

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

**CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS FOR THE PERIOD
1 JANUARY – 31 MARCH 2024**

**(CONVENIENCE TRANSLATION INTO
ENGLISH OF ORIGINALLY ISSUED IN TURKISH)**

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

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CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS OF 31 MARCH 2024 AND 31 DECEMBER 2023

(Amounts expressed in thousands of Turkish Lira ("TRY") in the terms of purchasing power of the TRY at 31 March 2024 unless otherwise indicated.)

ASSETS	Notes	31 March 2024	31 December 2023
Current Assets			
Cash and cash equivalents	5	38,392,769	43,448,035
Financial investments	6	4,176,411	8,161,588
Trade receivables	8,28	30,287,900	31,608,590
– Due from related parties	28	109,085	193,156
– Other trade receivables	8	30,178,815	31,415,434
Other receivables		839,767	1,164,222
Contract assets	12	224,288	243,037
Derivative financial assets	9	688,014	759,599
Inventories	10	36,180,589	37,867,153
Prepayments	11	4,180,413	2,704,521
Current tax assets		550,040	307,984
Other current assets		3,343,815	3,594,276
Total current assets		118,864,006	129,859,005
Non-current assets			
Financial investments	6	1,149,373	1,172,343
Trade receivables		39	40
Other receivables		33,571	29,875
Derivative financial assets	9	1,570,530	1,452,430
Investments accounted for using the equity method	13	4,258,016	4,434,636
Investment properties		12,604,658	12,604,658
Property, plant, and equipment	14	133,108,175	134,211,570
Right of use assets	15	2,946,539	2,945,405
Intangible assets	16,17	38,893,937	40,693,165
– Goodwill	17	1,384,686	1,466,322
– Other intangible assets	16	37,509,251	39,226,843
Prepayments	11	8,172,045	5,912,500
Deferred tax assets	26	1,492,128	1,725,074
Other non-current assets		4,138	39,294
Total non-current assets		204,233,149	205,220,990
TOTAL ASSETS		323,097,155	335,079,995

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(Amounts expressed in thousands of Turkish Lira ("TRY") in the terms of purchasing power of the TRY at 31 March 2024 unless otherwise indicated.)

LIABILITIES	Notes	31 March 2024	31 December 2023
Current Liabilities			
Short term borrowings	7	28,469,491	33,350,570
Short term portion of long-term borrowings	7	10,525,313	11,819,895
Trade payables	8,28	16,531,266	19,471,421
– Due to related parties	28	543,072	622,379
– Due to third parties	8	15,988,194	18,849,042
Liabilities for employee benefits	19	912,113	1,129,918
Other payables		3,332,862	1,520,384
– Due to related parties		2,249,051	61,036
– Due to third parties		1,083,811	1,459,348
Contract liabilities	12	358,007	333,802
Derivative instruments	9	1,130,704	1,316,776
Deferred income	11	2,201,807	2,316,273
Current income tax liabilities	26	85,950	437,729
Short term provisions	18,19	3,431,724	2,075,141
Other current liabilities		3,795,148	3,000,952
Total current liabilities		70,774,385	76,772,861
Non-current liabilities			
Long term borrowings	7	55,649,218	52,950,791
Other payables		114,105	113,775
Derivative instruments	9	33,485	131,480
Deferred income	11	360,718	398,353
Long term provisions	19	5,520,989	6,096,844
Deferred tax liabilities	26	7,061,026	6,093,325
Other non-current liabilities		209,645	219,977
Total non-current liabilities		68,949,186	66,004,545
Total liabilities		139,723,571	142,777,406
EQUITY			
Equity holders of the parent	20	156,627,994	163,799,492
Paid capital		3,063,214	3,063,214
Adjustment to share capital		31,274,926	31,274,926
Treasury shares		(151,026)	(138,482)
Share premiums (discount)		1,028,581	1,028,581
Accumulated other comprehensive income/expense not to be reclassified to profit or loss		19,233,090	19,685,907
– Gains/(losses) on revaluation and remeasurement		19,233,090	19,685,907
– Revaluation gain/(loss) on tangible assets		18,970,368	19,402,960
– Gain/(loss) arising from defined benefit plans		262,722	282,947
Accumulated other comprehensive income/expense to be reclassified to profit or loss		(27,631,447)	(21,049,741)
– Currency translation differences		(12,135,479)	(7,860,795)
– Hedge reserves		(15,495,968)	(13,188,946)
–Gains (Losses) on Cash Flow Hedges		(965,172)	(1,083,431)
–Gains (Losses) on Hedges of Net Investment in Foreign Operations		(14,530,796)	(12,105,515)
Restricted reserves		9,800,031	9,800,031
Retained earnings		117,655,270	100,434,526
Net profit or loss for the period		2,355,355	19,700,530
Non-controlling interests	20	26,745,590	28,503,097
Total equity		183,373,584	192,302,589
TOTAL LIABILITIES AND EQUITY		323,097,155	335,079,995

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS FOR THE PERIODS 1 JANUARY – 31 MARCH 2024 AND 2023

(Amounts expressed in thousands of Turkish Lira ("TRY") in the terms of purchasing power of the TRY at 31 March 2024 unless otherwise indicated.)

	Notes	1 January- 31 March 2024	1 January- 31 March 2023
Revenues	21	40,584,287	48,555,673
Cost of Sales	21	(31,305,324)	(34,038,281)
Gross profit/ (loss) from trading activity		9,278,963	14,517,392
General administrative expenses	22	(2,828,391)	(2,813,481)
Marketing expenses	22	(6,586,684)	(6,168,445)
Research and development expenses	22	(181,267)	(167,705)
Other operating income	23	3,115,856	2,092,948
Other operating expenses	23	(2,402,275)	(1,763,811)
Share of profit (loss) from investments accounted for using equity method	13	426,524	257,772
Operating profit/ (loss)		822,726	5,954,670
Income from investing activities	24	491,828	314,518
Expense from investing activities	24	(9,924)	(14,302)
Impairment gain and reversal of impairment loss determined	24	15,112	54,662
Profit (Loss) before financing income (expense)		1,319,742	6,309,548
Financial income	25	4,969,973	2,948,147
Financial expenses	25	(6,166,117)	(3,930,793)
Gains (losses) on net monetary position		4,496,311	3,779,771
Profit (Loss) from continuing operations, before tax		4,619,909	9,106,673
Tax (expense) income, continuing operations		(2,197,746)	(3,155,932)
– Current period tax (expense) / income	26	(246,852)	(2,009,034)
– Deferred tax (expense) income	26	(1,950,894)	(1,146,898)
Profit (Loss)		2,422,163	5,950,741
Attributable to:			
– Non-controlling interest		66,808	626,762
– Equity holders of the parent		2,355,355	5,323,979
Earnings per share	27	0.9539	1.9994

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

CONSOLIDATED STATEMENTS OF OTHER COMPREHENSIVE INCOME FOR THE PERIODS OF 1 JANUARY – 31 MARCH 2024 AND 2023

(Amounts expressed in thousands of Turkish Lira ("TRY") in the terms of purchasing power of the TRY at 31 March 2024 unless otherwise indicated.)

	1 January- 31 March 2024	1 January- 31 March 2023
Profit / (loss) for the Period	2,422,163	5,950,741
Other Comprehensive Income:		
Items that will not be reclassified to profit or loss	(478,568)	(720,421)
Gains (Losses) on revaluation of property, plant, and equipment	(536,843)	(831,135)
Gain / (loss) arising from defined benefit plans	(33,280)	(37,211)
Share of other comprehensive income of investments accounted for using equity method that will not be reclassified to profit or loss	1,675	1,152
Taxes on items that will not be reclassified to profit or loss	89,880	146,773
Items that will be reclassified to profit or loss	(8,042,087)	(14,427,752)
Currency translation differences	(5,845,319)	(11,619,040)
Other Comprehensive Income (Loss) Related with Cash Flow Hedges	260,427	(2,215,337)
Other Comprehensive Income (Loss) Related with Hedges of Net Investments in Foreign Operations	(3,233,709)	(917,447)
Taxes on items that will be reclassified to profit or loss	776,514	324,072
Other comprehensive income/ (loss)	(8,520,655)	(15,148,173)
Total Comprehensive Income/ (Loss)	(6,098,492)	(9,197,432)
Attributable to:		
– Non-controlling interest	(1,419,324)	(3,576,497)
– Equity holders of parent	(4,679,168)	(5,620,935)
Earnings per share	(1.8951)	(2.1110)

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIODS 1 JANUARY – 31 MARCH 2024 AND 2023

(Amounts expressed in thousands of Turkish Lira ("TRY") in the terms of purchasing power of the TRY at 31 March 2024 unless otherwise indicated.)

	Issued Capital	Inflation Adjustments on Capital	Treasury Shares	Share Premiums or Discounts	Other Comprehensive Income will not be reclassified to profit or loss	Other Comprehensive Income will be reclassified to profit or loss	Restricted Reserves	Retained Earnings	Net Profit or loss	Attributable to Equity holders of the parent	Non Controlling Interests	Equity
Balance at 1 January 2023	3,063,214	31,274,737	(145,896)	1,028,576	15,844,587	(1,466,702)	9,799,978	78,744,669	26,164,020	164,307,183	35,270,640	199,577,823
Transfer	-	-	-	-	-	-	-	26,164,020	(26,164,020)	-	-	-
Total comprehensive income / (loss)	-	-	-	-	(669,149)	(10,275,765)	-	-	5,323,979	(5,620,935)	(3,576,497)	(9,197,432)
Dividends paid	-	-	-	-	-	-	-	(3,470,416)	-	(3,470,416)	(426,243)	(3,896,659)
Increase (decrease) through treasury share transactions	-	-	(15,845)	-	-	-	-	(491,335)	-	(507,180)	-	(507,180)
Balance at 31 March 2023	3,063,214	31,274,737	(161,741)	1,028,576	15,175,438	(11,742,467)	9,799,978	100,946,938	5,323,979	154,708,652	31,267,900	185,976,552
	Issued Capital	Inflation Adjustments on Capital	Treasury Shares	Share Premiums or Discounts	Other Comprehensive Income will not be reclassified to profit or loss	Other Comprehensive Income will be reclassified to profit or loss	Restricted Reserves	Retained Earnings	Net Profit or loss	Attributable to Equity holders of the parent	Non Controlling Interests	Equity
Balance at 1 January 2024	3,063,214	31,274,926	(138,482)	1,028,581	19,685,907	(21,049,741)	9,800,031	100,434,526	19,700,530	163,799,492	28,503,097	192,302,589
Transfer	-	-	-	-	-	-	-	19,700,530	(19,700,530)	-	-	-
Total comprehensive income / (loss)	-	-	-	-	(452,817)	(6,581,706)	-	-	2,355,355	(4,679,168)	(1,419,324)	(6,098,492)
Dividends paid (*)	-	-	-	-	-	-	-	(2,156,959)	-	(2,156,959)	(338,183)	(2,495,142)
Increase (decrease) through treasury share transactions	-	-	(12,544)	-	-	-	-	(322,827)	-	(335,371)	-	(335,371)
Balance at 31 March 2024	3,063,214	31,274,926	(151,026)	1,028,581	19,233,090	(27,631,447)	9,800,031	117,655,270	2,355,355	156,627,994	26,745,590	183,373,584

(*) The relevant dividend payment order will be given on 31 May 2024.

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CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIODS 1 JANUARY – 31 MARCH 2024 AND 2023

(Amounts expressed in thousands of Turkish Lira ("TRY") in the terms of purchasing power of the TRY at 31 March 2024 unless otherwise indicated.)

	Notes	1 January- 31 March 2024	1 January- 31 March 2023
A. CASH FLOWS FROM OPERATING ACTIVITIES		2,441,490	308,866
Net profit/(loss) for the period		2,422,163	5,950,741
Adjustments to reconcile profit/ (loss)		673,015	(654,637)
- Adjustments for depreciation and amortisation expense	14,15,16	3,450,186	3,226,943
- Adjustments for Impairment Loss (Reversal of Impairment Loss)		9,852	(303,013)
- Adjustments for provisions		1,458,649	667,127
- Adjustments for Interest (Income) Expenses		1,978,067	605,755
- Adjustments for unrealised foreign exchange losses (gains)		(3,761,609)	(4,910,069)
- Adjustments for fair value losses (gains)	6,24	252,705	(1,359,418)
- Adjustments for Undistributed Profits of Investments accounted for Using Equity Method	13	(426,524)	(257,772)
- Adjustments for Tax (Income) Expenses	26	2,197,746	3,155,932
- Adjustments for losses (gains) on disposal of non-current assets	24	(16,368)	432
- Other adjustments to reconcile profit (loss)		(94,719)	12,821
- Gains (losses) on net monetary position		(4,374,970)	(1,493,375)
Changes in working capital		186,539	(4,209,561)
- (Increases)/decreases in trade receivables adjustments		3,298,286	3,881,666
- (Increases)/decreases in other receivables adjustments		324,484	(118,866)
- (Increases)/decreases in contract assets adjustments		18,749	(59,275)
- (Increases)/decreases in derivative financial assets		(258,948)	1,222,750
- (Increases)/decreases in inventories adjustments		1,720,352	(1,971,594)
- (Increases)/decreases in trade payables adjustments		(4,704,385)	(6,304,429)
- (Increases)/decreases in contract liabilities adjustments		24,205	(23,392)
- (Increases)/decreases in other payables adjustments		(419,372)	(1,090,990)
- Other (increases)/decreases in net working capital adjustments		183,168	254,569
Cash flows from operating activities		3,281,717	1,086,543
- Interest received		522,937	431,913
- Payments for the provisions for employee benefits		(207,072)	(695,473)
- Taxes received / (paid)		(1,156,092)	(514,117)

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIODS 1 JANUARY – 31 MARCH 2024 AND 2023

(Amounts expressed in thousands of Turkish Lira ("TRY") in the terms of purchasing power of the TRY at 31 March 2024 unless otherwise indicated.)

	Notes	1 January- 31 March 2024	1 January- 31 March 2023
B. CASH FLOWS FROM INVESTING ACTIVITIES		(2,078,604)	(2,519,717)
- Cash Outflows Arising From Purchase of Shares or Capital Increase of Associates and/or Joint Ventures	13	(257,380)	-
- Cash Receipts from Sales of Equity or Debt Instruments of Other Entities		203,944	423,396
- Cash Payments to Acquire Equity or Debt Instruments of Other Entities		(157,381)	(57,996)
- Proceeds from sales of tangible and intangible assets		78,630	143,593
- Purchase of tangible and intangible assets	14,15	(4,325,594)	(4,670,829)
- Cash advances made to other parties	11	(3,284,478)	(1,784,718)
- Repayments of advances given	11	577,773	1,564,597
- Interest received		582,576	702,607
- Cash Outflows From Participation (Profit) Shares or Other Financial Instruments		3,856,854	968,171
- Other inflows (outflows) of cash		646,452	191,462
C. CASH FLOWS FROM FINANCING ACTIVITIES		(1,470,084)	(3,081,417)
- Payments to Acquire Entity's Shares or Other Equity Instruments		(335,371)	(507,183)
- Proceeds from borrowings	7	11,230,981	5,070,643
- Payments of borrowings	7	(8,537,594)	(5,421,259)
- Payments of lease liabilities	7	(284,112)	(240,271)
- Dividends paid		(338,183)	(426,243)
- Interest paid		(3,205,805)	(1,557,104)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE CURRENCY TRANSLATION DIFFERENCES (A+B+C)		(1,107,198)	(5,292,268)
D. EFFECT OF NET MONETARY POSITION DIFFERENCES GAINS (LOSSES) ON CASH AND CASH EQUIVALENTS		(5,688,149)	(5,326,219)
E. EFFECT OF CURRENCY TRANSLATION DIFFERENCES ON CASH AND CASH EQUIVALENTS		1,752,943	383,115
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C+D+E)		(5,042,404)	(10,235,372)
F. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	5	43,434,592	47,854,738
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (A+B+C+D+E+F)	5	38,392,188	37,619,366

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 31 MARCH 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in the terms of purchasing power of the TRY at 31 March 2024 unless otherwise indicated.)

1. In Group's Organization and Nature of Operations

Türkiye Şişe ve Cam Fabrikaları A.Ş. Group (the "Group") consists of a holding company, Türkiye Şişe ve Cam Fabrikaları A.Ş. (the "Company"), 56 subsidiaries, 1 joint venture 3 associates and 2 joint activities.

The Group consists of six operating segments including companies operating in architectural glass, industrial glass (automotive, white goods glasses, glass fiber) , glass packaging, glassware, chemicals ,energy and others (import, export, packaging waste recovery and non-hazardous waste recovery, production and sale of cast AZS refractory block for glass production, holding activities and insurance brokerage services), The Group's main area of activity is glass production, and it deals with complementary industrial and commercial operations for glass production, Additionally, the Group participates in management of various industrial and commercial companies.

The Group was established 88 years ago by Türkiye İş Bankası A.Ş. ("İş Bankası") in Turkey, being one of the largest Turkish private commercial banks, as of Türkiye Şişe ve Cam Fabrikaları A.Ş. Sosyeteşi was founded with the title and registered with the trade registry on January 23, 1936. And the establishment was announced in the trade registry gazette on February 5, 1936. Company's title has been registered as of Türkiye Şişe ve Cam Fabrikaları A.Ş. on April 25, 1973 and published in the trade registry gazette on May 10, 1973. The shares of the Company have been publicly traded on the Borsa İstanbul A.Ş. ("BİST"), formerly named as Istanbul Stock Exchange ("ISE"), since January 3, 1986, As of March 31, 2024, İş Bankası holds 51,06% of the shares and retains the control of the Group.

The Head Office and the Shareholder Structure of the Company

The shareholder structure of the Company is disclosed in Note 28.

The Company is registered in Turkey and the contact information is as presented below:

Address	:	İçmeler Mahallesi D-100 Karayolu Cad, No:44 A 34947, Tuzla / İstanbul / Türkiye
Telephone	:	+ 90 850 206 50 50
Fax	:	+ 90 850 206 40 40
E-mail address	:	scmuhasebe@sisecam.com
Registered e-mail address (KEP)	:	sisecam@hs03.kep.tr
E-mail address	:	infosisecam@sisecam.com
National electronic notification address	:	25999-48162-55656
Website	:	http://www.sisecam.com
Address Code	:	3640907410

Trade Registry Information of the Company

Registered at	:	Istanbul Registry of Commerce Office
Registry no	:	:21599
Central Legal Entity Information System	:	:0-8150-0344-7300016
Nace Code	:	: 70.10.01 primary and additionally 23.11.01, 23.13.01, 20.13.07, 35.11.19, 74.10.02
Legal Entity Identifier (LEI)	:	: 789000KWOK751Q6R8875
Tax Authority	:	: Büyük Mükellefler
Tax Authority number	:	: 8150034473

Personnel structure of the Group

	31 March 2023	31 December 2023	31 March 2023
Personnel (monthly paid)	9,108	9,338	9,688
Personnel (hourly paid)	15,456	15,614	15,215
	24,564	24,952	24,903

1,001 employees included in the Group's total personnel structure is consisted of the personnel of joint ventures accounted under equity method (31 December 2023: 1,004 employees, 31 March 2023: 986 employees.).

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 31 MARCH 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in the terms of purchasing power of the TRY at 31 March 2024 unless otherwise indicated.)

1. Group's Organization and Nature of Operations (Continued)

Companies included in consolidation

The nature of operations of the companies/branches included in consolidation is presented as follows:

Flat Glass Group

a) Architectural Glass Group

Subsidiaries/Branches	Nature of business	Country of registration
Türkiye Şişe ve Cam Fabrikaları A.Ş.- Şişecam Flat Glass Group Branches (1)	Production and sales of flat glass, auto glass and processed glass	Turkey
TRSG Glass Holding B.V. Trakya Glass Bulgaria EAD	Finance and investment company Production and sales of flat glass, laminated, coated glass, and mirror	Netherlands Bulgaria
Sisecam Flat Glass Italy S.R.L. Sisecam Flat Glass South Italy S.R.L.	Production and sales of flat and laminated glass Production and sales of flat and laminated glass	Italy Italy
Trakya Glass Rus AO Trakya Glass Rus Trading OOO	Production and sales of flat glass and mirror Importing and sales services	Russia Russia
Sisecam Flat Glass India Private Limited	Production and sales of flat glass and mirror	India

Associate	Nature of business	Country of registration
Saint Gobain Glass Egypt S.A.E	Production and sales of flat glass	Egypt

b) Industrial Glasses Group

Subsidiaries	Nature of business	Country of registration
Şişecam Otomotiv A.Ş. Trakya Investment B.V. Sisecam Automotive Bulgaria EAD	Production and sales of automotive glass Finance and investment company Production and sales of automotive glass and white goods glasses	Turkey Netherlands Bulgaria
Sisecam Automotive Romania SA Sisecam Automotive Rus JSC Sisecam Automotive Rus Trading LLC Sisecam Automotive Germany GmbH Richard Fritz Prototype+Spare Parts GmbH Sisecam Automotive Slovakia S.R.O. Sisecam Automotive Hungary Kft Şişecam Elyaf Sanayii A.Ş.	Production and sales of automotive glass Production and sales of automotive glass Importing and sales services Commercial activity Glass encapsulation production and sales services Glass encapsulation production and sales services Glass encapsulation production and sales services Glass fiber production and sales	Romania Russia Russia Germany Germany Slovakia Hungary Turkey

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 31 MARCH 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in the terms of purchasing power of the TRY at 31 March 2024 unless otherwise indicated.)

1. Group's Organization and Nature of Operations (Continued)

Companies included in consolidation (continued)

Glassware Group

<u>Subsidiaries/Branches</u>	<u>Nature of business</u>	<u>Country of registration</u>
Türkiye Şişe ve Cam Fabrikaları A.Ş.- Şişecam Glassware Group Branches (1)	Automatic production and sales of glassware	Turkey
Paşabahçe Mağazaları A.Ş.	Retail sales of glassware	Turkey
Pasabahçe Bulgaria EAD	Automatic production and sales of glassware	Bulgaria
OOO Posuda	Automatic production and sales of glassware	Russia
Pasabahçe SRL	Sales and marketing services	Italy
Pasabahçe Spain SL	Sales and marketing services	Spain
Pasabahçe Glass GmbH	Sales and marketing services	Germany
Pasabahçe USA Inc.	Sales and marketing services	USA
Pasabahçe (Shanghai) Trading Co. Ltd.	Sales and marketing services	China
Pasabahçe Egypt Glass Manufacturing S.A.E	Automatic production and sales of glassware	Egypt

Glass Packaging Group

<u>Subsidiaries/Branches</u>	<u>Nature of business</u>	<u>Country of registration</u>
Türkiye Şişe ve Cam Fabrikaları A.Ş.- Şişecam Glass Packaging Group Branches (1)	Production and sales of glass packaging	Turkey
OOO Ruscam Management Company	Finance and investment company	Russia
OOO Ruscam Glass Packaging Holding	Production and sales of glass packaging	Russia
OOO Energosystems	Leasing of industrial materials	Russia
CJSC Brewery Pivdenna	Production and sales of glass packaging	Ukraine
Merefa Glass Company Ltd.	Production and sales of glass packaging	Ukraine
JSC Mina	Production and sales of glass packaging	Georgia
Sisecam Glasspackaging Hungary Kft.	Production of all kinds of glass and glass products' processing and shaping	Hungary

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 31 MARCH 2024

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1. Group's Organization and Nature of Operations (Continued)

Companies included in consolidation (continued)

Chemicals Group

Subsidiaries/Branches	Nature of business	Country of registration
Türkiye Şişe ve Cam Fabrikaları A.Ş.- Şişecam Chemicals Group Branches (1)	Production and sales of soda and chromium chemicals	Turkey
Sisecam Bulgaria EOOD	Soda goods trade	Bulgaria
Sisecam Soda Lukavac D.O.O.	Production and sales of soda	Bosnia-Herzegovina
Cromital S.p.A.	Production and sales of chromium sub products	Italy
Sisecam Trading Co.	Commercial activity	China
Sisecam USA Inc.	Finance, investment and sales company	USA
Sisecam Chemicals Resources LLC	Production and sales of soda	ABD
Sisecam Chemicals Wyoming LLC	Production and sales of natural soda	ABD
Sisecam Wyoming LLC	Production and sales of natural soda	ABD

Joint Activities	Nature of business	Country of registration
Pacific Soda LLC	Soda goods trade	USA
Stockton Soda Ash Port LLC	Logistics	USA

Associate	Nature of business	Country of registration
Solvay Sisecam Holding AG	Finance and investment company	Austria

Energy Group

Subsidiaries	Nature of business	Country of registration
Türkiye Şişe ve Cam Fabrikaları A.Ş.- Şişecam Energy Group Branches (1)	Electrical energy and steam production	Turkey
Şişecam Enerji A.Ş.	Storage and sales of natural gas and electricity Trade	Turkey
Camiş Elektrik Üretim A.Ş.	Production and sales of electricity	Turkey

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 31 MARCH 2024

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1. Group's Organization and Nature of Operations (Continued)

Companies included in consolidation (continued)

Other Group

a) Recycling Group

Subsidiaries	Nature of business	Country of Registration
Şişecam Çevre Sistemleri A.Ş.	Collection, sorting, processing, recycling and recovery of glass	Turkey

b) Mining Group

Subsidiaries	Nature of business	Country of registration
Camiş Madencilik A.Ş.	Production and sales of raw materials in glass	Turkey
Camis Egypt Mining Ltd. Co.	Sand mining and sales	Egypt

Joint ventures	Nature of business	Country of registration
Rudnik Krecnjaka Vijenac D.O.O.	Production and sales of lime stone	Bosnia-Herzegovina

c) Other Services Group

Subsidiaries	Nature of business	Country of Registration
Şişecam Sigorta Aracılık Hizmetleri A.Ş.	Insurance agency	Turkey
Şişecam Dış Ticaret A.Ş.	Exportation of group products	Turkey
SC Glass Trading B.V.	Import, sales, finance and investment company	Netherlands
Sisecam Investment B.V.	Import, sales, finance and investment company	Netherlands
Camiş Ambalaj Sanayii A.Ş.	Production and sales of paper packaging	Turkey
Oxyvit Kimya Sanayii ve Tic. A.Ş.	Vitamin K-3 and derivatives manufacturer	Turkey
Sisecam UK PLC (**)	Foreign Trade Operations	England and Wales
Refel S.p.A.	Production and sale of cast AZS refractory Block for glass production	Italy

Associate	Nature of business	Country of registration
ICRON Teknoloji Bilişim Anonim Şirketi (*)	Computer programming activities	Turkey

(*) In accordance with the Share Purchase Agreement through Participation in Capital Increase signed between Şişecam Investment B.V. and Icron Teknoloji Bilişim A.Ş. on 23 October 2023, and in line with the Competition Board's permission dated 21 December 2023, 3% of ICRON's shares have been transferred from its existing partners to Sisecam Investment BV for cash payment of 3 million USD on 15 January 2024. On January 30, 2024, the capital increase of Icron Teknoloji Bilişim AŞ was completed with the participation of only Sisecam Investment BV for 5 million USD.

(**) It was established on November 1, 2023, in order to carry out the company's foreign trade operations effectively. Company name has changed to Sisecam UK PLC as of April 4, 2024.

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

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1. Group's Organization and Nature of Operations (Continued)

Companies included in consolidation (continued)

(1) Branches of activity groups are as follows:

Branch Title

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Flat Glass Group Branches

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Flat Glass Kırklareli Plant Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Flat Glass Mersin Plant Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Flat Glass Kocaeli Processed Glass Plant Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Flat Glass Bursa Plant Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Flat Glass Ankara Plant Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Düzcamlar Tarsus Fabrikası Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glassware Group Branches

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glassware Eskişehir Plant Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glassware Kırklareli Plant Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glassware Denizli Plant Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glassware Mersin Warehouse Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glassware Machine Maintenance Business Istanbul Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glassware Ankara Regional Directorate Branchi

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glassware İzmir Regional Directorate Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glassware Adana Regional Directorate Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glass Packaging Group Branches

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Cam Ambalaj Mersin Plant Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Cam Ambalaj Eskişehir Plant Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glass Packaging Yenişehir Plant Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Mersin Warehouse Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Chemicals Group Branches

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Chemicals Mersin Soda Plant Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Chemicals Mersin Kromsan Plant Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Chemicals Cogeneration Plant Operation Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Chemical Salt Business Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Leather Application Laboratory Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Karadiken Kalker Business Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Energy Group Branches

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Chemicals Mersin Cogeneration Power Plant Branch

The Group's only publicly-traded company, Türkiye Şişe ve Cam Fabrikaları A.Ş.'s share information are as follows:

Share Information

BIST Code

Reuters code

Bloomberg code

Türkiye Şişe ve Cam Fabrikaları A.Ş.

SISE

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There is no difference in the Group's direct and effective partnership shares in the capital of the companies included in the consolidation accordance the share rates on 31 December 2023.

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 31 MARCH 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in the terms of purchasing power of the TRY at 31 March 2024 unless otherwise indicated.)

1. Group's Organization and Nature of Operations (Continued)

Companies included in consolidation (continued)

Periodic Revision Report on Corporate Governance Rating has been completed by SAHA Kurumsal Yönetim ve Kredi Derecelendirme Hizmetleri A.Ş. ("SAHA"), which is officially authorised to carry out rating processes in Turkey in line with Capital Markets Board Corporate Governance Principles, The Corporate Governance Rating Score of 96.40 (9.64 out of 10) as of 15 December 2023, Following the continuous improvement efforts made in the area of application of corporate governance principles. In its rating work SAHA used the new methodology based on Corporate Governance Principles published by the CMB in January 2014.

Main Sections	Weight	15 December 2023	16 December 2022
Shareholders	%25	95.96	95.49
Public disclosure and transparency	%25	97.58	97.51
Stakeholders	%15	99.48	99.48
Board of directors	%35	94.56	93.82
Average Rating	%100	96.40	96.01

2. Basis of Presentation of Consolidated Financial Statements

2.1 Basis of Presentation

The accompanying consolidated financial statements are prepared in accordance with Communiqué Serial II, No: 14,1, "Principles of Financial Reporting in Capital Markets" ("the Communiqué") published in the Official Gazette numbered 28676 on 13 June 2013. According to Article 5 of the Communiqué, consolidated financial statements are prepared in accordance with the Turkish Accounting Standard issued by Public Oversight Accounting and Auditing Standards Authority ("POA/ASA"), TAS contains Turkish Accounting Standards, Turkish Financial Reporting Standards ("TFRS") and its addendum and interpretations ("IFRIC"), In addition, it has been presented in accordance with the formats determined in the "Announcement on TMS Taxonomy" published by the KGK on October 4, 2022 and the Financial Statement Examples and User Guide published by the CMB.

In accordance with Turkish Accounting Standard No: 34 "Interim Financial Reporting", businesses are free to prepare their interim financial statements as a full set or as a summary. In this context, the Group has preferred to prepare condensed consolidated financial statements in the interim periods. Therefore, these interim condensed consolidated financial statements should be read together with the Group's consolidated financial statements as of December 31, 2023.

The Company (and its subsidiaries, Joint Activities and Joint Ventures registered in Turkey) maintains its accounting records and prepares its statutory financial statements in accordance with the Turkish Commercial Code (the "TCC"), tax legislation and the uniform chart of accounts issued by the Ministry of Finance, subsidiaries, joint ventures, associates and joint activities operating in foreign countries have prepared their statutory financial statements in accordance with the laws and regulations of the country in which they operate. The year end consolidated financial statements, except for the financial asset and liabilities presented with their fair values, are maintained under historical cost conversion in TRY. This year end consolidated financial statements are based on the statutory records, which are maintained under historical cost conversion, with the required adjustments and reclassifications reflected for the purpose of fair presentation in accordance with the TAS.

Presentation and Functional Currency

The individual financial statements of each Group entity are presented in its currency where the entity operates (its functional currency). For the purpose of the consolidated financial statements, the results and financial position of each entity consolidated are expressed in thousand Turkish Lira (TRY), which is the functional of the Company and the presentation currency of the Group. The currencies other than TRY are also expressed in thousands.

Going Concern

The consolidated financial statements including the accounts of the parent company, its subsidiaries, joint ventures, joint activities and associates have been prepared assuming that the Group will continue as a going concern on the basis that the entity will be able to realize its assets and discharge its liabilities in the normal course of business.

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 31 MARCH 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in the terms of purchasing power of the TRY at 31 March 2024 unless otherwise indicated.)

2. Basis of Presentation of Consolidated Financial Statements (continued)

2.1 Basis of Presentation (continued)

Comparatives and Restatement of Prior Periods Financial Statements

The consolidated financial statements of the Group include comparative financial information to enable the determination of the financial position and performance. Comparative figures are reclassified where necessary, to conform to changes in presentation in the current period consolidated financial statements.

The relevant figures for the previous reporting period are restated by applying the general price index so that comparative financial statements are presented in the unit of measurement valid at the end of the reporting period. Information disclosed for previous periods is also expressed in the measurement unit valid at the end of the reporting period.

Financial Statements of subsidiaries that operate in foreign countries

The financial statements of subsidiaries, partnerships, joint activities and affiliates operating in foreign countries are prepared in accordance with the laws and regulations applicable in the countries in which they operate and are regulated according to Group accounting policies and whereas assets and liabilities are translated into Turkish lira using the exchange rate as of the consolidated report date income and expenses are translated into Turkish lira using the average exchange rate. The differences arising from the use of closing and average exchange are followed under the cumulative translation difference account within the shareholders' equity.

The rates used in the cycle of overseas activities within the scope of consolidation are as follows:

Currency	31 March 2024			31 December 2023		
	Period End-Buy	Period End-Sale	Period Average	Period End-Buy	Period End-Sale	Period Average
USD Dollar	32.28540	32.34360	30.93135	29.43820	29.49130	23.79906
Euro	34.80230	34.86500	33.58540	32.57390	32.63260	25.74298
Bulgarian Lev	17.79413	17.82619	17.17194	16.65477	16.68478	13.16218
Egyptian Pound	0.68478	0.68602	0.86726	0.95493	0.95665	0.77736
Russian Ruble	0.34754	0.35208	0.34017	0.32611	0.33038	0.27747
Georgian Lari	11.97841	12.00000	11.57931	10.94601	10.96575	9.05648
Ukrainian Gryvnia	0.82316	0.82464	0.81030	0.77505	0.77645	0.65069
Bosnian Mark	17.79413	17.82619	17.17194	16.65477	16.68478	13.16218
Romanian Leu	6.96280	7.05400	6.75271	6.51130	6.59650	5.20132
Hungarian Forint	0.08792	0.08808	0.08647	0.08510	0.08525	0.06740
Chinese Yuan	4.44540	4.50360	4.30258	4.12120	4.17510	3.34872
Indian Rupee	0.38724	0.38793	0.37250	0.35418	0.35482	0.28816

Consolidation Principles

The principles regarding consolidation used in the preparation of consolidated financial statements for the period ending on March 31, 2024 are consistent with the principles regarding consolidation used during the preparation of consolidated financial statements for the period ending on December 31, 2023.

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 31 MARCH 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in the terms of purchasing power of the TRY at 31 March 2024 unless otherwise indicated.)

2. Basis of Presentation of Financial Statements (continued)

2.1 Basis of Presentation (continued)

Financial reporting in hyperinflationary economy

Entities applying TFRSs have started to apply inflation accounting in accordance with TAS 29 Financial Reporting in Hyperinflation Economies as of financial statements for the annual reporting period ending on or after 31 December 2023 with the announcements made by the Public Oversight Accounting and Auditing Standards Authority (POA) on 23 November 2023. TAS 29 is applied to the financial statements, including the consolidated financial statements, of any entity whose functional currency is the currency of a hyperinflationary economy.

The accompanying financial statements are prepared on a historical cost basis, except for financial investments, derivative instruments measured at fair value and fixed assets and investment properties measured at revalued amounts

Financial statements and corresponding figures for previous periods have been restated for the changes in the general purchasing power of Turkish lira and, as a result, are expressed in terms of purchasing power of Turkish lira as of 31 March 2024 as per TAS 29.

On the application of TAS 29, the entity used the conversion coefficient derived from the Customer Price Indexes (CPI) published by Turkey Statistical Institute according to directions given by POA. As of March 31, 2024, the indexes used in the correction of consolidated financial statements are as follows:

Date	Index	Index Factor %	Three-Year Compound Inflation Rate
31 March 2024	2.139,47	1,00000	%211
31 December 2023	1.859,38	1,15063	%268
31 March 2023	1.269,75	1,68495	%152

Assets and liabilities were separated into those that were monetary and non-monetary, with non-monetary items were further divided into those measured on either a current or historical basis to perform the required restatement of financial statements under TAS 29. Monetary items (other than index -linked monetary items) and non-monetary items carried at amounts current at the end of the reporting period were not restated because they are already expressed in terms of measuring unit as of 31 March 2024. Non-monetary items which are not expressed in terms of measuring unit as of 31 March 2024 were restated by applying the conversion factors. The restated amount of a non monetary item was reduced, in accordance with appropriate TFRSs, in cases where it exceeds its recoverable amount or net realizable value. Components of shareholders' equity in the statement of financial position and all items in the statement of profit or loss and other comprehensive income have also been restated by applying the conversion factors.

Non-monetary items measured at historical cost that were acquired or assumed and components of shareholders' equity that were contributed or arose before the time when the Turkish lira previously ceased to be considered currency of hyperinflationary economy, i.e before 1 January 2005, were restated by applying the change in the CPI from 1 January 2005 to 31 March 2024.

The application of TAS 29 results in an adjustment for the loss of purchasing power of the Turkish lira presented in Net Monetary Position Gains (Losses) item in the profit or loss section of the statement of profit or loss and comprehensive income. In a period of inflation, an entity holding an excess of monetary assets over monetary liabilities loses purchasing power and an entity with an excess of monetary liabilities over monetary assets gains purchasing power to the extent the assets and liabilities are not linked to a price level. This gain or loss on the net monetary position is derived as the difference resulting from the restatement of non monetary items, owners' equity and items in the statement of profit or loss and other comprehensive income and the adjustment of index linked assets and liabilities.

In addition, in the first reporting period in which TAS 29 is applied, the requirements of the Standard are applied as if the economy had always been hyperinflationary. Therefore, the statement of financial position at the beginning of the earliest comparative period, i.e as of 1 January 2022, was restated as the base of all subsequent reporting. Restated retained earnings/losses in the statement of financial position as of 1 January 2022 was derived as balancing figure in the restated statement of financial position.

The financial statements of subsidiaries whose functional currencies are not in the hyperinflationary economy are subject to IAS 21. In this context, TAS 29 has been applied only to subsidiaries resident in Turkey, and other subsidiaries and affiliates have been evaluated and accounted within the scope of TAS 21.

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 31 MARCH 2024

(Amounts expressed in thousands of Turkish Lira (“TRY”) in the terms of purchasing power of the TRY at 31 March 2024 unless otherwise indicated.)

2.2 Statement of Compliance to TAS

The Group prepared the accompanying consolidated financial statements as of 31 March 2024 in accordance with Communiqué Serial II, No: 14,1 and the related announcements. The accompanying consolidated financial statements and explanatory notes were disclosed in compliant with reporting formats recommended by Capital Markets Board (CMB), including the compulsory explanations.

2.3 Changes in Accounting Policies

Significant changes in the accounting policies are applied to prior periods and financial statements of prior periods are restated. The accounting policies applied in the preparation of the consolidated financial statements as of 31 March 2024 are consistent with those applied in the preparation of the consolidated financial statements of 31 December 2023 except for the subjects below.

2.4 Restatement and Errors in the Accounting Policies and Estimates

The effect of changes in accounting estimates affecting the current period is recognized in the current period; the effect of changes in accounting estimates affecting current and future periods is recognized in the current and future periods. The accounting estimates used in the preparation of these consolidated financial statements for the period ended 31 March 2024 are consistent with those used in the preparation of financial statements for the year ended 31 December 2023.

Material changes in accounting policies or material errors are applied, retrospectively by restating the prior period consolidated financial statements.

2.5 Amendments in Turkish Financial Reporting Standards (“TFRS”)

The new standards, amendments and interpretations

The accounting policies adopted in preparation of the consolidated financial statements as of March 31, 2024 are consistent with those of the previous financial year, except for the adoption of new and amended TFRS and TFRS interpretations effective as of January 1, 2024 and thereafter. The effects of these standards and interpretations on the Group’s financial position and performance have been disclosed in the related paragraphs.

The new standards, amendments and interpretations which are effective as of 1 January 2024 are as follows:

Amendment to IAS 1 – Non-current liabilities with covenants

Effective from annual periods beginning on or after 1 January 2024. These amendments clarify how conditions with which an entity must comply within twelve months after the reporting period affect the classification of a liability. The amendments also aim to improve information an entity provides related to liabilities subject to these conditions.

The amendments do not have a significant impact on the financial position or performance of the Group.

Amendment to IFRS 16 – Leases on sale and leaseback

Effective from annual periods beginning on or after 1 January 2024. These amendments include requirements for sale and leaseback transactions in IFRS 16 to explain how an entity accounts for a sale and leaseback after the date of the transaction. Sale and leaseback transactions where some or all the lease payments are variable lease payments that do not depend on an index or rate are most likely to be impacted.

The amendments do not have a significant impact on the financial position or performance of the Group.

Amendments to IAS 7 and IFRS 7 on Supplier finance arrangements

Effective from annual periods beginning on or after 1 January 2024. These amendments require disclosures to enhance the transparency of supplier finance arrangements and their effects on a company’s liabilities, cash flows and exposure to liquidity risk. The disclosure requirements are the IASB’s response to investors’ concerns that some companies’ supplier finance arrangements are not sufficiently visible, hindering investors’ analysis.

The amendments effects on the financial position or performance of the Group are in an evaluation process.

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 31 MARCH 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in the terms of purchasing power of the TRY at 31 March 2024 unless otherwise indicated.)

2. Basis of Presentation of Financial Statements (continued)

2.5 Amendments in Turkish Financial Reporting Standards ("TFRS") (continued)

IFRS S1, 'General requirements for disclosure of sustainability-related financial information'

Effective from annual periods beginning on or after 1 January 2024. This standard includes the core framework for the disclosure of material information about sustainability-related risks and opportunities across an entity's value chain.

The amendments effects on the financial position or performance of the Group are in an evaluation process.

IFRS S2, 'Climate-related disclosures'

Effective from annual periods beginning on or after 1 January 2024. This is the first thematic standard issued that sets out requirements for entities to disclose information about climate-related risks and opportunities.

The amendments effects on the financial position or performance of the Group are in an evaluation process.

ii) Standards, amendments, and interpretations that are issued but not effective as of 31 Mart 2024

Standards, interpretations and amendments to existing standards that are issued but not yet effective up to the date of issuance of the consolidated financial statements are as follows. The Group will make the necessary changes if not indicated otherwise, which will be affecting the consolidated financial statements and disclosures, when the new standards and interpretations become effective.

TFRS 17 - The new Standard for insurance contracts

POA issued TFRS 17 in February 2019, a comprehensive new accounting standard for insurance contracts covering recognition and measurement, presentation and disclosure. TFRS 17 model combines a current balance sheet measurement of insurance contract liabilities with the recognition of profit over the period that services are provided. Certain changes in the estimates of future cash flows and the risk adjustment are also recognised over the period that services are provided. Entities will have an option to present the effect of changes in discount rates either in profit and loss or in OCI. The standard includes specific guidance on measurement and presentation for insurance contracts with participation features. TFRS 17 will become effective for annual reporting periods beginning on or after 1 January 2023; early application is permitted. In accordance with amendments issued by POA in December 2021, entities have transition option for a "classification overlay" to avoid possible accounting mismatches between financial assets and insurance contract liabilities in the comparative information presented on initial application of TFRS 17.

The amendments do not have a significant impact on the financial position or performance of the Group.

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 31 MARCH 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in the terms of purchasing power of the TRY at 31 March 2024 unless otherwise indicated.)

2. Basis of Presentation of Financial Statements (continued)

2.5 Amendments in Turkish Financial Reporting Standards ("TFRS") (continued)

ii) Standards issued but not yet effective and not early adopted (continued)

Amendments to IAS 21 - Lack of Exchangeability

Effective from annual periods beginning on or after 1 January 2025. An entity is impacted by the amendments when it has a transaction or an operation in a foreign currency that is not exchangeable into another currency at a measurement date for a specified purpose. A currency is exchangeable when there is an ability to obtain the other currency (with a normal administrative delay), and the transaction would take place through a market or exchange mechanism that creates enforceable rights and obligations.

The amendments do not have a significant impact on the financial position or performance of the Group.

2.6 Summary of Significant Accounting Policies

Interim condensed consolidated financial statements for the period ending 31 March 2024 have been prepared in accordance with the TAS 34 standard for the preparation of TFRS interim financial statements. In addition, the interim condensed consolidated financial statements for the period ended 31 March 2024 have been prepared by applying accounting policies consistent with the accounting policies applied during the preparation of the consolidated financial statements for the year ended 31 December 2023. Therefore, these interim condensed consolidated financial statements should be evaluated together with the consolidated financial statements for the year ending December 31, 2023.

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 31 MARCH 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in the terms of purchasing power of the TRY at 31 March 2024 unless otherwise indicated.)

2. Basis of Presentation of Consolidated Financial Statements (Continued)

2.7 Critical accounting estimates, judgments, and assumptions (Continued)

Preparation of consolidated financial statements requires the use of estimates and assumptions that may affect the reported amounts of assets and liabilities as of the report date, the disclosure of contingent assets and liabilities, and the amounts of income and expenses reported throughout the accounting period. Accounting evaluations, estimates and assumptions are evaluated on an ongoing basis, taking into account past experience, other factors and reasonable expectations about future events under current conditions. Although these estimates and assumptions are based on management's best knowledge of current events and transactions, actual results may differ from those assumed. Significant accounting estimates and assumptions have been applied consistently with the financial statements prepared as of December 31, 2023.

3. Business Combinations

Transactions Related to the year 2024

There are no business combinations as of 31 March 2024.

Transactions Related to the year 2023

Business combinations as of 31 December 2023 are as follows:

a) Stockton Soda Ash Port LLC

Within the scope of TFRS-3 "Business Combinations" standard, Stockton Soda Ash Port LLC (formerly Denmar US LLC), which will operate for logistics activities in USA on May 11, 2023, became a 50% shareholder in return for 12,200,000 USD by capital increase method. Stockton Soda Ash Port LLC, which is a shareholder with the capital increase method, is included in the consolidated financial statements with the proportional consolidation method.

After the capital increase, the total capital of the company as of 11 May 2023 is 24,400,000 USD.

Due to the acquisition of Stockton Soda Ash Port LLC, calculations based on provisional amounts were finalized on December 31, 2023, and corrections were made from the date of purchase.

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3. Business Combinations (Continued)

a) Stockton Soda Ash Port LLC (Continued)

	30 April 2023	Acquisition through Capital Increase (*)	Other Shareholder Capital Increase (*)	Capital Increase Result
Curent Asset				
Cash and cash equivalents	860	274,283	91,279	366,422
Total Current Assets	860	274,283	91,279	366,422
Non-current assets				
Tangible assets	157,155	-	-	157,155
Intangible assets	395,477	-	-	395,477
Total Non-current assets	552,632	-	-	552,632
TOTAL ASSETS	553,492	274,283	91,279	919,054
Current liabilities				
Trade Payables	20,981	-	-	20,981
Other short term liabilities	1,904	-	-	1,904
Total current liabilities	22,885	-	-	22,885
Non-current liabilities				
Other long-term liabilities	348,269	-	-	348,269
Total Non-curent liabilities	348,269	-	-	348,269
Total Liabilities	371,154	-	-	371,154
Equity				
Paid Capital	183,334	274,777	91,444	549,555
Currency difference	-	(494)	(165)	(660)
Retain Earnings	(996)	-	-	(996)
Total Equity	182,338	274,283	91,279	547,899
Total Net Assets				547,899
Shares received				%50
In terms of purchasing power of 31 March 2024, indexed net cash movement				274,283
Currency difference				(333)
Goodwill				-

(*) A capital increase of USD 12,200,000 was made by Şişecam Chemicals USA Inc and USD 4.060,048 by Denmar Holding LLC, the other shareholder.

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4. Segment Reporting

a) Operating Segments

1 January-31 March 2024	Architectural	Industrial	Glassware	Glass Packaging	Chemicals	Energy	Other	Consolidation adjustments	Consolidated
Net sales – third parties	8,615,444	4,650,890	5,223,282	7,112,779	9,625,559	4,299,960	1,056,373	-	40,584,287
Intergroup sales	663,922	159	1,987	92,112	935,908	1,204,529	1,040,448	(3,939,065)	-
Total net sales	9,279,366	4,651,049	5,225,269	7,204,891	10,561,467	5,504,489	2,096,821	(3,939,065)	40,584,287
Cost of sales	(7,326,367)	(4,303,690)	(3,686,234)	(5,631,797)	(7,154,390)	(5,507,757)	(1,820,595)	4,125,506	(31,305,324)
Gross profit	1,952,999	347,359	1,539,035	1,573,094	3,407,077	(3,268)	276,226	186,441	9,278,963
Operating expenses	(2,475,268)	(835,379)	(1,531,133)	(1,881,429)	(2,826,435)	(28,092)	(1,707,254)	1,688,648	(9,596,342)
Other operating income	942,867	282,418	440,762	416,032	287,992	8,442	2,430,898	(1,693,555)	3,115,856
Other operating expenses	(520,708)	(306,403)	(377,530)	(288,393)	(181,828)	(10,658)	(718,121)	1,366	(2,402,275)
Share of profit (loss) from investments accounted for using equity method	160,579	-	-	-	263,571	-	2,374	-	426,524
Operating profit/ (loss)	60,469	(512,005)	71,134	(180,696)	950,377	(33,576)	284,123	182,900	822,726
Income from investing activities	81,457	1,736	10,004	26,620	140,478	-	331,533	(100,000)	491,828
Loss from investing activities	(12)	-	(5,662)	(551)	-	-	(3,699)	-	(9,924)
Other valuation gains / (losses) Occured from IFRS 9	(4,581)	(87)	1,180	2,713	3,597	463	11,827	-	15,112
Operating profit before financial income and expense	137,333	(510,356)	76,656	(151,914)	1,094,452	(33,113)	623,784	82,900	1,319,742
Purchases of tangible and intangible assets	999,960	172,588	409,606	1,851,789	516,335	-	375,316	-	4,325,594
Right of use assets	3,472	35,783	10,726	36,011	239,367	-	-	-	325,359
Depreciation and amortization charges (-)	(724,117)	(251,925)	(345,885)	(789,358)	(821,931)	(270,027)	(246,943)	-	(3,450,186)
Earnings before interest, taxes depreciation and amortization (*)	861,450	(258,431)	422,541	637,444	1,916,383	236,914	870,727	82,900	4,769,928

(*) EBITDA is not defined by TAS, The Group defined EBITDA as profit before interest, depreciation and tax, The EBITDA amounts disclosed are shown separately by the Group management for a better understanding and measurement of the Group's operational performance,

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4. Segment Reporting (Continued)

a) Operating Segments (Continued)

1 January-31 March 2023	Architectural	Industrial	Glassware	Glass Packaging	Chemicals	Energy	Other	Consolidation adjustments	Consolidated
Net sales – third parties	9,795,215	4,805,530	5,851,157	7,932,045	13,005,723	6,326,803	839,200	-	48,555,673
Intergroup sales	869,110	-	1,789	202,602	1,172,754	1,468,346	1,111,150	(4,825,751)	-
Total net sales	10,664,325	4,805,530	5,852,946	8,134,647	14,178,477	7,795,149	1,950,350	(4,825,751)	48,555,673
Cost of sales	(7,267,425)	(4,183,323)	(4,028,609)	(5,911,440)	(8,297,221)	(7,707,502)	(1,513,496)	4,870,735	(34,038,281)
Gross profit	3,396,900	622,207	1,824,337	2,223,207	5,881,256	87,647	436,854	44,984	14,517,392
Operating expenses	(1,963,236)	(813,870)	(1,492,652)	(1,700,723)	(3,457,642)	(27,588)	(1,385,878)	1,691,958	(9,149,631)
Other operating income	674,388	195,296	361,201	239,349	634,731	11,498	2,034,146	(2,057,661)	2,092,948
Other operating expenses	(462,756)	(128,361)	(289,274)	(101,828)	(413,605)	(9,635)	(714,061)	355,709	(1,763,811)
Share of profit (loss) from investments accounted for using equity method	54,784	-	-	-	203,924	-	(936)	-	257,772
Operating profit/ (loss)	1,700,080	(124,728)	403,612	660,005	2,848,664	61,922	370,125	34,990	5,954,670
Income from investing activities	49,332	-	4,551	(141,826)	197,631	-	373,323	(168,493)	314,518
Loss from investing activities	(4,278)	(1,533)	(3,624)	(4,867)	-	-	-	-	(14,302)
Other valuation gains / (losses) Occured from IFRS 9	2,691	789	88	1,014	3,237	(305)	47,148	-	54,662
Operating profit before financial income and expense	1,747,825	(125,472)	404,627	514,326	3,049,532	61,617	790,596	(133,503)	6,309,548
Purchases of tangible and intangible assets	1,721,144	270,655	162,468	1,884,504	368,714	244	263,100	-	4,670,829
Right of use assets	68,048	15,726	86,898	2,910	308,366	-	1,122	-	483,070
Depreciation and amortization charges (-)	(608,590)	(230,154)	(328,274)	(761,439)	(834,566)	(225,421)	(238,499)	-	(3,226,943)
Earnings before interest, taxes depreciation and amortization (*)	2,356,415	104,682	732,901	1,275,765	3,884,098	287,038	1,029,095	(133,503)	9,536,491

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4. Segment Reporting (Continued)

b) Geographical segments

1 January-31 March 2024	Turkey	Russia, Ukraine and Georgia	Europe	America	Other	Total	Adjustments	Consolidated
Net sales – third parties	23,994,061	3,379,672	8,262,531	4,050,024	897,999	40,584,287	-	40,584,287
Intergroup sales	1,616,778	-	983,172	279	82,538	2,682,767	(2,682,767)	-
Total net sales (*)	25,610,839	3,379,672	9,245,703	4,050,303	980,537	43,267,054	(2,682,767)	40,584,287
Cost of sales	(20,735,059)	(2,343,289)	(8,234,568)	(2,144,290)	(716,865)	(34,174,071)	2,868,747	(31,305,324)
Gross profit	4,875,780	1,036,383	1,011,135	1,906,013	263,672	9,092,983	185,980	9,278,963
Operating expenses	(5,795,193)	(928,415)	(1,559,653)	(1,777,718)	(237,342)	(10,298,321)	701,979	(9,596,342)
Other operating income	3,565,529	76,084	359,653	5,690	28,689	4,035,645	(919,789)	3,115,856
Other operating expense	(2,001,986)	(26,562)	(279,249)	(59,831)	(41,726)	(2,409,354)	7,079	(2,402,275)
Share of profit (loss) from investments accounted for using equity method	3,036	-	423,488	-	-	426,524	-	426,524
Operating profit/ (loss)	647,166	157,490	(44,626)	74,154	13,293	847,477	(24,751)	822,726
Income from investing activities	468,802	873	9,301	-	12,852	491,828	-	491,828
Loss from investing activities	(3,704)	(745)	(5,475)	-	-	(9,924)	-	(9,924)
Other valuation gains / (losses) occurred from IFRS 9	14,403	-	-	-	709	15,112	-	15,112
Operating profit before financial income and expense	1,126,667	157,618	(40,800)	74,154	26,854	1,344,493	(24,751)	1,319,742
Purchases of tangible and intangible assets	2,624,468	330,304	912,997	419,797	38,028	4,325,594	-	4,325,594
Right of use assets	62,884	-	25,094	237,381	-	325,359	-	325,359
Depreciation and amortization charges (-)	(1,817,130)	(376,057)	(570,656)	(606,239)	(80,104)	(3,450,186)	-	(3,450,186)
Earnings before interest, taxes, depreciation and amortization (EBITDA)	2,943,797	533,675	529,856	680,393	106,958	4,794,679	(24,751)	4,769,928

(*) Net sales according to the geographical regions are represented based on the countries where the companies are operating.

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4. Segment Reporting (Continued)

b) Geographical segments (Continued)

1 January-31 March 2023	Turkey	Russia, Ukraine and Georgia	Europe	America	Other	Total	Adjustments	Consolidated
Net sales – third parties	27,572,338	3,500,586	10,077,745	6,604,382	800,622	48,555,673	-	48,555,673
Intergroup sales	1,743,342	-	1,091,022	268	138,149	2,972,781	(2,972,781)	-
Total net sales (*)	29,315,680	3,500,586	11,168,767	6,604,650	938,771	51,528,454	(2,972,781)	48,555,673
Cost of sales	(22,589,971)	(2,441,882)	(8,106,180)	(3,286,308)	(729,853)	(37,154,194)	3,115,913	(34,038,281)
Gross profit	6,725,709	1,058,704	3,062,587	3,318,342	208,918	14,374,260	143,132	14,517,392
Operating expenses	(4,299,280)	(890,425)	(1,903,567)	(2,570,661)	(221,674)	(9,885,607)	735,976	(9,149,631)
Other operating income	2,469,773	75,388	786,607	795	24,651	3,357,214	(1,264,266)	2,092,948
Other operating expense	(1,622,074)	(93,813)	(331,928)	(41,165)	(26,872)	(2,115,852)	352,041	(1,763,811)
Share of profit (loss) from investments accounted for using equity method	(936)	-	258,708	-	-	257,772	-	257,772
Operating profit/ (loss)	3,273,192	149,854	1,872,407	707,311	(14,977)	5,987,787	(33,117)	5,954,670
Income from investing activities	296,778	7,665	1,512	-	8,563	314,518	-	314,518
Loss from investing activities	(13,748)	-	(554)	-	-	(14,302)	-	(14,302)
Other valuation gains / (losses) occurred from IFRS 9	54,693	-	(31)	-	-	54,662	-	54,662
Operating profit before financial income and expense	3,610,915	157,519	1,873,334	707,311	(6,414)	6,342,665	(33,117)	6,309,548
Purchases of tangible and intangible assets	2,942,086	530,154	481,688	246,416	470,485	4,670,829	-	4,670,829
Right of use assets	203,077	1,109	-	278,884	-	483,070	-	483,070
Depreciation and amortization charges (-)	(1,497,664)	(387,415)	(512,978)	(771,422)	(57,464)	(3,226,943)	-	(3,226,943)
Earnings before interest, taxes, depreciation and amortization (EBITDA)	5,108,579	544,934	2,386,312	1,478,733	51,050	9,569,608	(33,117)	9,536,491

(*) Net sales according to the geographical regions are represented based on the countries where the companies are operating.

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5. Cash and Cash Equivalents

	31 March 2024	31 December 2023
Cash on hand	860	1,080
Cash at banks	33,807,355	38,160,729
– Demand deposits	16,587,302	20,533,274
– Time deposits with a maturity of three months or less	17,220,053	17,627,455
Other liquid assets (*)	4,604,455	5,321,729
Provision for impairment	(19,901)	(35,503)
	38,392,769	43,448,035

(*) As of 31 March 2024, a portion of TL 4,314,303 thousand is liquid funds (31 December 2023: 4,975,096 thousand).

The maturity, interest rates and foreign currency position of time deposits are as follows:

Currency	Interest Rate %	Maturity	31 March 2024	31 December 2023
Euro	0.15%- 3.98%	April 2024 – July 2024	2,263,549	2,034,542
US Dollars	0.80 % - 5.00%	April 2024	13,091,625	9,934,767
Turkish Lira	38.00 % - 55.00%	April 2024 – May 2024	762,834	4,304,846
Russian Rubles	14.05 % - 15.70%	April 2024	736,195	1,158,674
Other currencies converted TRY			365,850	194,626
			17,220,053	17,627,455

Cash and cash equivalents in the consolidated cash flow statements are as follows:

	31 March 2024	31 December 2023	31 March 2023
Cash and cash equivalents	38,392,769	43,448,035	37,622,874
Effect of impairment loss	19,901	35,503	33,135
Interest accrual	(20,482)	(48,946)	(36,643)
	38,392,188	43,434,592	37,619,366

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6. Financial Investments

a) Current financial investments

	31 March 2024	31 December 2023
Current financial investment		
Financial assets measured at amortized cost	596,848	667,866
Time deposits	52,203	56,221
Restricted bank balances	169,821	178,171
Provision for impairment on financial assets	(1,781)	(4,955)
	817,091	897,303
	31 March 2024	31 December 2023
Financial assets at fair value through profit or loss		
Currency protected deposit	3,359,320	7,264,285
Total current financial assets	4,176,411	8,161,588

b) Non-current financial investment

	31 March 2024	31 December 2023
Financial assets at fair value through other comprehensive income		
Financial investments not traded in an active market	36,662	36,662
	31 March 2024	31 December 2023
Long term financial investments measured at amortized cost		
Financial investments measured by amortized cost	1,130,104	1,171,291
Impairment provision	(17,393)	(35,610)
	1,112,711	1,135,681
Total non-current financial assets	1,149,373	1,172,343

	Rate of Share (%)	31 March 2024	Rate of Share (%)	31 December 2023
Financial investment not traded in an active market				
Bosen Enerji Elek.Üret.Oto.Pro.Grb. A.Ş.	<1	44	<1	44
7Cbasalia Global AG	10	36,618	10	36,618
		36,662		36,662

Financial assets measured at amortized cost

	31 March 2024	31 December 2023
Bond issuer		
Turkcell İletişim Hizmetleri A.Ş.	1,187,938	1,229,754
Yapı ve Kredi Bankası A.Ş.	295,036	304,915
Türkiye İş Bankası A.Ş.	51,946	54,925
Securities, Turkish Lira currency	12,185	13,836
Securities, US Dollar currency	1,522,735	1,575,758
Securities, Indian Rupee currency	192,032	249,563
	1,726,952	1,839,157

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6. Financial Assets (Continued)

Fixed yield securities were accounted for by using effective interest rate at amortized costs. Securities denominated in US Dollars pay fixed interest rate coupon payment every 6-month. Securities denominated in Indian Rupees pay fixed interest rate coupon payment every 3-month. There is no active market for securities issued in India.

The expiry dates of financial investments measured at amortized cost are as follows:

Collection periods	31 March 2024	31 December 2023
Less than three months	561,317	250,948
3 - 12 months	35,531	416,918
1 - 5 years	1,130,104	1,171,291
	1,726,952	1,839,157

Movements of financial investments measured at amortized cost are as follows:

	31 March 2024	31 March 2023
1 January- Beginning of period	1,839,157	5,450,028
Monetary Gain/Loss	(168,230)	(547,723)
Valuation difference	164,287	166,598
Received within the period	157,381	57,996
Currency translation differences	(14,144)	(51,812)
Interest collected within the period	(47,555)	(37,777)
Principal collected during the period	(203,944)	(423,396)
	1,726,952	4,613,914

The movement of impairment on financial investments is as follows:

	31 March 2024	31 March 2023
1 January- Beginning of period	(40,565)	(87,744)
Monetary Gain/Loss	16,938	9,777
Cancellation of allowance / (Expense for the period)	4,452	8,224
	(19,174)	(69,743)

Coupon interest rates and the redemption dates for financial assets measured at amortized cost denominated in USD are as follows. Effective interest rate of marketable securities is 7.31% (2023: 6.79%).

Bond issuer	ISIN Code	Rate (%)	Date
Türkiye İş Bankası A.Ş.	XS1578203462	6.125	25.04.2024
Yapı ve Kredi Bankası A.Ş.	XS1634372954	5.850	21.06.2024
Turkcell İletişim Hizmetleri A.Ş.	XS1298711729	5.750	15.10.2025
Türkiye İş Bankası A.Ş.	TRSTISBA2513	44.127	19.12.2025

There are no financial investments denominated in US Dollars that have been fully redeemed during the period.

Additionally, financial investments amounting to INR 575,000 thousand were amortized during the period.

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7. Borrowings

	31 March 2024	31 December 2023
Current financial borrowings		
Short term borrowings	23,239,864	27,368,759
Principal and installments of bonds issued	4,200,000	4,806,343
Discount differences and commissions of bonds issued	(21,328)	(18,627)
Other borrowings (*)	1,050,955	1,194,095
Total current financial borrowings	28,469,491	33,350,570
(*) Includes credit card debts.		
	31 March 2024	31 December 2023
Short term portion of long-term borrowings		
Short-term principal installments and interests of long- term borrowings	8,741,479	9,745,460
Liabilities from leasing transactions	893,702	901,188
Principal and installments of bonds issued	891,726	1,174,741
Discount differences and commissions of bonds issued	(1,594)	(1,494)
Total short-term portion of long-term borrowings	10,525,313	11,819,895
Total current financial borrowings	38,994,804	45,170,465
	31 March 2024	31 December 2023
Long term borrowings		
Long term portion of long-term borrowings	19,456,610	19,630,161
Bonds issued	34,390,520	31,520,529
Liabilities from leasing transactions	1,833,369	1,833,311
Discount differences and commissions of bonds issued	(31,281)	(33,210)
Total long-term borrowings	55,649,218	52,950,791
Total financial borrowings	94,644,022	98,121,256

As of the balance sheet date, risk of changes in interest rates on loans and contractual repricing dates of the Group is as follows.

	31 March 2024	31 December 2023
Repricing dates for loans		
Shorter than 3 months	6,760,553	1,354,413
3 – 12 months	28,123,837	38,935,462
1 – 5 years	17,604,517	17,648,600
	52,488,908	57,938,475

The bond which was issued on 14 March 2019, and which will redeem on 14 March 2026, is USD 700,000 thousand notional and its coupon rate %6.95 (effective rate of interest 6.95%). Issued bonds are quoted on the Irish Stock Exchange and the stock exchange base price is USD 100.16 (31 December 2023: USD 98.25). As a result of the tender offer held after the relevant reporting period, bonds amounting to USD 328,214 thousand were taken back (Note 31).

Within the framework of the capital markets legislation, the application made by our Company to the Capital Markets Board for the issuance of debt securities up to TRY 20,000,000 thousand in total to qualified investors domestically, without public offering, through sales and private placement methods, was approved by the Capital Markets Board on 20 September 2023, and approved by decision no. 55/1187.

Within the framework of capital markets legislation, the issuance of debt instruments by our Company up to a total of TRY 30,000,000,000 (Thirty Billion Turkish Liras) within the country, to qualified investors without public offering, through sales and private placement methods, and the determination of conditions other than those determined in the decision regarding the debt instruments to be issued. and within this framework, it has been decided to authorize the General Directorate to make the necessary applications and all other transactions before the Capital Markets Board, Borsa Istanbul A.Ş. and, but not limited to, relevant institutions, regarding the debt instruments to be issued. In this context, our Company has applied to the Capital Markets Board to issue TRY 30,000,000,000 of debt instruments domestically.

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7. Borrowings (Continued)

Transactions as of the report date are as follows:

ISIN	Debt Instrument Type	Redemption Date	Simple Interest Rate	Nominal Value (thousand TL)
TRFSISE92416	Bill	24.09.2024	48.00	4,200,000
TRSSISEE2517	Bond	07.10.2025	47.00	2,000,000
TRSSISEK2519	Bond	04.11.2025	48.00	4,000,000
TRSSISEA2511	Bond	02.12.2025	47.00	750,000
TRSSISE32613	Bond	03.03.2026	TLREF+2.5	4,000,000
TRSSISE32621	Bond	24.03.2026	TLREF+2.5	1,000,000
Debts not due as of report date				15,950,000
Total				15,950,000

Central custodian organization	ISIN	CFI	Balance (USD) (*)
Euroclear ve Clearstream	XS1961010987	DYFXXR	497,270,000
DTC	US90016AAB61	DBFGGR	202,730,000
Total			700,000,000

(*) Bonds amounting to USD 328,214 thousand were purchased back on 22 May 2024 as a result of the tender offer. (Note 31)

Financial borrowings movements for the period between 1 January - 31 March 2024 are summarized as below:

Bank loans (*)	Principal	Interest	Commission	Total
Beginning of the period - 1 January	57,365,976	652,995	(80,496)	57,938,475
Monetary Gain/Loss	(4,396,520)	(64,440)	10,264	(4,450,696)
Borrowed - accrued during the period	6,069,462	1,063,716	387	7,133,565
Currency translation differences	(1,880,016)	(32,895)	-	(1,912,911)
Foreign exchange (gain)/loss (**)	2,872,087	-	-	2,872,087
Payments-reversals during the period	(8,537,594)	(563,772)	9,754	(9,091,612)
As of 31 March 2024	51,493,395	1,055,604	(60,091)	52,488,908

(*) It also includes credit card debts under other financial debts.

Bonds issued	Principal	Interest	Discount on bond	Commission	Total
Beginning of the period - 1 January	36,353,219	1,148,394	(31,828)	(21,503)	37,448,282
Monetary Gain/Loss	(5,061,010)	(148,631)	4,285	2,998	(5,202,358)
Foreign exchange (gain)/loss (**)	2,115,019	-	-	-	2,115,019
Borrowed - accrued during the period	5,183,296	2,025,601	(5,023)	(17,141)	7,186,733
Payments-reversals during the period	-	(2,133,642)	2,049	11,960	(2,119,633)
As of 31 March 2024	38,590,524	891,722	(30,517)	(23,686)	39,428,043

(**) Foreign exchange losses totaling TRY 3,233,709 thousand, including TRY 2,246,480 thousand on bank loans and TRY 987,229 thousand on issued bonds, were classified under consolidated other comprehensive income within the scope of net investment hedge accounting.

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7. Borrowings (Continued)

Operational lease liabilities	Total
Beginning of the period - 1 January	2,734,499
Monetary Gain/Loss	(98,157)
Additions	55,845
Currency translation differences	(95,050)
Foreign exchange (gain)/loss	26,212
Revaluation differences (***)	387,834
Payments during the period	(284,112)
As of 31 March 2024	2,727,071

(***) The Group has remeasured the lease liability to reflect the changes arising from the index-related price increase in the lease payments, and the resulting effect is reflected in the financial statements as an adjustment to the right to use asset (Note 15). The interest effect has been reported by adding up the interest amount specified in the additions line during the period together with the new lease agreements.

Financial borrowings movements for the period between 1 January - 31 March 2023 are summarized on the below:

Bank Loans	Principal	Interest	Commission	Total
Beginning of the period - 1 January	48,668,202	617,224	(165,730)	49,119,696
Monetary Gain/Loss	(2,718,695)	(44,449)	16,728	(2,746,416)
Borrowed –accrued during the period	2,629,221	744,012	10,303	3,383,536
Currency translation differences	(2,440,202)	(28,966)	151	(2,469,017)
Foreign exchange (gain)/loss (**)	856,857	-	-	856,857
Payments – reversals during the period	(5,421,259)	(674,543)	49,231	(6,046,571)
As of 31 March 2023	41,574,124	613,278	(89,317)	42,098,085

Bond issued	Principal	Interest	Discount on bond	Commission	Total
Beginning of the period - 1 January	35,951,434	1,186,296	(49,940)	(21,076)	37,066,714
Monetary Gain/Loss	(4,059,291)	(221,979)	5,469	2,343	(4,273,458)
Foreign exchange (gain)/loss (**)	549,107	-	-	-	549,107
Borrowed –accrued during the period	2,437,519	1,156,324	(1,281)	(5,119)	3,587,443
Payments-reversals during the period	-	(792,314)	4,470	8,967	(778,877)
As of 31 March 2023	34,878,769	1,328,327	(41,282)	(14,885)	36,150,929

Operational lease liabilities	Total
Beginning of the period - 1 January	2,756,032
Monetary Gain/Loss	(57,922)
Additions during the period	311,650
Currency translation differences	(189,411)
Foreign exchange (gain)/loss	7,242
Revaluation differences (*)	352,274
Payments during the period	(240,271)
As of 31 March 2023	2,939,594

(*) The Group has remeasured the lease liability in a way to reflect the changes arising from the index-related price increase in the lease payments, and the resulting effect is reflected in the financial statements as an adjustment to the right to use asset (Note 15). The interest effect of this effect has been reported by adding up the interest amount specified in the additions line during the period together with the new lease contracts.

(**) Foreign exchange losses totaling TRY 917,447 thousand, including TRY 656,387 thousand on bank loans and TRY 261,060 thousand on issued bonds, were classified under consolidated other comprehensive income within the scope of net investment hedge accounting.

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7. Borrowings (Continued)

Short and long-term bank borrowings are summarized as below:

31 March 2024

Currency	Maturity	Interest range (%)	Short Term	Long Term	Total
Euro	2024–2026	Euribor+1.10-5.70	13,648,750	12,456,217	26,104,967
US Dollar	2024–2028	Libor+2.60-6.50	14,250,748	30,285,555	44,536,303
Turkish Lira	2024-2025	46.00 – 47.00	8,191,256	12,067,088	20,258,344
Russian Rubles	2024	13.40-15.00	1,797,726	6,709	1,804,435
Bulgarian Lev	2024	4.00	10,947	31,706	42,653
Egyptian Pound	2024	20.75 – 22.25	193,239	-	193,239
Indian Rupee	2026	8.20	16,144	800,316	816,460
Chinese Yuan	2024-2028	4.00	3,670	906	4,576
Rumen Leu	2024	Robor+3.50	881,750	-	881,750
Hungarian Forint	2024	4.00	574	721	1,295
			38,994,804	55,649,218	94,644,022

31 December 2023

Currency	Maturity	Interest range (%)	Short Term	Long Term	Total
Euro	2024–2026	Euribor+1.10-5.70	16,085,647	13,313,117	29,398,764
US Dollar	2024–2028	Libor+2.60-6.50	17,657,389	31,388,080	49,045,469
Turkish Lira	2024	46.15-48.00	7,388,607	8,181,738	15,570,345
Russian Rubles	2024	13.40-18.10	1,944,830	8,706	1,953,536
Bulgarian Lev	2024	4.00	9,342	27,665	37,007
Egyptian Pound	2024	20.75-22.25	297,542	130	297,672
Indian Rupi	2026	8.20	833,587	28,503	862,090
Chinese Yuan	2023-2028	4.00	3,914	1,928	5,842
Romanian Leu	2024	Robor+3.50	948,775	-	948,775
Hungarian Forint	2024	4.00	832	924	1,756
			45,170,465	52,950,791	98,121,256

The redemption schedule of the financial liabilities is as follows:

	31 March 2024	31 December 2023
Within 1 year	38,994,804	45,170,465
Within 1-2 years	30,041,205	18,063,533
Within 2-3 years	23,875,128	31,971,400
Within 3-4 years	654,987	1,865,971
Within 4-5 years	981,031	1,047,056
More than 5 years	96,867	2,831
	94,644,022	98,121,256

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8. Trade Receivables and Payables

Trade Receivables

	31 March 2024	31 December 2023
Current trade receivables		
Trade receivables	30,412,660	31,547,526
Other trade receivables	237,130	323,141
Notes receivables and cheques	355,614	263,279
Due from related parties (Note 28)	109,085	193,156
Unearned finance income (-)	(534,475)	(424,381)
Provision for doubtful receivables and expected credit loss (-)	(292,114)	(294,131)
	30,287,900	31,608,590

The movement of provision for short-term doubtful trade receivables and expected credit loss is as follows:

	31 March 2024	31 March 2023
Beginning of the period - 1 January	(294,131)	(497,054)
Monetary Gain / Loss	13,223	34,048
Current year charge	(59,168)	(52,437)
Currency translation differences	12,977	13,908
Collections	34,985	46,607
	(292,114)	(454,928)

The aging analysis of trade receivable that are past due but for which no provisions are made is as follows, this is related to various independent customers with no recent history of default.

	31 March 2024	31 December 2023
1- 30 days overdue	2,092,656	2,270,673
1-3 months overdue	526,801	772,667
3-12 months overdue	183,336	714,757
1- 5 years overdue	99,678	132,571
Total overdue receivables	2,902,471	3,890,668
The portion under guarantee with collaterals and similar guarantees (-)	(927,489)	(1,342,694)

Trade Payables

	31 March 2024	31 December 2023
Short term trade payables		
Trade payables	16,037,387	18,956,353
Due to related parties (Note 28)	543,072	622,379
Other trade payables	170,370	137,469
Deferred finance expense (-)	(219,563)	(244,780)
	16,531,266	19,471,421

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9. Derivative Instruments

The distribution of derivative instruments is as follows:

	31 March 2024		31 December 2023	
	Assets	Liabilities	Assets	Liabilities
Short-term transactions	674,343	120,712	739,811	1,013
Long-term transactions	335,435	-	351,599	-
For Trading Purposes	1,009,778	120,712	1,091,410	1,013
Short-term transactions	13,671	1,009,992	19,788	1,315,763
Long-term transactions	1,235,095	33,485	1,100,831	131,480
Cash Flow Hedging	1,248,766	1,043,477	1,120,619	1,447,243
Short-term transactions	688,014	1,130,704	759,599	1,316,776
Long-term transactions	1,570,530	33,485	1,452,430	131,480
Total	2,258,544	1,164,189	2,212,029	1,448,256

The transactions related to derivative instruments are as follows:

	31 March 2024	31 March 2023
Beginning of the period - 1 January	763,773	3,410,430
Monetary Gain Loss	(50,530)	(271,961)
Other comprehensive income that will be reclassified to profit or loss	198,254	(2,254,262)
- Cash flow hedging	260,427	(2,215,337)
- Currency translation differences	(62,173)	(38,925)
Valuation differences accounted in profit or loss	(76,090)	1,253,028
Realized cash (inflows)/outflows	258,948	(1,222,750)
Net asset/ (liability)	1,094,355	914,485

10. Inventories

	31 March 2024	31 December 2023
Finished goods	19,241,931	20,100,849
Raw materials	12,521,505	12,677,815
Trade goods	2,149,728	2,701,270
Other inventories	1,152,385	1,702,698
Work in progress	1,448,423	1,097,731
Supplies	518,524	555,881
Goods in transit	380,321	296,925
Provision for inventory impairment (-)	(1,232,228)	(1,266,016)
	36,180,589	37,867,153

The movement of provision for inventory impairment is as follows:

	31 March 2024	31 March 2023
Beginning of the period - 1 January	(1,266,016)	(1,388,700)
Provisions during the period	(151,564)	(25,451)
Currency translation differences	23,437	48,798
Released provision	161,915	279,632
	(1,232,228)	(1,085,721)

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11. Prepaid Expenses and Deferred Income

Prepaid expenses

	31 March 2024	31 December 2023
Prepaid expenses in current assets		
Advances given for inventories	2,848,066	2,123,951
Prepaid expenses	1,332,347	580,570
	4,180,413	2,704,521

	31 March 2024	31 December 2023
Prepaid expenses in non-current assets		
Advances given for tangible and intangible assets	7,817,104	5,355,695
Prepaid expenses	354,941	556,805
	8,172,045	5,912,500

The movement of advances given for tangible and intangible assets is as follows;

	31 March 2024	31 March 2023
Beginning of the period-1 January	5,355,695	4,475,460
Advances given during the period	3,284,478	1,784,718
Currency translation differences	(245,296)	6,349
Released	(577,773)	(1,564,597)
	7,817,104	4,701,930

Deferred income

	31 March 2024	31 December 2023
Short term deferred income		
Advances received from customers	1,833,534	1,977,821
Other advances received	97,215	57,860
Deferred income	271,058	280,592
	2,201,807	2,316,273

	31 March 2024	31 December 2023
Long term deferred income		
Deferred income	360,718	398,353

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12. Customer Contract Assets and Liabilities

In accordance with TFRS-15 "Revenue from contracts with customers" standard, the Group recognized as asset for the contracts whereas the obligation fulfilled and liability for the contracts whereas the obligation to be fulfilled.

Customer Contract Assets

The Group recognized receivables for the contracted manufacturer products and the expected collection periods for these receivables are as follows:

	31 March 2024	31 December 2023
Till 1 month	24,890	20,473
1-3 month	30,238	42,561
3-6 month	169,160	180,003
	224,288	243,037

Customer Contract Liabilities

The Group recognized liability for the transactions to fulfill the obligation amounting and the expected payment periods for these liabilities are as follows:

	31 March 2024	31 December 2023
Till 1 month	358,007	333,802

13. Joint Ventures and Associates

Net asset values of joint ventures and associates accounted for using equity method presented in the financial position are as follows:

Joint Ventures

	31 March 2024	31 December 2023
Rudnik Krencjaka Vijenac D.O.O.	249,907	265,753
	249,907	265,753

Associates

	31 March 2024	31 December 2023
Solvay Sisecam Holding AG	3,089,647	3,033,299
Saint Gobain Glass Egypt S.A.E.	661,744	858,370
Icron Teknoloji Bilişim A.Ş. (*)	256,718	277,214
	4,008,109	4,168,883
	4,258,016	4,434,636

(*) In accordance with the Share Purchase Agreement through Participation in Capital Increase signed between Şişecam Investment B.V. and Icron Teknoloji Bilişim A.Ş. on 23 October 2023 and in accordance with the Competition Board permission dated 21 December 2023, 15.66% shares of Icron Teknoloji Bilişim A.Ş. were purchased by Şişecam Investment B.V. amounting 8 million US Dollars (TRY 257,380 thousand).

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13. Joint Ventures and Associates (Continued)

The Group's shares in investments accounted for using equity method profit/loss are as follows:

Joint Ventures

	31 March 2024	31 March 2023
Rudnik Krechnjaka Vijenac D.O.O.	3,036	(936)
	3,036	(936)

Associates

	31 March 2024	31 March 2023
Solvay Sisecam Holding AG	263,571	203,924
Saint Gobain Glass Egypt S.A.E.	160,579	54,784
Icron Teknoloji Bilişim A.Ş.	(662)	-
	423,488	258,708
	426,524	257,772

The movements of the investments accounted for under equity accounting method during the period are as below:

	31 March 2024	31 March 2023
Beginning of the period - 1 January	4,434,636	3,585,900
Currency translation differences (net)	(603,144)	(477,503)
Net income for the period from joint ventures and associates (net)	426,524	257,772
	4,258,016	3,366,169

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14. Property, Plant and Equipment

Cost	Land	Land improvements	Buildings	Machinery and equipments	Vehicles	Fixtures	Other fixed assets	Construction in progress	Total
Beginning of the period – 1 January	25,076,131	8,499,342	35,242,949	151,512,976	1,125,802	8,223,802	10,619,295	18,608,196	258,908,493
Currency translation differences	(208,564)	(68,842)	(867,379)	(2,125,243)	(41,596)	9,079	(351,246)	(502,027)	(4,155,818)
Additions	-	4,080	2,765	83,385	4,789	39,489	70,133	3,843,072	4,047,713
Disposals	-	(192)	(1,882)	(188,039)	(16,394)	(2,734)	(144,092)	(7,422)	(360,755)
Transfers from construction in progress	-	80,450	114,289	1,252,558	2,887	122,487	142,735	(1,757,062)	(41,656)
31 March 2024 closing balance	24,867,567	8,514,838	34,490,742	150,535,637	1,075,488	8,392,123	10,336,825	20,184,757	258,397,977
Accumulated depreciation and impairment									
Beginning of the period – 1 January	-	(5,216,661)	(1,531,514)	(104,183,266)	(838,757)	(5,949,812)	(6,938,777)	(38,136)	(124,696,923)
Currency translation differences	-	52,415	115,421	1,388,780	7,419	61,455	173,885	15,429	1,814,804
Charge for the period (*)	-	(113,036)	(444,812)	(1,710,795)	(43,543)	(133,966)	(253,554)	-	(2,699,706)
Impairment Provisions	-	-	-	-	-	-	-	(11,132)	(11,132)
Disposals	-	115	1,348	164,605	15,854	2,682	118,551	-	303,155
31 March 2024 closing balance	-	(5,277,167)	(1,859,557)	(104,340,676)	(859,027)	(6,019,641)	(6,899,895)	(33,839)	(125,289,802)
Net Book Value as of 31 March 2024	24,867,567	3,237,671	32,631,185	46,194,961	216,461	2,372,482	3,436,930	20,150,918	133,108,175

(*) The allocation of period depreciation expense is given in Note 21 and Note 22.

The Group has no mortgage over lands and buildings due to bank borrowings, (January 1– December 31, 2023: None),

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14. Property, Plant and Equipment (Continued)

Cost	Land	Land improvements	Buildings	Machinery and equipments	Vehicles	Fixtures	Other fixed assets	Construction in progress	Total
Beginning of the period – 1 January	21,460,113	8,268,319	33,515,169	147,236,176	1,125,429	7,634,824	10,858,488	11,302,131	241,400,649
Currency translation differences	(236,545)	(286,686)	(1,938,238)	(5,645,019)	(57,735)	(116,455)	(626,840)	(422,488)	(9,330,006)
Additions	28,445	1,036	180,748	121,273	30,548	3,739	115,367	4,102,747	4,583,903
Disposals	-	(470)	(31,824)	(415,253)	(15,547)	(13,935)	(136,124)	(37,603)	(650,756)
Transfers from construction in progress	-	3,978	32,349	852,216	-	72,050	164,650	(1,132,672)	(7,429)
31 March 2023 closing balance	21,252,013	7,986,177	31,758,204	142,149,393	1,082,695	7,580,223	10,375,541	13,812,115	235,996,361
Accumulated depreciation and impairment									
Beginning of the period – 1 January	-	(4,920,130)	(1,124,067)	(101,757,409)	(787,239)	(5,649,071)	(6,574,522)	(28,150)	(120,840,588)
Currency translation differences	-	142,587	46,498	3,208,079	42,085	71,499	290,224	3,132	3,804,104
Charge for the period (*)	-	(116,236)	(388,191)	(1,817,699)	(23,648)	(103,601)	(238,011)	-	(2,687,386)
Disposals	-	455	42	397,187	14,314	2,249	92,482	-	506,729
31 March 2023 closing balance	-	(4,893,324)	(1,465,718)	(99,969,842)	(754,488)	(5,678,924)	(6,429,827)	(25,018)	(119,217,141)
Net Book Value as of 31 March 2023	21,252,013	3,092,853	30,292,486	42,179,551	328,207	1,901,299	3,945,714	13,787,097	116,779,220

(*) The allocation of period depreciation expense is given in Note 21 and Note 22.

The Group has no mortgage over lands and buildings due to bank borrowings

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15. Right-of-Use Assets

Cost	Land	Building	Machinery and equipments	Vehicles	Total
Beginning of the period – 1 January	434	1,105,069	2,873,755	592,563	4,571,820
Reclassifications	40	52,374	(6,279)	(30,989)	15,146
Currency translation differences	(29)	(9,675)	(112,138)	(6,854)	(128,695)
Additions	-	147,131	161,087	17,141	325,359
Disposals (*)	-	(306,518)	(7,605)	(2,069)	(316,192)
31 March 2024 closing balance	445	988,381	2,908,820	569,792	4,467,438
Accumulated Amortization					
Beginning of the period – 1 January	(263)	(594,497)	(729,631)	(302,025)	(1,626,416)
Reclassifications	-	144,884	(19,424)	15,540	141,000
Currency translation differences	19	5,731	27,880	3,659	37,289
Charge for the period (**)	(25)	(55,617)	(155,058)	(46,031)	(256,731)
Disposals	-	174,618	7,446	1,895	183,959
31 March 2024 closing balance	(269)	(324,881)	(868,787)	(326,962)	(1,520,899)
Net Book Value as of 31 March 2024	176	663,500	2,040,033	242,830	2,946,539

(*) The disposals occurred due to the termination of lease transactions before the expected maturity.

(**) The allocation of period depreciation expense is given in Note 21 and Note 22.

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15. Right-of-Use Assets (Continued)

Cost	Land	Building	Machinery and equipments	Vehicles	Total
Beginning of the period – 1 January	42,848	1,110,426	1,594,458	559,479	3,307,211
Currency translation differences	701	(17,891)	(131,015)	(6,081)	(154,286)
Reclassifications (*)	(4,711)	(36,562)	103,389	19,412	81,528
Additions	-	92,393	386,374	4,303	483,070
Disposals (**)	(91)	(141,526)	(144,232)	(11,111)	(296,960)
31 March 2023 closing balance	38,747	1,006,840	1,808,974	566,002	3,420,563
Accumulated Amortization					
Beginning of the period – 1 January	(2,506)	(555,282)	(483,806)	(118,833)	(1,160,427)
Reclassifications (*)	76	211,281	(23,778)	(8,814)	178,765
Currency translation differences	266	8,322	34,250	1,577	44,415
Charge for the period (***)	(150)	(54,800)	(109,053)	(46,498)	(210,501)
Disposals	37	19,490	143,984	1,639	165,150
31 March 2023 closing balance	(2,277)	(370,989)	(438,403)	(170,929)	(982,598)
Net Book Value as of 31 March 2023	36,470	635,851	1,370,571	395,073	2,437,965

(*) The Group has made related account classifications and netting with respect to the assets without the right of use since the lease agreements are expired, such changes do not have any effect on profit / (loss).

(**) The disposals occurred due to the termination of lease transactions before the expected maturity.

(***) The allocation of period amortization expense is given in Note 21 and Note 22.

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16. Intangible Assets

Cost	Rights	Mine assets	Mining Rights	Capitalized Development		Total
				Cost	Other	
Beginning of the period -1 January	4.171.625	1.048.799	35.969.661	2.144.420	2.597.463	45.931.969
Currency translation differences	(44.157)	-	(1.685.636)	245.982	(129.766)	(1.613.578)
Transfers from construction in progress	20.176	-	-	16.395	5.085	41.656
Additions	772	-	-	-	277.109	277.881
Disposals	-	-	-	-	(55.990)	(55.990)
31 March 2024 closing amount	4.148.416	1.048.799	34.284.025	2.406.797	2.693.901	44.581.938
Accumulated amortization						
Beginning of the period -1 January	(3.067.390)	(211.699)	(1.142.680)	(1.688.189)	(595.167)	(6.705.125)
Currency translation differences	46.583	-	56.870	(61.611)	33.017	74.859
Period expenses (*)	(60.332)	(201.606)	(140.199)	(60.104)	(31.508)	(493.749)
Disposals	-	-	-	-	51.328	51.328
31 March 2024 closing amount	(3.081.139)	(413.305)	(1.226.009)	(1.809.904)	(542.330)	(7.072.687)
Net Book Value as of 31 March 2024	1.067.277	635.494	33.058.016	596.893	2.151.571	37.509.251

Cost	Rights	Mine assets	Mining Rights	Capitalized Development		Total
				Cost	Other	
Beginning of the period -1 January	3,610,937	965,859	38,438,960	1,940,783	1,498,276	46,454,815
Currency translation differences	(52,963)	-	(3,446,462)	-	(113,857)	(3,613,282)
Transfers from construction in progress	2,482	-	-	-	4,945	7,427
Additions	192	-	-	94	86,640	86,926
Disposals	(409)	-	-	-	-	(409)
31 March 2023 closing amount	3,560,239	965,859	34,992,498	1,940,877	1,476,004	42,935,477
Accumulated amortization						
Beginning of the period -1 January	(2,740,057)	(159,395)	(719,790)	(1,465,731)	(456,694)	(5,541,667)
Currency translation differences	50,880	-	69,860	-	30,694	151,434
Period expenses (*)	(86,994)	(9,311)	(149,317)	(57,929)	(25,505)	(329,056)
Disposals	409	-	-	-	-	409
31 March 2023 closing amount	(2,775,762)	(168,706)	(799,247)	(1,523,660)	(451,505)	(5,718,880)
Net Book Value as of 31 March 2023	784,477	797,153	34,193,251	417,217	1,024,499	37,216,597

(*) Allocation of amortisation expense is disclosed in Note 21 and Note 22.

17. Goodwill

The movement of goodwill balance is as follows:

	31 March 2024	31 March 2023
Beginning of the period -1 January	1,466,322	1,540,238
Currency translation differences	(81,636)	(126,627)
	1,384,686	1,413,611

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17. Goodwill (Continued)

The detail of goodwill in terms of subsidiaries is as follows:

	31 March 2024	31 December 2023
Sisecam Flat Glass India Private Limited	1,043,179	1,097,847
Sisecam Automotive Romania SA	179,413	193,053
Cromital S.p.A.	81,994	88,305
Sisecam Automotive Germany GmbH	50,637	54,535
Oxyvit Kimya Sanayii ve Tic. A.Ş.	10,862	12,498
OOO Ruscam Glass Packaging Holding	18,601	20,084
	1,384,686	1,466,322

18. Provisions, Contingent Assets and Liabilities

The Group has been defendant and plaintiff of various cases within the ordinary operations during the period. As of 31 March 2024, according to the opinions of independent legal and tax advisors, apart from the cases for which provision amounting to TRY 95,463 thousand (31 December 2023: TRY 99,781 thousand) have been allocated. The Group considers the possibility of incurring loss from the cases as low.

Lawsuits filed against the Company are related to more than one issue, but a significant part of them are labor law cases and lawsuits filed by the Competition Authority.

Collaterals pledges and mortgages ("CPM") given by the Company as of 31 March 2024 and 31 December 2023 are as follows:

The CPMs given by the Company	31 March 2024					TRY and TRY equivalent of other Currencies
	TRY Equivalents	USD	EUR	RUB		
A. CPM's given in the behalf of own company	930,896	443	2,145	-	841,782	
B. CPM's given on behalf of the fully consolidated subsidiaries	14,392,469	28,182	245,739	3,000,000	3,857,031	
C. CPM's given on behalf of third parties or ordinary course of business	565,322	-	-	-	565,322	
D. Total amount of other CPM's given						
i. Total amount of CPM's given on behalf of the parent	-	-	-	-	-	
ii. Total amount of CPM's given on behalf of the group companies which are not in scope of B and C	-	-	-	-	-	
iii. Total amount of CPM's given on behalf of third parties which are not in scope of C	-	-	-	-	-	
Total	15,888,687	28,625	247,884	3,000,000	5,264,135	

Percentage of other CPM's given by the Company to the Company's equity is nil as of 31 March 2024.

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18. Provisions, Contingent Assets and Liabilities (Continued)

The CPMs given by the Company	31 December 2023				
	TRY Equivalents	USD	EUR	RUB	TRY and TRY equivalent of other Currencies
A. CPM's given in the behalf of own company	1,141,532	2,688	2,988	-	938,123
B. CPM's given on behalf of the fully consolidated subsidiaries	14,738,827	28,182	245,739	3,000,000	3,414,958
C. CPM's given on behalf of third parties or ordinary course of business	650,481	-	-	-	650,481
D. Total amount of other CPM's given	-	-	-	-	-
i. Total amount of CPM's given on behalf of the parent	-	-	-	-	-
ii. Total amount of CPM's given on behalf of the group companies which are not in scope of B and C	-	-	-	-	-
iii. Total amount of CPM's given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total	16,530,840	30,870	248,727	3,000,000	5,003,562

Percentage of other CPM's given by the Company to the Company's equity is nil as of 31 December 2023.

Short-term provisions

	31 March 2024	31 December 2023
Provisions of cost	2,693,594	1,575,869
Turnover premium provision	297,838	139,303
Litigation provisions	95,463	99,781
Provisions for employee benefits (Note 19)	293,003	225,710
Other short-term provisions	51,826	34,478
	3,431,724	2,075,141

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19. Short-Term and Long-Term Provisions and Employee Benefits

Short-term provisions and short-term employee benefits

	31 March 2024	31 December 2023
Due to personnel	912,113	1,129,918
	31 December 2024	31 December 2023
Short term provisions for employee benefits		
Unused vacation provision	263,889	195,164
Pension funds	29,114	30,546
	293,003	225,710

Long term provisions for employment benefits

	31 March 2024	31 December 2023
Long term provisions for employee benefits		
Provisions for severance pay	3,270,393	3,765,118
Pension funds	885,369	910,568
Environmental rehabilitation provision	1,365,227	1,421,158
	5,520,989	6,096,844

The Group's defined benefit plans include plan benefits for its employees. In this context, the Group determines its liabilities with the calculations of the actuaries.

The movement of the employment termination benefits is as follows:

	31 March 2024	31 March 2023
Beginning of the period - 1 January	3,765,118	4,443,185
Monetary Gain Loss	(414,352)	(460,785)
Service costs	(9,652)	(34,990)
Actuarial Loss/(Gain)	-	687
Interest costs	134,982	223,901
Currency translation differences	(13,157)	(101,420)
Payments made during the period	(192,546)	(681,143)
	3,270,393	3,389,435

20. Capital, Reserves and Other Equity Items

Equity components, "Paid-in Share Capital", "Restricted Reserves" and "Share Premiums" are accounted as legal reserves in accordance with related Article of the Turkish Commercial Code and are presented with in the statutory financial statements. The differences, that are recognized through the valuation made in accordance with CMB Reporting Standards and cannot be subject to dividend distribution or capital increase as of reporting date (such as inflation adjustment differences) and relevant to the paid-in share capital, are associated with "Adjustments to Share Capital" which is under paid-in share capital and the differences resulting from the "Restricted Reserves" and "Share Premiums" are associated with "Retained Earnings".

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20. Capital, Reserves and Other Equity Items (Continued)

a) Paid in Capital / Adjustment to Share Capital

The issued capital of the Company is TRY 3,063,214,056.17, each of this capital is divided into shares with a nominal value of Kr 1 (One Kurus).

All of the shares of the company are registered. The company cannot issue bearer shares, except for those that will be issued to be traded on the stock exchange. It shall be monitored within the framework of dematerialization principles shares representing the capital, there are no privileges granted to share groups and there is no restriction.

	31 March 2024	31 December 2023
The limit of registered capital	5,000,000	5,000,000
Approved paid-in capital	3,063,214	3,063,214

	31 March 2024		31 December 2023	
Shareholders	Amount TRY	Share (%)	Amount TRY	Share (%)
Türkiye İş Bankası A.Ş.	1,563,976	51.06	1,563,976	51.06
Efes Holding A.Ş.	207,320	6.77	207,320	6.77
Anadolu Hayat Emeklilik A.Ş.	1,411	0.05	1,411	0.05
Bought Back Shares	59,928	1.96	53,170	1.74
Other (*)	1,230,579	40.16	1,237,337	40.38
Nominal capital	3,063,214	100.00	3,063,214	100.00
Adjustment to share capital	31,274,926		31,274,926	
Total share capital	34,338,140		34,338,140	

(*) Refers to the other publicly traded part of the Company.

b) Repurchased Shares

Within the scope of the buyback program, initiated based on the Board of Directors decision dated February 26, 2021, allowing the Company to buy back its shares up to 4.90% of the issued capital with a total fund of TRY 1,200,000,000, Şişecam has repurchased 8,545,076,900 shares with the nominal value of TRY 85,450,769. The funds used for share repurchases have reached 99% of the maximum amount allocated for this buyback program.

Pursuant to the Capital Markets Board's announcements dated 21.07.2016 and 25.07.2016, in addition to the buyback program in effect, on June 30, 2022 the Board of Directors has taken the following decisions for the purpose of repurchasing the Company's own shares from the stock market;

- To initiate a new buyback program, in addition to the existing program, for the repurchase of maximum 15,000,000,000 shares with the nominal value of TRY 150,000,000, corresponding to 4.90% of the Company's issued capital,
- To determine the maximum amount of funds to be allocated for the new share buyback program as TRY 3,000,000,000, and to finance respective share repurchases from the Company's internal resources,
- To submit the share buyback program to the shareholders' approval at the upcoming General Assembly Meeting.

The share buyback program was discussed and accepted at the Ordinary General Assembly meeting dated March 29, 2023.

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20. Capital, Reserves and Other Equity Items (Continued)

b) Repurchased Shares (Continued)

Within the scope of the decision taken, the shares with a nominal value of 126,928 thousand, which corresponds to 4.74% of the company's capital, were bought back by paying a total amount of TRY 2,714,968 thousand, including the transaction costs, based on the transactions whose clearing was completed as of 31 March 2024 (31 December 2023: TRY 2,391,515 thousand)

The sale of 50,000,000 lots of the repurchased shares to foreign institutional investors was carried out on 29 November 2022, by block sale method at Borsa Istanbul, at a price of 36.96 TL. As of December 31, 2023, 17,000,000 lots of repurchased shares were sold to Efes Holding A.Ş. at a price of 35.00 TL, by block sale method, at Borsa Istanbul on May 10, 2023.

The relevant amounts include nominal values and are not indexed in accordance with inflation accounting.

c) Retained Earnings

The Group's extraordinary reserves presented in the retained earnings that amount to TRY 117,655,270 thousand (31 December 2023: TRY 100,434,526 thousand) is TRY 20,406,623 thousand (31 December 2023: TRY 23,529,499 thousand).

Dividend Distribution

Dividends are distributed according to Communiqué Serial: II-19,1 on "Principles Regarding Distribution of Interim Dividends for quoted entities subject to Capital Market Board Law" principles on corporate articles and dividend distribution policy which is declared by Companies. In addition to the CMB, it is stipulated that companies which have the obligation to prepare consolidated financial statements, calculate the net distributable profit amount by taking into account the net profits for the period in the consolidated financial statements, that will be prepared and announced to the public in accordance with the Communiqué II-14,1 as long as sufficient reserve exist in the unconsolidated statutory books. In publicly traded companies, dividends are distributed equally to all existing shares as of the date of distribution, regardless of their date of issue and acquisition.

At the Company's Ordinary General Assembly Meeting of Partners held on March 26, 2024, a gross dividend of TRY 2,200,000 thousand, corresponding to 71.81998% of the existing issued capital, was distributed in cash, and shareholders subject to dividend withholding tax were subject to income tax on cash dividends. It has been decided that the net payment will be made after withholding tax, and the cash dividend payment date has determined as 31 May 2024.

As of March 31, 2024, the Company bought back shares with a nominal value of TRY 59,928 thousand from the Borsa Istanbul within the framework of the share repurchase program. For this reason, out of the 2,200,000 thousand Turkish Liras profit distribution that was decided to be distributed, TRY 43,040 thousand remained within the Company. A payment order will be issued on May 31, 2024 for the dividend payment of TRY 2,156,960 thousand to partners outside the company.

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21. Revenue and Cost of Sales

	1 January- 31 March 2024	1 January- 31 March 2023
Revenue		
Revenue	42,828,642	51,150,480
Other income	29,965	19,826
Sales discounts	(2,023,016)	(2,263,695)
Sales returns	(92,909)	(128,577)
Other sales discounts	(158,395)	(222,361)
	40,584,287	48,555,673
Cost of Sales		
Direct materials	(11,714,360)	(14,372,881)
Direct labor	(2,720,791)	(2,407,879)
Production overheads	(9,198,377)	(10,896,715)
Amortization and depreciation	(2,977,102)	(2,716,331)
Change in work-in progress inventories	430,319	129,520
Change in finished goods inventories	1,613,591	4,414,072
Cost of goods sold	(24,566,720)	(25,850,214)
Cost of merchandise sold	(6,658,926)	(8,148,516)
Cost of services rendered (*)	(20,402)	(28,031)
Other costs	(59,276)	(11,520)
	(31,305,324)	(34,038,281)

(*) Depreciation and amortization expenses recognized in the cost of service rendered during the period between 1 January – 31 March 2024 is amounting to TRY 45 thousand (1 January – 31 March 2023: TRY 835 thousand).

Revenues divided into geographical segments with respect of the customers location is shown below:

	1 January- 31 March 2024	1 January- 31 March 2023
Net sales		
Turkey	17,262,685	20,580,388
Europe	10,408,666	12,432,345
America	3,988,744	5,644,257
Russia, Ukraine and Georgia	3,626,852	3,607,471
Other	5,297,340	6,291,212
	40,584,287	48,555,673

The Group does not have any significant remaining performance obligations related to the ongoing noncancellable agreements.

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22. Operating Expenses and Expenses by Nature

	1 January- 31 March 2024	1 January- 31 March 2023
General administrative expenses	(2,828,391)	(2,813,481)
Marketing expenses	(6,586,684)	(6,168,445)
Research and development expenses	(181,267)	(167,705)
	(9,596,342)	(9,149,631)
	1 January- 31 March 2024	1 January- 31 March 2023
Outsourced service	(5,498,735)	(5,103,341)
Salaries and wages expenses	(2,039,757)	(1,609,228)
Amortization and depreciation expenses	(473,039)	(509,777)
Indirect material costs	(89,500)	(91,820)
Other expenses	(1,495,311)	(1,835,465)
	(9,596,342)	(9,149,631)

23. Other Operating Income and Expenses

	1 January- 31 March 2024	1 January- 31 March 2023
Other operating income		
Foreign currency exchange gains	1,975,609	998,523
Term difference interest income	470,999	170,100
Gain on sale of raw materials	169,489	186,212
Government grants	17,961	418,560
Gain on sale of scraps	49,778	59,839
Provisions no longer required	7,680	45,290
Insurance compensation	115,724	9,697
Compensation income	2,794	1,311
Other operating incomes	305,822	203,416
	3,115,856	2,092,948
	1 January- 31 March 2024	1 January- 31 March 2023
Other operating expense		
Foreign currency exchange loss	(1,391,146)	(822,914)
Loss on sale of raw materials	(137,471)	(190,022)
Term difference interest expense	(406,828)	(86,932)
Loss on sale of scrap	(57,621)	(70,454)
Provision expenses	(59,168)	(52,437)
Commission expense	(118,178)	(14,609)
Government right – mining fund	(15,550)	(10,373)
Donations (*)	-	(386,100)
Other operating expenses	(216,313)	(129,970)
	(2,402,275)	(1,763,811)

(*) Balance includes donations made to relevant institutions regarding the earthquake disaster that occurred on February 6, 2023 and affected many of our eastern provinces.

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24. Income and Expense from Investing Activities

	1 January- 31 March 2024	1 January- 31 March 2023
Income from Investing Activities		
Valuation gain of held to maturity financial assets	167,988	166,598
Currency protected deposit interest and foreign exchange difference income	301,249	134,050
Gain on sale of property, plant and equipment	22,591	13,870
	491,828	314,518
	1 January- 31 March 2024	1 January- 31 March 2023
Expense from Investing Activities		
Valuation difference of held to maturity financial assets	(3,701)	-
Loss on sale of property, plant and equipment	(6,223)	(14,302)
	(9,924)	(14,302)

Impairment gain (loss) and reversal of impairment loss determined in accordance with TFRS 9:

	1 January- 31 March 2024	1 January- 31 March 2023
Impairment loss/reversals		
Impairment/reversal of cash and equivalents (net)	10,660	46,438
Impairment/reversal of financial investment (net)	4,452	8,224
	15,112	54,662

25. Financial Income and Expenses

	1 January- 31 March 2024	1 January- 31 March 2023
Financial Income		
Foreign exchange gain	3,594,374	1,672,652
- Cash and cash equivalents	2,042,641	683,973
- Bank Loans	284,692	112,625
- Bonds issued	134,805	392,538
- Derivative instruments	236,951	-
- Non-trade receivables and payables	895,285	483,516
Interest Income	1,375,599	1,275,495
- Time deposits	935,792	565,976
- Derivative instruments	387,869	419,374
- Others	51,938	290,145
	4,969,973	2,948,147

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25. Financial Income and Expenses (Continued)

	1 January- 31 March 2024	1 January- 31 March 2023
Financial Expense		
Foreign exchange loss	(2,748,280)	(1,823,395)
- Cash and cash equivalents	(289,696)	(300,796)
- Bank Loans	(910,299)	(313,094)
- Bonds issued	(1,262,595)	(680,585)
- Non-trade receivables and payables	(186,542)	(290,389)
- Derivative instruments	(72,936)	(231,227)
- Leasing expenses	(26,212)	(7,304)
Interest Expense	(3,417,837)	(2,107,398)
- Bank Loans	(1,063,716)	(744,012)
- Bonds issued	(2,025,601)	(1,156,324)
- Leasing expenses	(54,390)	(60,232)
- Derivative instruments	(172,567)	(84,165)
- Other	(101,563)	(62,665)
	(6,166,117)	(3,930,793)

26. Taxes on Income (Including Deferred Tax Assets and Liabilities)

Deferred Tax Assets and Liabilities

The Group recognizes deferred tax assets and liabilities based upon the temporary differences between financial statements as reported in accordance with TAS and its tax base of statutory financial statements. These differences usually result in the recognition of income and expense items in different periods for CMB and statutory tax purposes.

Turkish Tax Legislation does not permit a parent company, its subsidiaries and joint ventures to prepare a consolidated tax return, therefore, tax provisions have been reflected in these consolidated financial statements which have been calculated on a separate entity basis, in this respect deferred tax assets and liabilities of consolidated entities in the accompanying consolidated financial statements are not offset.

	31 March 2024	31 December 2023
Deferred tax assets	1,492,128	1,725,074
Deferred tax liabilities (-)	(7,061,026)	(6,093,325)
Deferred tax assets / liabilities (net)	(5,568,898)	(4,368,251)
	31 March 2024	31 December 2023
Temporary differences		
Useful life and valuation differences		
on tangible and intangible assets	37,054,272	33,718,312
Valuation of investment property	12,986,584	12,604,658
Derivative financial valuation	1,263,566	1,001,587
Revaluation of inventory	2,671,376	2,320,622
Employment termination benefits	(3,183,432)	(3,647,563)
Carry forward tax losses	(7,066,934)	(7,148,510)
Corporate tax allowances	(16,800,803)	(17,710,781)
Other	1,806,330	2,731,178
	28,730,959	23,869,503

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26. Taxes on Income (Including Deferred Tax Assets and Liabilities) (Continued)

Deferred Tax Assets and Liabilities (Continued)

Deferred tax assets/ (liabilities)	31 March 2024	31 December 2023
Useful life and valuation differences		
on tangible and intangible assets	(7,828,961)	(6,944,326)
Valuation of investment property	(2,362,893)	(2,280,422)
Derivative instruments	(315,891)	(250,379)
Revaluation of inventory	(711,084)	(637,381)
Employment termination benefits	787,481	906,016
Carry forward tax losses	1,076,824	1,049,096
Corporate tax allowances	4,104,811	4,332,306
Other	(319,185)	(543,161)
	(5,568,898)	(4,368,251)

The maturity of carry forward tax losses are as follows:

	31 March 2024	31 December 2023
Within one year	56,570	127,764
Within two years	14,715	46,594
Within three years	220,583	120,252
Within four years	276,972	163,597
Within five years	561,063	784,742
Within six years	255,725	183,924
Within seven years	429,279	275,168
Within eight years	564,216	384,768
Within ten years	1,726,762	1,811,663
Indefinite life	2,961,049	3,250,038
	7,066,934	7,148,510

Carry forward tax losses can be carried for maximum 5 years in Turkey, Hungary, Slovakia, Egypt, and China; 7 years in Romania; indefinite in Russia and Ukraine, to be deducted from the taxable profits that will occur in the coming years (In Russia it has been indefinite since 30 November 2016). However, loss cannot be deducted retrospectively from retained earnings.

The amount of carry forward tax losses that are not subject to deferred tax calculation is TRY 1,916,350 thousand (31 December 2023: TRY 1,975,832 thousand).

The movements of deferred tax assets and liabilities are as follows:

	31 March 2024	31 March 2023
Beginning of the period -1 January	(4,368,251)	(2,314,761)
Currency translation differences	(116,147)	(91,499)
Recognized in equity	866,394	470,845
Recognized in statement of profit or loss	(1,950,894)	(1,146,898)
	(5,568,898)	(3,082,313)

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 31 MARCH 2024

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26. Taxes on Income (Including Deferred Tax Assets and Liabilities) (Continued)

Corporate Tax

The Group is subject to Turkish corporate taxes. Tax legislation in Turkey does not permit a parent company and its subsidiaries to file a consolidated tax return. Therefore, provisions for taxes as reflected in the accompanying consolidated financial statements are calculated on a separate-entity basis.

Corporate tax is applied on taxable corporate income, which is calculated from the statutory accounting profit by adding back non-deductible expenses, and by deducting the revenues exempted from tax, non-taxable revenues, and other discounts (if any previous year losses, if preferred investment allowances and also R&D center incentive) are deducted.

In Turkey, applied corporate tax rate is 25% as of 31 March 2024 (31 December 2023: 25%).

	31 March 2024	31 December 2023
Corporate tax provision	254,273	2,700,185
Prepaid taxes and funds (-)	(168,323)	(2,262,456)
Tax provision in the statement of the financial position	85,950	437,729

(*) Within the scope of the Law No, 7440 on the Restructuring of Certain Receivables and Amendments to Certain Laws published on 12 March 2023, the discount and exemption amounts benefited from the Corporate Tax Declaration of 2022 in accordance with the Corporate Tax Law and other laws, and the discounted institutions in accordance with Article 32/A of the Corporate Tax Law It has been reported that an additional tax of 10% will be charged over the tax base. In this context, the additional tax provision was calculated as TL 1,549,999 thousand and was paid in two installments in May and June. The remaining amount includes the corporate tax provision calculated based on 2023 profit.

	1 January- 31 March 2024	1 January- 31 March 2023
Current period corporate tax provision	(254,273)	(2,014,091)
Deferred tax income	(1,950,894)	(1,146,898)
Currency translation difference	7,421	5,057
Tax provision in the statement of Profit / Loss	(2,197,746)	(3,155,932)

Tax Advantages Obtained Under the Investment Incentive System

Earning of the Group that are derived from investment linked to an investment incentive certificate are subject to corporate tax at discounted rates for a certain period, which starts when the investment starts to partly or fully operate, and ends when the maximum investment contribution amount is reached. Within this scope, the Group has accounted for TRY 4,104,811 thousand (December 31, 2023: TRY 4,332,306 thousand) of tax advantages as deferred tax assets which are expected to be recovered in the foreseeable future in the consolidated financial statements as of March 31, 2024 TRY 227,495 thousand of deferred tax income is recognized in the consolidated profit or loss statement for the between January 1 – March 31, 2024 from accounting of such deferred tax assets. The contribution amount between January 1 – March 31, 2024 benefited from the gain from investment is TRY 1.973 thousand.

Deferred tax assets are recognized for deductible temporary differences, carry forward tax losses and indefinite life investment incentives which allow payment of corporate tax at discounted rates, as long as it is probable that sufficient taxable income will be generated in the future. In this context, the Group recognizes deferred tax assets from investment incentives based on longterm plans, including taxable profit projections derived from business models, which are re-evaluated at each balance sheet date to assess recoverability of such deferred tax assets. The Group expects to recover such deferred tax assets within 5 years from the balance sheet date.

In the sensitivity analysis performed as of March 31, 2024 when the inputs of the key macroeconomic and sectoral assumptions that from the business plan are increased/decreased by 10%, there is no change in the projected 5 year recovery periods of deferred tax assets related to investment incentives.

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27. Earnings per share

	1 January- 31 March 2024	1 January- 31 March 2023
Earnings per share		
Average number of shares existing during the period (1/1000 value)	2,469,103	2,662,724
Net profit for the period attributable to equity holders of the parent	2,355,355	5,323,979
Earnings per share	0.9539	1.9994
Total comprehensive income attributable to equity holders of the parent	(4,679,168)	(5,620,935)
Earnings per share obtained from total comprehensive income	(1.8951)	(2.1110)

In the Group, there is no debt instruments that can be converted into shares. In all Group companies, each share has equal rights to both voting rights and dividends.

28. Related Party Disclosures

Deposit and loans regarding related parties:

	31 March 2024	31 December 2023
Deposits held on related parties		
Türkiye İş Bankası A.Ş.		
- Time deposit	12,560,673	14,840,744
- Demand deposit	2,732,125	1,209,457
	15,292,798	16,050,201
İşbank AG		
- Time deposits	1,986,505	-
- Demand deposits	14,987	2,047,995
	2,001,492	2,047,995
	17,294,290	18,098,196
Provision for impairment of deposits held at related parties		
Türkiye İş Bankası A.Ş.	18,098	32,540
Loans received from related parties		
Türkiye İş Bankası A.Ş. and İşbank AG	1,920,308	1,420,740
Currency protected deposits with related parties		
Türkiye İş Bankası A.Ş.	2,891,670	6,579,555
Other current assets to related parties		
İş Portföy Yönetimi A.Ş.	4,195,472	4,975,096
Carrying value of financial investments measured at amortized cost:		
Financial investments measured at amortized cost – Gross value		
Türkiye İş Bankası A.Ş.	51,947	54,926

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28. Related Party Disclosures (Continued)

	31 March 2024	31 December 2023
Impairment of financial investments measured at amortized cost		
Türkiye İş Bankası A.Ş.	236	688

Coupon interest rates and nominal values of financial investments measured at amortized cost are as follows:

			31 March 2024	31 December 2023
Bond issuer	ISIN code	Coupon Interest Rate (%)	Nominal Amount (thousand USD)	Nominal Amount (thousand USD)
Türkiye İş Bankası A.Ş.	XS1578203462	6.125	34,200	34,200
			34,200	34,200

			31 March 2024	31 December 2023
Bond issuer	ISIN code	Coupon Interest Rate (%)	Nominal Amount (thousand TRY)	Nominal Amount (thousand TRY)
Türkiye İş Bankası A.Ş.	TRSTISBA2513	44.127	12,000	12,000
			12,000	12,000

Due from related parties:

	31 March 2024	31 December 2023
Trade receivables from related parties		
Saint Gobain Glass Egypt S.A.E.	61,298	117,430
Kanyon Yönetim İşletim ve Pazarlama Ltd. Şti.	9,596	11,005
İş Merkezleri Yönetim ve İşletim A.Ş.	6,811	14,116
Solvay Sisecam Holding AG	31,143	23,410
İş Portföy Yönetimi A.Ş.	2	71
Fabrika Cementa Lukavac D.D.	235	-
Türkiye İş Bankası A.Ş. and İşbank AG	-	6,600
Kültür Yayınları İş-Türk Ltd. Şti.	-	53
Moka Ödeme ve Elektronik Para Kuruluşu A.Ş.	-	20,471
	109,085	193,156

	31 March 2024	31 December 2023
Trade payables to related parties		
Solvay Sisecam Holding AG	465,607	570,969
Anadolu Anonim Türk Sigorta Şirketi	38,291	20,724
Rudnik Krecnjaka Vijenac D.O.O.	18,343	16,143
Saint Gobain Glass France S.A.	4,186	1,332
İş Merkezleri Yönetim ve İşletim A.Ş.	15,880	9,946
Türkiye İş Bankası A.Ş. Mensupları Munzam Sosyal Güvenlik Ve Yardımlaşma Vakfı	15	1,479
İş Gayrimenkul Yatırım Ortaklığı A.Ş.	709	1,159
Kanyon Yönetim İşletim ve Pazarlama Ltd. Şti.	41	6
Softtech Yazılım Tekn A.Ş.	-	621
	543,072	622,379

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28. Related Party Disclosures (Continued)

	31 March 2024	31 December 2023
Other payables to related parties		
The founder shares and Dividends to be paid to shareholders	2,249,051	61,036
	2,249,051	61,036

(*) The 2023 Ordinary General Assembly meeting of Partners was held on 29 March 2024 and it was decided to distribute gross cash dividends of TRY 2,200,000 thousand. The payment order date is May 31, 2024.

Income and expenses from/ to related parties:

	1 January- 31 March 2024	1 January- 31 March 2023
Interest income from related parties		
Türkiye İş Bankası A.Ş. and İşbank AG	36,531	344,587
	36,531	344,587

	1 January- 31 March 2024	1 January- 31 March 2023
Interest expenses to related parties		
Türkiye İş Bankası A.Ş. and İşbank AG	36,531	71,041
	36,531	71,041

	1 January- 31 March 2024	1 January- 31 March 2023
Valuation gain of held to maturity financial assets		
Türkiye İş Bankası A.Ş.	50,086	1,522
	50,086	1,522

	1 January- 31 March 2024	1 January- 31 March 2023
Other income from related parties		
Solvay Sisecam Holding AG	9,760	11,277
Rudnik Krechnjaka Vijenac DOO	366	949
Fabrika Cementa Lukavac DD	552	627
İş Merkezleri Yönetim ve İşletim A.Ş.	20	-
Türkiye İş Bankası A.Ş. and İşbank AG	-	598
	10,698	13,451

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28. Related Party Disclosures (Continued)

Income and expenses from/ to related parties (Continued):

	1 January- 31 March 2024	1 January- 31 March 2023
Other expenses to related parties		
Solvay Sisecam Holding AG ⁽¹⁾	626.119	627.777
Rudnik Krecnjaka Vijenac D.O.O. ⁽²⁾	31.040	30.183
İş Merkezleri Yönetim ve İşletim A.Ş. ⁽³⁾	10.265	28.813
Moka Ödeme ve Elektronik Para Kuruluşu A.Ş.	90.996	-
Anadolu Anonim Türk Sigorta Şirketi	8.800	9.796
Saint Gobain Glass France S.A. ⁽⁴⁾	6.721	7.946
Türkiye İş Bankası A.Ş. Mensupları Munzam Sosyal Güv. ve Yard. Vakfı	3.687	3.934
Türkiye İş Bankası A.Ş. ve İşbank AG	6.204	3.078
İş Gayrimenkul Yatırım Ortaklığı A.Ş. ⁽⁵⁾	1.165	1.331
İş Yatırım Menkul Değerler A.Ş.	-	782
İş Net Elektronik Bilgi Üretim Dağ. Tic. Ve İlet. Hiz. A.Ş.	-	12
Anadolu Hayat Emeklilik Sigorta A.Ş.	802	637
İş Portföy Yönetimi A.Ş.	-	162
Kültür Yayınları İş-Türk Ltd. Şti.	46	34
Kanyon Yönetim İşletim ve Pazarlama Ltd. Şti.	116	-
	785.961	714.485

(1) Consists of the purchases of soda ash from Solvay Sodi AD.

(2) Amount consists of the expenses related with purchase of glass raw materials (sand).

(3) It consists of management and operating expenses of Tuzla Şişecam Headquarters and İş Kuleleri.

(4) Royalty amount of acoustic pvb.

(5) This account consists of the lease payments for office spaces in İş Kuleleri and Paşabahçe stores.

	1 January- 31 December 2024	1 January- 31 December 2023
Benefits provided to key management		
Parent (Holding)	63,229	57,386
Other consolidated entities	90,257	96,110
	153,486	153,496

Key management personnel are composed of top management, members of board of directors, senior executives (president and members and coordinator) reporting to the company's board of directors, general manager, general manager assistants, coordinator of general management and factory directors.

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29. Financial Instruments and Financial Risk Management

a) Capital Risk Management

The Group manages its capital to ensure that it will maintain its status as a going concern while maximizing the return to stakeholders through the optimization of the debt and equity balance, The capital structure of the Group consists of debt, which includes the borrowings and other debts disclosed in Note 8, cash and cash equivalents disclosed in Note 5 and equity attributable to equity holders of the parent, comprising issued capital, reserves and retained earnings as disclosed in Note 20.

The management of the Group considers the cost of capital and the risks associated with each class of capital. The management of the Group aims to balance its overall capital structure through the payment of dividends, new share issues and the issue of new debt or the redemption of existing debt.

The Group controls its capital using the net debt / total equity ratio. This ratio is calculated as net debt divided by total equity. Net debt is calculated as total liability (comprises of financial liabilities, leasing and trade payables as presented in the statement of financial position) less cash and cash equivalents and financial investments.

As of 31 March 2024, and 31 December 2023 the Group's net debt / total equity ratios are as follows:

	31 March 2024	31 December 2023
Financial liabilities and trade payables	111,175,288	117,592,677
Less: cash and cash equivalents and financial investments	(43,718,553)	(52,781,966)
Net debt	67,456,735	64,810,711
Total equity	183,373,584	192,302,589
Net debt / total equity ratio	37%	34%

The Group's general strategy is in line with prior periods.

b) Financial Risk Factors

The Group's activities expose it to various financial risks, market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize the potential adverse effects over the Group's financial performance.

The Group manages its financial instruments centrally in accordance with the Group's risk policies via Accounting Department. The Group's cash inflows and outflows are monitored by the reports prepared on a daily, weekly and monthly basis and compared to the monthly and yearly cash flow budgets.

Risk management is carried out by the Risk Management Department under the policies approved by the Board of Directors, The Group's Risk Management Department identifies, evaluates and hedges financial risks in close cooperation with the Group's operating units. The Board of Directors sets out written principles for overall risk management as well as written policies covering specific areas such as foreign exchange risk, interest rate risk, credit risk use of derivative financial instruments and non-derivative financial instruments and investment of excess liquidity.

b.1) Credit Risk Management

Credit risk refers to the risk that counterparty will default on its contractual obligations. The Group's management mitigates this risk through limitations on the contracts made with counterparties and obtaining sufficient collaterals where appropriate. The Group's credit risks mainly arise from its trade receivables. The Group manages this risk by the credit limits up to the guarantees received from customers. Use of credit limits is monitored by the Group by taking into consideration the customer's financial position, past experiences and other factors and customer's credibility is evaluated on a consistent basis. Trade receivables are evaluated based on the Group's policies and procedures and presented net in the financial statements after the provision for doubtful receivables is made.

Trade receivables consist of many customers operating in various industries and locations, Credit risk of the receivables from counterparties is evaluated.

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29. Financial Instruments and Financial Risk Management (continued)

- b) Financial Risk Factors (Continued)
b.1) Credit Risk Management (Continued)

	Receivables				Cash and Cash equivalents	Financial Investments & Derivatives
	Trade Receivables		Other Receivables			
	Related Party	Third Party	Related Party	Third Party		
Credit risks exposed through types of financial instruments						
Maximum credit risk exposed as of 31 March 2024 (*) (A+B+C+D+E)	109.085	30.178.854	-	873.338	38.392.769	7.584.328
– The part of maximum risk under guarantee with collaterals etc.	-	(10.336.078)	-	-	-	-
A. Net book value of financial assets that are neither overdue not impaired	109.085	27.276.344	-	873.338	38.392.769	7.584.328
– The part under guarantee with collaterals, etc.	-	(9.408.589)	-	-	-	-
B. Net book of financial assets that are renegotiated, if not that will be accepted as overdue or impaired	-	39	-	-	-	-
– The part under guarantee with collaterals, etc.	-	-	-	-	-	-
C. Carrying value of financial assets that are overdue but not impaired	-	2.902.471	-	-	-	-
– The part under guarantee with collaterals, etc.	-	(927.489)	-	-	-	-
D. Net book value of impaired assets	-	-	-	-	-	-
– Overdue (gross carrying amount)	-	-	-	-	-	-
– Impairment (-)	-	-	-	-	-	-
– The part under guarantee with collaterals, etc.	-	-	-	-	-	-
– Not overdue (gross carrying amount)	-	-	-	350	19.901	19.174
– Impairment (-)	-	-	-	(350)	(19.901)	(19.174)
– The part under guarantee with collaterals, etc.	-	-	-	-	-	-
E. Off-balance sheet items with credit risk	-	-	-	-	-	-

(*) Factors that increase the credit reliability such as guarantees received are not considered in the calculation.

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29. Financial Instruments and Financial Risk Management (continued)

b) Financial Risk Factors (Continued)

b.1) Credit Risk Management (Continued)

	Receivables				Cash and Cash equivalents	Financial Investments & Derivatives
	Trade Receivables		Other Receivables			
	Related Party	Third Party	Related Party	Third Party		
Credit risks exposed through types of financial instruments						
Maximum credit risk exposed as of 31 December 2023 (*) (A+B+C+D+E)	193,156	31,415,474	-	1,194,097	43,448,035	11,545,960
– The part of maximum risk under guarantee with collaterals etc.	-	(13,841,333)	-	-	-	-
A. Net book value of financial assets that are neither overdue not impaired	193,156	27,524,766	-	1,194,097	43,448,035	11,545,960
– The part under guarantee with collaterals, etc.	-	(12,498,639)	-	-	-	-
B. Net book of financial assets that are renegotiated, if not that will be accepted as overdue or impaired	-	40	-	-	-	-
– The part under guarantee with collaterals, etc.	-	-	-	-	-	-
C. Carrying value of financial assets that are overdue but not impaired	-	3,890,668	-	-	-	-
– The part under guarantee with collaterals, etc.	-	(1,342,694)	-	-	-	-
D. Net book value of impaired assets	-	-	-	-	-	-
– Overdue (gross carrying amount)	-	-	-	-	-	-
– Impairment (-)	-	-	-	-	-	-
– The part under guarantee with collaterals, etc.	-	-	-	-	-	-
– Not overdue (gross carrying amount)	-	-	-	379	35,503	40,565
– Impairment (-)	-	-	-	(379)	(35,503)	(40,565)
– The part under guarantee with collaterals, etc.	-	-	-	-	-	-
E. Off-balance sheet items with credit risk	-	-	-	-	-	-

(*) Factors that increase the credit reliability such as guarantees received are not considered in the calculation.

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29. Financial Instruments and Financial Risk Management (continued)

b) Financial Risk Factors (Continued)

b.1) Credit Risk Management (Continued)

Guarantees received from the customers are as follows:

	31 March 2024	31 December 2023
Credit Insurance	6,496,231	8,281,375
Letters of guarantees	2,018,591	3,071,539
Direct debit system	1,413,615	2,028,567
Cash	1,000	1,151
Mortgages	223,956	256,554
Confirmed Letter of Credit	15,614	11,147
Promissory notes and bills	167,071	191,000
	10,336,078	13,841,333

Collaterals for the trade receivables that are overdue but not impaired are as stated below:

	31 March 2024	31 December 2023
1-30 days overdue	2,092,656	2,270,673
1-3 months overdue	526,801	772,667
3-12 months overdue	183,336	714,757
1-5 years overdue	99,678	132,571
Total overdue receivables	2,902,471	3,890,668
Secured with collaterals (-)	(927,489)	(1,342,694)

b.2) Liquidity Risk Management

The Group manages liquidity risk by providing the continuity of sufficient funds and loan reserves by matching the maturities of financial assets and liabilities and by following cash flows regularly.

Liquidity risk

Conservative liquidity risk management requires maintaining adequate reserves in addition to having the ability to utilize adequate level of credit lines and funds as well as closing market positions.

Funding risk attributable to the current and future potential borrowing needs is managed by providing continuous access to an adequate number of high-quality creditors.

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29. Financial Instruments and Financial Risk Management (Continued)

b) Financial Risk Factors (Continued)

b.2) Liquidity Risk Management (Continued)

Liquidity risk tables (Continued)

The following table details the Group's expected maturity for its financial liabilities. The tables below have been prepared based on the undiscounted contractual maturities and the earliest date of payment of the financial liability. Amount of interest payable to be paid on aforementioned liabilities are considered in the table.

31 March 2024						
Non derivative financial Liabilities	Carrying value	Total Contractual Cash flows (I+II+III+IV)	Less than 3 Months (I)	3–12 Months (II)	1–5 Years (III)	More than 5 Years (IV)
Bank loans	52,488,908	54,410,444	4,768,771	28,733,076	20,908,597	-
Bonds issued	39,428,043	55,694,696	-	7,783,989	47,910,707	-
Lease liabilities	2,727,071	3,255,275	245,138	682,996	2,020,114	307,027
Trade payables	15,988,194	16,207,757	15,885,930	321,827	-	-
Due to related parties	2,792,123	2,792,123	2,792,123	-	-	-
Other payables	1,197,916	1,197,916	1,083,811	-	114,105	-
Total liabilities	114,622,255	133,558,211	24,775,773	37,521,888	70,953,523	307,027

31 March 2024						
Derivative financial liabilities	Carrying Value	Total Contractual Cash flows (I+II+III+IV)	Less than 3 Months (I)	3–12 Months (II)	1–5 Years (III)	More than 5 Years (IV)
Cash inflows	2,258,544	10,501,840	180,924	1,287,805	9,033,111	-
Cash outflows	(1,164,189)	(9,539,605)	(351,397)	(1,257,915)	(7,930,293)	-
	1,094,355	962,235	(170,473)	29,890	1,102,818	-

31 December 2023						
Non derivative financial Liabilities	Carrying value	Total Contractual Cash flows (I+II+III+IV)	Less than 3 Months (I)	3–12 Months (II)	1–5 Years (III)	More than 5 Years (IV)
Bank loans	57,938,475	60,375,117	1,419,272	37,090,729	21,865,116	-
Bonds issued	37,448,282	37,633,959	3,432,466	7,971,460	26,230,033	-
Lease liabilities	2,734,499	3,089,112	256,500	702,516	1,957,966	172,130
Trade payables	18,849,042	19,093,822	17,956,122	1,137,700	-	-
Due to related parties	683,415	683,415	683,415	-	-	-
Other payables	1,573,123	1,573,123	1,459,348	-	113,775	-
Total liabilities	119,226,836	122,448,548	25,207,123	46,902,405	50,166,890	172,130

31 December 2023						
Derivative financial liabilities	Carrying Value	Total Contractual Cash flows (I+II+III+IV)	Less than 3 Months (I)	3–12 Months (II)	1–5 Years (III)	More than 5 Years (IV)
Cash inflows	2,212,029	11,238,483	624,358	968,497	9,645,628	-
Cash outflows	(1,448,256)	(10,640,329)	(671,928)	(1,179,470)	(8,788,931)	-
	763,773	598,154	(47,570)	(210,973)	856,697	-

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29. Financial Instruments and Financial Risk Management (Continued)

b) Financial Risk Factors (Continued)

b.3) Market risk management

The Group is exposed to financial risks related to changes in foreign exchange and interest rates as a consequence of its operations. At the Group level market risk exposures are measured by sensitivity analysis. Comparing to previous year, there has been no change in the Group's exposure to market risks, hedging methods used or the measurement methods used for such risks.

b.3.1) Foreign currency risk management

Transactions in foreign currency cause the exchange rate risk to occur. The Group has adopted currencies different than the functional currencies according to the economies of the countries in which the subsidiaries and associates operate as foreign currencies.

The breakdown of the Group's foreign currency denominated monetary and non-monetary assets and liabilities as of the balance sheet date are as follows:

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29. Financial Instruments and Financial Risk Management (Continued)

b) Financial Risk Factors (Continued)

b.3) Market risk management (Continued)

b.3.1) Foreign currency risk management (Continued)

		<u>Foreign Currency Position as of 31 March 2024</u>			
		TRY equivalent	USD	EUR	TRY Equivalent of other Currencies
1.	Trade Receivables	6,827,630	98,909	99,257	179,915
2a.	Monetary financial assets, (cash and banks included)	19,573,864	487,401	97,126	457,716
2b.	Non-monetary financial assets	-	-	-	-
3.	Other	1,197,910	5,022	26,808	102,805
4.	Current assets (1+2+3)	27,599,404	591,332	223,191	740,436
5.	Trade receivables	-	-	-	-
6a.	Monetary financial assets	1,130,913	35,004	23	-
6b.	Non-monetary financial assets	-	-	-	-
7.	Other	3,878,746	24,616	79,408	320,422
8.	Non-current assets (5+6+7)	5,009,659	59,620	79,431	320,422
9.	Total Assets (4+8)	32,609,063	650,952	302,622	1,060,858
10.	Trade payables	4,227,447	45,229	78,187	46,115
11.	Financial liabilities	18,587,544	386,047	175,856	3,670
12a.	Other monetary liabilities	723,798	14,130	7,424	9,222
12b.	Other non-monetary liabilities	-	-	-	-
13.	Current liabilities (10+11+12)	23,538,789	445,406	261,467	59,007
14.	Trade payables	-	-	-	-
15.	Financial liabilities	35,428,791	736,795	334,491	-
16a.	Other monetary liabilities	246	-	7	-
16b.	Other non-monetary liabilities	-	-	-	-
17.	Non-current liabilities (14+15+16)	35,429,037	736,795	334,498	-
18.	Total liabilities (13+17)	58,967,826	1,182,201	595,965	59,007
19.	Net items of off balance sheet derivative asset/ (liability) position (19a - 19b)	42,003,599	1,081,150	203,959	-
19a.	Total amount of assets hedged	50,174,771	1,081,150	438,747	-
19b.	Total amount of liabilities hedged	8,171,172	-	234,788	-
20.	Net foreign assets / (liability) position (9-18+19)	15,644,836	549,901	(89,384)	1,001,851
21.	Net foreign currency asset / (liability) / (position of monetary items (=1+2a+5+6a -10-11-12a-14-15-16a)	(31,435,419)	(560,887)	(399,559)	578,624
22.	Fair value of financial instruments used in foreign currency hedge	1,094,355	33,896	-	-
23.	Export	8,082,436	118,345	96,228	1,190,007
24.	Import	1,740,137	19,539	32,141	56,292

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29. Financial Instruments and Financial Risk Management (Continued)

b) Financial Risk Factors (Continued)

b.3) Market risk management (Continued)

b.3.1) Foreign currency risk management (Continued)

	<u>Foreign Currency Position as of 31 December 2023</u>			
	TRY equivalent	USD	EUR	TRY Equivalent of other Currencies
1. Trade Receivables	6,326,870	95,921	73,240	332,666
2a. Monetary financial assets, (cash and banks included)	19,053,456	430,443	106,643	476,088
2b. Non-monetary financial assets	-	-	-	-
3. Other	878,347	3,551	20,175	1,905
4. Current assets (1+2+3)	26,258,673	529,915	200,058	810,659
5. Trade receivables	-	-	-	-
6a. Monetary financial assets	1,172,162	34,579	23	-
6b. Non-monetary financial assets	-	-	-	-
7. Other	3,663,795	21,172	76,532	78,178
8. Non-current assets (5+6+7)	4,835,957	55,751	76,555	78,178
9. Total Assets (4+8)	31,094,630	585,666	276,613	888,837
10. Trade payables	4,981,843	59,273	78,549	30,039
11. Financial liabilities	23,834,601	474,873	206,650	3,914
12a. Other monetary liabilities	698,104	14,519	3,641	69,830
12b. Other non-monetary liabilities	-	-	-	-
13. Current liabilities (10+11+12)	29,514,548	548,665	288,840	103,783
14. Trade payables	-	-	-	-
15. Financial liabilities	37,494,304	736,795	334,491	-
16a. Other monetary liabilities	337	-	9	-
16b. Other non-monetary liabilities	-	-	-	-
17. Non-current liabilities (14+15+16)	37,494,641	736,795	334,500	-
18. Total liabilities (13+17)	67,009,189	1,285,460	623,340	103,783
19. Net items of off balance sheet derivative asset/ (liability) position (19a - 19b)	48,258,503	1,157,235	241,717	-
19a. Total amount of assets hedged	57,058,563	1,157,235	476,505	-
19b. Total amount of liabilities hedged	8,800,060	-	234,788	-
20. Net foreign assets / (liability) position (9–18+19)	12,343,944	457,441	(105,010)	785,054
21. Net foreign currency asset / (liability) / (position of monetary items (=1+2a+5+6a -10–11-12a–14–15-16a)	(40,456,701)	(724,517)	(443,434)	704,971
22. Fair value of financial instruments used in foreign currency hedge	763,773	22,548	-	-
23. Export	36,505,206	494,846	501,183	1,342,727
24. Import	14,150,254	121,601	292,370	353,842

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29. Financial Instruments and Financial Risk Management (Continued)

b) Financial Risk Factors (Continued)

b.3) Market risk management (Continued)

b.3.1) Foreign currency risk management (Continued)

The Group is mainly exposed to EUR and USD risks. Effects of other currencies are immaterial.

The table below represents the Group's sensitivity to a 10% deviation in foreign exchange rates (especially USD and EUR), 10% is the rate used by the Group while generating exchange rate risk reports; the related rate stands for the presumed possible change in the foreign currency rates by the Group's management. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 10% change in foreign currency rates. This analysis includes foreign currency denominated bank loans other than the functional currency of the ultimate user or borrower of the bank loans. The positive amount indicates increase in profit / loss before tax or equity.

Foreign Currency Sensitivity

	31 March 2024			
	Profit/(Loss)		Equity (*)	
	Foreign currency appreciation	Foreign currency devaluation	Foreign currency appreciation	Foreign currency devaluation
Change of USD against TRY by 10%				
1- USD net assets / liabilities	(1,810,852)	1,810,852	4,021,264	(4,021,264)
2- USD hedged from risks (-)	3,490,536	(3,490,536)	(2,312,119)	2,312,119
3- USD net effect (1+2)	1,679,684	(1,679,684)	1,709,145	(1,709,145)
Change of EUR against TRY by 10%				
4- EUR net assets / liabilities	(1,390,552)	1,390,552	6,833,560	(6,833,560)
5- EUR hedged from risks (-)	709,824	(709,824)	(1,526,941)	1,526,941
6- EUR net effect (4+5)	(680,728)	680,728	5,306,619	(5,306,619)
Change of other currencies against TRY by 10%				
7- Other currencies net assets / liabilities	57,862	(57,862)	1,900,837	(1,900,837)
8- Other currencies hedged from risks	-	-	-	-
9- Other currencies net effect (7+8)	57,862	(57,862)	1,900,837	(1,900,837)
Total (3+6+9)	1,056,818	(1,056,818)	8,916,601	(8,916,601)

(*) Presents the increase or decrease in total shareholders' equity due to 10% change in currency translation to Turkish Lira of subsidiaries, associates and joint ventures operating outside of Turkey.

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29. Financial Instruments and Financial Risk Management (Continued)

b) Financial Risk Factors (Continued)

b.3) Market risk management (Continued)

b.3.1) Foreign currency risk management (Continued)

Foreign Currency Sensitivity (continued)

	31 December 2023			
	Profit/(Loss)		Equity (*)	
	Foreign currency appreciation	Foreign currency devaluation	Foreign currency appreciation	Foreign currency devaluation
Change of USD against TRY by 10%				
1- USD net assets / liabilities	(2,454,139)	2,454,139	4,220,752	(4,220,752)
2- USD hedged from risks (-)	3,919,877	(3,919,877)	(2,673,408)	2,673,408
3- USD net effect (1+2)	1,465,738	(1,465,738)	1,547,344	(1,547,344)
Change of EUR against TRY by 10%				
4- EUR net assets / liabilities	(1,662,028)	1,662,028	7,832,003	(7,832,003)
5- EUR hedged from risks (-)	905,974	(905,974)	(1,794,384)	1,794,384
6- EUR net effect (4+5)	(756,054)	756,054	6,037,619	(6,037,619)
Change of other currencies against TRY by 10%				
7- Other currencies net assets / liabilities	70,497	(70,497)	2,121,151	(2,121,151)
8- Other currencies hedged from risks	-	-	-	-
9- Other currencies net effect (7+8)	70,497	(70,497)	2,121,151	(2,121,151)
Total (3+6+9)	780,181	(780,181)	9,706,114	(9,706,114)

(*) Presents the increase or decrease in total shareholders' equity due to 10% change in currency translation to Turkish Lira of subsidiaries, associates and joint ventures operating outside of Turkey.

b.3.2) Interest rate risk management

The Group's exposure to interest rate risk is related to its financial liabilities. Based on the current balance sheet composition and analysis calculated by the Group, if the TRY interest rates were increased/decreased by 1% and foreign currency interest rates were increased/decreased by 0.25% with the assumption of keeping all other variables constant. The effect on net profit/loss for the period before taxation and non-controlling interest would decrease/increase by TRY 18,288 thousand as of 31 March 2024 (31 December 2023: TRY 56,442 thousand).

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30. Financial Instruments (Fair Value and Hedge Accounting Disclosures)

Categories of Financial Instruments

	Financial assets or liabilities measured with amortized cost method	Financial liabilities fair value through other comprehensive income	Financial assets or liabilities fair value through profit or loss	Book Value
31 March 2024				
Financial assets	70,610,510	1,285,428	4,369,098	76,265,036
Cash and cash equivalents	38,392,769	-	-	38,392,769
Trade receivables	30,178,854	-	-	30,178,854
Due from related parties	109,085	-	-	109,085
Derivative financial assets	-	1,248,766	1,009,778	2,258,544
Financial investments	1,929,802	36,662	3,359,320	5,325,784
Financial liabilities	113,424,339	1,043,477	120,712	114,588,528
Financial liabilities	94,644,022	-	-	94,644,022
Trade payables	15,988,194	-	-	15,988,194
Due to related parties	2,792,123	-	-	2,792,123
Derivative financial liabilities	-	1,043,477	120,712	1,164,189
31 December 2023				
Financial assets	77,089,649	1,157,280	8,355,696	86,602,625
Cash and cash equivalents	43,448,035	-	-	43,448,035
Trade receivables	31,415,474	-	-	31,415,474
Due from related parties	193,156	-	-	193,156
Derivative financial assets	-	1,120,618	1,091,411	2,212,029
Financial investments	2,032,984	36,662	7,264,285	9,333,931
Financial liabilities	117,653,713	1,447,243	1,013	119,101,969
Financial liabilities	98,121,256	-	-	98,121,256
Trade payables	18,849,042	-	-	18,849,042
Due to related parties	683,415	-	-	683,415
Derivative financial liabilities	-	1,447,243	1,013	1,448,256

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30. Financial Instruments (Fair Value and Hedge Accounting Disclosures) (Continued)

Fair Value of Financial Instruments

Financial assets	31 March 2024			
	Total	Category 1	Category 2	Category 3
Financial Assets at Fair value through other comprehensive income	36,662	-	-	36,662
Derivative financial assets	2,258,544	-	2,258,544	-
Total	2,295,206	-	2,258,544	36,662

Financial assets	31 December 2023			
	Total	Category 1	Category 2	Category 3
Financial Assets at Fair value through other comprehensive income	36,662	-	-	36,662
Derivative financial assets	2,212,029	-	2,212,029	-
Total	2,248,691	-	2,212,029	36,662

The classification of the Group's financial assets and liabilities at fair value is as follows:

- **Category 1:** Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- **Category 2:** Inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (that is as prices) or indirectly (that is derived from prices).
- **Category 3:** Inputs for the asset or liability that is not based on observable market data (that is unobservable inputs).

31. Events After Reporting Period

- On 03.04.2024, Türkiye Şişe ve Cam Fabrikaları A.Ş. and its subsidiaries Şişecam Otomotiv A.Ş. and Şişecam Elyaf Sanayii A.Ş. have reached an agreement on the new period collective bargaining negotiations with Türkiye Cam Çimento ve Toprak İşverenleri and Kristal-İş for Flat Glass facilities located in Kırklareli, Mersin, Bursa and Ankara, for our Glassware facilities located in Kırklareli, Eskişehir and Denizli and for our Glass Packaging facilities located in Mersin, Yenişehir and Eskişehir. The new period collective bargaining negotiations have also reached an agreement with Türkiye Çimse-İş, as well, for our Auto Glass Lüleburgaz facility, Glass Fiber Balıkesir facility, for Bilecik facility of Camiş Madencilik A.Ş., a subsidiary of our company and for other workplaces associated with the union on the same date.
- In the PDP statement dated April 3, 2024, it was announced that the 2nd Coupon payment of the bond with ISIN code TRSSISEE2517 was made on April 3, 2024.
- In order to effectively carry out the company's foreign trade operations, the title of Sisecam UK Ltd, which was established on November 1, 2023, was changed to Sisecam UK PLC as of April 4, 2024.
- In the PDP statement dated April 8, 2024, it was announced that the Company's 2023 Ordinary General Assembly Meeting held at 10:00, where the Company headquarters is located İçmeler Mahallesi D-100 Karayolu Cad. No:44/A 34947 Tuzla/İstanbul.
- In the PDP statement dated April 19, 2024, it was stated that PwC Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş. was selected as the independent auditing company to audit the financial reports of the 2024 accounting period at the Company's Ordinary General Assembly Meeting held on March 26, 2024.

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31. Events After Reporting Period (Continued)

- In the PDP statement dated April 22, 2024, it was announced that; Citigroup Global Markets Limited, HSBC Bank PLC, J.P. Morgan Securities PLC and Merrill Lynch International have been mandated for selling the bonds, planned to be issued by our 100% owned subsidiary, Sisecam UK PLC, within the format of "Rule 144A" and/or "Regulation S", to qualified investors abroad. In this context, it is planned to arrange a series of investor meetings in the United Kingdom with the participation of our Company's executives starting from April 22, 2024. The ultimate decision regarding the bond issuance, amount, and terms will be determined based on market conditions following these meetings.
- In the PDP statement dated April 22, 2024, it was announced that; Within the scope of debt profile management, along with the planned Eurobond issuance of Sisecam UK PLC, our Board of Directors has decided to launch a tender offer on Şişecam's USD 700,000,000 (principal amount)-outstanding Eurobonds, issued in 2019 and due 2026, for a partial or full redemption before maturity by our issuer Company, in an amount deemed appropriate.
- In the PDP statement dated April 22, 2024, it was announced that; International Credit Rating Agency Moody's upgraded Türkiye Şişe ve Cam Fabrikaları A.Ş.'s ('Sisecam') credit rating from "B3" to "B2" and maintained its outlook as "positive". Concurrently, Moody's assigned a "B2" instrument rating with a "positive" outlook for the planned Eurobond issuance of Sisecam UK Plc, a 100% subsidiary of our Company. In its statement, Moody's highlighted that the proposed planned bond issuance and short-term debt refinancing will strengthen Şişecam's liquidity profile.
- In the PDP statement dated April 23, 2024, it was announced that, On April 23, 2024, International Credit Rating Agency Fitch Ratings upgraded Türkiye Şişe ve Cam Fabrikaları A.Ş.'s ('Sisecam') Long-Term Foreign-Currency Issuer Default Rating from "B+" to "BB-" and maintained its outlook as "positive". Concurrently, Fitch Ratings assigned an expected "BB-(EXP)" instrument rating for the planned Eurobond issuance of Sisecam UK Plc, a 100% subsidiary of our Company. In its statement, Fitch Ratings highlighted that upgrade reflects the company's credit enhancements such as the recently established offshore hard-currency liquidity and growing offshore EBITDA generation that allow a notch uplift above Türkiye's 'B+' country ceiling.
- In the PDP statement dated April 24, 2024, it was announced that, Pursuant to our public disclosure dated 22/04/2024, the investor meetings and book building process regarding the Eurobond issuance planned to be sold under Rule 144A/RegS regulations to qualified investors abroad and listed on the Irish Stock Exchange (Euronext Dublin) by Sisecam UK PLC, a 100% owned subsidiary of our Company have been completed. The information regarding the bonds to be issued in two different maturities is as follows: USD 500,000,000 nominal value with a 5-year maturity, May 2, 2029 as the redemption date, and 8.25% coupon rate and USD 600,000,000 nominal value with an 8-year maturity, May 2, 2032 as the redemption date, and 8.625% coupon rate. The transaction is expected to be completed on 02/05/2024, subject to the execution of final documentation and other customary conditions applicable to such transactions. Any further developments will be disclosed.
- In the PDP statement dated April 30, 2024, it was stated that the 2nd Coupon payment of the bond with ISIN code TRSSISEK2519 was made on April 30, 2024.
- In the PDP statement dated 30 April 2024, it was announced that; pursuant to our public disclosure dated 06/03/2024, a new company for the realization of the second float glass line investment in Egypt was established and trade registry process was completed on 29/04/2024.
- In the PDP statement dated 2 May 2024, it was announced that, Within the issuance ceiling of 20.000.000.000-TL dated 20.09.2023, The bond with a nominal value of TL 1,900,000,000 with a maturity of 740 days, which was offered for sale to qualified investors without being offered to the public via İş Yatırım Menkul Değerler A.Ş., was realized with a maturity start date of 3 May 2024 and maturity date 13 May 2026.
- In the PDP statement dated 2 May 2024, it was announced that, Pursuant to our public disclosures dated 22/04/2024 and 24/04/2024, the issuance and sale of Eurobonds with nominal values of USD 500,000,000 and USD 600,000,000 to qualified investors abroad, rated "B2" by Moody's and "BB-" by Fitch, listed on the Irish Stock Exchange (Euronext Dublin) by Sisecam UK PLC, a 100% owned subsidiary of our Company have been completed and the net proceeds were transferred to Sisecam UK PLC accounts.

TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 31 MARCH 2024

(Amounts expressed in thousands of Turkish Lira ("TRY") in the terms of purchasing power of the TRY at 31 March 2024 unless otherwise indicated.)

31. Events After Reporting Period (Continued)

- In the PDP statement dated 7 May 2024, it was announced that, Pursuant to our public disclosure dated 22/04/2024, early results of Sisecam Eurobond Tender Offer can be found in announcement's attachment.
- In the PDP statement dated 20 May 2024, it was announced that,, Pursuant to our public disclosures dated 22/04/2024, 24/04/2024, 02/05/2024, and 14/05/2024, the issuance and sale of Eurobonds with nominal values of USD 175,000,000 and USD 225,000,000 to qualified investors abroad, rated "B2" by Moody's and "BB-" by Fitch, listed on the Irish Stock Exchange (Euronext Dublin) by Sisecam UK PLC, a 100% owned subsidiary of our Company have been completed and the net proceeds were transferred to Sisecam UK PLC accounts.
- In the PDP announcement dated May 21, 2024, announced to the public with our statements dated 22 April 2024, 24 April 2024, 2 May 2024 and 14 May 2024, By Sisecam UK PLC, which is 100% owned by the company, sold to qualified investors abroad, evaluated as "B2" by Moody's and "BB-" by Fitch, with a nominal value of 175,000,000 USD and 225,000,000 USD, the issuance and sale of bonds listed on the Irish Stock Exchange (Euronext Dublin) was completed on 20 May 2024, it was stated that the net amounts regarding the sale of the bonds in question were transferred to Sisecam UK PLC accounts.
- In the PDP statement dated May 21, 2024, It is stated that the final results of our Eurobond Buyback offer, which was announced to the public with our statements dated 22 April 2024 and 7 May 2024, were presented to the public in the annex of the statement. In the relevant announcement, the Group stated that a valid offer was made for the Bonds with a principal amount of USD 327,014,000 on 7 May 2024 and It has stated that it will accept for purchase, without being subject to proration, such Notes that are validly tendered and not withdrawn on or before the End of the Initial Term for Redemption. Notes in the aggregate principal amount of USD 1,200,000 for the period from the End of the Initial Term to the Expiration Date on Redemption have been validly tendered and not validly withdrawn. Accordingly, Bonds with a principal amount of USD 328,214,000 were accepted for purchase according to the Redemption Tender.
- In the PDP statement dated May 22, 2024, the Income Statement for the accounting period 01.01.2024 - 31.03.2024, submitted to the Büyük Mükellefler Taxpayers Tax Office as an annex to the first period provisional tax return of 2024, is shared in the statement's attachment and it is stated that the Income Statement presented in the explanation annex is not prepared in accordance with the Capital Markets Legislation.
- In the PDP statement dated May 28, 2024, the 1st Coupon payment of the bond with ISIN code TRSSISE32613, dated 28.05.2024, was made.
- In the PDP statement dated May 29, 2024, the 2nd Coupon payment of the bond with ISIN code TRSSISEA2511, dated 29.05.2024, was made.

32. Other Issues that Significantly Affect the Financial Statements or Other Issues, Required for the Clear Understanding of Financial Statements

Approval of Financial Statements

The condensed consolidated statements of financial position, profit or loss, comprehensive income, cash flow and changes in equity (Financial Statements) for the period ended 31 March 2023 of the Group which have been prepared in compliance with format that has been determined by Capital Market Board ("CMB") and Public Oversight Authority ("POA") in accordance with the Communiqué on Principles Regarding Financial Reporting in Capital Markets Turkish Accounting Standards / Turkish Financial Reporting Standards (TAS / TFRS) by CMB by taking into consideration the opinion of the Audit Committee, and it is decided on Board of Directors meeting held on 31 May 2024 that the unaudited consolidated financial statements have been fairly presented, the result of operations are accurately presented, the accounting principles applied by the Company are accurate and in compliance with the regulations of the Capital Markets Board by approving of financial statements on electronic platform for public announcement and by making required notifications in the scope of CMB regulations.