KARTONSAN KARTON SANAYİ VE TİCARET ANONİM ŞİRKETİ

2026 Q3
Activity Report

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General Information

The Company's Nature of Business

The Company is engaged in the manufacture of corrugated cardboard at its factory, which it owns and which is situated at Kullar, Kocaeli, and trades the goods it produces both domestically and internationally. Furthermore, it meets its electricity and steam requirements for manufacturing through a natural gas combined cycle power station, operating under its own Self-Generation Licence, and sells any surplus electricity in accordance with electricity market regulations. Whilst the company carries out its production activities at its factory in Kullar, Kocaeli, it conducts its general management, finance, marketing and procurement activities at its "Head Office" in Şişli, Istanbul.

Head Office

Address: Harbiye Mahallesi Asker Ocağı Cad. Süzer

Plaza No:6 Kat:2 Şişli İstanbul Türkiye

İnternet Adresi: www.kartonsan.com.tr

Tax Office: Large Taxpayers Tax
Registration No.: 5260057491
Commercial Register No.:
95869/41270

MERSIS No.: 0526005749100010

Kocaeli Factory Branch

Yaylacık Mahallesi, Karamürsel Caddesi, No:300
41140 Kullar/Başiskele/Kocaeli Tel:0-262-349 61 50

Fax: 0-262-349 33 00

Commercial Register No.: 31662

MERSIS No.: 0526005749100011

Corporate Overview

Established in 1967 as one of Türkiye's pioneering private sector enterprises, Kartonsan is a respected corporate citizen, a robust industrial facility and a model recycling centre, thanks to its production capacity, sound financial structure and high-quality standards.

Kartonsan is the first corrugated cardboard production facility established by the private sector in Türkiye. As the leader of Türkiye's corrugated cardboard sector, Kartonsan stands out not only for its contribution to the Turkish economy but also for its ability to utilise a high proportion of waste paper in production, its use of environmentally friendly, state-of-the-art production technologies, its lean management structure and the employment it generates. As the first private-sector corrugated cardboard factory to commence operations in Türkiye, Kartonsan was founded with an enterprising and bold approach during a period when paper production was state-run, and has continued its successful trajectory for over half a century to the present day.

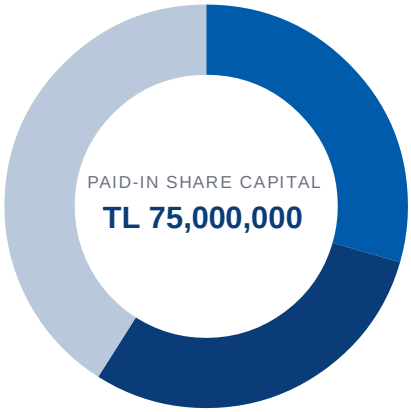
Kartonsan is future-focused, acting with sectoral responsibility; it balances the economic interests of its stakeholders with its social responsibilities, and embodies a pioneering and exemplary corporate citizenship.

The Company's paid-in share capital is amounting to TL 75,000,000, comprising 7,500,000,000 outstanding shares, each with a nominal value of TL 0.01. The relevant shares representing the share capital, 5,287 are Class A (Preference) shares. These shares carry preferential rights regarding profit distribution. In accordance with a dividend of 5% is distributed to holders of Class A (Preference) shares from the remaining portion of the net profit used as the basis for calculating the first dividend, after deducting 10% of the paid-in share capital.

- The Company's Paid-in Share Capital: TL 75,000,000
- Company's Paid-in Share Capital: 7,500,000,000 outstanding shares
- Class A Shares carry a dividend preference but do not carry voting rights.

All of the company's shares are bearer shares, and the vast majority of them are tradable on the stock exchange. For this reason, the company's shareholding structure, as determined at the most recent general meeting, based on the statements made by those attending the general meeting and/or on the Public Disclosure Platform ("PDP"), and the information published by the Merkezi Kayıt Kuruluşu Anonim Şirketi at the KAP – Kartonsan Company Information address, is set out below.

The Company's Share Capital and Shareholding Structure



Hasan Peker Aydın Veli Serin Other

Partner's Full Name/Company Name	Share in Share (TL)	Share (%)	Voting Rights (%)
Hasan Peker	22,088,863.41	29.45	29.45
Aydın Veli Serin	22,088,863.41	29.45	29.45
Other	30,822,273.18	41.1	41.1
Total	**75,000,000.00**	**100**	**100**

Summary Balance Sheet

TL	30 September 2026	31 December 2025
Current Assets	1,666,685,763	1,589,444,044
Non-Current Assets	2,462,985,203	3,760,825,465
TOTAL ASSETS	**4,129,670,966**	**5,350,269,509**
Current Liabilities	803,004,960	1,507,224,565
Non-Current Liabilities	223,898,198	767,022,634
Equity	3,102,767,809	3,076,022,310
TOTAL ASSETS	**4,129,670,966**	**5,350,269,509**

Summary Income Statement

TL	30 September 2026	30 September 2025
Revenue	3,198,229,867	3,779,999,517
Gross Profit	(326,989,906)	(999,989,810)
EBITDA	766,661,367	(994,414,585)
Operating Profit/Loss	(868,025,611)	(1,505,760,702)
Profit/Loss from Continuing Operations Before Tax	501,077,606	(1,310,939,888)
NET PROFIT/LOSS FOR THE PERIOD	**18,191,259**	**(1,012,557,453)**

Profitability Ratios

%	30 September 2026	30 September 2025
Gross Profit Margin	-10.2	-26.5%
Operating Profit	-27.1	-39.8
EBITDA Margin	24.0	-26.3
Pre-tax Profit/Loss Margin	15.7	-26.3
Net Profit/Loss Margin	0.6	–26.8

Figures in brackets indicate negative values.

The Company’s Board of Directors

No.	First Name Surname	Position/Title	Start Date of Term	End Date of Term
1	**Ahmet Peker**	Chairman of the Board	31 July 2026	14 April 2027
2	**Burçin Çelen**	Deputy Chair of the Board of Directors	31 July 2026	14 April 2027
3	**Mustafa Fethi Ağalar**	Member of the Board of Directors	31 July 2026	14 April 2027
4	**Ahmet Sera Özbaşar**	Independent Board Member	9 July 2024	14 April 2027
5	**Lütfiye Aylin Erdoğan**	Independent Board Member	31 August 2026	14 April 2027
6	**Recep Bildik**	Independent Board Member	31 March 2022	14 April 2027

BOARD COMMITTEES

Audit Committee

The Audit Committee conducts its activities in accordance with capital markets legislation and as set out in the Capital Markets Board’s Corporate Governance Principles. The Audit Committee acts within the scope of its own authority and responsibilities and makes recommendations to the Board of Directors. However, the final decision is taken by the Board of Directors. The Committee meets at least four times a year, and the minutes of these meetings are submitted to the Board of Directors.

Audit Committee

No.	First Name Surname	Role/Title	Role on the Committee
1	**Recep Bildik**	Member of the Board of Directors	Chariman of the Committee
2	**Lütfiye Aylin Erdoğan**	Member of the Board of Directors	Committee Member

Early Risk Detection Committee

The Committee’s purpose is to provide recommendations and advice to the Board of Directors regarding the identification, definition, prioritisation (based on an assessment of their impact and likelihood), monitoring and review of strategic, financial and operational risks and opportunities that may affect the Company’s operations; and the management of such risks and opportunities in line with the Company’s risk profile, their reporting, and their consideration within decision-making processes. The Committee meets six times a year, and the results of its meetings are recorded in minutes and submitted to the Board of Directors.

Early Risk Detection Committee

No.	First Name Surname	Role/Title	Role on the Committee
1	**Lütfiye Aylin Erdoğan**	Member of the Board of Directors	Chariman of the Committee
2	**Ahmet Sera Özbaşar**	Member of the Board of Directors	Committee Member

Corporate Governance Committee

The Corporate Governance Committee assesses whether corporate governance principles are being applied within the company; if not, it identifies the reasons for this and any conflicts of interest arising from non-compliance with these principles. It also makes recommendations to the Board of Directors aimed at improving corporate governance practices and oversees the work of the investor relations department. The Committee also assumes the duties of the Nomination Committee and the Remuneration Committee as set out in the Capital Markets Board regulations. In principle, the Committee meets once a year and may convene at any time deemed necessary without waiting for this period to elapse.

Corporate Governance Committee

No.	First Name Surname	Role/Title	Role on the Committee
1	**Ahmet Sera Özbaşar**	Member of the Board of Directors	Chariman of the Committee
2	**Recep Bildik**	Member of the Board of Directors	Committee Member
3	**Perihan Karakaya**	Investor Relations Manager	Committee Member

The decisions taken at meetings are recorded in writing, signed by the Committee members and archived.

Audit Firm

Audit Firm	Period
MGI Bağımsız Denetim A.Ş.*	1 January 2026 – 31 December 2026

**Independent Audit Firm in accordance with the Turkish Commercial Code 01.01.2026 – 31.12.2026*
MGI Bağımsız Denetim A.Ş.

Sustainability Committee

At Kartonsan, sustainability is treated as an integral part of the company's business strategy. Policy decisions regarding sustainability are taken by the Board of Directors, whilst the coordination of sustainability-related work and activities aimed at implementation are carried out by the Sustainability Committee. The Sustainability Committee is responsible for developing the company's sustainability strategy, setting and monitoring sustainability targets, assessing environmental, social and governance ("ESG") issues, reviewing the alignment of the company's strategies with the Sustainable Development Goals, and monitoring sustainability performance.

"The Sustainability Committee met once during the first nine months of 2026; during these meetings, sustainability targets, ESG performance, regulatory and reporting requirements, and work on environmental and social issues were assessed.

Information on Subsidiaries

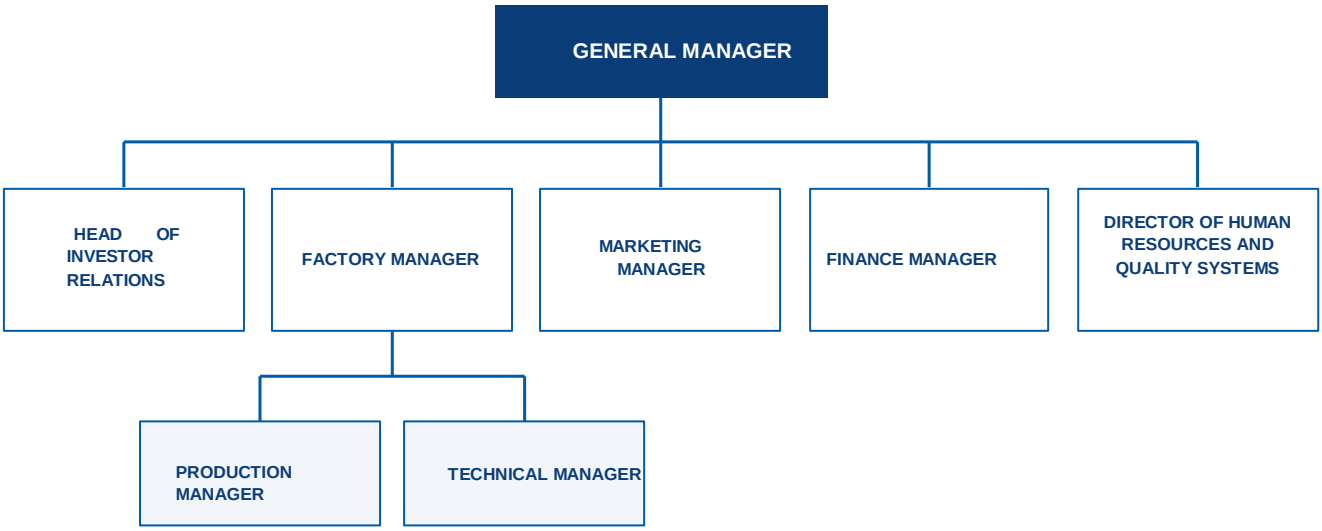
Subsidiaries

Serial No	Trade Name	Paid-in and Issued Share Capital (TL)	The Company's Share in the Capital (%)	Nature of the Relationship with the Company
1	**Kartonsan Dış Ticaret Anonim Şirketi**	1,250,000	100	Subsidiary

EMPLOYEE AND WORKER MOVEMENTS, COLLECTIVE AGREEMENT IMPLEMENTATION, RIGHTS AND BENEFITS PROVIDED TO STAFF AND WORKERS

As at the date of publication of the Group's financial statements, the number of staff employed, excluding subcontracted workers, was 173. The two-year collective agreement covering the period 1 September 2024 to 31 August 2026, signed with the Turkish Cellulose, Paper, Wood and Products Workers' Union (Selüloz-İş) regarding unionised staff, expired on 31 August 2026. Negotiations with the authorised trade union to renegotiate the agreement commenced on 22 September 2026 and are ongoing.

THE COMPANY'S ORGANISATIONAL STRUCTURE



CORPORATE SOCIAL RESPONSIBILITY AND INFORMATION ON DONATIONS MADE DURING THE YEAR

The Company has dedicated a separate section to corporate social responsibility in its Annual Activity Report for 2025, making this information available to the public. The Board of Directors' Annual Activity Report for 2025 is available on our company's website and at the following addresses. KAP – Kartonsan Company Information

The total value of donations and aid not subject to the inflation adjustment carried out in 2026 realised as **TL 99,451.00** as at 30 September 2026.

CHANGES IN SENIOR MANAGEMENT DURING THE YEAR AND EXPLANATIONS REGARDING CURRENT MEMBERS

As at 1 July 2026, Mr İlker Cengiz and Mr Süleyman Kaya, members of our company's Board of Directors, and Mr Ümit Özkan, who served as a Board Member and General Manager, resigned from all their positions within our company. At the meeting of our Board of Directors held on 31 July 2026, in accordance with Article 363 of the Turkish Commercial Code No. 6102, Mr Ahmet Yavuz Peker, Mr Burçin Çelen and Mr Mustafa Fethi Ağalar were appointed as members of the Board of Directors to serve for the remainder of the term of the departing Board members and to be submitted for approval at the next General Meeting. At the Board of Directors' meeting, which was held with the participation of the new Board members, it was resolved that Mr Ahmet Yavuz Peker be elected as Chairman of the Board of Directors and Mr Burçin Çelen as Deputy Chairman of the Board of Directors.

STATEMENTS REGARDING RESEARCH AND DEVELOPMENT ACTIVITIES

Kartonsan does not have a dedicated R&D department. The activities carried out are aimed at testing and improving product quality.

AMENDMENTS TO THE ARTICLES OF ASSOCIATION MADE DURING THE PERIOD AND THEIR REASONS

The Group's Annual General Meeting for the 2025 financial year was held on 14 April 2026. At the General Meeting, it was resolved to amend Article 8 of the Articles of Association, entitled 'Board of Directors', which defines the structure of the Company's Board of Directors, as decided at the meeting of the Company's Board of Directors held on 10 February 2026 and numbered YK/2026-05. As a result of the amendment, the minimum number of members required to serve on the Board of Directors is reduced from 7 to 5, whilst the maximum number of members has been removed. The draft amendment was approved by the Capital Markets Board on 18 February 2026 and by the Ministry of Trade on 23 February 2026. The amendment proposal was approved at the general meeting held on 14 April 2026, registered by the Istanbul Trade Registry Directorate on 16 April 2026, and published in the Official Gazette, numbered 11565, dated 16 April 2026. By a resolution of the Kartonsan Board of Directors dated 10 August 2026, it was decided to amend Article 3, entitled "Purpose and Scope of the Company", and Article 25, entitled 'Distribution of Profits', of the Company's Articles of Association. It is planned to submit the draft amendments to the General Meeting for approval once the necessary authorisations and approvals regarding these changes have been obtained.

Benefits Provided to Senior Management

(Attendance Allowances) The amount is determined at the General Meeting.

In accordance with Article 61/4 of the Income Tax Act, monetary payments and benefits (attendance fees) paid or provided to the Chairman and members of the Board of Directors by virtue of their positions are classified as remuneration. Like salary payments made to the company's other employees, attendance fee payments made to the Chairman and members of the Board of Directors are also taxed via withholding tax.

The benefits provided to senior executives and members of the Board of Directors during the period (excluding Board of Directors' dividend payments, but including salary and attendance fee payments) are shown below*.

	30 September 2026
Benefits Provided to Senior Executives	15,651,704
Benefits Provided to Board Members	4,237,343
Total	**19,889,048**

Senior Management

First Name Surname	Position
Cem Cansu	Managing Director
Güven Şanlı	Plant Manager
İbrahim Canlıoğlu	Production
İhsan Doğan	Technical Manager
Şadiye Başak Kaya	Human Resources and Quality Systems
Merve Aksoy	Finance Manager



02

General Assembly Meetings

Our company held its Annual General Meeting for the 2025 financial year on 14 April 2026, conducted simultaneously in both electronic and in-person formats. There was no physical attendance by the media at the meeting. In addition to the shareholders holding controlling interests, other shareholders and stakeholders also attended the General Meeting. Of the total nominal value of the company's shares amounting to TL 75,000,000, the 25,132,181 outstanding shares in person, and 58,607,726,815 outstanding shares with a total nominal value of TL 58,607,726.81 by proxy; as a result of the participation of 58,647,176,996 outstanding shares, with a total nominal value of TL 58,647,726.81, resulting in a majority of 78.19%, the meeting was held both in person and electronically. No specific quorum for the General Meeting of our Company has been stipulated in the Articles of Association; consequently, the provisions of the Turkish Commercial Code have been applied regarding the quorums for the meeting and for the adoption of resolutions. No specific quorum for the General Meeting was stipulated in our Company's Articles of Association; consequently, the provisions of the Turkish Commercial Code were applied regarding the quorums for the meeting and for the adoption of resolutions. The notices, announcements and communications regarding the holding of the Ordinary General Meeting dated 14 April 2026 were published, as required by law and the Articles of Association and including the agenda, on pages 530–531 of the Official Gazette numbered 11541 on 12 March 2026,, in the 18 March 2026 issues of the "Nasıl Bir Ekonomi" and "Hürses" newspapers, on the company's website (www.kartonsan.com.tr), on 6 March 2026 on the Public Disclosure Platform ("PDP"), via the Central Registry Agency's e-Company application and the Electronic General Meeting System, at least 21 days prior to the general meeting, and was held within the prescribed timeframe. The notice convening the General Meeting included details regarding the venue, date and time of the General Meeting; a sample proxy form for proxies attending the General Meeting; the requirements for admission to the meeting; and the financial statements for the 2025 financial year, as well as information on the dates and locations where the Board of Directors' report and the independent auditor's report would be made available for shareholders' inspection.

Furthermore, the General Meeting documents, together with other documents prepared in accordance with corporate governance principles, have been published separately in a section of the company's website dedicated to investors. These documents were made available to shareholders for review 15 days prior to the General Meeting. At the general meeting, members of the board of directors, a representative of the independent auditor and officials from the finance department responsible for the preparation of the financial statements were present to provide the necessary information and answer questions. Shareholders took the floor at the general meeting to express their views and wishes. Verbal questions asked by shareholders during the meeting were answered during the meeting, with the chair of the meeting giving the floor to the relevant parties. Shareholders did not exercise their right to submit written questions at the general meeting. Consequently, no written responses were provided by the Investor Relations Department.

> The 2025 Annual General Meeting was held on 14 March 2026. The Minutes of the Meeting can be accessed via the links below:
>
> Minutes of the General Meeting (14 April 2026)

Market Conditions and Sales Policies

The company has been operating in the corrugated cardboard sector since its foundation in 1967. Kartonsan's main products are corrugated cardboard sheets produced from recycled paper, known in the sector as Dublex (GD) and Triplex (GT). Corrugated cardboard products used in everyday life include packaging for food, pharmaceuticals, detergents, perfumery, textiles, glassware and small electrical appliances, as well as corrugated board lamination and book and notebook covers.

During the first nine months of 2026, Türkiye's corrugated cardboard and cardboard packaging sector continued its operations in accordance with domestic and international demand conditions, competition from imported products, developments in exchange rates and trends in production costs. In the first half of 2026, Türkiye's paper and cardboard packaging exports increased by 3.26% compared with the same period last year, reaching 528.8 million US dollars.

On the other hand, the supply conditions and prices of recyclable waste paper used in cardboard production, along with changes in energy, labour, maintenance, logistics and financing costs, continue to be decisive factors affecting production costs and operational profitability. The fact that sales prices in the sector are unable to offset cost increases, coupled with limited pricing flexibility due to competition from imported products, are among the key factors putting pressure on producers' profitability.

Kartonsan's Investment and Profit Distribution Policies

The investments the company is planning generally consist of investments aimed at maintaining the plant.

The company operates two separate cardboard production lines, and the total theoretical annual production capacity for corrugated cardboard across both lines is calculated at approximately 240,000 tonnes per year. As stated in the Company's special announcement dated 26 July 2024, it has been decided to suspend cardboard production activities on cardboard production line No. 1 (KM1) indefinitely until further cost-saving measures are implemented. The theoretical annual capacity of the suspended cardboard production line No. 1 is calculated to be approximately 80,000 tonnes per year. Excluding the suspended Cardboard Production Line No. 1, the theoretical production capacity is calculated to be approximately 160,000 tonnes per annum. Kartonsan carries out its investments as part of a comprehensive strategy aimed at continuously reducing the environmental impact of its production and operations. A summary of the investments made by our company over the years, along with details of its future plans, is provided in the Annual Activity Report prepared for the year 2025. The Board of Directors' Annual Activity Report for 2025 is available on our company's website and at the following addresses:

Kartonsan 2025 Annual Report

Our company's dividend policy is to distribute dividends at the minimum rate prescribed by Capital Markets legislation from distributable profits. In periods where the Capital Markets Board has not specified a separate rate, the minimum distribution rate is determined at 5%. However, this policy is reviewed annually in light of developments in domestic and international economic conditions, as well as our company's investment opportunities and financing options.

Unless the Annual General Meeting decides otherwise, dividend payments will continue to be made whilst striking a balance between our shareholders' potential expectations and our growth strategies. The Annual General Meeting convened in respect of the 2025 financial year was held on 14 April 2026. Pursuant to the resolution adopted at the Annual General Meeting, given that a loss for the period had arisen in the financial statements prepared in accordance with the regulations of the Capital Markets Board ('CMB') and statutory records as a result of the 2025 financial year's operations, and taking into account the company's working capital requirements, it was decided not to distribute dividends from other distributable resources, including extraordinary reserves, and to treat the 2025 loss recorded in the statutory accounts as a loss carried forward from previous years; consequently, no dividend distribution was made. You can access the company's dividend distribution policy via the link below.

Dividend Policy

COMPANY DISCLOSURE POLICY

In order to comply with amendments to the Capital Markets Legislation, the Disclosure Policy, prepared in accordance with the Capital Markets Board's Communiqué No. II-15.1, is available on the company's website. The Disclosure Policy is provided via the link below.

Company Disclosure Policy



03

Corporate Governance

CORPORATE GOVERNANCE

Corporate Governance Compliance Statement

Our company endeavours to apply the principles set out in the Corporate Governance Principles within the framework of the current market structure and shareholding structure. Our company views the Corporate Governance Principles as extremely positive from the perspective of both the company and its shareholders. From the company's perspective, it is believed that the adoption of the Corporate Governance Principles will create significant opportunities in terms of lower capital costs, increased financing opportunities and liquidity, an enhanced corporate image, and greater interest in our company from both domestic and foreign investors. From the shareholders' perspective, a more transparent management structure will be established, enabling them to exercise their rights more easily and providing them with greater access to information. This will also serve as a reason for shareholders to choose our company. Our company has ensured full compliance with the principles mandated by Capital Markets Legislation. There are no mandatory principles that have not been implemented. There are no principles exempted under Article 6 of Corporate Governance Circular No. II-17.1. Furthermore, it has been established as a principle that those corporate governance principles which are not mandatory, but which do not affect our company's competitive strength, trade secrets, or information that could lead to unequal opportunities amongst shareholders, shall be applied. The Corporate Governance Committee carries out compliance reviews annually and reviews these principles. By its Decision No. 2/49 dated 10 January 2020, the Capital Markets Board has decided that Corporate Governance Compliance Reporting, carried out in accordance with Corporate Governance Communiqué No. II-17.1, shall be submitted via the KAP Platform using the Corporate Governance Compliance Report and Corporate Governance Information Form (KYBF) templates. Our Company's Corporate Governance Compliance Report and the Corporate Governance Information Form (KYBF), which contains up-to-date information on corporate governance practices within our Company, can be accessed via the KAP – Kartonsan Company Information page.

b) Investor Relations section

In 2026, the Company continued its efforts regarding shareholder information activities, facilitating the exercise of shareholders' rights, the conduct of the general meeting, and disclosures relating to public disclosure principles. The "Investor Relations Department 2025 Activity Report", prepared in relation to the work carried out in 2025, was submitted to the Board of Directors on 27 January 2026. In accordance with the Company's Disclosure Policy, the Investor Relations Department provides disclosures and information regarding financial and non-financial matters that are not confidential and/or do not constitute trade secrets, and which do not affect the value of the capital market instruments issued by the Company or result in unequal opportunities amongst relevant stakeholders, is not confidential and/or does not constitute a trade secret; in addition to the disclosures and information required by law, the Investor Relations Department carries out activities to ensure that relevant stakeholders are informed in a timely, accurate and complete manner regarding financial and non-financial information, in accordance with the principles of corporate governance, without undermining equality of opportunity amongst relevant stakeholders. To this end, in order to ensure that stakeholders obtain information on all matters relating to the company, the contact details of the Investor Relations Department have been made public on the company's website, in the Annual Activity Reports and on the KAP platform. Communication channels, including telephone, email and fax, have been established to handle all information requests from relevant stakeholders. In 2026, the Investor Relations Department received 13 enquiries via email and telephone. Where written or verbal enquiries submitted by investors to our department relate to matters not yet disclosed to the public in accordance with Capital Markets Board regulations, such enquiries have not been answered, with the reason for this stated; where, however, an enquiry relates to information that has already been disclosed to the public, shareholders have been informed accordingly. No action has been taken regarding questions or comments concerning the prices and performance of our company's shares that are not directly related to our company. Inquiries received, whether verbally or by email, have been answered to the extent permitted by legislation and insofar as they relate to our company. Details regarding the Investor Relations Department, which is responsible for relations with shareholders, are provided below.

Investor Relations Department

First Name Surname	Role/Title	Qualifications
Perihan Karakaya	Member of the Board of Directors	SPL Level 3 Licence/Corporate Governance Licence

Use of Shareholders' Rights to Information

Our company has drawn up and published an 'Information Disclosure Policy' in accordance with capital markets legislation. This policy can be accessed via KAP (Public Disclosure Platform: KAP – Kartonsan Company Information) and on our company's website at kartonsan.com.tr – Investor Relations. Our company, in addition to the disclosures and information required by law – which do not affect the value of the capital market instruments it issues, do not cause inequality of opportunity amongst our company's stakeholders, are not confidential and/or do not constitute trade secrets – in accordance with the essence of corporate governance principles, aims to ensure that stakeholders are informed in a timely, accurate and complete manner regarding financial and non-financial information on the company's past performance and future expectations, without undermining the equality of opportunity amongst the relevant stakeholders. It is a fundamental principle of our company that information disclosed to the public – excluding trade secrets and information specified by legislation – is communicated to all our Shareholders and to individuals and organisations that will benefit from such disclosures in a timely, accurate, complete, comprehensible, interpretable, easily accessible at low cost and equitable manner. Requests for information from stakeholders regarding matters not yet disclosed to the public, which would undermine the principle of equal opportunity amongst our stakeholders, are excluded from consideration; however, for information already disclosed to the public, detailed information is shared with our shareholders who request it via any communication channels they specify. Our company's website features up-to-date data and information about the company, and the information and documents required by investors are published under the 'Investor Relations' link. An Investor Relations Department has been established to facilitate relations between the company and its stakeholders, and this department ensures that stakeholders are kept informed. Requests for meetings made to this department, accompanied by requests for information, are forwarded to the company's management and are held following the determination of a suitable meeting schedule. Information meetings, general meetings, activity reports, statements made by the company's management in newspapers and magazines, special situation announcements, and presentations and reports disclosed to the public are published on the company's corporate website, in addition to the methods specified in the Company's Articles of Association, the Company's General Meeting Internal Regulations, the Commercial Code and Capital Markets Legislation, to ensure public access.



04

Financing Sources and Risk Management Policies

To meet the Company's net working capital and periodic liquidity requirements, bank loans and other suitable sources of finance are utilised as required. In such financing transactions, care is taken to ensure that the financing amount, maturity, interest rate and other terms are determined by taking into account market conditions and comparable practices.

Pursuant to the Capital Markets Board's issue certificate dated 18 April 2025 and numbered 24/690, the Company issued, via a private placement on 15 August 2025, a debt instrument with a principal/maturity date, with ISIN code TRSKRTN73010 and a total nominal value amounting to TL 215,000,000, has been decided to be redeemed early prior to maturity, in accordance with the agreement reached with the relevant investor and the provision in the aforementioned issue prospectus stating: "One year after the issue date, subject to the request of the Issuer or the investor, early redemption in part or in full shall be effected by paying the principal and accrued interest", it has been decided to proceed with early redemption prior to maturity. As at 17 August 2026, the early redemption of the entire outstanding amount of TL 215,000,000, out of the total TL 2,150,000,000 nominal value of the debt instrument with ISIN code TRSKRTN73010, has been completed prior to maturity with the relevant investor. The Company's potential financial risks include credit, exchange rate and interest rate risks. Both the Company's foreign receivables and its foreign currency deposits held in foreign currency deposit accounts are exposed to risk due to exchange rate fluctuations. As the Company's foreign currency assets are less than its foreign currency liabilities, exchange rate increases will have adverse effects on the Company, whilst exchange rate decreases will have favourable effects. Rises in interest rates on bank loans will increase the company's borrowing costs. Similarly, as the interest rate on issued debt instruments is set at the 12-month realised CPI rate plus 5 basis points, increases in the CPI index will raise the amount of interest the company is required to pay, resulting in adverse consequences for the company. Our company's Audit Committee and independent auditor carry out the necessary audits to ensure that transactions and activities comply with both legal regulations and company policies. In accordance with the structure of our Board of Directors and the provisions of the Capital Markets Board (the "CMB") and the Turkish Commercial Code ("TCC"), we established an Early Risk Detection Committee in 2013; this committee has continued to operate in accordance with the established principles since its inception. With regard to the auditing of our internal control system, audits are carried out by independent external auditors for the purpose of certifying the 'ISO 9001 Quality Management System, ISO 14001 Environmental Management System, ISO 45001 Occupational Health and Safety Management System and ISO 50001 Energy Management System " are carried out by independent external auditors for the purpose of certifying these Quality Certificates, and any non-conformities identified are reported to the company's senior management.

INFORMATION ON THE SECTOR IN WHICH THE ENTITY OPERATES AND ITS POSITION WITHIN THIS SECTOR

The cardboard packaging sector is a sector that operates on a global scale to meet the packaging needs of consumer goods, food, pharmaceuticals, cosmetics and other industrial products, and is directly affected by economic and commercial developments. Demand for sustainable packaging solutions, recycling practices, technological developments and international trade conditions play a significant role in the sector's development.

Founded in 1967, Kartonsan Karton Sanayi ve Ticaret Anonim Şirketi is one of Türkiye's leading producers of corrugated cardboard and ranks amongst Europe's major manufacturers. The company meets the packaging needs of various sectors with its cardboard products, which are manufactured using recycled paper and virgin fibre.

In addition to its domestic operations, Kartonsan maintains a strong presence in export markets, having reached customers in 25 different export markets by 2025. Operating in a sector influenced by changing global market conditions, international competition, import pressure and fluctuations in production costs, the company continues its operations by focusing on production efficiency, a customer-centred service philosophy and a production approach based on recycling.

EXPLANATIONS REGARDING THE KEY ELEMENTS OF THE GROUP'S INTERNAL AUDIT AND RISK MANAGEMENT SYSTEMS

Our Company's Audit Committee and independent auditor carry out relevant audits to ensure that transactions and activities comply with both legal regulations and company policies.

Our company has established and implements internal control systems. With regard to the auditing of our internal control system, audits are carried out by independent external auditors for the purpose of certifying the ISO 9001 Quality Management System, ISO 14001 Environmental Management System, ISO 50001 Energy Management System and OHSAS 18001 Occupational Health and Safety Management System, and any non-conformities identified are reported to the company's senior management. Solutions to the problems reported through multi-channel communication are sought and policies are formulated

The Board of Directors has adopted the establishment of a risk management mechanism, alongside the periodic auditing and continuous improvement of the internal control mechanism. Our company management does not wish to provide information on the results of these internal controls in activity reports. For this reason, they are not disclosed in interim or annual activity reports. Our company's Board of Directors defines the company's strategic objectives at the start of each year and determines the necessary human and financial resources required to achieve these objectives. Progress towards these objectives is monitored on a periodic basis (monthly, quarterly and annually).

Our company's Board of Directors has adopted and implements the principle of conducting its activities in a transparent, accountable, fair and responsible manner. In all its transactions and actions, our company's Board of Directors ensures compliance with legislation, the Articles of Association, internal company regulations and established policies.

STATEMENTS REGARDING RESEARCH AND DEVELOPMENT ACTIVITIES

Our company does not have a dedicated R&D department. The activities carried out are aimed at testing and improving product quality.

AMENDMENTS TO THE ARTICLES OF ASSOCIATION AND OTHER CHANGES EXECUTED DURING THE PERIOD

- During 2026, work was carried out to amend various articles of the Company's Articles of Association. In this context, a resolution was passed to amend Article 8 of the Articles of Association, and the necessary authorisation and approval processes were carried out.

- By a Board of Directors' resolution dated 10 August 2026, it was decided to amend Article 3, entitled "Objectives and Scope of the Company", and Article 25, entitled "Distribution of Profits", of the Company's Articles of Association; it is envisaged that these amendments will be submitted to the shareholders for approval at the first General Meeting to be held following the obtaining of the necessary authorisations and approvals.

- As stated in the Group's "Special Announcement" on 7 July 2026, of the Company's paid-in capital of 75,000,000 TL, the total shareholding of 77.21% held by Pak Holding Anonim Şirketi, Asil Holding Anonim Şirketi and Pak Gıda Üretim ve Pazarlama Anonim Şirketi (comprising a total of TL 36,433 in nominal value of Class A shares and TL 57,907,689.382 in nominal value of Class B shares, making a total nominal value of TL 57,907,726.815); following negotiations with Hasan Peker (holding a 38.605%, representing shares with a nominal value of TL 28,953,844.408) and Aydın Veli Serin (holding a 38.605%, representing shares with a nominal value of TL 28,953,863.407), subject to closing adjustments, a "Share Purchase Agreement" on 6 July 2026 was signed between the aforementioned corporate shareholders and the Purchasers for the sale (the Transaction) of the shares for a total consideration of 72,000,000 USD (the Sale Price), as notified to our Company. Following the actual completion of the share transfer transactions in question, disclosures regarding the mandatory share purchase offer process in accordance with the provisions of the Share Purchase Offer Circular (II-26.1) will be made public separately once the share transfers have been finalised and completed. The statement that "the share transfer transactions will be finalised following the fulfilment of all closing conditions set out in the Share Transfer Agreement" has been disclosed to the public. In 2026, routine inspections regarding waste and pollution resulting from our production activities continued to be carried out at the company's factory by Kocaeli Metropolitan Municipality, Başiskele Municipality and the Provincial Directorate of Environment and Urbanisation. No inspection activities were carried out at our company by any public authority other than those listed above.

- The private sector bond with ISIN code TRSKRTNK3017, issued by our company on 3 November 2025 with a nominal value of TL 70,000,000, was redeemed early via transfer prior to its maturity date. The entire bond has been cancelled.

- Under the share buy-back programme initiated pursuant to the decision of our company's Board of Directors dated 1 October 2026, a total of 1,000,000 outstanding shares were repurchased at an average price of TL 81.68 as at 30 October 2026, and the programme has been completed. The proportion of the repurchased shares to the company's share capital realised as 1.33%.

- Bids relating to the sale of the KM1 machine, located at our Company's facility in Kullar, Kocaeli, which has reached the end of its economic and technical life and is classified as scrap, have been evaluated. Following the evaluations, it was decided to sell the machine in question to CEMAY METAL METAL GERİ DÖNÜŞÜM İNŞ.İMAL.İTH. İHR. SAN.TİC.LTD.ŞTİ., which submitted the highest bid during the tender process, for a price of USD 1,400,000 and the sale of the machine was completed on the same date.

The disclosures regarding legal proceedings brought against the company that are likely to affect its financial position, and their potential outcomes, have been provided in the notes to the financial statements. The Company's entire share capital is held within the company and is currently in existence; there is no issue regarding the share capital being impaired or the company being insolvent.

Kartonsan has no "Extraordinary General Meeting was held in 2026.

In accordance with the Capital Markets Board's announcement regarding the groups to which listed companies belong, as set out in Corporate Governance Circular No. II-17.1, the company is classified within Group 1.



05

Consolidated Financial Statements

	Notes	Unreviewed Current Period 30 September 2026	Audited Prior Period 31 December 2025
ASSETS			
Current Assets		**1,666,685,763**	**1,589,444,044**
Cash and Cash Equivalents	Note 4	319,019,135	85,839,206
Financial Investments	Note 7	260,758,077	-
Trade Receivables	Note 5–6	380,296,825	409,649,960
Third Parties	*Note 6*	*380,296,825*	*374,527,452*
Related Parties	*Note 5*	-	*35,122,508*
Other Receivables	Note 8	11,868,396	18,227,603
Third Parties		*11,868,396*	*18,227,603*
Inventories	Note 9	656,142,385	989,480,694
Prepaid Expenses	Note 5-17	26,277,053	39,584,672
Other Current Assets	Note 17	12,323,892	46,661,909
Total		**1,666,685,763**	**1,589,444,044**
Non-Current Assets		**2,462,985,203**	**3,760,825,465**
Other Receivables	Note 8	162,618	322,074
Third Parties		*162,618*	*322,074*
Investment Properties	Note 10	-	45,072,823
Property, Plant and Equipment	Note 11	2,107,515,255	2,642,279,750
Right-of-Use Assets	Note 12	-	37,525,963
Intangible Assets	Note 12	29,218,924	32,104,572
Other Intangible Assets		*29,218,924*	*32,104,572*
Prepaid Expenses	Note 17	20,604,617	19,016,164
Deferred Tax Assets	Note 25	305,483,789	984,504,119
TOTAL ASSETS		**4,129,670,967**	**5,350,269,509**

The accompanying notes form an integral part of the consolidated financial statements.

	Notes	Unreviewed Current Period 30 September 2026	Audited Prior Period 31 December 2025
LIABILITIES			
Current Liabilities		**803,004,960**	**1,507,224,565**
Short-term borrowings	Note 5-7	51,526,773	338,499,737
Short-term Portion of Long-term Borrowings	Note 5-7	52,459,155	259,446,225
Trade Payables	Note 5-6	547,534,487	754,825,301
Third Parties		*547,173,641*	*746,938,786*
Related Parties		*360,846*	*7,886,515*
Employee Benefits	Note 16	23,835,328	31,901,325
Other Liabilities	Note 5–8	53,396,900	78,036,224
Third Parties		*53,366,566*	*77,624,117*
Related Parties		*30,334*	*412,107*
Current Income Tax Liabilities	Note 25	-	1,076,079
Current Liabilities	Note 14–16	74,252,317	43,439,674
Provisions for Employee Benefits		*21,657,204*	*12,903,842*
Other short-term provisions		*52,595,113*	*30,535,832*
Total		**726,710,477**	**1,215,877,015**
Non-current liabilities		**223,898,198**	**767,022,634**
Long-Term Borrowings	Note 5-7	150,883,317	666,931,311
Long-term Provisions	Note 16	73,014,881	75,109,532
Provisions for Employee Benefits		*73,014,881*	*75,109,532*
Deferred Tax Liabilities	Note 25	-	24,981,791
EQUITY		**3,102,767,809**	**3,076,022,310**
Equity Attributable to the Parent Company	**Note 18**	**3,102,767,809**	**3,074,349,694**
Paid-in Share Capital		75,000,000	75,000,000
Adjustment to Share Capital		1,464,407,701	1,464,407,699
Share Premiums		17,806,054	17,806,054
Other Comprehensive Income Not to be Reclassified to Profit or Loss Income or (Expenses)		(119,597,573)	(129,822,045)
- Gains/(Losses) on Revaluation and Measurement		*(119,597,573)*	*(129,822,045)*
Restricted reserves		1,412,705,286	1,514,174,611
Retained Earnings		234,252,700	249,402,348
Net Profit / Loss for the Period		18,193,641	(116,618,973)
Non-controlling Interests	**Note 18**	**-**	**1,672,616**
TOTAL ASSETS		**4,129,670,967**	**5,350,269,509**

The accompanying notes form an integral part of the consolidated financial statements.

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2026 AND 2025

(Amounts are expressed in Turkish Lira ("TL") based on the purchasing power of the Turkish Lira as at 30 September 2026, unless otherwise stated.)

	Notes	Unaudited Current Period 1 January 2026 30 September 2026	Unaudited Current Period 1 July 2026 30 September 2026	Unaudited Previous Period 1 January 2025 30 September 2025	Not Audited Previous Period 1 July 2025 30 September 2025
Revenue	Note 19	3,198,229,867	994,603,755	3,779,999,517	1,058,512,026
Cost of Sales (-)	Note 19	(3,525,219,773)	(973,128,595)	(4,779,989,327)	(1,316,997,253)
GROSS PROFIT / (LOSS)		**(326,989,906)**	**21,475,160**	**(999,989,810)**	**(258,485,227)**
Marketing, Sales and Distribution Expenses (-)	Note 20	(183,846,925)	(59,518,950)	(199,031,092)	(52,549,987)
General Administrative Expenses (-)	Note 20	(134,873,362)	(31,671,760)	(173,259,422)	(42,923,271)
Research and Development Expenses (-)	Note 20	-	-	-	-
Other Operating Income	Note 22	115,107,477	60,946,476	147,580,545	32,551,515
Other Operating Expenses	Note 22	(337,422,895)	(233,949,747)	(280,760,923)	(50,295,956)
OPERATING PROFIT / (LOSS)		**(868,025,611)**	**(242,718,821)**	**(1,505,460,702)**	**(371,702,926)**
Gains from Investment Activities		1,614,862,637	527,064,128	72,168,098	9,904,204
Losses from Investment Activities (-)		(26,238,956)	(25,612,133)	(4,380,257)	(3,225,774)
FINANCIAL INCOME / (EXPENSE) PROFIT BEFORE OPERATING EXPENSES / (LOSS)		**720,598,070**	**258,733,174**	**(1,437,672,861)**	**(365,024,496)**
Financial Income	Note 23	-	-	-	-
Financial Expenses (-)	Note 23	(322,243,441)	(45,257,078)	(351,875,044)	(123,737,844)
Net Monetary Position Gains (Losses)	**Note 29**	**102,722,977**	**(198,083,891)**	**478,608,017**	**245,427,991**
PROFIT / (LOSS) BEFORE TAX FROM CONTINUING OPERATIONS		**501,077,606**	**15,392,205**	**(1,310,939,888)**	**(243,334,349)**
Profit / (Loss) from Continuing Operations Before Tax / (Expense)	**Note 25**	**(482,886,347)**	**2,355,301**	**298,382,435**	**54,109,190**
- Tax Income / (Expense)		*(8,092,393)*	*-*	*(21,145,224)*	*(1,935,691)*
- Deferred Income Tax		*(474,793,954)*	*2,355,301*	*319,527,659*	*56,044,879*
PROFIT / (LOSS) FROM CONTINUING OPERATIONS		**18,191,259**	**17,747,506**	**(1,012,557,453)**	**(189,225,161)**
PROFIT / (LOSS) FOR THE PERIOD		**18,191,259**	**17,747,506**	**(1,012,557,453)**	**(189,225,161)**

The table continues on the next page.

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2026 AND 2025 (continued)

(Amounts are expressed in Turkish Lira ("TL") based on the purchasing power of the Turkish Lira on 30 September 2026, unless otherwise stated.)

	Notes	Unreviewed Current Period 1 January 2026 30 September 2026	Unreviewed Current Period 1 July 2026 30 September 2026	Unreviewed Prior Period 1 January 2025 30 September 2025	Unreviewed Prior Period 1 July 2025 30 September 2025
Attributable Profit/Loss for the Period		**18,191,259**	**17,747,509**	**(1,012,557,455)**	**(189,225,159)**
Non-Controlling Interests		(2,382)	-	(581,985)	(78,157)
Equity Holders of the Parent		18,193,641	17,747,509	(1,011,975,470)	(189,147,002)
Earnings per share	Note 26	**0.24258**	**0.23663**	**(13.49301)**	**(2.52196)**
Other comprehensive income					
Items not reclassified to profit or loss					
-Defined benefit plans remeasurement gains (losses)		*10,224,472*	*2,770,989*	*16,823,552*	*(3,299,203)*
Other comprehensive income		**10,224,472**	**2,770,989**	**16,823,552**	**(3,299,203)**
Total comprehensive income		**28,415,730**	**20,518,495**	**(995,733,901)**	**(192,524,362)**
Attributable total comprehensive income		**28,415,730**	**20,518,495**	**(995,733,901)**	**(192,524,362)**
- Non-controlling interests		(2,382)	-	(581,985)	(78,157)
- Equity Holders of the Parent		28,418,112	20,518,495	(995,151,919)	(192,446,205)

The accompanying notes form an integral part of the consolidated financial statements.

HEAD OFFICE

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