;

	01.01.2026	01.01.2025
Other operating expenses	31.03.2026	31.03.2025
Provision expenses	–	-762.321
Foreign exchange losses	-18.464.348	-21.846.616
Interest expenses on discounted notes	-22.523.334	-27.503.024
Other extraordinary expense and losses	-3.144	-31
Toplam	-40.990.826	-50.111.992

25. INCOME/EXPENSES FROM INVESTMENT ACTIVITIES

The details of expenses from investment activities are as follows;

	01.01.2025	01.01.2024
Investment activity income	31.03.2026	31.03.2025
Investment activity income	259.744	–
Toplam	259.744	–

The details of income from investment activities are as follows;

	01.01.2026	01.01.2025
Investment activity expenses	31.03.2026	31.03.2025
Investment activity expenses (-)	–	-83.598
Toplam	–	-83.598

26. FINANCING REVENUES / FINANCING EXPENSES

Details of income from financial activities are as follows;

	01.01.2026	01.01.2025
Finance income	31.03.2026	31.03.2025
Foreign exchange gains [on cash and cash equivalents]	3.228.804	3.383.130
Total	3.228.804	3.383.130

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The details of expenses from financial activities are as follows;

	01.01.2026	01.01.2025
	31.03.2026	31.03.2025
Finance costs		
Short-term borrowing costs	-65.122.360	-26.058.912
Long-term borrowing costs	-10.608.229	-25.310.216
Foreign exchange losses [on loans and leases]	-25.891.025	-66.509.856
Total	-101.621.614	-117.878.984

27. NET MONETARY POSITION GAINS/LOSSES

	1.01.2026	1.01.2025
	31.03.2026	31.03.2025
Net monetary position gains/losses		
Inflation adjustments on inventories	132.018.863	-55.598.023
Inflation adjustments on property, plant and equ	179.297.066	173.547.839
Inflation adjustments on equity	-332.268.886	-295.744.449
Financial assets inflation corrections	19.656.937	-
Inflation adjustments on deferred tax	-2.422.217	5.923.140
Income statement inflation difference classificati	49.804.480	102.217.700
Elimination	38.078.473	-67.293.388
Other inflation adjustments	15.733.338	234.108
Total	99.898.054	-136.713.073

28. EARNINGS PER SHARE

	01.01.2026	01.01.2025
	31.03.2026	31.03.2025
Earnings Per Share		
Profit (loss) for the period	47.607.043	-240.659.888
Number of shares	372.475.397	240.000.000
Profit (loss) per share	0,13	-1,00

Earnings / (loss) per share is calculated by dividing the net profit or loss for the period by the weighted average of the number of ordinary shares belonging to ordinary stock holders in the current period.

29. FEES FOR INDEPENDENT AUDIT

	01.01.2026	01.01.2025
	31.03.2026	31.03.2025
Independent audit services	255.000	241.942
Total	255.000	241.942

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30. RELATED PARTIES

The receivable-debt details of the relationship parties are as follows;

	31.03.2026	31.12.2025
Trade receivables;	348.958	350.988
Gersan-Alan Adi Partnership	348.958	350.988
Other receivables	2.109.000	2.320.790
Yüksel Kardeş	2.109.000	2.320.790
Total	2.457.958	2.671.778

Relationship party income-expense details are as follows;

31.03.2026	Sales of goods and services	Purchases of goods and services
Gersan-Alan Adi Ortaklığı	5.250	-
Toplam	5.250	-

31.03.2025	Sales of goods and services	Purchases of goods and services
Gersan-Alan Ordinary Partnership	6.871	-
Total	6.871	-

31. BENEFITS AND BENEFITS PROVIDED TO SENIOR MANAGEMENT

The benefits provided to the senior management are as follows;

	1.01.2026	1.01.2025
	31.03.2026	31.03.2025
Benefits provided to key management persons	-3.026.411	-2.721.388
Total	-3.026.411	-2.721.388

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32. NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS

Credit Risk: The Group's credit risk may arise mainly from its trade receivables. The Company's management evaluates its trade receivables by taking into account past experiences and the current economic situation. The Company's management does not foresee additional risks related to its trade receivables.

31.03.2026	Receivables				Deposits in banks	Other
	Trade receivables		Other receivables			
	Related party	Third party	Related party	Third party		
Credit risk exposure by types of financial instruments						
Maximum credit risk exposure as of reporting date (*) (A+B+C+D+E)	348.958	647.802.626	2.109.000	21.399.554	80.478.937	2.327.240
A. Net carrying amount of financial assets that are neither past due nor impaired	348.958	755.850.721	2.109.000	21.399.554	80.478.937	2.327.240
B. Carrying amount of financial assets whose terms have been renegotiated, otherwise past due or impaired	-	-	-	-	-	-
C. Net carrying amount of financial assets that are past due but not impaired	-	-	-	-	-	-
D. Net carrying amount of impaired assets	-	-108.048.095	-	-	-	-
- Past due (gross carrying amount)	-	108.048.095	-	-	-	-
- Impairment (-)	-	-	-	-	-	-
E. Off-balance sheet items bearing credit risk	-	-	-	-	-	-

31.12.2025	Receivables				Deposits in banks	Other
	Trade receivables		Other receivables			
	Related party	Third party	Related party	Third party		
Credit risk exposure by types of financial instruments						
Maximum credit risk exposure as of reporting date (*) (A+B+C+D+E)	350.988	944.817.553	-	22.107.225	30.333.871	4.472.373
A. Net carrying amount of financial assets that are neither past due nor impaired	350.988	944.817.553	-	22.107.225	30.333.871	4.472.373
B. Carrying amount of financial assets whose terms have been renegotiated, otherwise past due or impaired	-	-	-	-	-	-
C. Net carrying amount of financial assets that are past due but not impaired	-	-	-	-	-	-
D. Net carrying amount of impaired assets	-	-	-	-	-	-
- Past due (gross carrying amount)	-	-118.723.764	-	-	-	-
- Impairment (-)	-	118.723.764	-	-	-	-
E. Off-balance sheet items bearing credit risk	-	-	-	-	-	-

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Nature and Level of Risks Arising from Financial Instruments - Foreign Exchange Sensitivity Analysis

31.03.2026	31.03.2026 Purchasing power	Equivalent in TL	USD	EUR	RUB	AED
Trade Receivables	443.200.896	443.200.896	9.396.794	510.901	-	-
Monetary Financial Assets	77.632.060	77.632.060	1.105.421	270.875	617.841	1.200.004
Current Assets	520.832.956	520.832.956	10.502.215	781.777	617.841	1.200.004
Total Assets	520.832.956	520.832.956	10.502.215	781.777	617.841	1.200.004
Financial Liabilities	1.066.751.460	1.066.751.460	14.449.462	8.349.828	-	-
Short-Term Liabilities	1.066.751.460	1.066.751.460	14.449.462	8.349.828	-	-
Total Liabilities	1.066.751.460	1.066.751.460	14.449.462	8.349.828	-	-
Net Foreign Currency Asset / (Liability) Position	-545.918.504	-545.918.504	-3.947.247	-7.568.051	617.841	1.200.004
Monetary Items Net Foreign Currency Asset / (Liability) Position	-545.918.504	-545.918.504	-3.947.247	-7.568.051	617.841	1.200.004

31.12.2025	31.03.2026 Purchasing power	Equivalent in TL	USD	EUR	RUB	RUB
Trade Receivables	196.813.639	178.852.869	3.881.912	363.624	-	-
Monetary Financial Assets	25.114.896	22.822.967	212.789	12.562	660.632	1.161.153
Current Assets	221.928.535	201.675.836	4.094.701	376.186	660.632	1.161.153
Total Assets	221.928.535	201.675.836	4.094.701	376.186	660.632	1.161.153
Financial Liabilities	969.006.939	880.577.544	13.276.948	6.758.683	-	-
Short-Term Liabilities	969.006.939	880.577.544	13.276.948	6.758.683	-	-
Total Liabilities	969.006.939	880.577.544	13.276.948	6.758.683	-	-
Net Foreign Currency Asset / (Liability) Position	-747.078.404	-678.901.708	-9.182.247	-6.382.497	660.632	1.161.153
Monetary Items Net Foreign Currency Asset / (Liability) Position	-747.078.404	-678.901.708	-9.182.247	-6.382.497	660.632	1.161.153

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	Profit/Loss	
31.03.2026	Increase in value	Decrease in value
If the USD exchange rate changes by 10%:		
USD Net assets/liabilities	-394.725	394.725
Part hedged against USD risk (-)		-
USD net impact	-394.725	394.725
If the Euro exchange rate changes by 10%:		
EURO Net assets/liabilities	-756.805	756.805
Part hedged against EURO risk (-)	-	-
EURO net impact	-756.805	756.805
If the RUB exchange rate changes by 10%:		
RUB Net assets/liabilities	61.784	-61.784
Part hedged against RUB risk (-)		-
RUB net impact	61.784	-61.784
If the AED exchange rate changes by 10%:		
AED Net assets/liabilities	120.000	-120.000
Part hedged against AED risk (-)		-
AED net impact	120.000	-120.000
Total	-969.746	969.746

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31.12.2025	Profit/Loss	
	Increase in value	Decrease in value
If the USD exchange rate changes by 10%:		
USD Net assets/liabilities	-41.939.909	41.939.909
Part hedged against USD risk (-)		-
USD net impact	-41.939.909	41.939.909
If the Euro exchange rate changes by 10%:		
EURO Net assets/liabilities	-34.240.117	34.240.117
Part hedged against EURO risk (-)	-	-
EURO net impact	-34.240.117	34.240.117
If the RUB exchange rate changes by 10%:		
RUB Net assets/liabilities	36.369	-36.369
Part hedged against RUB risk (-)		-
RUB net impact	36.369	-36.369
If the AED exchange rate changes by 10%:		
AED Net assets/liabilities	1.435.817	-1.435.817
Part hedged against AED risk (-)		-
AED net impact	1.435.817	-1.435.817
Total	-74.707.840	74.707.840

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Liquidity Risk

The main responsibility for liquidity risk management belongs to the board of directors. The Board of Directors has established an appropriate liquidity risk management for the short, medium and long-term funding and liquidity requirements of the Group management. The Group manages liquidity risk by regularly monitoring forecast and actual cash flows and ensuring the maintenance of sufficient funds and borrowing reserves through matching the maturities of financial assets and liabilities.

31.03.2026	Book Value	Total Contractual Cash Outflows	Less than 3 months	3–12 months	1–5 years	More than 5 years
Non-Derivative Financial Liabilities	1.937.780.196	2.102.935.197	634.792.454	1.072.318.495	395.824.248	–
Financial Debt	1.395.252.683	1.560.407.684	165.145.666	999.437.770	395.824.248	–
Accounts Payable	542.527.513	542.527.513	469.646.788	72.880.725	–	–

31.12.2025	Book Value	Total Contractual Cash Outflows	Less than 3 months	3–12 months	1–5 years	More than 5 years
Non-Derivative Financial Liabilities	1.701.811.802	1.814.267.844	568.104.691	1.008.150.268	238.012.885	–
Financial Debt	1.267.256.680	1.379.712.722	192.856.665	948.843.172	238.012.885	–
Accounts Payable	434.555.122	434.555.122	375.248.026	59.307.096	–	–

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Capital Risk Management

While the Group tries to ensure the continuity of its activities in capital management, it also aims to increase its profitability by using its debt and equity balance in the most efficient way. The Group's capital structure is liabilities including loans disclosed in Note 4, cash and cash equivalents disclosed in Note 3, and shareholders' equity, including paid-in capital, capital adjustment differences, premiums/discounts on shares, revaluation measurement gains and losses, foreign currency translation differences, defined benefit plans remeasurement gains/losses, restricted reserves allocated from profits and previous years' profits/losses, respectively, disclosed in the consolidated statement of financial position It consists of items.

The Group's cost of capital, as well as the risks associated with each class of capital, are assessed by the Company's Management. Based on the evaluations of the Company Management, it is aimed to keep the capital structure in balance through the acquisition of new debt or repayment of existing debt, as well as through dividend payments and the issuance of new shares. The group monitors capital using the debt/total equity ratio. This ratio is found by dividing net debt by total equity. Net debt is calculated by deducting cash and cash equivalents from the total amount of debt (which includes financial liabilities and liabilities, leasing, and trade payables, as shown in the statement of financial position)

The net debt to total equity ratio as of March 31, 2026, and December 31, 2025, is as follows:

	<u>31.03.2026</u>	<u>31.12.2025</u>
Total Debts	1.395.252.683	1.267.256.680
Cash and Cash Equivalents	-82.806.177	-34.806.244
Net Debt	1.312.446.506	1.232.450.436
Total Equity	<u>3.603.247.795</u>	<u>3.577.388.708</u>
Debt-to-Equity Ratio	% 36	% 34

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33. EVENTS AFTER THE BALANCE SHEET DATE

As a 100% subsidiary of Gersan Elektrik Ticaret ve Sanayi A.Ş., the establishment procedures of GERSAN ELECTRIC N.L. B.V. in the Netherlands were officially completed and registered on 27.04.2026.

The Subsidiary in question, GERSAN ELECTRIC N.L. B.V., is the central positioning of all European operations, the management of the dealer network in the European market, and the more effective execution of sales and marketing activities from a single center.