

**Mavi Giyim Sanayi ve Ticaret Anonim Şirketi  
and Its Subsidiaries**

**Condensed Consolidated Interim Financial Statements  
As At and For Three Months Period Ended  
30 April 2025**

(Convenience Translation of Financial Statements Originally Issued in  
Turkish)

10 June 2025

This report contains 40 pages of condensed consolidated financial statements and explanatory notes to the consolidated financial statements.

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**Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries**  
**Condensed Consolidated Interim Statement of Financial Position**  
**As at 30 April 2025**

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)

|                                 |              | <b>Unaudited</b>     | <b>Audited</b>         |
|---------------------------------|--------------|----------------------|------------------------|
|                                 | <i>Notes</i> | <b>30 April 2025</b> | <b>31 January 2025</b> |
| <b>ASSETS</b>                   |              |                      |                        |
| <b>Current assets</b>           |              |                      |                        |
| Cash and cash equivalents       | 5            | 7,198,135            | 6,833,075              |
| Financial investments           |              | 4,504                | 4,539                  |
| Trade receivables               |              | 2,793,560            | 2,217,226              |
| <i>Due from third parties</i>   | 8            | 2,793,560            | 2,217,226              |
| Other receivables               |              | 66,507               | 50,091                 |
| <i>Due from third parties</i>   |              | 66,507               | 50,091                 |
| Inventories                     | 9            | 6,223,203            | 5,517,696              |
| Prepaid expenses                |              | 579,561              | 509,573                |
| <i>Due from related parties</i> | 7            | 192,376              | 141,382                |
| <i>Due from third parties</i>   |              | 387,185              | 368,191                |
| Current tax assets              |              | 127,895              | 145,649                |
| Other current assets            |              | 46,430               | 2,382                  |
| <b>Total current assets</b>     |              | <b>17,039,795</b>    | <b>15,280,231</b>      |
| <b>Non-current assets</b>       |              |                      |                        |
| Other receivables               |              | 22,397               | 19,858                 |
| <i>Due from third parties</i>   |              | 22,397               | 19,858                 |
| Property, plant and equipment   |              | 2,550,153            | 2,430,677              |
| Right-of-use assets             | 12           | 2,084,651            | 1,832,822              |
| Intangible assets               |              | 1,597,208            | 1,533,483              |
| <i>Other intangible assets</i>  |              | 599,608              | 534,446                |
| <i>Goodwill</i>                 | 11           | 997,600              | 999,037                |
| Deferred tax assets             |              | 143,630              | 39,507                 |
| <b>Total non-current assets</b> |              | <b>6,398,039</b>     | <b>5,856,347</b>       |
| <b>TOTAL ASSETS</b>             |              | <b>23,437,834</b>    | <b>21,136,578</b>      |

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

**Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries**  
**Condensed Consolidated Interim Statement of Financial Position**  
**As at 30 April 2025**

(Amounts expressed in thousands of Turkish Lira (“TL”) in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)

|   |              | <b>Unaudited</b>     | <b>Audited</b>         |
|---|--------------|----------------------|------------------------|
|   | <i>Notes</i> | <b>30 April 2025</b> | <b>31 January 2025</b> |
| <b>LIABILITIES</b>                                      |              |                      |                        |
| <b>Current liabilities</b>                              |              |                      |                        |
| Short-term borrowings                                   | 6            | 349,591              | 185,529                |
| Short-term lease liabilities                            | 6            | 1,028,322            | 797,155                |
| <i>Due to related parties</i>                           | 7            | 4,247                | 4,034                  |
| <i>Due to third parties</i>                             |              | 1,024,075            | 793,121                |
| Short-term portion of long-term borrowings              | 6            | 246,335              | 225,217                |
| Short-term portion of long-term issued debt instruments | 6            | 535,079              | 578,956                |
| Trade payables  |              | 6,287,660            | 5,204,236              |
| <i>Due to related parties</i>                           | 7-8          | 930,260              | 790,787                |
| <i>Due to third parties</i>                             | 8            | 5,357,400            | 4,413,449              |
| Payables related to employee benefits                   |              | 575,102              | 781,149                |
| Other payables  |              | 128,292              | 254,040                |
| <i>Due to related parties</i>                           | 7            | 1,046                | 962                    |
| <i>Due to third parties</i>                             |              | 127,246              | 253,078                |
| Deferred income   |              | 229,215              | 234,247                |
| <i>Liabilities arising from customer contracts</i>      |              | 220,723              | 217,582                |
| <i>Liabilities not arising from customer contracts</i>  |              | 8,492                | 16,665                 |
| Short term provisions                                   |              | 374,266              | 318,168                |
| <i>Short-term provisions for employee benefits</i>      | 13           | 58,613               | 40,580                 |
| <i>Other short-term provisions</i>                      | 13           | 315,653              | 277,588                |
| Current tax liabilities                                 |              | 475,440              | 179,663                |
| Other current liabilities                               |              | 131,030              | 127,762                |
| <b>Total current liabilities</b>                        |              | <b>10,360,332</b>    | <b>8,886,122</b>       |
| <b>Non-current liabilities</b>                          |              |                      |                        |
| Long-term borrowings                                    | 6            | 198                  | 1,752                  |
| Long-term lease liabilities                             | 6            | 827,837              | 778,072                |
| <i>Due to related parties</i>                           | 7            | 7,617                | 8,249                  |
| <i>Due to third parties</i>                             |              | 820,220              | 769,823                |
| Payables related to employee benefits                   |              | --                   | 42,498                 |
| Long-term provisions                                    |              | 153,599              | 163,249                |
| <i>Long-term provisions for employee benefits</i>       | 13           | 153,599              | 163,249                |
| Deferred tax liabilities                                |              | 26,871               | 18,693                 |
| <b>Total non-current liabilities</b>                    |              | <b>1,008,505</b>     | <b>1,004,264</b>       |
| <b>TOTAL LIABILITIES</b>                                |              | <b>11,368,837</b>    | <b>9,890,386</b>       |

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

**Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries**  
**Condensed Consolidated Interim Statement of Financial Position**  
**As at 30 April 2025**

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)

|   |              | <b>Unaudited</b>     | <b>Audited</b>         |
|---|--------------|----------------------|------------------------|
|   | <i>Notes</i> | <b>30 April 2025</b> | <b>31 January 2025</b> |
| <b>EQUITY</b>   |              |                      |                        |
| <b>Equity attributable to owners of the Company</b>                         |              | <b>11,871,193</b>    | <b>11,023,573</b>      |
| Paid-in share capital   | 15           | 397,256              | 397,256                |
| Adjustment to share capital   | 15           | 1,278,893            | 1,278,893              |
| Share based payment fund  |              | 29,860               | 27,116                 |
| Other comprehensive expense not to be reclassified to profit or loss        |              | (59,275)             | (58,636)               |
| <i>Defined benefit plans remeasurement losses</i>                           |              | <i>(59,275)</i>      | <i>(58,636)</i>        |
| Other comprehensive income or expenses to be reclassified to profit or loss |              | 84,319               | 76,263                 |
| <i>Foreign currency translation differences</i>                             |              | <i>84,883</i>        | <i>76,263</i>          |
| <i>Hedging gains / (losses)</i>   |              | <i>(564)</i>         | --                     |
| Restricted reserves appropriated from profit                                | 15           | 470,379              | 470,379                |
| Retained earnings   |              | 8,832,302            | 5,892,368              |
| Net profit for the period   |              | 837,459              | 2,939,934              |
| <b>Non-controlling interests</b>  |              | <b>197,804</b>       | <b>222,619</b>         |
| <b>Total equity</b>   |              | <b>12,068,997</b>    | <b>11,246,192</b>      |
| <b>TOTAL EQUITY AND LIABILITIES</b>   |              | <b>23,437,834</b>    | <b>21,136,578</b>      |

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

**Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries**  
**Condensed Consolidated Interim Statement of Profit or Loss and Other**  
**Comprehensive Income For the Three Months Period Ended 30 April 2025**  
*(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)*

|  |             | <b>Unaudited</b>                      | <b>Unaudited</b>                     |
|--|-------------|---------------------------------------|--------------------------------------|
|  | <i>Note</i> | <b>1 February –<br/>30 April 2025</b> | <b>1 February–<br/>30 April 2024</b> |
| <b>Profit or loss</b>                            |             |                                       |                                      |
| Revenue  |             | 9,776,729                             | 11,405,223                           |
| Cost of sales (-)                                |             | (4,673,863)                           | (5,420,638)                          |
| <b>Gross profit</b>                              |             | <b>5,102,866</b>                      | <b>5,984,585</b>                     |
| Administrative expenses (-)                      | 16          | (666,094)                             | (663,974)                            |
| Selling, marketing and distribution expenses (-) | 16          | (2,940,612)                           | (3,086,296)                          |
| Research and development expenses (-)            | 17          | (165,817)                             | (127,696)                            |
| Other operating income                           | 18          | 187,375                               | 207,718                              |
| Other operating expenses (-)                     | 18          | (5,340)                               | (30,450)                             |
| <b>Operating profit</b>                          |             | <b>1,512,378</b>                      | <b>2,283,887</b>                     |
| Income from investment activities                | 19          | 979                                   | 9,281                                |
| Expenses from investment activities (-)          | 19          | (5,045)                               | --                                   |
| <b>Operating profit before finance expense</b>   |             | <b>1,508,312</b>                      | <b>2,293,168</b>                     |
| Finance income                                   | 20          | 442,586                               | 529,250                              |
| Finance costs (-)                                | 21          | (748,151)                             | (925,732)                            |
| <b>Finance expenses, net</b>                     |             | <b>(305,565)</b>                      | <b>(396,482)</b>                     |
| <b>Monetary losses /(gains)</b>                  | 22          | <b>(93,216)</b>                       | <b>103,268</b>                       |
| <b>Profit before tax</b>                         |             | <b>1,109,531</b>                      | <b>1,999,954</b>                     |
| <b>Tax expense</b>                               |             | <b>(299,654)</b>                      | <b>(663,711)</b>                     |
| - Tax expense for the period                     |             | (395,941)                             | (608,103)                            |
| - Deferred tax income                            |             | 96,287                                | (55,608)                             |
| <b>Net profit</b>                                |             | <b>809,877</b>                        | <b>1,336,243</b>                     |
| <b>Distribution of profit for the period</b>     |             | <b>809,877</b>                        | <b>1,336,243</b>                     |
| Non-controlling interests                        |             | (27,582)                              | 12,494                               |
| Owners of the Company                            |             | 837,459                               | 1,323,749                            |
| <b>Earnings per share</b>                        | 24          | <b>2.1081</b>                         | <b>3.3322</b>                        |

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**Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries**  
**Condensed Consolidated Interim Statement of Profit or Loss and Other**  
**Comprehensive Income For the Three Months Period Ended 30 April 2025**  
*(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)*

|  | <b>Unaudited</b>                      | <b>Unaudited</b>                     |
|--|---------------------------------------|--------------------------------------|
| <i>Note</i>  | <b>1 February –<br/>30 April 2025</b> | <b>1 February–<br/>30 April 2024</b> |
| <b>Other comprehensive income</b>                            |                                       |                                      |
| <b>Items that will not be reclassified to profit or loss</b> |                                       |                                      |
| Remeasurement (losses) of defined benefit plans              | (852)                                 | --                                   |
| Deferred tax income  | 213                                   | --                                   |
| <b>Items that will be reclassified to profit or loss</b>     |                                       |                                      |
| Foreign currency translation differences                     | 8,377                                 | (214,931)                            |
| Cash flow hedging gains/(losses)                             | (752)                                 | (15,600)                             |
| Deferred tax income/(expense)                                | 188                                   | 3,900                                |
| <b>Other comprehensive income/(expense)</b>                  | <b>7,174</b>                          | <b>(226,631)</b>                     |
| <b>Total comprehensive income</b>                            | <b>817,051</b>                        | <b>1,109,612</b>                     |
| <b>Distribution of total comprehensive income</b>            |                                       |                                      |
| Non-controlling interests                                    | (27,825)                              | (82,326)                             |
| Owners of the Company  | 844,876                               | 1,191,938                            |

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

## Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries

### Condensed Consolidated Interim Statement of Changes In Equity

As at and for the three months period ended 30 April 2025

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)

|   |                  |                                   |                   |                                   | Other<br>comprehensive<br>income that will not<br>reclassified to profit or<br>loss | Other comprehensive<br>income that will<br>reclassified to profit or<br>loss |                    | Retained earnings    |                  |  |  |                   |
|---|------------------|-----------------------------------|-------------------|-----------------------------------|---|--|--------------------|----------------------|------------------|--|--|-------------------|
|   | Share<br>capital | Adjustment<br>to share<br>capital | Legal<br>reserves | Share<br>based<br>payment<br>fund | Remeasurement of<br>defined benefit<br>liability                                    | Foreign<br>currency<br>translation<br>reserve                                | Hedging<br>reserve | Retained<br>earnings | Net profit       | Attributable<br>to owners of<br>the<br>Company | Attributable<br>to non-<br>controlling<br>interest | Total equity      |
| <b>Balance as of 1 February 2024</b>                    | <b>198,628</b>   | <b>1,194,998</b>                  | <b>267,626</b>    | <b>16,306</b>                     | <b>(39,111)</b>   | <b>528,172</b>   | <b>3,165</b>       | <b>4,768,306</b>     | <b>2,736,267</b> | <b>9,674,357</b>                               | <b>553,605</b>                                     | <b>10,227,962</b> |
| Transfers   | 198,628          | 83,895                            | --                | --                                | --  | --   | --                 | 2,453,744            | (2,736,267)      | --   | --   | --                |
| Increase (decrease) due to share-<br>based transactions | --               | --                                | --                | 1,988                             | --  | --   | --                 | --                   | --               | 1,988  | 4,807  | 6,795             |
| Total comprehensive<br>income/(expense)                 | --               | --                                | --                | --                                | --  | (120,111)  | (11,700)           | --                   | 1,323,749        | 1,191,938                                      | (82,326)   | 1,109,612         |
| <b>Balance as of 30 April 2024</b>                      | <b>397,256</b>   | <b>1,278,893</b>                  | <b>267,626</b>    | <b>18,294</b>                     | <b>(39,111)</b>   | <b>408,061</b>   | <b>(8,535)</b>     | <b>7,222,050</b>     | <b>1,323,749</b> | <b>10,868,283</b>                              | <b>476,086</b>                                     | <b>11,344,369</b> |
|   |                  |                                   |                   |                                   |   |  |                    |                      |                  |  |  |                   |
| <b>Balance as of 1 February 2025</b>                    | <b>397,256</b>   | <b>1,278,893</b>                  | <b>470,379</b>    | <b>27,116</b>                     | <b>(58,636)</b>   | <b>76,263</b>  | <b>--</b>          | <b>5,892,368</b>     | <b>2,939,934</b> | <b>11,023,573</b>                              | <b>222,619</b>                                     | <b>11,246,192</b> |
| Transfers   | --               | --                                | --                | --                                | --  | --   | --                 | 2,939,934            | (2,939,934)      | --   | --   | --                |
| Increase (decrease) due to share-<br>based transactions | --               | --                                | --                | 2,744                             | --  | --   | --                 | --                   | --               | 2,744  | 3,010  | 5,754             |
| Total comprehensive<br>income/(expense)                 | --               | --                                | --                | --                                | (639)   | 8,620  | (564)              | --                   | 837,459          | 844,876  | (27,825)   | 817,051           |
| <b>Balance as of 30 April 2025</b>                      | <b>397,256</b>   | <b>1,278,893</b>                  | <b>470,379</b>    | <b>29,860</b>                     | <b>(59,275)</b>   | <b>84,883</b>  | <b>(564)</b>       | <b>8,832,302</b>     | <b>837,459</b>   | <b>11,871,193</b>                              | <b>197,804</b>                                     | <b>12,068,997</b> |

The accompanying notes form an integral part of these condensed consolidated interim financial statements.



# Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries

## Condensed Consolidated Interim Statement of Cash Flows

As at and for the three months period ended 30 April 2025

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)

|  |              | Unaudited<br>1 February –<br>30 April 2025 | Unaudited<br>1 February –<br>30 April 2024 |
|--|--------------|--|--|
| <b>Cash flow from operating activities</b>                                       | <i>Notes</i> |  |  |
| <b>Net profit for the period</b>   |              | <b>809,877</b>                             | <b>1,336,243</b>                           |
| <b>Adjustments for:</b>  |              |  |  |
| Adjustments for depreciation and amortization expense                            | 10,12        | 666,389                                    | 622,770                                    |
| Adjustments for interest income  | 20           | (435,856)                                  | (509,823)                                  |
| Adjustments for interest expense   | 21           | 748,127                                    | 924,709                                    |
| Adjustments for provision for vacation   | 13           | 20,436                                     | 13,793                                     |
| Adjustments for fair value losses / (gains) of financial assets                  | 19           | --   | (8,550)                                    |
| Adjustments for provision for employment termination benefit                     | 13           | 22,688                                     | 25,026                                     |
| Adjustments for impairment losses on trade receivables                           |              | 3,229                                      | (123)                                      |
| Adjustments for rediscount interest expense/ (income) on trade payables          | 18           | (139,015)                                  | (170,086)                                  |
| Adjustments for share-based payments   |              | 5,754                                      | 6,795                                      |
| Adjustments for monetary gain/loss   |              | 332,066                                    | 509,796                                    |
| Adjustments for expected credit losses   | 18           | (323)                                      | 144  |
| Adjustments for inventory impairment   | 9            | 108,562                                    | 79,884                                     |
| Adjustments for provisions for payables short-term and long-term                 | 13           | 52,967                                     | 64,384                                     |
| Adjustments for loss on disposal of property and equipment                       | 19           | 4,066                                      | (731)                                      |
| Adjustments for tax expense  |              | 299,654                                    | 209,435                                    |
| Adjustments for unrealized foreign currency translation differences              |              | 37,529                                     | (289,269)                                  |
|  |              | <b>2,536,150</b>                           | <b>2,814,397</b>                           |
| <b>Changes in working capital:</b>   |              |  |  |
| Change in trade receivables  |              | (751,807)                                  | (1,299,633)                                |
| Change in inventories  |              | (1,056,145)                                | (160,388)                                  |
| Change in prepaid expenses   |              | (107,451)                                  | (212,228)                                  |
| Change in other receivables  |              | (24,094)                                   | (43,701)                                   |
| Change in other current and non-current assets                                   |              | (44,223)                                   | (8,066)                                    |
| Change in employee benefits liabilities  |              | (188,039)                                  | (85,150)                                   |
| Change in trade payables   |              | 1,405,148                                  | 1,366,704                                  |
| Change in payables to related parties  |              | 197,723                                    | 237,483                                    |
| Change in deferred income  |              | 12,178                                     | 15,160                                     |
| Change in other payables   |              | (107,241)                                  | 321,818                                    |
| Change in short-term and long-term provisions                                    |              | (977)                                      | (1,344)                                    |
| Change in other liabilities  |              | 9,482                                      | 16,397                                     |
| <b>Cash flows used in operating activities</b>                                   |              | <b>1,880,704</b>                           | <b>2,961,449</b>                           |
| Employment termination benefits paid   | 13           | (23,950)                                   | (20,363)                                   |
| Tax payments   |              | (85,260)                                   | 226,551                                    |
| <b>A. Net cash from operating activities</b>                                     |              | <b>1,771,494</b>                           | <b>3,167,637</b>                           |
| <b>Cash flows from investing activities</b>                                      |              |  |  |
| Cash outflows from purchases of property, plant, and equipment                   | 10           | (322,690)                                  | (171,561)                                  |
| Cash inflows from the sale of property, plant and equipment and intangible asset | 10,19        | 2,078                                      | 782  |
| Cash outflows from purchase of intangible assets                                 |              | (105,534)                                  | (131,999)                                  |
| Other investing activities   |              | --   | 11,084                                     |
| Interest received  |              | 483,421                                    | 429,598                                    |
| <b>B. Net cash used in investing activities</b>                                  |              | <b>57,275</b>                              | <b>137,904</b>                             |
| Cash inflows from borrowings   |              | 400,663                                    | 194,125                                    |
| Cash outflows from repayments of borrowings                                      |              | (271,335)                                  | (100,661)                                  |
| Cash outflows from payments of lease contracts                                   |              | (405,418)                                  | (349,581)                                  |
| Other financial cash outflows  |              | (557,731)                                  | (645,218)                                  |
| Interest paid  |              | (80,330)                                   | (178,092)                                  |
| <b>C. Net cash flow generated from /(used in) financing activities</b>           |              | <b>(914,151)</b>                           | <b>(1,079,427)</b>                         |
| <b>Net change in cash and cash equivalent (A+B+C)</b>                            |              | <b>914,618</b>                             | <b>2,226,114</b>                           |
| <b>The effect of inflation on cash and cash equivalents</b>                      |              | <b>(501,991)</b>                           | <b>(753,787)</b>                           |
| <b>D. Cash and cash equivalents at the beginning of the period</b>               | 5            | <b>6,743,220</b>                           | <b>7,412,763</b>                           |
| <b>Cash and cash equivalents at the end of the period (A+B+C+D)</b>              | 5            | <b>7,155,847</b>                           | <b>8,885,090</b>                           |

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

# Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries

## Notes to the Condensed Consolidated Interim Financial Statements

### As at and for the three months period ended 30 April 2025

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)

#### 1 Organization and operations of the Group

Mavi Giyim Sanayi ve Ticaret A.Ş. (the "Company" or "Mavi Giyim"), established in 1991, engages in wholesale and retail sales of ready-to-wear denim apparel. The product range includes knit and woven shirts, t-shirts, sweaters, jackets, skirts, dresses, accessories and denim bottoms for men, women and children.

The Company's registered office is located at Sultan Selim Mahallesi, Eski Büyükdere Caddesi, No: 52/3, 34415 Kağıthane Istanbul/Türkiye.

Export sales operations started in 1994, Mavi Giyim has offices and showrooms in New York, Vancouver, Moscow, New Jersey, Los Angeles, Atlanta, Dallas, Toronto, Montreal, Düsseldorf, Munich, Hamburg, Leipzig, Heusenstamm, Zurich, Salzburg, Prague, and Almere.

Shares of the Company has been traded at Borsa Istanbul ("BIST") since 15 June 2017, As of 30 April 2025, the Company's main shareholders are Blue International Holding B.V., which owns 0,22% of the Company's share capital, and Fatma Elif Akarlılar, Hayriye Fethiye Akarlılar and Seyhan Akarlılar, each of whom own 9,062% of the Company's share capital (31 January 2025: Blue International Holding B.V., which owns 0,22% of the Company's share capital, and Fatma Elif Akarlılar, Hayriye Fethiye Akarlılar and Seyhan Akarlılar, each of whom own 9,062% of the Company's share capital), Blue International Holding B.V. is controlled by Fatma Elif Akarlılar, Hayriye Fethiye Akarlılar and Seyhan Akarlılar.

The condensed consolidated interim financial statements for the three-months period ended as at 30 April 2025 include financial position and the results of Mavi Giyim, Mavi Europe AG ("Mavi Europe") and Mavi Jeans LLC ("Mavi Russia"), Eflatun Giyim Yatırım Ticaret Anonim Şirketi ("Eflatun Giyim"), Mavi Jeans Incorporated ("Mavi Canada") and Mavi Jeans Incorporated ("Mavi United States of America ("USA")), Mavi Giyim and its subsidiaries are referred here as the "the Group" and individually "the Group entity" in this report.

The ownership interest and voting rights of the subsidiaries as of 30 April 2025 and 31 January 2025 are as follows:

| Subsidiaries                   | Place of Incorporation | Principal Activities                  | Effective Shareholding % |                 |
|--------------------------------|------------------------|---------------------------------------|--------------------------|-----------------|
|                                |                        |                                       | 30 April 2025            | 31 January 2025 |
| Mavi Europe                    | Germany                | Wholesale and retail sales of apparel | 100.00                   | 100.00          |
| Mavi Russia                    | Russia                 | Wholesale and retail sales of apparel | 100.00                   | 100.00          |
| Eflatun Giyim                  | Türkiye                | Holding company                       | 51.00                    | 51.00           |
| Mavi USA                       | USA                    | Wholesale and retail sales of apparel | 47.69                    | 47.69           |
| Mavi Canada                    | Canada                 | Wholesale and retail sales of apparel | 63.25                    | 63.25           |
| Mavi Kazakhstan <sup>(1)</sup> | Kazakhstan             | Retail sales of apparel               | 100.00                   | 100.00          |

<sup>(1)</sup> Mavi Kazakhstan is in the liquidation process and does no longer proceed any operations as of 31 October 2015. Mavi Kazakhstan financials have not been consolidated since its operations insignificant in terms of condensed consolidated interim financial statements, as of 30 April 2025.

As of 30 April 2025, the Group's total number of employees is 5,896 (31 January 2025: 5,872).

# Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries

## Notes to the Condensed Consolidated Interim Financial Statements

As at and for the three months period ended 30 April 2025

*(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)*

### 2 Basis of presentation of financial statements

#### 2.1 Basis for the presentation of interim condensed consolidated financial statements

##### (a) Statement of compliance to TFRS

The accompanying consolidated financial statements have been prepared in line with Capital Markets Board ("CMB"), Communiqué Serial: II, No, 14,1 on "Principles on Financial Reporting in Capital Market" ("the Communiqué"), promulgated in Official Gazette No, 28676 dated 13 June 2013, TFRSs include Standards and Interpretations published by POA under the names of Turkish Accounting Standards ("TAS"), Turkish Financial Reporting Standards, TAS Interpretations and TFRS Interpretations.

The consolidated financial statements are presented in accordance with TFRS Taxonomy developed based on the "Financial Statement Examples and User Guide" announced by the POA published in the Official Gazette dated 7 June 2019 and numbered 30794.

Approval of consolidated financial statements:

The consolidated financial statements were approved by the Board of Directors of the Company on 10 June 2025. The General Assembly of the Company has the right to amend and the related regulatory authorities have the right to demand the amendment of these consolidated financial statements.

##### (b) Preparation of financial statements

These condensed consolidated interim financial statements were authorized for issue by the Board of Directors on 10 June 2025. The General Assembly has the authority to modify the condensed consolidated interim financial statements.

##### (c) Functional and presentation currency

Except for subsidiaries established abroad, functional currency of the companies included in the consolidation is Turkish Lira ("TL") and companies keep their accounting records in TL in accordance with the commercial legislation, financial legislation and the Uniform Chart of Accounts published by the Ministry of Finance.

Consolidated financial statements and footnotes are based on the legal records of the Group companies and are presented in thousands of TL unless otherwise stated, and have been prepared, subject to some corrections and classification changes, to adequately present the status of the Group in accordance with the Turkish Accounting Standards published by Public Oversight Accounting and Auditing Standards Authority (the "POA"). All other foreign currency amounts are shown in Thousand Turkish Lira ("TL") unless otherwise stated.

The table below summarizes functional currencies of the Group entities.

| Company       | Functional currency    |
|---------------|------------------------|
| Mavi Giyim    | TL                     |
| Mavi Europe   | Euro ("EUR")           |
| Mavi Russia   | Rouble ("RUB")         |
| Mavi USA      | US Dollars ("USD")     |
| Mavi Canada   | Canada Dollars ("CAD") |
| Eflatun Giyim | TL                     |

# **Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries**

## **Notes to the Condensed Consolidated Interim Financial Statements**

### **As at and for the three months period ended 30 April 2025**

*(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)*

## **2 Basis of presentation of financial statements (continued)**

### **2.1 Basis for the presentation of interim condensed consolidated financial statements (continued)**

#### **(d) Basis of measurement**

Condensed interim consolidated financial statements have been prepared at historical costs, excluding derivative financial instruments, which are measured at fair value. Historical cost is generally based on the fair value of the consideration given for goods and services. The methods used in fair value measurement are specified in note 2.1 (f).

#### **(e) Significant accounting judgments, estimates and assumptions**

Preparation of condensed consolidated financial statements requires the usage of management estimations and assumptions that affect the application of the Group's accounting policies and the reported amounts of assets, liabilities, income, and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions in accounting estimates are recorded in the period when the revision is made and in the future periods affected by these revisions.

Although these estimates are based on management's best estimates based on current events and actions, actual results may differ from estimates. Assumptions and estimates that are complex and require further interpretation may have a significant impact on the financial statements. As of 30 April 2025, the assumptions and significant accounting estimates used in the preparation of the three-months interim condensed consolidated financial statements have not changed compared to those used in the prior year.

#### **(f) Measurement of fair values**

The Group's various accounting policies and disclosures require determining the fair values of both financial and non-financial assets and liabilities. Fair values are determined by the following methods for measurement and disclosure purposes. If applicable, additional information on the assumptions used in determining fair values is presented in the asset or notes specific for liabilities.

##### **(i) Trade and other receivables**

Short-term trade and other receivables are measured at the original invoice amount since the promised amount of consideration for the effects of a significant financing component is not material and the period between the entity transfers a promised good or service to a customer and the customer pays for that good or service is less than one year. This fair value is determined at the initial recognition and the end of each reporting period for disclosure purposes.

##### **(ii) Forward exchange contracts**

The fair value of forward contracts and exchange transactions is determined based on broker quotes. Those quotes are tested for reasonableness by discounting estimated future cash flows based on the terms and maturity of each contract and using market interest rates for a similar instrument at the measurement date. Fair value represents the credit risk of the instrument and includes adjustments related to the credit risk of both the Group and the counterparty.

##### **(iii) Other non-derivative financial liabilities**

The fair value of other non-derivative financial liabilities is determined during the initial recognition and for disclosure purposes at the end of each period. Fair values are calculated as reduction of present values of prospective principal and interest cash flows with market interest rate at the measurement date. Fair values of current non-derivative financial liabilities are accepted as their carrying values.

# Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries

## Notes to the Condensed Consolidated Interim Financial Statements

### As at and for the three months period ended 30 April 2025

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)

## 2 Basis of presentation of financial statements *(continued)*

### 2.1 Basis for the presentation of interim condensed consolidated financial statements *(continued)*

#### (f) Measurement of fair values *(continued)*

##### (iv) *Property, plant and equipment*

The fair value of the property, plant and equipment resulting from business combinations is the price that would arise when a willing buyer and a voluntary seller acted with knowledge, prudence and without any pressure on the date of purchase, in a transaction under market conditions. The fair values of plant, equipment and fixtures are determined based on the market price and replacement cost of similar items, if any. The amortized replacement cost reflects adjustments for functional and economic obsolescence as well as physical deterioration.

##### (v) *Intangible assets*

The fair value of intangible assets is based on the discounted cash flows expected to be derived from the use and eventual sale of the assets. The fair value of customer relationships acquired in a business combination is determined according to the excess earnings methods and replacement cost approach.

#### **Restatement of financial statements during periods of high inflation**

In accordance with the CMB's decision dated 17 March 2005 and numbered 11/367, for companies operating in Türkiye and preparing financial statements in accordance with Turkish Financial Reporting Standards, the application of inflation accounting has been terminated as of 1 January 2005. Accordingly, as of 1 January 2005, the Standard No. 29 "Financial Reporting in Hyperinflationary Economies" ("TAS 29") was not applied.

The financial statements and related figures for previous periods have been restated for changes in the general purchasing power of the functional currency and, consequently, the financial statements and related figures for previous periods are expressed in terms of the measuring unit current at the end of the reporting period in accordance with TAS 29 Financial Reporting in Hyperinflationary Economies.

TAS 29 applies to the financial statements, including the consolidated financial statements, of each entity whose functional currency is the currency of a hyperinflationary economy. If an economy is subject to hyperinflation, TAS 29 requires an entity whose functional currency is the currency of a hyperinflationary economy to present its financial statements in terms of the measuring unit current at the end of the reporting period. As at the reporting date, entities operating in Türkiye are required to apply TAS 29 "Financial Reporting in Hyperinflationary Economies" for the reporting periods ending on or after 30 April 2024, as the cumulative change in the general purchasing power of the last six years based on the Consumer Price Index ("CPI") is more than 100%.

# Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries

## Notes to the Condensed Consolidated Interim Financial Statements

### As at and for the three months period ended 30 April 2025

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)

## 2 Basis of presentation of financial statements (continued)

### 2.1 Basis for the presentation of interim condensed consolidated financial statements (continued)

#### Restatement of financial statements during periods of high inflation (continued)

POA made an announcement on 23 November 2023 regarding the scope and application of TAS 29. It stated that the financial statements of the entities applying Turkish Financial Reporting Standards for the annual reporting period ending on or after 31 January 2024 should be presented in accordance with the related accounting principles in TAS 29, adjusted for the effects of inflation.

In accordance with the CMB's decision dated 28 December 2023 and numbered 81/1820, issuers and capital market institutions subject to financial reporting regulations applying Turkish Accounting/Financial Reporting Standards are required to apply inflation accounting by applying the provisions of TAS 29 to their annual financial statements for the accounting periods ending on 30 April 2025.

In this framework, while preparing the consolidated financial statements dated 30 April 2025, 31 January 2025 and 30 April 2024, inflation adjustment has been made in accordance with TAS 29.

The table below shows the inflation rates for the relevant years calculated by taking into account the Consumer Price Indices published by the Turkish Statistical Institute (TURKSTAT):

| Date            | Index    | Adjustment coefficient | Three-year cumulative inflation rates |
|-----------------|----------|------------------------|---------------------------------------|
| 30 April 2025   | 3,043.23 | 1                      | 236%                                  |
| 31 January 2025 | 2,819.65 | 1.07929                | 269%                                  |
| 30 April 2024   | 2,207.50 | 1.37859                | 315%                                  |

The main lines of TAS 29 indexation transactions are as follows:

- As of the balance sheet date, all items other than those stated in terms of current purchasing power are restated by using the relevant price index coefficients. Prior year amounts are also restated in the same way.
- Monetary assets and liabilities are expressed in terms of the purchasing power at the balance sheet date and are therefore not subject to restatement. Monetary items are cash and items to be received or paid in cash.

# **Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries**

## **Notes to the Condensed Consolidated Interim Financial Statements**

### **As at and for the three months period ended 30 April 2025**

*(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)*

## **2 Basis of presentation of financial statements (continued)**

### **2.1 Basis for the presentation of interim condensed consolidated financial statements (continued)**

#### **Restatement of financial statements during periods of high inflation (continued)**

- Fixed assets, subsidiaries and similar assets are indexed to their acquisition values, which do not exceed their market values. Depreciation has been adjusted in a similar manner. Amounts included in shareholders' equity have been restated by applying general price indices for the periods in which they were contributed to or arose within the Company.
- All items in the income statement, except for the effects of non-monetary items in the balance sheet on the income statement, have been restated by applying the multiples calculated over the periods when the income and expense accounts were initially recognised in the financial statements.
- The gain or loss arising on the net monetary position as a result of general inflation is the difference between the adjustments to non-monetary assets, equity items and income statement accounts. This gain or loss on the net monetary position is included in net profit.

The impact of the application of TAS 29 Inflation Accounting is summarised below:

#### **Restatement of the Statement of Financial Position**

Amounts in the statement of financial position that are not expressed in terms of the measuring unit current at the end of the reporting period are restated. Accordingly, monetary items are not restated because they are expressed in the currency of the reporting period. Non-monetary items are required to be restated unless they are expressed in terms of the currency in effect at the end of the reporting period.

The gain or loss on the net monetary position arising on restatement of non-monetary items is recognised in profit or loss and presented separately in the statement of comprehensive income.

#### **Restatement of the Statement of Profit or Loss**

All items in the statement of profit or loss are expressed in terms of the measuring unit current at the end of the reporting period. Therefore, all amounts have been restated by applying changes in the monthly general price index.

Cost of inventories sold has been restated using the restated inventory balance.

Depreciation and amortisation expenses have been restated using the restated balances of property, plant and equipment, intangible assets, investment property and right-of-use assets.

# **Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries**

## **Notes to the Condensed Consolidated Interim Financial Statements**

### **As at and for the three months period ended 30 April 2025**

*(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)*

## **2 Basis of presentation of financial statements (continued)**

### **2.1 Basis for the presentation of interim condensed consolidated financial statements (continued)**

#### **Restatement of financial statements during periods of high inflation (continued)**

##### **Restatement of Statement of Cash Flows**

All items in the statement of cash flows are expressed in terms of the measuring unit current at the end of the reporting period.

##### **Consolidated financial statements**

The financial statements of a subsidiary whose functional currency is the currency of a hyperinflationary economy are restated by applying the general price index before they are included in the consolidated financial statements prepared by the parent company.

Subsidiaries of the Group whose functional currency is other than Turkish Lira have been translated to the purchasing power of 30 April 2025 according to the following principles.

As of 30 April 2025, the consolidated statement of financial position for the three-months period ended 30 April 2025 has been translated into Turkish Lira at the closing rate of 30 April 2025, 1 February 2025 – 30 April 2025 consolidated statement of income has been translated into Turkish Lira at the average monthly exchange rates and indexed to the purchasing power of 30 April 2025 from the translation date and the relevant months. The consolidated statement of financial position for the period ended 31 January 2025 has been translated into Turkish Lira at the closing rate of 31 January 2025 and indexed to the purchasing power of 30 April 2025. The income statement for the period 1 February 2024 - 30 April 2024 has been translated into Turkish Lira at the average monthly exchange rates and indexed to the purchasing power of 30 April 2025.

##### **Comparative figures**

Relevant figures for the previous reporting period are restated by applying the general price index so that the comparative financial statements are presented in the measuring unit applicable at the end of the reporting period. Information disclosed for prior periods is also expressed in terms of the measuring unit current at the end of the reporting period.



# Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries

## Notes to the Condensed Consolidated Interim Financial Statements

### As at and for the three months period ended 30 April 2025

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)

## 2 Basis of presentation of financial statements (continued)

### 2.2 New and Amended Turkish Financial Reporting Standards

#### (a) Amendments that are mandatorily effective from 2025

Amendments to TAS 21

*Lack of Exchangeability*

##### **Amendments to TAS 21 *Lack of Exchangeability***

The amendments contain guidance to specify when a currency is exchangeable and how to determine the exchange rate when it is not. Amendments are effective from annual reporting periods beginning on or after 1 January 2025.

The Group evaluates the effects of these standards, amendments and improvements on the consolidated financial statements.

#### (b) New and revised TFRSs in issue but not yet effective

The Group has not yet adopted the following standards and amendments and interpretations to the existing standards:

TFRS 17

*Insurance Contracts*

Amendments to TFRS 17

*Initial Application of TFRS 17 and TFRS 9 — Comparative Information*

##### **TFRS 17 *Insurance Contracts***

TFRS 17 requires insurance liabilities to be measured at a current fulfillment value and provides a more uniform measurement and presentation approach for all insurance contracts. These requirements are designed to achieve the goal of a consistent, principle-based accounting for insurance contracts. TFRS 17 has been deferred for insurance, reinsurance and pension companies for a further year and will replace TFRS 4 *Insurance Contracts* on 1 January 2026.

##### **Amendments to TFRS 17 *Insurance Contracts* and Initial Application of TFRS 17 and TFRS 9 — Comparative Information**

Amendments have been made in TFRS 17 in order to reduce the implementation costs, to explain the results and to facilitate the initial application.

The amendment permits entities that first apply TFRS 17 and TFRS 9 at the same time to present comparative information about a financial asset as if the classification and measurement requirements of TFRS 9 had been applied to that financial asset before. Amendments are effective with the first application of TFRS 17.

### 2.3 Significant accounting policies

Condensed consolidated financial statements as of and for the three-months interim period ended 30 April 2025 have been prepared by the Group by applying the accounting policies consistent with the accounting policies applied during the preparation of the consolidated financial statements for the year ended 31 January 2025.

The financial statements in the condensed consolidated interim financial statements for the three-months period ended on 30 April 2025 must be evaluated together with the consolidated financial statements for the year ended 31 January 2025.

# **Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries**

## **Notes to the Condensed Consolidated Interim Financial Statements**

### **As at and for the three months period ended 30 April 2025**

*(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)*

## **2 Basis of presentation of financial statements (continued)**

### **2.3 Significant accounting policies (continued)**

#### **TFRS 16 Leases**

##### **Leases**

The Group assesses whether a contract is or contains a lease, at inception of the contract. The Group recognises a right-of-use asset and a corresponding lease liability with respect to all lease arrangements in which it is the lessee, except for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low value assets. For these leases, the Group recognises the lease payments as an operating expense on a straight-line basis over the term of the lease unless another systematic basis is more representative of the time pattern in which economic benefits from the leased assets are consumed.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted by using the rate implicit in the lease. If this rate cannot be readily determined, the Group uses its incremental borrowing rate.

The Group has not recognised a right of use asset and liability for lease contracts where rent amount is solely dependent on a performance obligation. In case such contracts include a minimum guaranteed rent payment along with a sales performance obligation, the Group has recognized a right of use asset and liability based on minimum guaranteed rent amount.

##### **Right-of-use assets**

The Group recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, and subsequently at cost less any accumulated depreciation and impairment losses and adjusted for certain remeasurements of the lease liability.

The right of use asset is initially measured at cost, and subsequently measured at fair value, in accordance with the Group's accounting policies.

##### **Lease liability**

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the Group's incremental borrowing rate. Generally, the Group uses its incremental borrowing rate as the discount rate.

The lease liability is subsequently increased by the interest cost on the lease liability and decreased by lease payment made. It is remeasured if there is a change in these payments as a result of a change in the lease term and index or rate.

## **3 Seasonality of operations**

The condensed consolidated interim financial statements of the Group also comprise the effects of seasonality. Therefore, the three-months operating results for the period ended 30 April 2025 are not indicative of the results for the financial year.

## Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries

### Notes to the Condensed Consolidated Interim Financial Statements

#### As at and for the three months period ended 30 April 2025

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)

#### 4 Segment reporting

|   | 1 February – 30 April 2025 |                  |                   | 1 February – 30 April 2024 |                  |                   |
|---|----------------------------|------------------|-------------------|----------------------------|------------------|-------------------|
|   | Reportable segment         |                  |                   | Reportable segment         |                  |                   |
|   | Türkiye                    | International    | Total             | Türkiye                    | International    | Total             |
| <b>Segment revenue <sup>(1)</sup></b>     | <b>8,865,409</b>           | <b>911,320</b>   | <b>9,776,729</b>  | <b>10,135,987</b>          | <b>1,269,236</b> | <b>11,405,223</b> |
| -Retail                                   | 6,289,302                  | 103,998          | 6,393,300         | 7,293,914                  | 136,298          | 7,430,212         |
| -Wholesale                                | 1,828,964                  | 601,070          | 2,430,034         | 2,005,942                  | 887,520          | 2,893,462         |
| -E-commerce                               | 747,143                    | 206,252          | 953,395           | 836,131                    | 245,418          | 1,081,549         |
| <b>Segment profit / (loss) before tax</b> | <b>1,152,011</b>           | <b>(42,480)</b>  | <b>1,109,531</b>  | <b>1,975,263</b>           | <b>24,691</b>    | <b>1,999,954</b>  |
|   | 30 April 2025              |                  |                   | 31 January 2025            |                  |                   |
|   | Reportable segment         |                  |                   | Reportable segment         |                  |                   |
|   | Türkiye                    | International    | Total             | Türkiye                    | International    | Total             |
| <b>Total segment assets</b>               | <b>21,199,280</b>          | <b>2,238,554</b> | <b>23,437,834</b> | <b>19,129,214</b>          | <b>2,007,364</b> | <b>21,136,578</b> |
| <b>Total segment liabilities</b>          | <b>9,731,011</b>           | <b>1,637,826</b> | <b>11,368,837</b> | <b>8,502,254</b>           | <b>1,388,132</b> | <b>9,890,386</b>  |

The Group applies TFRS 8 and operating segments are determined based on internal reports that are regularly reviewed by the Group's decision maker. The Group has 2 strategic operating segments as Türkiye and International based on the geographical areas where sales are generated. These divisions are managed separately because they require different trading and marketing strategies. International segment comprises Europe, USA, Canada, Russia and rest of the world.

<sup>(1)</sup> Segment revenue comprised of third-party sales after elimination between consolidated subsidiaries.

# Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries

## Notes to the Condensed Consolidated Interim Financial Statements

### As at and for the three months period ended 30 April 2025

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)

#### 5 Cash and cash equivalents

As at 30 April 2025 and 31 January 2025, cash and cash equivalents comprise the following:

|  | 30 April 2025    | 31 January 2025  |
|--|------------------|------------------|
| Cash on hand   | 23,345           | 16,713           |
| Cash at banks  | 5,717,398        | 5,318,752        |
| -Demand deposits   | 273,185          | 319,297          |
| -Time deposits   | 5,444,213        | 4,999,455        |
| Other cash and cash equivalents                                | 1,415,104        | 1,407,757        |
| <b>Cash and cash equivalents in the statement of cash flow</b> | <b>7,155,847</b> | <b>6,743,222</b> |
| Time deposit interest accrual                                  | 42,288           | 89,853           |
|  | <b>7,198,135</b> | <b>6,833,075</b> |

As at 30 April 2025 and 31 January 2025, other cash and cash equivalents consist of credit card receivables with maturities less than three months.

As at 30 April 2025 and 31 January 2025, the details of the maturity dates and interest rates of the Group's time deposits are as follows:

|     | Maturity             | Interest rate | 30 April 2025    |
|-----|----------------------|---------------|------------------|
| TL  | 2 - 26 May 25        | 47.50% - 49%  | 4,224,920        |
| USD | 5 May – 20 August 25 | 3.25% - 4.25% | 1,170,583        |
| EUR | 5 May 25             | 1.75%         | 48,710           |
|     |                      |               | <b>5,444,213</b> |

  

|    | Maturity                   | Interest rate   | 31 January 2025  |
|----|----------------------------|-----------------|------------------|
| TL | 3 February - 10 March 2025 | 45.50% - 49.75% | 4,999,455        |
|    |                            |                 | <b>4,999,455</b> |

As at 30 April 2025 and 31 January 2025, there is no restriction or blockage on cash and cash equivalents. The Group's currency risk and sensitivity analyses are disclosed in Note 25.

# Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries

## Notes to the Condensed Consolidated Interim Financial Statements

### As at and for the three months period ended 30 April 2025

(Amounts expressed in thousands of Turkish Lira ("TL") in terms of the purchasing power of the TL at 30 April 2025, unless otherwise indicated.)

#### 6 Financial borrowings

As at 30 April 2025 and 31 January 2025, financial borrowings comprise the following:

|   | 30 April 2025    | 31 January 2025  |
|---|------------------|------------------|
| <b>Current liabilities</b>              |                  |                  |
| Unsecured bank loans                    | 349,591          | 185,529          |
| Current portion of unsecured bank loans | 246,335          | 225,217          |
| Issued debt instruments                 | 535,079          | 578,956          |
| Lease liabilities                       | 1,028,322        | 797,155          |
|   | <b>2,159,327</b> | <b>1,786,857</b> |
| <b>Non-current liabilities</b>          |                  |                  |
| Unsecured bank loans                    | 198              | 1,752            |
| Lease liabilities                       | 827,837          | 778,072          |
|   | <b>828,035</b>   | <b>779,824</b>   |

As of 30 April 2025 and 31 January 2025, the Group's total bank loans are as follows:

|                         | 30 April 2025    | 31 January 2025  |
|-------------------------|------------------|------------------|
| Bank loans              | 596,124          | 412,498          |
| Issued debt instruments | 535,079          | 578,956          |
| Lease liabilities       | 1,856,159        | 1,575,227        |
|                         | <b>2,987,362</b> | <b>2,566,681</b> |

As of 30 April 2025 and 31 January 2025, the repayments of loan agreements according to the original maturities are as follows:

|                    | 30 April 2025    | 31 January 2025 |
|--------------------|------------------|-----------------|
| Less than one year | 1,131,005        | 989,702         |
| One to two years   | 198              | 1,752           |
|                    | <b>1,131,203</b> | <b>991,454</b>  |

As of 30 April 2025 and 31 January 2025, maturities and conditions of outstanding loans comprised the following:

| 30 April 2025           |          |                        |           |                  |                  |
|-------------------------|----------|------------------------|-----------|------------------|------------------|
|                         | Currency | Nominal interest rate% | Maturity  | Face value       | Carrying amount  |
| Unsecured bank loans    | RUB      | 25.00%-26.00%          | 2025-2026 | 242,555          | 246,335          |
| Unsecured bank loans    | CAD      | 5.20%-7.30%            | 2025-2026 | 195,013          | 195,024          |
| Unsecured bank loans    | USD      | 6.80%-6.85%            | 2026      | 154,730          | 154,765          |
| Issued debt instruments | TL       | 47.00%                 | 2025      | 500,000          | 535,079          |
|                         |          |                        |           | <b>1,092,298</b> | <b>1,131,203</b> |
| 31 January 2025         |          |                        |           |                  |                  |
|                         | Currency | Nominal interest rate% | Maturity  | Face value       | Carrying amount  |
| Unsecured bank loans    | RUB      | 25.50%-26.00%          | 2025-2026 | 220,705          | 225,217          |
| Unsecured bank loans    | CAD      | 5.70%-7.30%            | 2025-2026 | 187,281          | 187,281          |
| Issued debt instruments | TL       | 47.00%                 | 2025      | 539,645          | 578,956          |
|                         |          |                        |           | <b>947,631</b>   | <b>991,454</b>   |

Currency risk and sensitivity analysis regarding the Group's financial liabilities are presented in note 25.

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### 6 Financial borrowings (continued)

| Short-term portion of long-term liabilities | 30 April 2025    | 31 January 2025  |
|---|------------------|------------------|
| Lease liabilities                           | 1,310,498        | 1,015,634        |
| Deferred lease borrowing cost (-)           | (282,176)        | (218,479)        |
|   | <b>1,028,322</b> | <b>797,155</b>   |
| <b>Long-term lease liabilities</b>          |                  |                  |
| Lease liabilities                           | 1,303,369        | 1,190,923        |
| Deferred lease borrowing cost (-)           | (475,532)        | (412,851)        |
|   | <b>827,837</b>   | <b>778,072</b>   |
| <b>Total lease liabilities</b>              | <b>1,856,159</b> | <b>1,575,227</b> |

### 7 Related party disclosures

Related parties in condensed consolidated interim financial statements are determined as key management personnel, board of directors, family members and the subsidiaries controlled by the Company. Several related party transactions are carried out during the ordinary course of the business.

As of 30 April 2025, the members of the Akarlılar Family (Fatma Elif Akarlılar, Hayriye Fethiye Akarlılar and Seyhan Akarlılar) are the controlling shareholders of the Group with a total ownership interest of 27.41% where 27.19% is the direct ownership interest and 0.22% is the indirect ownership interest through Blue International Holding B.V.

#### (a) Related party balances

Advances given to related parties as of 30 April 2025 and 31 January 2025 are as follows:

|   | 30 April 2025  | 31 January 2025 |
|---|----------------|-----------------|
| <b>Advances given to related parties</b>            |                |                 |
| Erak Giyim Sanayi Tic. A.Ş. ("Erak") <sup>(1)</sup> | 192,376        | 141,382         |
|   | <b>192,376</b> | <b>141,382</b>  |

<sup>(1)</sup> Advances given to Erak are related to fabric purchases and are tracked in prepaid expenses.

The balance of trade payables to related parties for the periods ending 30 April 2025 and 31 January 2025 is as follows:

|  | 30 April 2025  | 31 January 2025 |
|--|----------------|-----------------|
| <b>Due to related parties</b>                          |                |                 |
| Erak <sup>(1)</sup>                                    | 837,178        | 598,917         |
| Akay Lelmalabis Elgazhizah LLC ("Akay") <sup>(2)</sup> | 93,082         | 191,870         |
|  | <b>930,260</b> | <b>790,787</b>  |

<sup>(1)</sup> Amounts due to Erak, a company controlled by immediate family members of the shareholder of the parent company, are for purchases of inventory. The amounts are without guarantee and non-interest bearing. Purchases from Erak have 90 days repayment date.

<sup>(2)</sup> Payables to Akay, Erak's subsidiary located in Egypt, are due to inventory purchases. The amounts are non-interest bearing and have 90 days repayment date.

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### 7 Related party disclosures (continued)

#### (a) Related party balances (continued)

As of 30 April 2025 and 31 January 2025, other short-term payables to related parties are as follows:

|  | 30 April 2025 | 31 January 2025 |
|--|---------------|-----------------|
| <b>Other payables to related parties</b> |               |                 |
| Eflatun Giyim shareholders               | 1,046         | 962             |
|  | <b>1,046</b>  | <b>962</b>      |

|  | 30 April 2025 | 31 January 2025 |
|--|---------------|-----------------|
| <b>Short-term lease liabilities to related parties</b> |               |                 |
| Sylvia House Inc.                                      | 4,247         | 4,034           |
|  | <b>4,247</b>  | <b>4,034</b>    |

|   | 30 April 2025 | 31 January 2025 |
|---|---------------|-----------------|
| <b>Long-term lease liabilities to related parties</b> |               |                 |
| Sylvia House Inc.                                     | 7,617         | 8,249           |
|   | <b>7,617</b>  | <b>8,249</b>    |

#### (b) Related party transactions

For the three-months period ended 30 April 2025 and 2024, product purchases from related parties of the Group are as follows:

|  | 1 February –<br>30 April 2025 | 1 February –<br>30 April 2024 |
|--|-------------------------------|-------------------------------|
| <b>Product purchase from related parties</b> |                               |                               |
| Erak   | 1,462,073                     | 1,881,956                     |
| Akay   | 139,492                       | 132,715                       |
|  | <b>1,601,565</b>              | <b>2,014,671</b>              |

For the three-months period ended 30 April 2025 and 2024, the services from related parties of the Group are as follows:

|                                      | 1 February –<br>30 April 2025 | 1 February –<br>30 April 2024 |
|--------------------------------------|-------------------------------|-------------------------------|
| <b>Services from related parties</b> |                               |                               |
| Erak <sup>(1)</sup>                  | 3,323                         | 5,016                         |
| Sylvia House Inc. <sup>(2)</sup>     | 1,461                         | 1,754                         |
|                                      | <b>4,784</b>                  | <b>6,770</b>                  |

<sup>(1)</sup> The Group rented Çerkezköy and Bayrampaşa retail stores from Erak.

<sup>(2)</sup> Mavi Canada rented its office in Yaletown, Vancouver from Sylvia House Inc.

#### (c) Information regarding benefits provided to the Group's key management

The Group's senior management is determined as Chairmen and Members of the Board of Directors, General Manager, Deputy General Managers and Senior Directors. For the three-months period ended 30 April 2025, short-term and long-term benefits (salaries and wages, attendance fee, bonus, holiday overtime, severance payment, premium and other benefits) provided to senior management and board of directors amounted to TL 233,492 (30 April 2024: TL 266,231).

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#### 8 Trade receivables and payables

##### Short-term trade receivables

As at 30 April 2025 and 31 January 2025, short-term trade receivables are as follows:

|                                      | 30 April 2025    | 31 January 2025  |
|--------------------------------------|------------------|------------------|
| Trade receivables from third parties | 2,793,560        | 2,217,226        |
|                                      | <b>2,793,560</b> | <b>2,217,226</b> |

As at 30 April 2025 and 31 January 2025, short-term trade receivables from third parties are as follows:

|  | 30 April 2025    | 31 January 2025  |
|--|------------------|------------------|
| Receivables                            | 2,334,672        | 1,895,643        |
| Notes receivables                      | 155,154          | 89,732           |
| Post-dated cheques                     | 69,460           | 69,837           |
| Endorsed cheques                       | 340,675          | 263,458          |
| Expected credit losses (-)             | (2,987)          | (2,715)          |
| Allowance for doubtful receivables (-) | (103,414)        | (98,729)         |
|  | <b>2,793,560</b> | <b>2,217,226</b> |

The provision for doubtful receivables is determined based on the experience of non-collection of receivables.

The details of the exchange rate risk and sensitivity analysis of the Group's short-term trade receivables are disclosed in Note 25.

##### Short-term trade payables

As at 30 April 2025 and 31 January 2025, short-term trade payables of the Group are as follows:

|  | 30 April 2025    | 31 January 2025  |
|--|------------------|------------------|
| Trade payables to third parties            | 5,357,400        | 4,413,449        |
| Trade payables to related parties (Note 7) | 930,260          | 790,787          |
|  | <b>6,287,660</b> | <b>5,204,236</b> |

Trade payables mainly consist of unpaid amounts of trade purchases and ongoing expenditures.

Details related to the Group's exposure to foreign currency risk for short-term trade payables are disclosed in Note 25.

As of 30 April 2025 and 31 January 2025, short-term trade payables to third parties are as follows:

|                               | 30 April 2025    | 31 January 2025  |
|-------------------------------|------------------|------------------|
| Trade payables <sup>(1)</sup> | 5,228,220        | 4,285,810        |
| Expense accruals              | 129,180          | 127,639          |
|                               | <b>5,357,400</b> | <b>4,413,449</b> |

<sup>(1)</sup> Trade payables to third parties comprise supplier financing payables amounting TL 1,412,631 (31 January 2025: TL 1,089,572). Within the scope of supplier financing, domestic suppliers transfer their receivables from the Company to the financial institutions where the Company works with confirmation of assignment. The company has no import factoring payables as of 30 April 2025 (31 January 2025: TL 234,497). The Company performs import factoring for the purchases of goods from abroad. Within the scope of import factoring, foreign suppliers transfer their receivables from the Company to the financial institutions where the Company works with confirmation of assignment.



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#### 9 Inventories

As of 30 April 2025 and 31 January 2025, inventories are as follows:

|   | 30 April 2025    | 31 January 2025  |
|---|------------------|------------------|
| Trade goods                               | 6,158,931        | 5,334,928        |
| Consignment trade goods                   | 344,641          | 350,146          |
| Goods in transit                          | 28,827           | 30,595           |
| Provision for impairment on inventory (-) | (309,196)        | (197,973)        |
|   | <b>6,223,203</b> | <b>5,517,696</b> |

As of 30 April 2025 there is no restriction / pledge on inventories (31 January 2025: nil).

As of 30 April 2025 and 2024, the provision for impairment on inventory is as follows:

|                                     | 30 April 2025  | 30 April 2024  |
|-------------------------------------|----------------|----------------|
| Opening balance                     | 197,973        | 227,794        |
| Provision for the period            | 108,562        | 79,884         |
| Foreign currency translation effect | 2,661          | (95,816)       |
| Closing balance                     | <b>309,196</b> | <b>211,862</b> |

In the interim period ended on 30 April 2025, inventories of TL 108,562 (30 April 2024: TL 79,884) were recognized as an expense for slow moving inventory and net realizable value assessment in accordance with Group policies of provision for impairment on inventory during the period and included in "cost of sales".

#### 10 Property, plant and equipment and intangible assets

The amount of tangible and intangible assets purchased during the three-months period ended 30 April 2025 is TL 428,224 (30 April 2024: TL 303,560).

Net book value of tangible and intangible assets sold during the three-months period ended 30 April 2025 amounted to TL 6,144 (30 April 2024: TL 787).

The depreciation charge for the three-months period ended 30 April 2025 is TL 237,977 (30 April 2024: TL 207,578). The depreciation charge of TL 265 for the three-months period ended 30 April 2025 is capitalized in accordance with incentive program (30 April 2024: TL 37).

#### 11 Goodwill

As of 30 April 2025 and 31 January 2025, the carrying amount of goodwill allocated to each cash generating unit is as follows:

|             | 30 April 2025  | 31 January 2025 |
|-------------|----------------|-----------------|
| Mavi USA    | 880,031        | 884,409         |
| Mavi Canada | 83,337         | 80,396          |
| Other       | 34,232         | 34,232          |
|             | <b>997,600</b> | <b>999,037</b>  |

As of 30 April 2025, the decrease in goodwill recognized at foreign subsidiaries is related with the increase in previous year goodwill is higher than the foreign currency rate increase as a result of the application of inflation accounting. Goodwill is primarily attributable to the synergies expected to be derived from the integration of Mavi America and Mavi Canada into the Group's existing business.

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#### 12 Right-of-use assets

For the period ending 30 April 2025 and 2024 the movement of right-of-use assets is as follows:

| Cost                               | Buildings        | Store            | Vehicles       | Warehouse      | Total             |
|------------------------------------|------------------|------------------|----------------|----------------|-------------------|
| <b>1 February 2025 balance</b>     | <b>1,006,403</b> | <b>8,959,123</b> | <b>298,023</b> | <b>179,217</b> | <b>10,442,766</b> |
| Additions                          | 1,852            | 60,157           | 7,791          | --             | <b>69,800</b>     |
| Modification                       | 183,422          | 445,632          | --             | --             | <b>629,054</b>    |
| Disposals                          | (52,271)         | (122,855)        | (1,768)        | (4,041)        | <b>(180,935)</b>  |
| Currency translation differences   | 8,113            | 42,101           | 1,896          | 970            | <b>53,080</b>     |
| <b>Balance as of 30 April 2025</b> | <b>1,147,519</b> | <b>9,384,158</b> | <b>305,942</b> | <b>176,146</b> | <b>11,013,765</b> |

| Accumulated depreciation           | Buildings      | Store            | Vehicles       | Warehouse      | Total            |
|------------------------------------|----------------|------------------|----------------|----------------|------------------|
| <b>1 February 2025 balance</b>     | <b>585,681</b> | <b>7,796,847</b> | <b>127,038</b> | <b>100,378</b> | <b>8,609,944</b> |
| Charge for the period              | 30,838         | 363,178          | 21,024         | 13,372         | <b>428,412</b>   |
| Disposals                          | (52,271)       | (94,573)         | (937)          | (4,041)        | <b>(151,822)</b> |
| Currency translation differences   | 10,706         | 29,469           | 1,308          | 1,097          | <b>42,580</b>    |
| <b>Balance as of 30 April 2025</b> | <b>574,954</b> | <b>8,094,921</b> | <b>148,433</b> | <b>110,806</b> | <b>8,929,114</b> |

|   |                |                  |                |               |                  |
|---|----------------|------------------|----------------|---------------|------------------|
| <b>Net book value as of 30 April 2025</b> | <b>572,565</b> | <b>1,289,237</b> | <b>157,509</b> | <b>65,340</b> | <b>2,084,651</b> |
|---|----------------|------------------|----------------|---------------|------------------|

| Cost                               | Buildings      | Store            | Vehicles       | Warehouse      | Total            |
|------------------------------------|----------------|------------------|----------------|----------------|------------------|
| <b>1 February 2024 balance</b>     | <b>894,184</b> | <b>7,972,494</b> | <b>272,260</b> | <b>236,084</b> | <b>9,375,022</b> |
| Additions                          | 31,819         | 36,833           | 5,793          | --             | <b>74,445</b>    |
| Modification                       | 63,987         | 333,520          | 12,566         | --             | <b>410,073</b>   |
| Disposals                          | (6,150)        | (972)            | (1,346)        | (21,513)       | <b>(29,981)</b>  |
| Currency translation differences   | (13,739)       | (25,940)         | (1,524)        | (9,999)        | <b>(51,202)</b>  |
| <b>Balance as of 30 April 2024</b> | <b>970,101</b> | <b>8,315,935</b> | <b>287,749</b> | <b>204,572</b> | <b>9,778,357</b> |

| Accumulated depreciation           | Buildings      | Store            | Vehicles      | Warehouse     | Total            |
|------------------------------------|----------------|------------------|---------------|---------------|------------------|
| <b>1 February 2024 balance</b>     | <b>590,967</b> | <b>6,564,017</b> | <b>63,372</b> | <b>79,030</b> | <b>7,297,386</b> |
| Charge for the period              | 31,883         | 347,600          | 20,671        | 15,038        | <b>415,192</b>   |
| Disposals                          | (6,150)        | (943)            | (1,347)       | (21,513)      | <b>(29,953)</b>  |
| Currency translation differences   | (13,302)       | (9,915)          | (1,008)       | (3,435)       | <b>(27,660)</b>  |
| <b>Balance as of 30 April 2024</b> | <b>603,398</b> | <b>6,900,759</b> | <b>81,688</b> | <b>69,120</b> | <b>7,654,965</b> |

|   |                |                  |                |                |                  |
|---|----------------|------------------|----------------|----------------|------------------|
| <b>Net book value as of 30 April 2024</b> | <b>366,703</b> | <b>1,415,176</b> | <b>206,061</b> | <b>135,452</b> | <b>2,123,392</b> |
|---|----------------|------------------|----------------|----------------|------------------|

For the three-months period ended 30 April 2025, TL 25,246 (30 April 2024: TL 30,871) of amortisation expenses are included under general administrative expenses and TL 400,588 (30 April 2024: TL 381,214) under selling and marketing expenses and TL 2,578 (30 April 2024: TL 3,107) under research and development expenses.

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#### 13 Provisions, contingent assets and liabilities

##### Short-term provisions

As of 30 April 2025 and 31 January 2025, short-term provisions are as follows:

|   | 30 April 2025  | 31 January 2025 |
|---|----------------|-----------------|
| Short-term provisions for employee benefits | 58,613         | 40,580          |
| Other short-term provisions                 | 315,653        | 277,588         |
|   | <b>374,266</b> | <b>318,168</b>  |

Short-term provision for employee benefits consists of provision for vacation pay liability. The movement of provision for vacation liability for the three-months period ending on 30 April 2025 and 2024 is as follows:

|                                  | 2025          | 2024          |
|----------------------------------|---------------|---------------|
| <b>1 February balance</b>        | <b>40,580</b> | <b>52,497</b> |
| Current period provision         | 20,436        | 13,793        |
| Currency translation differences | 2,548         | 1,267         |
| Payments                         | (1,088)       | (1,777)       |
| Inflation correction effect      | (3,863)       | (5,993)       |
| <b>30 April balance</b>          | <b>58,613</b> | <b>59,787</b> |

##### *Provision for vacation pay liability*

Vacation pay liability is calculated by the remaining number of unused vacation days and average daily salary.

Vacation pay liability if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

##### *Short-term employee benefits*

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognized for the amount expected to be paid under short-term vacation pay liability if the Group has a present legal or constructive obligation to pay this amount because of past service provided by the employee, and the obligation can be estimated reliably.

In accordance with the existing labour law in Türkiye, the Company is required to pay to the employee, whose employment is terminated due to any reasons, the wage of the deserved and unused vacation days over the gross prevailing wage and other benefits subject to contract at the date the contract is terminated. Vacation pay liability is the total undiscounted liability of the deserved and unused vacation days of all employees. Vacation pay liability is calculated by the remaining number of unused vacation days and average daily salary.

As of 30 April 2025 and 31 January 2025, details of other short-term provisions are as follows:

|                                | 30 April 2025  | 31 January 2025 |
|--------------------------------|----------------|-----------------|
| Sales return provision         | 264,419        | 228,978         |
| Legal provision <sup>(1)</sup> | 26,238         | 22,550          |
| Other provisions               | 24,996         | 26,060          |
|                                | <b>315,653</b> | <b>277,588</b>  |

(1) Legal provision is mainly comprised of labour lawsuits.

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#### 13 Provisions, contingent assets and liabilities (continued)

##### Short-term provisions (continued)

The movement of provisions for the three-months interim period ending on 30 April 2025 and 2024 is as follows:

|                                  | Legal<br>provision <sup>(1)</sup> | Return<br>provisions | Other<br>provisions | Total          |
|----------------------------------|-----------------------------------|----------------------|---------------------|----------------|
| <b>1 February 2025 balance</b>   | <b>22,550</b>                     | <b>228,978</b>       | <b>26,060</b>       | <b>277,588</b> |
| Current year provision           | 7,100                             | 53,312               | 7,434               | 67,846         |
| Currency translation differences | --                                | 3,264                | 667                 | 3,931          |
| Provisions used                  | (977)                             | --                   | --                  | (977)          |
| Provisions cancelled             | (553)                             | (5,161)              | (9,165)             | (14,879)       |
| Inflation correction effect      | (1,882)                           | (15,974)             | --                  | (17,856)       |
| <b>30 April 2025 balance</b>     | <b>26,238</b>                     | <b>264,419</b>       | <b>24,996</b>       | <b>315,653</b> |
| <b>1 February 2024 balance</b>   | <b>18,002</b>                     | <b>204,069</b>       | <b>23,421</b>       | <b>245,492</b> |
| Current year provision           | 3,338                             | 64,573               | 3,099               | 71,010         |
| Currency translation differences | --                                | 3,952                | 415                 | 4,367          |
| Provisions used                  | (1,343)                           | --                   | --                  | (1,343)        |
| Provisions cancelled             | (363)                             | --                   | (6,263)             | (6,626)        |
| Inflation correction effect      | (1,896)                           | (23,752)             | (2,243)             | (27,891)       |
| <b>30 April 2024 balance</b>     | <b>17,738</b>                     | <b>248,842</b>       | <b>18,429</b>       | <b>285,009</b> |

<sup>(1)</sup> Legal provision is mainly comprised of labour lawsuits.

##### Long-term provisions

As of 30 April 2025 and 31 January 2025, long-term provisions which consist of severance pay liabilities are as follows:

|  | 30 April 2025  | 31 January 2025 |
|--|----------------|-----------------|
| Long-term provisions for employee benefits | 153,599        | 163,249         |
|  | <b>153,599</b> | <b>163,249</b>  |

For the period ending 30 April 2025 and 2024 the movement of provision for termination benefits is as follows:

|  | 1 February –<br>30 April 2025 | 1 February –<br>30 April 2024 |
|--|-------------------------------|-------------------------------|
| <b>As of February 1</b>                    | <b>163,249</b>                | <b>155,625</b>                |
| Interest cost                              | 8,744                         | 3,480                         |
| Service cost                               | 13,944                        | 21,546                        |
| Payment of employment termination benefits | (22,862)                      | (18,586)                      |
| Currency translation differences           | 1,728                         | 181                           |
| Actuarial differences                      | 852                           | --                            |
| Inflation correction effect                | (12,056)                      | (16,893)                      |
| <b>As of the end of the period</b>         | <b>153,599</b>                | <b>145,353</b>                |

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## 14 Commitments

### (a) Guaranties, pledges and mortgages

As of 30 April 2025 and 31 January 2025, the Group's guarantee / pledge / mortgage ("GPM") position statement is as follows:

|  | 30 April 2025  |                |            |               |            |
|--|----------------|----------------|------------|---------------|------------|
|  | TL Equivalent  | TL             | EUR        | RUB           | USD        |
| <b>A. On behalf of its own legal personality of the total amount of GPMs</b>                                   | <b>378,743</b> | <b>313,032</b> | <b>800</b> | <b>12,955</b> | <b>644</b> |
| Guarantee  | 378,743        | 313,032        | 800        | 12,955        | 644        |
| Pledge   | --             | --             | --         | --            | --         |
| Mortgage   | --             | --             | --         | --            | --         |
| <b>B. Total amount of GPM included in the scope of consolidation given on behalf of subsidiaries</b>           | <b>6,148</b>   | --             | --         | --            | <b>160</b> |
| Guarantee  | 6,148          | --             | --         | --            | 160        |
| Pledge   | --             | --             | --         | --            | --         |
| Mortgage   | --             | --             | --         | --            | --         |
| <b>C. Total amount of GPM given to conduct other 3<sup>rd</sup> parties to guarantee the depts.</b>            | --             | --             | --         | --            | --         |
| Guarantee  | --             | --             | --         | --            | --         |
| Pledge   | --             | --             | --         | --            | --         |
| Mortgage   | --             | --             | --         | --            | --         |
| <b>D. Total amount of other GPM</b>  | --             | --             | --         | --            | --         |
| i. Total amount of GPM given on behalf of the main partners  | --             | --             | --         | --            | --         |
| Guarantee  | --             | --             | --         | --            | --         |
| Pledge   | --             | --             | --         | --            | --         |
| Mortgage   | --             | --             | --         | --            | --         |
| ii. Total amount of GPM given on behalf of other group companies which are not in the scope of B and C section | --             | --             | --         | --            | --         |
| Guarantee  | --             | --             | --         | --            | --         |
| Pledge   | --             | --             | --         | --            | --         |
| Mortgage   | --             | --             | --         | --            | --         |
| iii. Total amount of GPM given on behalf of other group companies which are not in the scope of C section      | --             | --             | --         | --            | --         |
| Guarantee  | --             | --             | --         | --            | --         |
| Pledge   | --             | --             | --         | --            | --         |
| Mortgage   | --             | --             | --         | --            | --         |
| <b>Total GPM</b>   | <b>384,891</b> | <b>313,032</b> | <b>800</b> | <b>12,955</b> | <b>804</b> |

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14

### Commitments (continued)

#### (a) Guaranties, pledges and mortgages (continued)

|  | 31 January 2025 |                |              |               |            |
|--|-----------------|----------------|--------------|---------------|------------|
|  | TL Equivalent   | TL             | EUR          | RUB           | USD        |
| <b>A. On behalf of its own legal personality of the total amount of GPMs</b>                                   | <b>381,650</b>  | <b>310,858</b> | <b>1,079</b> | <b>13,098</b> | <b>580</b> |
| Guarantee  | 381,650         | 310,858        | 1,079        | 13,098        | 580        |
| Pledge   | --              | --             | --           | --            | --         |
| Mortgage   | --              | --             | --           | --            | --         |
| <b>B. Total amount of GPM included in the scope of consolidation given on behalf of subsidiaries</b>           | <b>11,969</b>   | <b>--</b>      | <b>53</b>    | <b>--</b>     | <b>255</b> |
| Guarantee  | 11,969          | --             | 53           | --            | 255        |
| Pledge   | --              | --             | --           | --            | --         |
| Mortgage   | --              | --             | --           | --            | --         |
| <b>C. Total amount of GPM given to conduct other 3<sup>rd</sup> parties to guarantee the depts.</b>            | <b>--</b>       | <b>--</b>      | <b>--</b>    | <b>--</b>     | <b>--</b>  |
| Guarantee  | --              | --             | --           | --            | --         |
| Pledge   | --              | --             | --           | --            | --         |
| Mortgage   | --              | --             | --           | --            | --         |
| <b>D. Total amount of other GPM</b>  | <b>--</b>       | <b>--</b>      | <b>--</b>    | <b>--</b>     | <b>--</b>  |
| i. Total amount of GPM given on behalf of the main partners  | --              | --             | --           | --            | --         |
| Guarantee  | --              | --             | --           | --            | --         |
| Pledge   | --              | --             | --           | --            | --         |
| Mortgage   | --              | --             | --           | --            | --         |
| ii. Total amount of GPM given on behalf of other group companies which are not in the scope of B and C section | --              | --             | --           | --            | --         |
| Guarantee  | --              | --             | --           | --            | --         |
| Pledge   | --              | --             | --           | --            | --         |
| Mortgage   | --              | --             | --           | --            | --         |
| iii. Total amount of GPM given on behalf of other group companies which are not in the scope of C section      | --              | --             | --           | --            | --         |
| Guarantee  | --              | --             | --           | --            | --         |
| Pledge   | --              | --             | --           | --            | --         |
| Mortgage   | --              | --             | --           | --            | --         |
| <b>Total GPM</b>   | <b>393,619</b>  | <b>310,858</b> | <b>1,132</b> | <b>13,098</b> | <b>835</b> |

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#### 14 Commitments (continued)

##### (a) Guaranties, pledges and mortgages (continued)

As of 30 April 2025, ratio of other GPM given by the Group to equity was 0% (31 January 2025: 0%).

The Group has purchase commitments related to inventory amounting to TL 9,304,354 as of 30 April 2025 (31 January 2025: TL 9,187,781).

##### (b) Guarantees received

As of 30 April 2025, the Group has received letter of guarantees for the amount of TL 627,780 as in the form of security from wholesale customers (31 January 2025: TL 755,641).

#### 15 Share capital, reserves and other equity items

##### Paid-in capital

The capital structure as of 30 April 2025 and 31 January 2025 is as follows:

|                         | %          | 30 April 2025    | %          | 31 January 2025  |
|-------------------------|------------|------------------|------------|------------------|
| Akarlılar Family        | 27.19      | 108,000          | 27.19      | 108,000          |
| Blue International      | 0.22       | 866              | 0.22       | 866              |
| Publicly held           | 72.60      | 288,390          | 72.60      | 288,390          |
| <b>Capital stock</b>    | <b>100</b> | <b>397,256</b>   | <b>100</b> | <b>397,256</b>   |
| Adjustment of inflation |            | 1,278,893        |            | 1,278,893        |
| <b>Adjusted capital</b> |            | <b>1,676,149</b> |            | <b>1,676,149</b> |

As of 30 April 2025 paid-in capital of the Company comprises 397,256,000 shares issued of TL 1 each (31 January 2025: 397,256,000 shares issued of TL 1 each).

Within the scope of the capital increase of our Company from 397,256 TL to 794,512 TL to be fully covered by the amount in the "Retained Earnings" account, the process was initiated with the Board of Directors' resolution dated 14 January 2025, and the application for the increase was approved by the Capital Markets Board on 21 April 2025. The amendment to Article 6 titled "Capital and Shares" of our Company's Articles of Association was registered by the Istanbul Trade Registry Office on 14 May 2025 and announced in the Turkish Trade Registry Gazette dated 15 May 2025 and numbered 11332.

##### Legal reserves

The legal reserves consist of first and second legal reserves, appropriated in accordance with the Turkish Commercial Code ("TCC"). The TCC stipulates that the first legal reserve is appropriated out of historical statutory profits at the rate of 5% per annum, until the total reserve reaches 20% of the Group's historically paid-in share capital. The second legal reserve is appropriated at the rate of 1/10 of all cash dividend distributions exceeding 5% of the company's capital in cases where profit distribution is made according to CMB regulations, and in cases where dividends are distributed according to legal records, it is appropriated at the rate of 1/11 per annum of all cash distributes in excess of 5% of the historical paid-in share capital. The legal reserves are not available for distribution unless they exceed 50% of the historical paid-in share capital but may be used to offset losses in the event that historical general reserve is exhausted. As of 30 April 2025 the Group's total legal reserves are TL 470,379 (31 January 2025: TL 470,379).

##### Hedging reserve

The hedging reserve consists of the effective portion of the cumulative net change in fair value of the hedged item until the hedging instrument is subsequently accounted for.

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**16 Administrative expenses, selling, marketing and distribution expenses**

For the three-months periods ending 30 April 2025 and 2024, administrative expenses comprised the following:

|  | <b>1 February –<br/>30 April 2025</b> | <b>1 February –<br/>30 April 2024</b> |
|--|---------------------------------------|---------------------------------------|
| Personnel expenses                     | 433,676                               | 415,525                               |
| Depreciation and amortization expenses | 69,446                                | 80,395                                |
| Office materials expenses              | 34,455                                | 29,691                                |
| Consultancy expenses                   | 31,899                                | 60,043                                |
| General office expenses                | 15,361                                | 14,388                                |
| Travel expenses                        | 6,294                                 | 7,450                                 |
| Rent expenses <sup>(1)</sup>           | 2,327                                 | 3,510                                 |
| Other                                  | 72,636                                | 52,972                                |
|  | <b>666,094</b>                        | <b>663,974</b>                        |

For the three-months periods ending 30 April 2025 and 2024, selling, marketing and distribution expenses comprised the following:

|  | <b>1 February –<br/>30 April 2025</b> | <b>1 February –<br/>30 April 2024</b> |
|--|---------------------------------------|---------------------------------------|
| Personnel expenses                     | 1,094,209                             | 1,156,670                             |
| Depreciation and amortization expenses | 529,290                               | 494,668                               |
| Rent expenses <sup>(1)</sup>           | 417,084                               | 513,391                               |
| Outsourced logistics expenses          | 211,444                               | 199,974                               |
| Freight-out expenses                   | 201,831                               | 208,688                               |
| Advertising expenses                   | 128,843                               | 121,006                               |
| Consultancy expenses                   | 62,827                                | 71,134                                |
| Shopping bag expenses                  | 22,236                                | 27,524                                |
| Travel expenses                        | 19,396                                | 20,527                                |
| Other                                  | 253,452                               | 272,714                               |
|  | <b>2,940,612</b>                      | <b>3,086,296</b>                      |

<sup>(1)</sup> Rent expenses cover rent payments calculated on turnover, building management and utilities.



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**17 Research and development expenses**

For the three months 30 April 2025 and 2024, research and development expenses comprised the following:

|  | <b>1 February –<br/>30 April 2025</b> | <b>1 February –<br/>30 April 2024</b> |
|--|---------------------------------------|---------------------------------------|
| Personnel expenses                     | 94,614                                | 75,821                                |
| Depreciation and amortization expenses | 67,653                                | 47,707                                |
| Travel expenses                        | 2,543                                 | 2,601                                 |
| Other                                  | 1,007                                 | 1,567                                 |
|  | <b>165,817</b>                        | <b>127,696</b>                        |

**18 Other operating income and expenses**

Other operating income for the three-months interim periods ending on 30 April 2025 and 2024 is as follows:

|  | <b>1 February –<br/>30 April 2025</b> | <b>1 February –<br/>30 April 2024</b> |
|--|---------------------------------------|---------------------------------------|
| Rediscount interest income on trade payables, net            | 139,015                               | 170,086                               |
| Foreign exchange gain on trade receivables and payables, net | 22,294                                | 23,247                                |
| Salary protocol income                                       | 5,296                                 | 7,257                                 |
| Deferred payment income                                      | 2,756                                 | --                                    |
| Reversal of expected credit loss                             | 646                                   | 110                                   |
| Deferred payment income                                      | --                                    | 856                                   |
| Other  | 17,368                                | 6,162                                 |
|  | <b>187,375</b>                        | <b>207,718</b>                        |

Other operating expenses for the three-months interim periods ending on 30 April 2025 and 2024 are as follows:

|                                     | <b>1 February –<br/>30 April 2025</b> | <b>1 February –<br/>30 April 2024</b> |
|-------------------------------------|---------------------------------------|---------------------------------------|
| Foreign exchange gain and loss, net | 549                                   | 21,735                                |
| Expected credit losses              | 323                                   | 254                                   |
| Other                               | 4,468                                 | 8,461                                 |
|                                     | <b>5,340</b>                          | <b>30,450</b>                         |

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**19 Gains and losses from investment activities**

As of 30 April 2025 and 2024, gains from investment activities comprised the following:

|                               | <b>1 February –<br/>30 April 2025</b> | <b>1 February –<br/>30 April 2024</b> |
|-------------------------------|---------------------------------------|---------------------------------------|
| Gains on sale of fixed assets | 979                                   | 731                                   |
| Fx protected deposit income   | --                                    | 8,550                                 |
|                               | <b>979</b>                            | <b>9,281</b>                          |

As of 30 April 2025 and 2024, losses from investment activities comprised the following:

|                                | <b>1 February –<br/>30 April 2025</b> | <b>1 February –<br/>30 April 2024</b> |
|--------------------------------|---------------------------------------|---------------------------------------|
| Losses on sale of fixed assets | 5,045                                 | --                                    |
|                                | <b>5,045</b>                          | <b>--</b>                             |

**20 Finance income**

Finance income for the three-months interim periods ending on 30 April 2025 and 2024 is as follows:

|                                     | <b>1 February –<br/>30 April 2025</b> | <b>1 February –<br/>30 April 2024</b> |
|-------------------------------------|---------------------------------------|---------------------------------------|
| Interest in income on time deposits | 435,856                               | 509,823                               |
| Foreign exchange gain               | 6,730                                 | 19,427                                |
|                                     | <b>442,586</b>                        | <b>529,250</b>                        |

**21 Finance expenses**

Finance expenses for the three-months interim periods ending on 30 April 2025 and 2024 are as follows:

|  | <b>1 February –<br/>30 April 2025</b> | <b>1 February –<br/>30 April 2024</b> |
|--|---------------------------------------|---------------------------------------|
| Discount interest on purchases of goods      | 376,177                               | 481,861                               |
| Credit card commission expenses              | 165,937                               | 159,937                               |
| Interest expenses on lease liabilities       | 111,734                               | 103,065                               |
| Interest in expense on financial liabilities | 78,662                                | 176,426                               |
| Import financing expenses                    | 12,577                                | --                                    |
| Foreign exchange loss                        | 24                                    | 1,023                                 |
| Other  | 3,040                                 | 3,420                                 |
|  | <b>748,151</b>                        | <b>925,732</b>                        |

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**22 Explanations regarding net monetary position gains/(losses)**

As of 30 April 2025 and 2024, net monetary position gains in accordance with TAS 29 comprised the following:

|   | <b>1 February-<br/>30 April 2025</b> | <b>1 February-<br/>30 April 2024</b> |
|---|--------------------------------------|--------------------------------------|
| <b>Balance Sheet Statement Items</b>              |                                      |                                      |
| Inventories                                       | 125,363                              | (18,040)                             |
| Prepaid expenses                                  | (388)                                | (5,163)                              |
| Property, plant and equipment & Intangible assets | 26,941                               | 92,182                               |
| Right-of-use assets                               | (31,446)                             | (11,577)                             |
| Investments                                       | 9,019                                | 17,030                               |
| Deferred tax asset                                | (30,117)                             | (23,032)                             |
| Paid-in share capital                             | (31,504)                             | (30,842)                             |
| Defined benefit plans remeasurement losses        | 4,323                                | 5,658                                |
| Restricted reserves appropriated from profit      | (13,623)                             | (3,070)                              |
| Retained earnings                                 | (557,636)                            | (538,477)                            |
| <b>Profit or Loss Statement Items</b>             |                                      |                                      |
| Revenue   | (362,071)                            | (462,829)                            |
| Cost of sales (-)                                 | 399,097                              | 651,746                              |
| General administrative expenses (-)               | 34,338                               | 44,367                               |
| Selling, marketing and distribution expenses (-)  | 243,635                              | 285,287                              |
| Research and development expenses (-)             | 31,350                               | 27,639                               |
| Other operating income                            | (20,871)                             | (21,943)                             |
| Other operating expenses (-)                      | 17,712                               | 19,277                               |
| Gains from investment activities                  | (42)                                 | (317)                                |
| Losses from investment activities (-)             | 109                                  | -                                    |
| Finance income                                    | (16,176)                             | (22,588)                             |
| Finance expenses (-)                              | 26,731                               | 38,213                               |
| Deferred tax income / (expense)                   | 52,040                               | 59,747                               |
| <b>Monetary gain / (loss)</b>                     | <b>(93,216)</b>                      | <b>103,268</b>                       |

**23 Income taxes**

Corporate tax rate of Türkiye is 25% (30 April 2024: 25%). For the three-months interim period ended 30 April 2025, the Group's effective tax rate is 27% (30 April 2024: 33.2%).

**24 Earnings per share**

The amount of earnings per share is calculated by dividing the net period profit attributable to the owners of the Company shares by the weighted average share of the company's shares during the period. Earnings per share for the three-months interim periods ending on 30 April 2025 and 2024 are as follows:

|   | <b>30 April 2025</b> | <b>30 April 2024</b> |
|---|----------------------|----------------------|
| Net profit for the year attributable to owners of the Company | 837,459              | 1,323,749            |
| Weighted average number of ordinary shares                    | 397,256              | 397,256              |
| <b>Earnings per share</b>                                     | <b>2.1081</b>        | <b>3.3322</b>        |

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## 25 Nature and level of risks related to financial instruments

### Market risk

The market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

#### Currency risk

The Group has exposure to the effects of fluctuations in the prevailing foreign currency exchange rates on its financial position and cash flow. The main currencies used in these transactions are EUR, USD, CAD and RUB.

The Group uses derivative financial instruments such as short-term forward foreign exchange contracts to hedge currency risk.

#### Interest rate risk

Since the Group does not use floating interest loans, it is not exposed to the risk of fluctuations in interest rates.

### Capital Management

The Board's policy is to maintain a strong capital base to maintain investor, creditor and market confidence; to sustain future development of the business and to maintain an optimal capital structure in order to reduce the cost of capital.

### Currency Risk

The foreign currency exchange rates are as follows as of the end of the reporting period:

|          | <u>30 April 2025</u> | <u>31 January 2025</u> |
|----------|----------------------|------------------------|
| TL / EUR | 43.6858              | 37.1844                |
| TL / USD | 38.3672              | 35.7210                |
| TL / RUB | 0.4665               | 0.3619                 |
| TL / CAD | 27.6852              | 24.7461                |

The average of foreign exchange rates as of the end of the reporting period is as follows:

|          | <u>1 February – 30 April 2025</u> | <u>1 February – 30 April 2024</u> |
|----------|-----------------------------------|-----------------------------------|
| TL / EUR | 40.0867                           | 34.1729                           |
| TL / USD | 37.0478                           | 31.6315                           |
| TL / RUB | 0.4238                            | 0.3416                            |
| TL / CAD | 26.0334                           | 23.3029                           |

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### 25 Nature and level of risks related to financial instruments (continued)

Market risk (continued)

Currency risk (continued)

As of 30 April 2025, the Group's foreign currency position specified in the following table arises from foreign currency denominated assets and liabilities.

|  | TL Equivalent    | USD           | EUR          | Other (TL Equivalent) |
|--|------------------|---------------|--------------|-----------------------|
| 1. Trade receivables   | 26,244           | 692           | --           | (306)                 |
| 2a. Monetary financial assets (including cash banks)   | 1,229,857        | 30,600        | 1,238        | 1,737                 |
| 2b. Non-monetary financial assets  | --               | --            | --           | --                    |
| 3. Other   | 101,937          | 2,657         | --           | --                    |
| <b>4. Current assets (1+2+3)</b>   | <b>1,358,038</b> | <b>33,949</b> | <b>1,238</b> | <b>1,431</b>          |
| 5. Trade receivables   | --               | --            | --           | --                    |
| 6a. Monetary financial assets  | --               | --            | --           | --                    |
| 6b. Non-monetary financial assets  | --               | --            | --           | --                    |
| 7. Other   | --               | --            | --           | --                    |
| <b>8. Non-current assets (5+6+7)</b>   | <b>--</b>        | <b>--</b>     | <b>--</b>    | <b>--</b>             |
| <b>9. Total assets (4+8)</b>   | <b>1,358,038</b> | <b>33,949</b> | <b>1,238</b> | <b>1,431</b>          |
| 10. Trade payables   | 126,823          | 2,078         | 1,071        | 307                   |
| 11. Financial liabilities  | 43,412           | 638           | 433          | --                    |
| 12a. Monetary other liabilities  | --               | --            | (23)         | 1,005                 |
| 12b. Non-monetary other liabilities  | --               | --            | --           | --                    |
| <b>13. Short-term liabilities (10+11+12)</b>   | <b>170,235</b>   | <b>2,716</b>  | <b>1,481</b> | <b>1,312</b>          |
| 14. Trade payables   | --               | --            | --           | --                    |
| 15. Financial liabilities  | 2,916            | --            | 67           | --                    |
| 16a. Monetary other liabilities  | --               | --            | --           | --                    |
| 16b. Non-monetary other liabilities  | --               | --            | --           | --                    |
| <b>17. Long-term liabilities (14+15+16)</b>  | <b>2,916</b>     | <b>--</b>     | <b>67</b>    | <b>--</b>             |
| <b>18. Total liabilities (13+17)</b>   | <b>173,151</b>   | <b>2,716</b>  | <b>1,548</b> | <b>1,312</b>          |
| <b>19. Net Asset/(Liability) Position of derivative instruments (19a-19b)</b>                            | <b>--</b>        | <b>--</b>     | <b>--</b>    | <b>--</b>             |
| 19a. Hedged total asset  | --               | --            | --           | --                    |
| 19b. Hedged total liabilities  | --               | --            | --           | --                    |
| <b>20. Position of net foreign currency assets/liabilities (9-18+19)</b>                                 | <b>1,184,887</b> | <b>31,233</b> | <b>(310)</b> | <b>119</b>            |
| <b>21. Position of net foreign currency monetary assets/liabilities (=1+2a+5+6a-10-11-12a-14-15-16a)</b> | <b>1,082,950</b> | <b>28,576</b> | <b>(310)</b> | <b>119</b>            |

As at 30 April 2025, Mavi Türkiye has trade receivables amounting to TL 77,610 from consolidated subsidiaries which comprise CAD 357 thousand, USD 490 thousand, RUB 159,977 thousand and has trade payable amounting EUR 404 thousand. These amounts have been eliminated in consolidation. Considering these receivables, the Group's net foreign currency monetary assets position amounts to TL 1,082,950.

# Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries

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### 25 Nature and level of risks related to financial instruments (continued)

**Market risk (continued)**

**Currency risk (continued)**

As of 31 January 2025, the Group's foreign currency position specified in the following table arises from foreign currency denominated assets and liabilities,

|  | TL Equivalent   | USD          | Euro           | Other (TL Equivalent) |
|--|-----------------|--------------|----------------|-----------------------|
| 1. Trade receivables   | 38,275          | 977          | --             | 3,384                 |
| 2a. Monetary financial assets (including cash. banks)  | 20,145          | 393          | 99             | 2,419                 |
| 2b. Non-monetary financial assets  | --              | --           | --             | --                    |
| 3. Other   | 132,311         | 3,704        | --             | --                    |
| <b>4. Current assets (1+2+3)</b>   | <b>190,731</b>  | <b>5,074</b> | <b>99</b>      | <b>5,803</b>          |
| 5. Trade receivables   | --              | --           | --             | --                    |
| 6a. Monetary financial assets  | --              | --           | --             | --                    |
| 6b. Non-monetary financial assets  | --              | --           | --             | --                    |
| 7. Other   | --              | --           | --             | --                    |
| <b>8. Non-current assets (5+6+7)</b>   | <b>--</b>       | <b>--</b>    | <b>--</b>      | <b>--</b>             |
| <b>9. Total assets (4+8)</b>   | <b>190,731</b>  | <b>5,074</b> | <b>99</b>      | <b>5,803</b>          |
| 10. Trade payables   | 106,576         | 1,812        | 1,107          | 674                   |
| 11. Financial liabilities  | 7,534           | --           | 203            | --                    |
| 12a. Monetary other liabilities  | --              | --           | (25)           | 923                   |
| 12b. Non-monetary other liabilities  | --              | --           | --             | --                    |
| <b>13. Short-term liabilities (10+11+12)</b>   | <b>114,110</b>  | <b>1,812</b> | <b>1,285</b>   | <b>1,597</b>          |
| 14. Trade payables   | --              | --           | --             | --                    |
| 15. Financial liabilities  | 1,835           | --           | 49             | --                    |
| 16a. Monetary other liabilities  | --              | --           | --             | --                    |
| 16b. Non-monetary other liabilities  | --              | --           | --             | --                    |
| <b>17. Long-term liabilities (14+15+16)</b>  | <b>1,835</b>    | <b>--</b>    | <b>49</b>      | <b>--</b>             |
| <b>18. Total liabilities (13+17)</b>   | <b>115,945</b>  | <b>1,812</b> | <b>1,334</b>   | <b>1,597</b>          |
| <b>19. Net Asset/(Liability) Position of derivative instruments (19a-19b)</b>                            | <b>--</b>       | <b>--</b>    | <b>--</b>      | <b>--</b>             |
| <b>19a. Hedged total asset</b>   | <b>--</b>       | <b>--</b>    | <b>--</b>      | <b>--</b>             |
| <b>19b. Hedged total liabilities</b>   | <b>--</b>       | <b>--</b>    | <b>--</b>      | <b>--</b>             |
| <b>20. Position of net foreign currency assets/liabilities (9+18-19)</b>                                 | <b>74,786</b>   | <b>3,262</b> | <b>(1,235)</b> | <b>4,206</b>          |
| <b>21. Position of net foreign currency monetary assets/liabilities (=1+2a+5+6a-10-11-12a-14-15-16a)</b> | <b>(57,525)</b> | <b>(442)</b> | <b>(1,235)</b> | <b>4,206</b>          |

As at 31 January 2025, Mavi Türkiye has trade receivables amounting to TL 64,592 from consolidated subsidiaries which comprise; USD 84 thousand, CAD 232 thousand, EUR 945 thousand and RUB 57,045 thousand amounts have been eliminated in consolidation. Considering these receivables, the Group's net foreign currency monetary assets position amounts to TL 57,525.

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**25 Nature and level of risks related to financial instruments (continued)**

**Market risk (continued)**

**Currency risk (continued)**

Sensitivity analysis

The Group's foreign exchange risk consists of movements of TL against Euro, ABD Dollar and Rouble and Canada Dollar.

The basis for performing sensitivity analysis to measure foreign exchange risk is to disclose the total currency position of the Company. Total foreign currency position consists of all purchase/sales agreements in foreign currency and all assets and liabilities. Analysis does not include net foreign currency investments.

The Group's short-term and long-term borrowings are carried out in balance under pooling/portfolio model.

| <b>Foreign Currency Sensitivity Analysis</b>  |                                  |                                 |                                  |                                 |
|---|----------------------------------|---------------------------------|----------------------------------|---------------------------------|
| <b>30 April 2025</b>                          |                                  |                                 |                                  |                                 |
|   | <b>Profit/Loss</b>               |                                 | <b>Equity</b>                    |                                 |
|   | Appreciation of foreign currency | Devaluation of foreign currency | Appreciation of foreign currency | Devaluation of foreign currency |
| <b>10% change of the USD against TL</b>       |                                  |                                 |                                  |                                 |
| 1- Net USD denominated asset/liability        | (6,470)                          | 6,470                           | (6,470)                          | 6,470                           |
| 2- Hedged portion of TL against USD risk(-)   | --                               | --                              | 116,108                          | (116,108)                       |
| <b>3- Net effect of USD (1+2)</b>             | <b>(6,470)</b>                   | <b>6,470</b>                    | <b>109,638</b>                   | <b>(109,638)</b>                |
| <b>10% change of the EURO against TL</b>      |                                  |                                 |                                  |                                 |
| 4- Net EURO denominated asset/liability       | (1,354)                          | 1,354                           | (1,354)                          | 1,354                           |
| 5- Hedged portion of TL against EURO risk(-)  | --                               | --                              | --                               | --                              |
| <b>6- Net effect of EURO (4+5)</b>            | <b>(1,354)</b>                   | <b>1,354</b>                    | <b>(1,354)</b>                   | <b>1,354</b>                    |
| <b>10% change of other against TL</b>         |                                  |                                 |                                  |                                 |
| 7- Net other denominated asset/liability      | 11                               | (11)                            | 11                               | (11)                            |
| 8- Hedged portion of TL against other risk(-) | --                               | --                              | --                               | --                              |
| <b>9- Net effect of other (7+8)</b>           | <b>11</b>                        | <b>(11)</b>                     | <b>11</b>                        | <b>(11)</b>                     |
| <b>Total (3+6+9)</b>                          | <b>(7,813)</b>                   | <b>7,813</b>                    | <b>108,295</b>                   | <b>(108,295)</b>                |

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**25 Nature and level of risks related to financial instruments (continued)**

**Market risk (continued)**

**Currency risk (continued)**

**Sensitivity analysis (continued)**

| <b>Foreign Currency Sensitivity Analysis</b>  |                                  |                                 |                                  |                                 |
|---|----------------------------------|---------------------------------|----------------------------------|---------------------------------|
| <b>31 January 2025</b>                        |                                  |                                 |                                  |                                 |
|   | <b>Profit/Loss</b>               |                                 | <b>Equity</b>                    |                                 |
|   | Appreciation of foreign currency | Devaluation of foreign currency | Appreciation of foreign currency | Devaluation of foreign currency |
| <b>10% change of the USD against TL</b>       |                                  |                                 |                                  |                                 |
| 1- Net USD denominated asset/liability        | (1,580)                          | 1,580                           | (1,580)                          | 1,580                           |
| 2- Hedged portion of TL against USD risk(-)   | --                               | --                              | --                               | --                              |
| <b>3- Net effect of USD (1+2)</b>             | <b>(1,580)</b>                   | <b>1,580</b>                    | <b>(1,580)</b>                   | <b>1,580</b>                    |
| <b>10% change of the EURO against TL</b>      |                                  |                                 |                                  |                                 |
| 4- Net EURO denominated asset/liability       | (4,593)                          | 4,593                           | (4,593)                          | 4,593                           |
| 5- Hedged portion of TL against EURO risk(-)  | --                               | --                              | --                               | --                              |
| <b>6- Net effect of EURO (4+5)</b>            | <b>(4,593)</b>                   | <b>4,593</b>                    | <b>(4,593)</b>                   | <b>4,593</b>                    |
| <b>10% change of other against TL</b>         |                                  |                                 |                                  |                                 |
| 7- Net other denominated asset/liability      | 420                              | (420)                           | 420                              | (420)                           |
| 8- Hedged portion of TL against other risk(-) | --                               | --                              | --                               | --                              |
| <b>9- Net effect of other (7+8)</b>           | <b>420</b>                       | <b>(420)</b>                    | <b>420</b>                       | <b>(420)</b>                    |
| <b>Total (3+6+9)</b>                          | <b>(5,753)</b>                   | <b>5,753</b>                    | <b>(5,753)</b>                   | <b>5,753</b>                    |



# Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries

## Notes to the Condensed Consolidated Interim Financial Statements

### As at and for the three months period ended 30 April 2025

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## 26 Financial instruments (fair value disclosures and disclosures under hedge accounting)

### Fair value disclosures

The Group estimates the fair values of financial instruments based on market information readily available and proper valuation approaches. The following tables show the valuation techniques used in measuring Level 2 and Level 3 fair values for financial instruments measured at fair value in the statement of financial position, as well as the significant unobservable inputs used.

When measuring fair value of an asset or a liability, the Group uses observable market data as far as possible. Fair values are categorized into different levels in fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets and liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e, prices) or indirectly (i.e, derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data.

### Financial instruments measured at fair value

| Type                       | Valuation technique   | Significant unobservable | Intra-relationship between significant unobservable inputs and fair value measurement |
|----------------------------|---|--------------------------|---|
| Forward exchange contracts | Forward pricing: the fair value is determined using quoted forward Exchange rate and present value calculations based on high credit quality yield curves in the respective currencies. | Not applicable.          | Not applicable.   |

### Financial instruments not measured at fair value

|  |   |
|--|---|
| Other financial liabilities <sup>(1)</sup> | Discounted cash flows: the valuation model considers the present value of expected payment, discounted using a risk-adjusted discounted rate. |
|--|---|

<sup>(1)</sup> Other financial liabilities include bank loans.

# **Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries**

## **Notes to the Condensed Consolidated Interim Financial Statements**

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#### **27 Subsequent events**

At the Ordinary General Assembly meeting held on 22 May 2025, dividend distribution of TL 931,184 (dividend per gross share: TL1.17) from 2024 and previous years' distributable net income was approved unanimously. The dividend is paid on 26 - 28 May 2025.

Within the scope of the transactions regarding the increase of our company's issued capital from TRY 397,256 to TRY 794,512 by fully converting the amounts in the "Retained Earnings" account, amendment of the 6th article titled "Capital and Shares" of Company's articles of association, was registered before the Istanbul Trade Registry Office on 14 May 2025 and published in the Turkish Trade Registry Gazette dated 15 May 2025 and numbered 11332.

As stated in material event disclosure dated 6 May 2025, pursuant to Company's global growth strategy and in order to strengthen operational capabilities in the United States, it has been resolved to establish a Limited Liability Company (LLC) under the name "Mavi US Retail LLC" as a wholly owned subsidiary headquartered in New York, USA, and to authorize the Company's management to carry out the incorporation procedures.

The incorporation procedures of a wholly - owned subsidiary, Mavi US Retail LLC has been completed. The new company is expected to support the commercial operations carried out in the US by Mavi Jeans, Inc. by engaging in leasing, decoration and marketing activities.

# Mavi Giyim Sanayi ve Ticaret Anonim Şirketi and Its Subsidiaries

## Unaudited supplementary information

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### APPENDIX 1 EBITDA reconciliation

EBITDA is not a defined performance measure in TFRS, EBITDA reconciliation for the three-months period ended 30 April 2025 and 2024 are as follows:

|   | Note  | 30 April 2025    | 30 April 2024    |
|---|-------|------------------|------------------|
| Profit  |       | 809,877          | 1,336,243        |
| Tax expense   |       | 299,654          | 663,711          |
| <b>Profit before tax</b>                                    |       | <b>1,109,531</b> | <b>1,999,954</b> |
| -Fx protected deposit income                                |       | --               | (8,550)          |
| -Monetary loss / (gain)                                     | 22    | 93,216           | (103,268)        |
| -Net finance costs  |       | 305,565          | 396,482          |
| -Rediscount interest on trade payables, net                 |       | (139,015)        | (170,086)        |
| -Exchange difference on trade receivables and payables, net |       | (21,745)         | (1,512)          |
| -Depreciation and amortisation                              | 10,12 | 666,389          | 622,770          |
| <b>EBITDA</b>   |       | <b>2,013,941</b> | <b>2,735,790</b> |

As of 30 April 2025, TFRS 16 has an impact of TL 420,364 on EBITDA (30 April 2024: TL 354,021).

### APPENDIX 2 Effect of TFRS 16 on Financial Statements

The effects of TFRS 16 lease standard on the Group's financial statements are presented below:

|                         | 30 April 2025 | TFRS 16<br>Effect | After TFRS 16 |
|-------------------------|---------------|-------------------|---------------|
| Current assets          | 17,078,376    | (38,581)          | 17,039,795    |
| Non-current assets      | 4,370,621     | 2,027,418         | 6,398,039     |
| Current liabilities     | 9,332,008     | 1,028,324         | 10,360,332    |
| Non-current liabilities | 180,667       | 827,838           | 1,008,505     |
| Equity                  | 11,936,322    | 132,675           | 12,068,997    |

  

|                                       | 1 February –<br>30 April 2025 | TFRS 16<br>Effect | After TFRS 16 |
|---------------------------------------|-------------------------------|-------------------|---------------|
| Operating profit                      | 1,520,428                     | (8,050)           | 1,512,378     |
| Operating profit before finance costs | 1,516,362                     | (8,050)           | 1,508,312     |
| Finance income                        | 442,586                       | --                | 442,586       |
| Finance expense                       | (640,391)                     | (107,760)         | (748,151)     |
| Monetary gain /loss                   | (217,678)                     | 124,462           | (93,216)      |
| Profit before tax                     | 1,100,879                     | 8,652             | 1,109,531     |
| Net profit                            | 791,161                       | 18,716            | 809,877       |
| EBITDA                                | 1,593,577                     | 420,364           | 2,013,941     |