MAKİNA TAKIM ENDÜSTRİSİ A.Ş.

1 January - 30 September 2026

Interim Activity Report

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1. GENERAL INFORMATION

Reporting period	: 1 January - 30 September 2026
Registered company name	: Makina Takım Endüstrisi A.Ş.
Trade registry number	: 66550
Registered office address	: Kısıklı Mah. Ferah Cad. Yıldız Holding Placid Bloğu Blok No:1A Üsküdar/İSTANBUL
Factory address	: Balçık Mah. 3257 Sok. No: 15/A 41480 Gebze / KOCAELİ
Telephone	: (0216) 524 34 84 - (0262) 744 18 80 (Administrative Office)
Fax	: (0216) 576 22 26 - (0262) 744 14 44 (Administrative Office)
Email address	: info@makinatakim.com.tr
Website	: www.makinatakim.com.tr

As of September 30, 2026, the company has a total of 164 employees. Of these, 118 are blue-collar workers and 46 are white-collar workers.

2. PRINCIPAL ACTIVITIES

Makina Takım Endüstrisi A.Ş. and its subsidiary undertake all commercial and industrial activities relating to the manufacture, marketing, sale, export and import of drilling, threading, cutting and sawing tools in the cutting tool market.

3. SHARE CAPITAL AND SHAREHOLDING STRUCTURE

The Company's share capital and shareholding structure as at 30 September 2026 are set out below. There are no shares carrying preferential rights.

	30 September 2026			31 December 2025		
Shareholders	**Number of Shares**	**Capital Amount**	**Share capital(%)**	**Number of Shares**	**Capital Amount**	**Share capital(%)**
İstanbul Portföy Yıldız Fund Participation Shares	6.621.339.200	66.213.392	33,11	6.621.339.200	66.213.392	33,11
Gözde GSYO A.Ş.	2.920.884.416	29.208.844	14,60	2.920.884.416	29.208.844	14,60
Other	10.457.776.384	104.577.764	52,29	10.457.776.384	104.577.764	52,29
Total	**20.000.000.000**	**200.000.000**	**100,00**	**20.000.000.000**	**200.000.000**	**100,00**

4. SUBSIDIARY

The Company's subsidiary and its ownership interest are set out in the table below.

Company	Share Ratio (%)
Evar Kesici Takım San. ve Tic. A.Ş.	100,00

5. BOARD OF DIRECTORS & SENIOR MANAGEMENT

The company is managed and represented by a Board of Directors consisting of five members, including two independent members elected by the General Assembly. Most of our Board of Directors members are non-executive. Only one member is an executive. As a result of their non-executive roles, the non-executive Board members do not hold any administrative positions within the company and do not interfere with the company's daily operations and ordinary activities.

Full name	Position	Term of office
Mehmet TÜTÜNCÜ	Board Member	19 Apr 2024 - 19 Apr 2027
Fezal OKUR ESKİL	Board Member	28 Apr 2025 - 19 Apr 2027
Levent SİPAHİ	Board Member / Managing Director	19 Apr 2024 - 19 Apr 2027
Aytaç Saniye MUTLUGÜLLER	Independent Member of the Board of Directors	14 Apr 2026 - 19 Apr 2027
Ahmet BAL	Independent Member of the Board of Directors	14 Apr 2026 - 19 Apr 2027

Powers of the Board of Directors and Limitations on its Authority:

The Board of Directors is authorised to make all decisions other than those reserved for the General Assembly under the Turkish Commercial Code, the regulations of the Capital Markets Board and the provisions of the Articles of Association.

However, where such matters qualify as material transactions under the Capital Markets Board's regulations on Corporate Governance Principles, the procedures required by those regulations shall be followed. Compliance with the Corporate Governance Principles made mandatory by the Capital Markets Board is required.

Senior Management of the Company:

FULL NAME	POSITION
Levent SİPAHİ	General Manager
Türhan ARLİ	Finance Director
Başak ARSLAN BİLGİLİ	Sales and Marketing Director
Aykut AŞIK	Production Director
Vildan BOZKURT ÖÇ	Supply Chain Director
Mecit KANPARA	Human Resources Director

6. SIGNIFICANT DEVELOPMENTS WITHIN THE REPORTING PERIOD

None.

7. SIGNIFICANT DEVELOPMENTS AFTER THE REPORTING PERIOD

None.

8. ECONOMIC AND SECTOR DEVELOPMENTS

During the first nine months of 2026, geopolitical risks, energy supply security and efforts to contain inflation continued to shape the global economic outlook. The war in the Middle East that began in late February and disruptions to energy trade through the Strait of Hormuz were described by the International Energy Agency as the largest supply disruption in the history of the global oil market. The partial easing in energy markets towards the end of the first half proved temporary; attacks on energy infrastructure and tankers in the third quarter drove prices higher again. Having fallen to an average of USD 85 per barrel in June, the Brent spot price rose to an average of USD 114 per barrel in September. Rising energy prices, together with higher freight and insurance costs, maintained pressure on production and logistics costs.

In its September 2026 Interim Economic Outlook, the Organisation for Economic Co-operation and Development (OECD) projected global growth of 2.9% in 2026 and 3.0% in 2027. It noted that global economic activity had proved more resilient than expected despite the energy shock, with investment, production and trade linked to artificial intelligence supporting growth.

Central banks remained cautious about inflation risks, and some economies resumed interest rate increases in the third quarter. At its meeting on 16 September, the US Federal Reserve raised its policy rate target range by 25 basis points to 3.75%–4.00%. The European Central Bank also raised its key interest rates by 25 basis points on 10 September, bringing the deposit facility rate to 2.50%. The Bank of Japan raised its policy rate to approximately 1.25% in September, while China's one-year and over-five-year benchmark lending rates remained unchanged at 3.0% and 3.5%, respectively. These decisions reflected continued divergence in monetary policy across countries, depending on their growth and inflation conditions.

After reducing its policy rate from 38% to 37% in January, the Central Bank of the Republic of Türkiye (CBRT) maintained its tight monetary policy stance, leaving the rate unchanged at its July and September meetings. Annual consumer price inflation declined from 32.11% in June to 29.73% in September. The Consumer Price Index (CPI) rose by 1.84% month on month in September, bringing the cumulative increase for January–September to 24.32%. Continued increases in price levels, despite the decline in annual inflation, indicated that cost pressures on businesses had not abated. Real economic indicators showed that growth was continuing, although a marked recovery in industrial activity had yet to emerge.

Overall, energy supply disruptions and inflation risks remained significant for the global economy in the first nine months of 2026. In Türkiye, the decline in annual inflation was accompanied by tight monetary policy and weak industrial demand. This outlook may put pressure on order volumes, pricing flexibility and working capital requirements in the cutting tool sector, which depends on industrial production.

The Turkish cutting tool market is estimated at approximately USD 260 million, with domestically manufactured products meeting around 29% of domestic demand. The high-speed steel (HSS) cutting tool segment alone is estimated at USD 57.2 million. Imports dominate the sector, in which two domestic companies manufacture high-speed steel tools and approximately 70 domestic companies manufacture carbide tools. Imports originate mainly from Germany, China, Japan, Taiwan and South Korea. Makina Takım Endüstrisi A.Ş., the sector's largest manufacturer, is estimated to hold a 38% share of the high-speed steel market (drilling, threading and cutting product groups).

9. SALES

Consolidated net sales amounted to TRY 749,379,687 in the January-September 2026 period. When evaluated by category, sales of KSM tools increased by 437% and commercial products by 265% compared to the same period last year, while sales of drilling tools decreased by 38%, screw tools by 22%, and cutting tools by 59%.

10. PRODUCTION

The production volume for the January-September 2026 period was 3.6 million units, which is 13% higher than the 3.2 million units produced in the same period of 2025.

11. SUMMARY FINANCIAL INFORMATION

A. Statement of Financial Position

ASSETS	Current period 30 September 2026	Previous period 31 December 2025
Current assets	1.488.200.668	1.618.528.991
Non-current assets	1.312.549.770	1.365.715.994
TOTAL ASSETS	**2.800.750.438**	**2.984.244.985**

EQUITY AND LIABILITIES	Current period 30 September 2026	Previous period 31 December 2025
Current liabilities	359.076.899	436.292.488
Non-current liabilities	286.885.682	417.514.014
Equity	2.154.787.857	2.130.438.483
TOTAL EQUITY AND LIABILITIES	**2.800.750.438**	**2.984.244.985**

B. Statement of Profit or Loss

PROFIT OR LOSS	Current period 1 January - 30 September 2026	Previous period 1 January - 30 September 2025
Revenue	749.379.687	954.593.315
Cost of sales (-)	(554.843.514)	(579.745.476)
GROSS PROFIT	**194.536.173**	**374.847.839**
General administrative expenses (-)	(98.470.677)	(102.953.911)
Marketing expenses (-)	(70.152.474)	(73.182.541)
Other operating income	8.734.372	11.200.883
Other operating expenses (-)	(15.400.739)	(12.449.713)
OPERATING PROFIT	**19.246.655**	**197.462.557**
Income from investing activities	159.488.221	187.185.178
OPERATING PROFIT BEFORE FINANCE COSTS	**178.734.876**	**384.647.735**
Finance costs (-)	(31.377.759)	(9.285.774)
Net monetary gain/(losses)	(145.992.009)	(139.340.546)
PROFIT BEFORE TAX FROM CONTINUING OPERATIONS	**1.365.108**	**236.021.415**
Tax income / (expense) from continuing operations	**27.188.967**	**(70.140.309)**
Current tax expense (-)	(42.058.823)	(55.073.726)
Deferred tax income / (expense)	69.247.790	(15.066.583)
PROFIT FOR THE PERIOD	**28.554.075**	**165.881.106**
Earnings per share	**0,001428**	**0,008294**

C. Ratios

The comparative Income Statement ratios as of September 30, 2026 and September 30, 2025 are as follows.

	1 January - 30 September 2026	1 January - 30 September 2025
Cost of sales / Net sales	74%	61%
Gross profit margin	26%	39%
Operating profit margin	3%	21%
Net profit margin for the period	4%	17%

12. OTHER MATTERS

No amendments were made to the Articles of Association during the January-September 2026 period. No legal proceedings were brought against the Company during the period. There are no administrative or judicial sanctions against the Company or members of its governing bodies. No transactions or competing activities that could give rise to a conflict of interest with the Company or its subsidiaries were undertaken by controlling shareholders, members of the Board of Directors, senior executives, their spouses, or their relatives by blood or marriage up to the second degree.

MAKİNA TAKIM ENDÜSTRİSİ A.Ş.

2026