



## KAMUYU AYDINLATMA PLATFORMU

# ADEL KALEMCİLİK TİCARET VE SANAYİ A.Ş. Financial Report Unconsolidated 2024 - 4. 3 Monthly Notification

### General Information About Financial Statements

Financial Report



## Independent Audit Comment

Independent Audit Company	PwC BAĞIMSIZ DENETİM VE SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK A.Ş.
Audit Type	Continuous
Audit Result	Positive

**CONVENIENCE TRANSLATION INTO ENGLISH OF  
INDEPENDENT AUDITOR'S REPORT  
ORIGINALLY ISSUED IN TURKISH**

**INDEPENDENT AUDITOR'S REPORT**

To the General Assembly of Adel Kalemcilik Ticaret ve Sanayi A.Ş.

**A. Audit of the financial statements**

**1. Our opinion**

We have audited the accompanying financial statements of Adel Kalemcilik Ticaret ve Sanayi A.Ş. (the "Company") which comprise the statement of financial position as at 31 December 2024, the statement of profit or loss, the statement of other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended and notes to the financial statements comprising a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Company as at 31 December 2024, and its financial performance and its cash flows for the year then ended in accordance with Turkish Financial Reporting Standards ("TFRS").

**2. Basis for opinion**

Our audit was conducted in accordance with the Standards on Independent Auditing (the "SIA") that are part of Turkish Standards on Auditing adopted within the framework of the regulations of the Capital Markets Board and issued by the Public Oversight Accounting and Auditing Standards Authority (the "POA"). Our responsibilities under these standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We hereby declare that we are independent of the Company in accordance with the Ethical Rules for Independent Auditors (including Independence Standards) (the "Ethical Rules") the ethical requirements regarding independent audit in regulations issued by the POA; the regulations of the Capital Markets Board; and other relevant legislation are relevant to our audit of the

financial statements. We have also fulfilled our other ethical responsibilities in accordance with the Ethical Rules and regulations. We believe that the audit evidence we have obtained during the independent audit provides a sufficient and appropriate basis for our opinion.

### 3. Key audit matters

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

Key Audit Matters	How the key audit matter was addressed in the audit
Revenue recognition	
<p>Revenue TL 2.711.979 Thousand has been recognized in the statement of profit or loss and other comprehensive income for the accounting period 1 January-31 December 2024.</p> <p>Revenue is recognized in the financial statements when the Company fulfils its performance obligation by transferring control of the promised products to its customers. Since sales contracts are complex, the recognition of revenue in the relevant period depends on the correct evaluation of the sales conditions specific to each situation. For this reason, there is a risk that the revenue will not be recognized in the correct period or amount for the products whose production is completed and delivered, or for those whose invoices have not yet been issued to the customer.</p> <p>Revenue is one of the most significant indicators in the performance evaluation of the Company. Revenue has been selected as a key audit matter because it is of great importance in terms of evaluating the results of the strategies implemented during the year and monitoring performance and it has significant, decisive impact on more than one financial statement item.</p>	<p>The following audit procedures have been applied for the recognition of revenue:</p> <p>Testing the design and implementation of internal controls on revenue recognition by understanding the Company's revenue process,</p> <p>Evaluating whether the accounting policies applied by the Company management for recording revenue are in terms of TFRS,</p> <p>Testing the transactions recorded as revenue during the period by sampling method by comparing them with invoices, supporting documents and collections from customers,</p> <p>Testing the balances of trade receivables using the sampling method by sending confirmation letters,</p> <p>Testing whether the sales returns realized after the reporting period are included in the financial statements in the relevant period,</p> <p>Testing the revenue items belong to period ending and the beginning of the following period with the</p>

Disclosures regarding the Company's revenue-related accounting policies and amounts are included in Notes 2.2.1 of the attached financial statements.	sampling method regarding the cut-off of the revenue,  - Evaluating the accuracy and adequacy of the revenue related disclosures included in footnotes financial statements in terms of TFRS.
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#### 4. Responsibilities of management and those charged with governance for the financial statements

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

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

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

#### 5. Auditor's responsibilities for the audit of the financial statements

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

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

As part of an independent audit conducted in accordance with SIA, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

Identify and assess the risks of material misstatement in the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Assess the internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our independent auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

#### **B. Other responsibilities arising from regulatory requirements**

1. No matter has come to our attention that is significant according to subparagraph 4 of Article 402 of Turkish Commercial Code ("TCC") No. 6102 and that causes us to believe that the Adel Kalemcilik Ticaret ve Sanayi A.Ş.'s bookkeeping activities concerning the period from 1 January to 31 December 2024 period are not in compliance with the TCC and provisions of the Company's articles of association related to financial reporting.

2. In accordance with subparagraph 4 of Article 402 of the TCC, the Board of Directors submitted the necessary explanations to us and provided the documents required within the context of our audit.

3. In accordance with subparagraph 4 of Article 398 of the TCC, the auditor's report on the early risk identification system and committee was submitted to the Company's Board of Directors on 3 March 2025.

PwC Bağımsız Denetim ve  
Serbest Muhasebeci Mali Müşavirlik A.Ş.

Salim Alyanak, SMMM  
Independent Auditor

Istanbul, 3 March 2025



Statement of Financial Position (Balance Sheet)

Presentation Currency	1.000 TL
Nature of Financial Statements	Unconsolidated

	Footnote Reference	Current Period 31.12.2024	Previous Period 31.12.2023
Statement of Financial Position (Balance Sheet)			
Assets [abstract]			
CURRENT ASSETS			
Cash and cash equivalents	4	659.335	1.146.378
Financial Investments	5	0	189.415
Trade Receivables		131.206	171.023
Trade Receivables Due From Related Parties	23	42.743	74.904
Trade Receivables Due From Unrelated Parties	7	88.463	96.119
Other Receivables		1.525	10.657
Other Receivables Due From Unrelated Parties	8	1.525	10.657
Inventories	9	789.434	888.797
Prepayments	14	18.123	25.194
Current Tax Assets	14	121.702	144.252
Other current assets		71.013	64.000
Other Current Assets Due From Unrelated Parties	14	71.013	64.000
SUB-TOTAL		1.792.338	2.639.716
Total current assets		1.792.338	2.639.716
NON-CURRENT ASSETS			
Financial Investments	5	1.305	1.120
Other Receivables		0	553
Other Receivables Due From Unrelated Parties	8	0	553
Property, plant and equipment	10	789.892	804.473
Right of Use Assets	6	153.126	194.595
Intangible assets and goodwill	11	88.710	114.055
Prepayments	14	16.562	9.574
Deferred Tax Asset	21	0	34.797
Total non-current assets		1.049.595	1.159.167
Total assets		2.841.933	3.798.883
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Current Borrowings		390.078	1.126.013
Current Borrowings From Unrelated Parties		390.078	1.126.013
Bank Loans	6	390.078	441.105
Issued Debt Instruments	6	0	684.908
Current Portion of Non-current Borrowings		111.162	377.581
Current Portion of Non-current Borrowings from Unrelated Parties	6	111.162	377.581
Bank Loans		27.970	39.092
Lease Liabilities		47.257	56.550
Issued Debt Instruments		35.935	281.939
Trade Payables		132.963	201.601
Trade Payables to Related Parties	23	7.189	9.613
Trade Payables to Unrelated Parties	7	125.774	191.988
Employee Benefit Obligations	8	108.124	86.775
Other Payables		3.829	572
Other Payables to Unrelated Parties	8	3.829	572
Derivative Financial Liabilities	25.2	561	2.485
Deferred Income Other Than Contract Liabilities	14	61.053	229.173
Current provisions		19.017	12.366
Current provisions for employee benefits	13	13.762	12.096
Other current provisions	12	5.255	270
SUB-TOTAL		826.787	2.036.566
Total current liabilities		826.787	2.036.566
NON-CURRENT LIABILITIES			
Long Term Borrowings		506.384	102.908
Long Term Borrowings From Unrelated Parties	6	506.384	102.908
Bank Loans		170.000	0
Lease Liabilities		86.384	102.908
Issued Debt Instruments		250.000	0
Employee Benefit Obligations	8	2.315	13.891
Non-current provisions		33.401	41.711

Non-current provisions for employee benefits	13	33.401	41.711
Deferred Tax Liabilities	21	23.960	0
Total non-current liabilities		566.060	158.510
Total liabilities		1.392.847	2.195.076
EQUITY			
Equity attributable to owners of parent		1.449.086	1.603.807
Issued capital	15	259.875	23.625
Inflation Adjustments on Capital	15	317.244	553.494
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		-14.984	-19.994
Gains (Losses) on Revaluation and Remeasurement		-14.984	-19.994
Other Accumulated Comprehensive Income (Loss) that will be Reclassified in Profit or Loss		12.468	8.424
Exchange Differences on Translation		0	-5.686
Gains (Losses) on Hedge		12.468	14.110
Restricted Reserves Appropriated From Profits	15	301.337	285.073
Prior Years' Profits or Losses	15	554.502	123.742
Current Period Net Profit Or Loss		18.644	629.443
Total equity		1.449.086	1.603.807
Total Liabilities and Equity		2.841.933	3.798.883



# Statement of Profit or Loss and Other Comprehensive Income

Presentation Currency	1.000 TL
Nature of Financial Statements	Unconsolidated

	Footnote Reference	Current Period 01.01.2024 - 31.12.2024	Previous Period 01.01.2023 - 31.12.2023
<b>Statement of Profit or Loss and Other Comprehensive Income</b>			
<b>PROFIT (LOSS)</b>			
Revenue	16	2.711.979	3.265.499
Cost of sales	16	-1.324.068	-1.740.926
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		1.387.911	1.524.573
GROSS PROFIT (LOSS)		1.387.911	1.524.573
General Administrative Expenses	17	-433.542	-410.976
Marketing Expenses	17	-581.457	-575.010
Research and development expense	17	-18.964	-17.878
Other Income from Operating Activities	18	19.342	106.260
Other Expenses from Operating Activities	18	-49.905	-70.369
PROFIT (LOSS) FROM OPERATING ACTIVITIES		323.385	556.600
Investment Activity Income	19	1.058	751
Investment Activity Expenses	19	-46.116	-234
Share of Profit (Loss) from Investments Accounted for Using Equity Method	19	0	-1.618
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		278.327	555.499
Finance income	20	262.152	315.260
Finance costs	20	-576.960	-466.340
Gains (losses) on net monetary position		112.758	233.446
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		76.277	637.865
Tax (Expense) Income, Continuing Operations		-57.633	-8.422
Current Period Tax (Expense) Income	21	0	-192.733
Deferred Tax (Expense) Income	21	-57.633	184.311
PROFIT (LOSS) FROM CONTINUING OPERATIONS		18.644	629.443
PROFIT (LOSS)		18.644	629.443
<b>Profit (loss), attributable to [abstract]</b>			
Non-controlling Interests		0	0
Owners of Parent		18.644	629.443
<b>Earnings per share [abstract]</b>			
<b>Earnings per share [line items]</b>			
<b>Basic earnings per share</b>			
Basic Earnings (Loss) Per Share from Continuing Operations			
Pay Başına (Kayıp)/Kazanç (tam TL)	22	0,20800000	26,64310000
<b>Diluted Earnings Per Share</b>			
<b>OTHER COMPREHENSIVE INCOME</b>			
Other Comprehensive Income that will not be Reclassified to Profit or Loss		5.010	-5.538
Gains (Losses) on Remeasurements of Defined Benefit Plans	13	6.680	-6.303
Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss		-1.670	765
Deferred Tax (Expense) Income		-1.670	765
Other Comprehensive Income That Will Be Reclassified to Profit or Loss		-1.642	8.403
Other Comprehensive Income (Loss) Related with Cash Flow Hedges		-2.188	10.736
Taxes Relating to Components of Other Comprehensive Income that will be Reclassified to Profit or Loss		546	-2.333
Deferred Tax (Expense) Income		546	-2.333
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>		<b>3.368</b>	<b>2.865</b>
<b>TOTAL COMPREHENSIVE INCOME (LOSS)</b>		<b>22.012</b>	<b>632.308</b>
<b>Total Comprehensive Income Attributable to</b>			
Non-controlling Interests		0	0
Owners of Parent		22.012	632.308

# Statement of cash flows (Indirect Method)

Presentation Currency	1.000 TL
Nature of Financial Statements	Unconsolidated

	Footnote Reference	Current Period 01.01.2024 - 31.12.2024	Previous Period 01.01.2023 - 31.12.2023
<b>Statement of cash flows (Indirect Method)</b>			
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		<b>372.912</b>	<b>356.774</b>
Profit (Loss)		18.644	629.443
<b>Adjustments to Reconcile Profit (Loss)</b>		<b>437.051</b>	<b>3.807</b>
Adjustments for depreciation and amortisation expense	6, 10, 11	165.746	157.488
Adjustments for Impairment Loss (Reversal of Impairment Loss)		2.654	4.896
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Receivables	7	1.112	754
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Inventories	9	1.542	4.142
Adjustments for provisions		40.148	50.791
Adjustments for (Reversal of) Provisions Related with Employee Benefits	13	35.080	51.664
Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions	12	5.068	-873
Adjustments for Dividend (Income) Expenses	19	0	-36
Adjustments for Interest (Income) Expenses		407.276	204.453
Adjustments for Interest Income	20	-166.021	-242.168
Adjustments for interest expense	20	573.753	447.830
Deferred Financial Expense from Credit Purchases	17	714	10.312
Unearned Financial Income from Credit Sales	17	-1.170	-11.521
Adjustments for fair value losses (gains)		-1.998	14.685
Adjustments for Tax (Income) Expenses	21	57.633	8.422
Adjustments for losses (gains) on disposal of non-current assets		-6	-517
Adjustments Related to Gain and Losses on Net Monetary Position		-234.402	-436.375
<b>Changes in Working Capital</b>		<b>-38.991</b>	<b>70.891</b>
Adjustments for decrease (increase) in trade accounts receivable		37.991	-47.847
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		9.685	-266
Adjustments for decrease (increase) in inventories		97.821	-181.063
Decrease (Increase) in Prepaid Expenses		83	6.676
Adjustments for increase (decrease) in trade accounts payable		-67.469	75.581
Increase (Decrease) in Employee Benefit Liabilities		9.773	34.920
Adjustments for increase (decrease) in other operating payables		3.257	-3.192
Increase (Decrease) in Deferred Income Other Than Contract Liabilities		-168.120	214.042
Other Adjustments for Other Increase (Decrease) in Working Capital		37.988	-27.960
Decrease (Increase) in Other Assets Related with Operations		14.111	121.910
Increase (Decrease) in Other Payables Related with Operations		23.877	-149.870
<b>Cash Flows from (used in) Operations</b>		<b>416.704</b>	<b>704.141</b>
Dividends received		0	36
Payments Related with Provisions for Employee Benefits	13	-21.243	-68.701
Income taxes refund (paid)		-22.549	-278.702
<b>CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES</b>		<b>-65.284</b>	<b>-47.785</b>
Cash Outflows Arising From Purchase of Shares or Capital Increase of Associates and/or Joint Ventures	19	0	-1.618
Proceeds from sales of property, plant, equipment and intangible assets		443	9.640
Proceeds from sales of property, plant and equipment	10	443	9.640
Purchase of Property, Plant, Equipment and Intangible Assets	10, 11	-65.727	-55.807
Purchase of property, plant and equipment		-65.727	-55.807
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		<b>-499.203</b>	<b>413.439</b>
Proceeds from borrowings	6	1.512.044	2.387.736
Repayments of borrowings	6	-1.679.083	-1.602.177
Payments of Lease Liabilities		-15.226	-62.183
Dividends Paid	15	-182.419	-28.589

Interest paid	6	-512.639	-320.400
Interest Received		171.419	166.338
Other inflows (outflows) of cash		206.701	-127.286
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		-191.575	722.428
Net increase (decrease) in cash and cash equivalents		-191.575	722.428
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	4	1.129.109	691.941
INFLATION EFFECT ON CASH AND CASH EQUIVALENTS		-279.018	-285.260
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	4	658.516	1.129.109



## Statement of changes in equity [abstract]

<b>Presentation Currency</b>	1.000 TL
<b>Nature of Financial Statements</b>	Unconsolidated

[illegible]

[illegible]