

**(CONVENIENCE TRANSLATION OF THE INDEPENDENT AUDITORS'
REPORT AND CONSOLIDATED FINANCIAL STATEMENTS
ORIGINALLY ISSUED IN TURKISH)**

**DOĐANLAR MOBİLYA GRUBU İMALAT SANAYİ
VE TİCARET ANONİM ŐİRKETİ
AND ITS SUBSIDIARIES**

**FOR THE PERIOD 1 JANUARY – 31 DECEMBER 2024
CONSOLIDATED FINANCIAL STATEMENTS TOGETHER
WITH INDEPENDENT AUDITOR'S REPORT**



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

INDEPENDENT AUDITOR'S REPORT

To the General Assembly of Doğanlar Mobilya Grubu İmalat Sanayi ve Ticaret A.Ş.

A. Audit of the consolidated financial statements

1. Our qualified opinion

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

In our opinion, except for the possible effect of the matters described in the Basis for qualified opinion section of our report, the consolidated financial statements present fairly, in all material respects, the financial position of the Group as at 31 December 2024, and its financial performance and its cash flows for the year then ended in accordance with Turkish Financial Reporting Standards ("TFRS").

2. Basis for qualified opinion

As the Group's auditor, we physically attended the inventory counts to perform procedures related to the existence of inventories amounting to 1,804,696,769 Turkish Lira in the consolidated statement of financial position as of 31 December 2024. However, due to the fact that the reconciliation of the physical count results with the accounting records could not be provided by the Group's management, sufficient and appropriate audit evidence regarding the existence of inventories could not be obtained, and it was not possible for us to determine whether any adjustment was necessary. Additionally, as part of the Group audit of the consolidated financial statements, due to the inability to perform audit procedures on inventories amounting to 228,713,987 Turkish Lira in the subsidiaries located in the Republic of Senegal, we could not obtain the necessary audit evidence regarding the accuracy, completeness, existence, and financial statement classification of these inventories, and it was not possible for us to determine whether any adjustment was necessary. Since these matters may also impact the determination of financial performance and cash flows, it was not possible for us to determine whether any adjustment was necessary regarding the net profit reported in the profit or loss statement and the net cash flows from operating activities reported in the cash flow statement.



Our audit was conducted in accordance with the Standards on Independent Auditing (the “SIA”) that are part of Turkish Standards on Auditing adopted within the framework of the regulations of the Capital Markets Board and issued by the Public Oversight Accounting and Auditing Standards Authority (the “POA”). Our responsibilities under these standards are further described in the “Auditor’s Responsibilities for the Audit of the Consolidated Financial Statements” section of our report. We hereby declare that we are independent of the Group in accordance with the Ethical Rules for Independent Auditors (including Independence Standards) (the “Ethical Rules”) the ethical requirements regarding independent audit in regulations issued by the POA; the regulations of the Capital Markets Board; and other relevant legislation are relevant to our audit of the financial statements. We have also fulfilled our other ethical responsibilities in accordance with the Ethical Rules and regulations. We believe that the audit evidence we have obtained during the independent audit provides a sufficient and appropriate basis for our qualified opinion.

3. Emphasis of matters

As of 31 December 2024, the Group's short-term liabilities have exceeded its current assets by 2,489,516,191 Turkish Lira. The measures taken by the Group's management regarding this matter are also disclosed in note 2.6 of the accompanying consolidated financial statements. Our opinion is not modified in respect of this matter.

4. Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. Key audit matters were addressed in the context of our independent audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matters described in the basis for qualified opinion section, we have determined the matters described below to be the key audit matters to be communicated in our report.



Key Audit Matters	How the key audit matter was addressed in the audit
<p>The fair value of the land and factory buildings recognized using the revaluation method</p> <p>As detailed in Note 11, the Group accounts for the land and factory buildings located on it under the property, plant, and equipment category ("land and buildings") using the revaluation model. As of 31 December 2024, the Group has carried out a revaluation of the land and real estate to reflect changes in market conditions.</p> <p>The valuations completed by an independent real estate appraisal firm resulted in the total fair value of land and buildings as of 31 December 2024 amounting to TRY3,038,260,500 thousand, a fair value increase of TRY1,439,543,254 thousand in 2024 recognized in the consolidated financial statements.</p> <p>As further described in Note 2.5, the accounting policy for land and buildings classified under property, plant and equipment is the use of the revaluation method. The fair values of these assets are determined by an independent valuation institution accredited by the Capital Markets Board ("CMB") and are recognized in the consolidated financial statements following Group management's assessment. The fair value of land and buildings depends on the valuation methods used as well as the input and assumptions used in the valuation model. Fair values are directly affected by factors such as market conditions, the specifications of each piece of land and building, its physical condition, and geographic location.</p> <p>Since the value of land and buildings is material to the consolidated financial statements, and in the determination of fair value of land and buildings the benchmarking analysis approach (market) is used, which include inputs and assumptions that can lead to changes in the fair value of the land and buildings, the "fair value of land and buildings recognized using the revaluation method" has been identified as a key audit matter.</p>	<p>We performed the following audit procedures in relation to accounting for land and buildings using the revaluation method:</p> <ul style="list-style-type: none"> • Assessing the capability, competency, and objectivity of the independent property valuation institution appointed by the Group in accordance with SIA 500, • Checking the completeness of the land and buildings subject to revaluation by comparing accounting records to valuation reports, • Testing the deeds and ownership ratios of land and buildings using the sampling method, • An independent property valuation institution accredited by the CMB and holding a license was appointed as an "auditor's expert" to support the audit process. The following audit procedures were performed using the sampling method with the support of the auditor's expert: • Comparing the location, tenant, and square meter information for the land included in reports with the land registers, • Evaluating the nature of the land and buildings, • Evaluating the appropriateness of the benchmarking analysis method used in revaluation of the relevant land and building, <ul style="list-style-type: none"> - Determining whether the land and buildings that was the subject of calculations using the benchmark comparison method have features similar to the Group's land and buildings or not, - Evaluation of whether the square meter unit costs of the land and buildings subject to valuation under the cost method are in line with market expectations and of similar nature, - Evaluation of the depreciation rates used for the land and buildings subject to valuation under the cost method in relation to the age of the building, - Checking whether the valuation reports were prepared in line with the main principles., - Comparing the fair values in the valuation reports with the notes, to assess the consistency of the amounts disclosed in the notes and consolidated financial statements and evaluating whether the disclosures in the notes are adequate in accordance with TFRSs.



Key Audit Matters	How the key audit matter was addressed in the audit
<p data-bbox="263 485 748 512">Recoverability of trade receivables</p> <p data-bbox="263 520 862 926">Trade receivables from third parties, TRY 703 million as of 31 December 2023, constitute a significant portion of the assets of the Company. Furthermore, the assessment of the recoverability of these assets involves significant level of management estimates. Such estimation includes considering the following for each customer – the amount of guarantees / collateral held, past collection performance, creditworthiness and aging of receivables. The outcome of such estimates is very sensitive to expected future market conditions. Therefore, recoverability of trade receivables is a key matter for our audit.</p> <p data-bbox="263 961 870 1087">Please refer to notes 2.5 2.7 5 and 22 to the financial statements for the Group’s disclosures on trade receivables, including the related accounting policy.</p>	<p data-bbox="883 520 1495 583">We performed the following procedures in relation to the recoverability of trade receivables:</p> <ul data-bbox="883 615 1495 1360" style="list-style-type: none"> - Understanding the business process for collections and following procedures from third parties, - Comparing trade receivable turnover days to the prior period, - Inquiries with management in relation to any disputes with customers and written inquiries with the Group’s legal counsels on outstanding litigation in relation to trade receivables, - Testing receivables from third parties by obtaining confirmation letters from customers and distributors and reconciling them to the Company’s accounting records, - Testing collections in the subsequent period from selected customers, - Testing, on a sample basis, guarantees/collaterals and credit insurances held and assessing the Group’s ability to convert them to cash, - Testing, on a sample basis, guarantees/collaterals and credit insurances held and assessing the Company’s ability to convert them to cash.

5. Other matters

As part of the independent audit of the consolidated financial statements for the period from 1 January to 31 December 2024, we have audited the adjustments made to the consolidated financial statements prepared as of 31 December 2023, as disclosed in Note 2.1. In our opinion, these adjustments are appropriate and have been correctly applied. Apart from these adjustments, since we were not engaged to perform an audit, limited audit, or any procedures on the consolidated financial statements for the 2023 financial year as a whole, we do not express an audit opinion or provide any assurance on the consolidated financial statements for the 2023 financial year.

The Group's consolidated financial statements as of 31 December 2023, were audited by another audit firm, and in its report dated 14 May 2024, the firm issued a qualified opinion due to the inability to perform sufficient audit procedures regarding the recoverability of trade receivables from unrelated parties, the measurement of the recoverable value of inventories, and the accounting for financial assets.



6. Responsibilities of management and those charged with governance for the consolidated financial statements

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

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

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

7. Auditor's responsibilities for the audit of the consolidated financial statements

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

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

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

- Identify and assess the risks of material misstatement in the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Assess the internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our independent auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the Group as a basis for forming an opinion on the consolidated financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the Group audit. We remain solely responsible for our audit opinion.

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

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

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



B. Other responsibilities arising from regulatory requirements

1. No matter has come to our attention that is significant according to subparagraph 4 of Article 402 of Turkish Commercial Code (“TCC”) No. 6102 and that causes us to believe that the Company’s bookkeeping activities concerning the period from 1 January to 31 December 2024 period are not in compliance with the TCC and provisions of the Company’s articles of association related to financial reporting.
2. In accordance with subparagraph 4 of Article 402 of the TCC, the Board of Directors submitted the necessary explanations to us and provided the documents required within the context of our audit.
3. In accordance with subparagraph 4 of Article 398 of the TCC, the auditor’s report on the early risk identification system and committee was submitted to the Company’s Board of Directors on 11 March 2025.

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

Sertu Talı, SMMM
Independent Auditor

Istanbul, 11 March 2025

(CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS
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DOĞANLAR MOBİLYA GRUBU İMALAT SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS OF 31 DECEMBER 2024 AND 2023

(Amounts on tables expressed in Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

Assets	Notes	Audited financial statements for the current period 31 December 2024	Restated Audited financial statements for prior period 31 December 2023	Restated Audited financial statements for prior period 31 December 2022
Current assets		3,065,512,337	4,621,009,123	4,340,250,156
Cash and cash equivalents	3	180,345,818	477,633,370	771,049,935
Financial investments	11	1,041,568	365,132,978	-
Trade receivables	5	706,150,906	1,025,527,789	803,131,496
- Trade receivables from related parties	6	2,927,110	3,491,875	5,935,316
- Trade receivables from third parties	5	703,223,796	1,022,035,914	797,196,180
Other receivables	7	72,772,007	93,101,864	98,569,130
- Other receivables from related parties	6	29,934,387	6,115,245	15,451,722
- Other receivables from third parties	7	42,837,620	86,986,619	83,117,408
Inventories	8	1,804,696,769	2,064,322,442	2,106,964,774
Prepaid expenses	9	286,573,490	553,147,360	389,937,536
Current income tax assets	21	4,034,234	35,240,778	3,141,503
Other current assets		9,897,545	6,902,542	167,455,782
Non-Current Assets		6,766,423,608	5,286,525,298	4,816,967,054
Ticari alacaklar	5	-	11,269,938	-
- Trade receivables from third parties	5	-	11,269,938	-
Other receivables	7	25,333,885	72,896,968	95,746,012
- Other receivables from third parties	7	25,333,885	72,896,968	95,746,012
Property, plant and equipment	11	5,391,290,128	3,940,873,492	3,540,129,719
Right of use assets	11	950,952,751	928,557,127	856,344,749
Intangible assets	12	398,846,844	332,927,773	324,746,574
Total Assets		9,831,935,945	9,907,534,421	9,157,217,210

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

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DOĞANLAR MOBİLYA GRUBU İMALAT SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS OF 31 DECEMBER 2024 AND 2023

(Amounts on tables expressed in Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

Liabilities	Notes	Audited financial	Restated Audited	Restated Audited
		statements for the current period	financial statements for prior period	financial statements for prior period
		31 December 2024	31 December 2023	31 December 2022
Current Liabilities		5,555,028,528	6,107,044,016	5,318,428,474
Short-term borrowings	4	1,315,849,291	440,600,494	621,533,055
- Bank borrowings		1,158,404,498	217,247,518	377,040,686
- Financial lease liabilities		31,062,840	65,599,878	77,504,963
- Lease liabilities		126,381,953	157,753,098	166,987,406
Short term portion of long term borrowings	4	1,399,873,825	1,700,705,275	784,259,389
Trade payables	5	1,999,784,687	2,461,939,654	2,452,722,931
- Trade payables due to third parties		1,999,784,687	2,461,939,654	2,452,722,931
Employee benefits	14	132,629,369	151,086,715	143,472,678
Other Payables	7	52,336,931	124,991,845	158,653,837
- Other payables due to third parties	7	52,284,159	51,140,035	158,620,412
- Other payables due to related parties	6	52,772	73,851,810	33,425
Deferred income	9	564,877,810	1,064,940,067	1,058,195,358
Current income tax assets		-	66,278,650	-
Short term provisions		89,393,981	96,315,298	99,591,226
- Short term provisions for employee benefits	14	45,533,548	43,432,512	49,833,549
- Other short term provisions	13	43,860,433	52,882,786	49,757,677
Other current liabilities		282,634	186,018	-
Non-Current Liabilities		1,082,370,620	1,221,545,842	1,808,184,509
Long-term borrowings	4	912,975,424	1,030,783,965	1,580,797,515
- Bank borrowings		253,531,683	514,320,232	1,008,794,376
- Financial lease liabilities		33,291,472	10,030,184	60,892,571
- Lease liabilities		626,152,269	506,433,549	511,110,568
Other Payables	7	16,880,242	13,864,197	11,436,935
- Other payables due to third parties		16,880,242	13,864,197	11,436,935
Long term provisions		71,686,892	71,374,500	127,582,339
- Long term provisions for employee benefits	14	63,648,303	62,497,525	121,233,167
- Other long term provisions	13	8,038,589	8,876,975	6,349,172
Deferred tax liabilities	21	80,828,062	105,523,180	88,367,720
Equity		3,194,536,797	2,578,944,563	2,030,604,227
Equity holders of the parent		3,194,724,847	2,578,877,069	2,115,977,739
Paid in capital	15	350,000,000	350,000,000	350,000,000
Adjustment to equity due to reverse merger	15	(159,069,767)	(159,069,767)	(159,069,767)
Capital correction differences	15	1,670,304,021	1,670,304,021	1,670,304,021
Share premium	15	64,359,719	64,359,719	64,359,719
Treasury shares (-)	15	(237,835,789)	(237,835,789)	(35,233,270)
Accumulated other comprehensive income or losses that will not be reclassified to profit or loss		1,103,938,058	4,416,899	(15,995,272)
Accumulated other comprehensive income or losses that will be reclassified to profit or loss	15	23,599,548	(26,906,285)	(4,990,624)
Restricted reserves	15	69,070,486	32,931,192	32,931,192
Retained earnings / (losses)		763,878,895	(15,970,403)	213,671,740
Net profit / (loss) for the period		(453,520,324)	896,647,482	-
Non-controlling interests		(188,050)	67,494	(85,373,512)
Total Equity		9,831,935,945	9,907,534,421	9,157,217,210

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

(CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

DOĞANLAR MOBİLYA GRUBU İMALAT SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENTS OF PROFIT OR LOSS

FOR THE YEAR ENDED 31 DECEMBER 2024 AND 2023

(Amounts on tables expressed in Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

		Audited financial statements for the current period	Restated Audited financial statements for prior period
	<i>Notes</i>	1 January - 31 December 2024	1 January - 31 December 2023
Revenue	16	11,836,689,052	12,109,162,850
Cost of sales (-)	16	(8,226,802,907)	(7,985,710,967)
Gross profit		3,609,886,145	4,123,451,883
General administrative expenses (-)	17	(662,992,194)	(671,413,257)
Marketing, selling and distribution expenses (-)	17	(3,125,112,145)	(2,675,245,914)
Research and development expenses (-)	17	(107,295,044)	(96,527,177)
Other income from main operations	18	454,744,425	819,195,016
Other expense from main operations (-)	18	(358,188,956)	(614,512,576)
Operating profit before financial income		(188,957,769)	884,947,975
Income from investing activities	19	13,872,704	85,575,652
Expense from investing activities (-)	19	(5,400,000)	(7,164,135)
Operating profit before financial income/ expense		(180,485,065)	963,359,492
Financial income	20	60,689,114	117,482,650
Financial expenses (-)	20	(1,757,756,135)	(1,007,365,122)
Monetary gain loss	24	1,052,261,845	820,288,778
Profit before tax		(825,290,241)	893,765,798
Tax income / (loss) for the period		371,514,373	(46,143,650)
- Taxes on income	21	-	(66,278,650)
- Deferred tax income / (expense)	21	371,514,373	20,135,000
Net profit / (loss) for the year		(453,775,868)	847,622,148
Non-controlling interests		(255,544)	(49,025,334)
Equity holders of the parent		(453,520,324)	896,647,482
Earnings per share (Kr)		(0.0130)	0.0256

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

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DOĞANLAR MOBİLYA GRUBU İMALAT SANAYİ VE TİCARET A.Ş. AND ITS
SUBSIDIARIES

CONSOLIDATED STATEMENTS OF OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2024 AND 2023

(Amounts on tables expressed in Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

		Audited financial statements for the current period	Restated Audited financial statements for prior period
		1 January – 31 December 2024	1 January – 31 December 2023
	<i>Notes</i>		
Net profit / (loss) for the year		(453,775,868)	847,622,148
Other comprehensive income / (expense) :			
Other comprehensive income not to be reclassified under profit and loss		1,099,521,159	20,412,171
Revaluation surplus of intangible assets	<i>11</i>	1,439,543,254	-
Remeasurement losses of defined benefit plans	<i>14</i>	(14,305,211)	25,515,214
Taxes related to other comprehensive income that will not be reclassified to profit or loss	<i>21</i>	(325,716,884)	(5,103,043)
Other comprehensive income to be reclassified under profit and loss		50,505,833	(21,915,660)
Currency translation differences		50,505,833	(21,915,660)
Other comprehensive income / (loss) after tax		1,150,026,992	(1,503,489)
Total comprehensive income		696,251,124	846,118,659
Total comprehensive income attributable to:			
Non-controlling interests		(255,544)	(49,025,334)
Parent company interests		696,506,668	895,143,993

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

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DOĞANLAR MOBİLYA GRUBU İMALAT SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE YEARS ENDED 31 DECEMBER 2024 AND 2023**

(Amounts on tables expressed in Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated)

	Paid-in share capital	Capital adjustments differences	Share premium	Treasury shares	Other comprehensive income not to be reclassified under profit and loss		Other comprehensive income to be reclassified under profit and loss		Restricted reserves	Accumulated gains/ (losses)		Equity holders of the parent	Non-comntrolling interest	Total Equity
					Gains / losses on remeasurements of defined benefit plans	Property, plant and equipment revaluation surplus	Gains/(losses) on cash flow hedges	Currency translation differences		Retained earnings/ (Accumulated losses)	Net profit/ loss for the period			
1 January 2023	190,930,233	1,670,304,021	64,359,719	(35,233,270)	(80,555,135)	64,559,863	(409,627,540)	(4,990,624)	32,931,192	1,066,389,516	--	2,559,067,975	(85,373,512)	2,473,694,463
<i>Effect of restatement (Notes 2.1)</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>409,627,540</i>	<i>--</i>	<i>--</i>	<i>(852,717,776)</i>	<i>--</i>	<i>(443,090,236)</i>	<i>--</i>	<i>(443,090,236)</i>
1 January 2023	190,930,233	1,670,304,021	64,359,719	(35,233,270)	(80,555,135)	64,559,863	--	(4,990,624)	32,931,192	213,671,740	--	2,115,977,739	(85,373,512)	2,030,604,227
Transfers	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Effects of Business Combination under Common Control	--	--	--	--	--	--	--	--	--	(229,642,144)	--	(229,642,144)	134,466,340	(95,175,804)
Gains/losses on treasury share transaction	--	--	--	(202,602,519)	--	--	--	--	--	--	--	(202,602,519)	--	(202,602,519)
Total comprehensive income	--	--	--	--	20,412,171	--	--	(21,915,660)	--	--	896,647,482	895,143,993	(49,025,334)	846,118,659
31 December 2023	190,930,233	1,670,304,021	64,359,719	(237,835,789)	(60,142,964)	64,559,863	--	(26,906,285)	32,931,192	(15,970,403)	896,647,482	2,578,877,069	67,494	2,578,944,563
1 January 2024	190,930,233	1,670,304,021	64,359,719	(237,835,789)	(60,142,964)	64,559,863	(401,791,681)	(26,906,285)	32,931,192	836,747,373	1,037,101,982	3,170,257,664	67,494	3,170,325,158
<i>Effect of restatement (Notes 2.1)</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>--</i>	<i>401,791,681</i>	<i>--</i>	<i>--</i>	<i>(852,717,776)</i>	<i>(140,454,500)</i>	<i>(591,380,595)</i>	<i>--</i>	<i>(591,380,595)</i>
1 January 2024	190,930,233	1,670,304,021	64,359,719	(237,835,789)	(60,142,964)	64,559,863	--	(26,906,285)	32,931,192	(15,970,403)	896,647,482	2,578,877,069	67,494	2,578,944,563
Transfers	--	--	--	--	--	--	--	--	36,139,294	860,508,188	(896,647,482)	--	--	--
Dividend paid	--	--	--	--	--	--	--	--	--	(80,658,890)	--	(80,658,890)	--	(80,658,890)
Total comprehensive income	--	--	--	--	(10,728,908)	1,110,250,067	--	50,505,833	--	--	(453,520,324)	696,506,668	(255,544)	696,251,124
31 December 2024	190,930,233	1,670,304,021	64,359,719	(237,835,789)	(70,871,872)	1,174,809,930	--	23,599,548	69,070,486	763,878,895	(453,520,324)	3,194,724,847	(188,050)	3,194,536,797

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

**(CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS
ORIGINALLY ISSUED IN TURKISH)
DOĞANLAR MOBİLYA GRUBU İMALAT SANAYİ VE TİCARET A.Ş. AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2024 AND 2023**

(Amounts on tables expressed in Turkish Lira ("TL") in terms of purchasing power of the TL on 31 December 2024 unless otherwise indicated.)

	<i>Notes</i>	Audited financial statements for the current period 1 January – 31 December 2024	Restated Audited financial statements for prior period 1 January – 31 December 2023
A, Cash flows from operating activities		952,071,345	956,006,566
Net profit/(loss) for the period		(453,775,868)	847,622,148
Adjustments for reconciliation of profit for the period		1,460,670,073	122,853,473
Adjustments for depreciation and amortization	17	1,152,976,571	840,780,269
Adjustments for impairment loss(reversal)	5	60,131,239	67,029,922
<i>Adjustments for receivable impairment(reversal)</i>		<i>60,131,239</i>	<i>67,029,922</i>
Adjustments for provisions		(32,572,413)	(33,968,555)
<i>Adjustments for provision for employee benefits</i>	14	<i>(22,711,678)</i>	<i>(39,621,465)</i>
<i>Adjustments for provision for warranty</i>	13	<i>(7,410,345)</i>	<i>13,347,378</i>
<i>Adjustments for lawsuit and/or penalty provisions(reversal)</i>		<i>(2,450,390)</i>	<i>(7,694,468)</i>
Adjustments for tax expense/(income)	21	(371,514,373)	46,143,650
Adjustments for interest (income) and expense	20	1,432,526,179	692,133,071
<i>Adjustments for interest expense</i>	20	<i>1,557,139,483</i>	<i>781,608,986</i>
<i>Adjustments for interest income</i>	20	<i>(11,745,353)</i>	<i>(80,766,072)</i>
<i>Unearned financial expense from time purchases</i>	18	<i>7,372,229</i>	<i>3,003,009</i>
<i>Unearned financial income from time sales</i>	18	<i>(120,240,180)</i>	<i>(11,712,852)</i>
Adjustments for unrealized currency translation differences		176,966,236	146,080,685
Adjustments for losses/(gains) on disposal of property, plant and equipment	19	(13,872,704)	(78,406,376)
<i>Adjustments for losses/(gains) on disposal of property, plant and equipment</i>	19	<i>(13,872,704)</i>	<i>(78,406,376)</i>
Other adjustments related to net profit/(loss) for the period		4,404,840	-
<i>Increase / decrease in blocked deposits</i>		<i>4,404,840</i>	<i>-</i>
Monetary gain / (loss)		(1,014,415,570)	(1,197,653,245)
Change in working capital		54,103,528	(331,503,911)
Adjustments for decrease (increase) in trade receivables		319,376,883	(222,396,293)
<i>Decrease (increase) in due from related parties</i>		<i>564,764</i>	<i>2,443,441</i>
<i>Decrease (increase) in due from third parties</i>		<i>318,812,118</i>	<i>(224,839,734)</i>
Adjustments for decrease/(increase) in other receivables related to operations		67,892,940	(67,429,702)
<i>Decrease (increase) in due from related parties</i>		<i>(23,819,142)</i>	<i>9,336,477</i>
<i>Decrease (increase) in due from third parties</i>		<i>91,712,082</i>	<i>(76,766,179)</i>
Adjustments for decrease (increase) in inventories		259,625,673	42,642,332
Decrease/(increase) in prepaid expenses		266,573,870	(163,209,824)
Adjustments for increase (decrease) in trade payables		(341,914,785)	9,216,723
<i>Decrease(increase) in due to third parties</i>		<i>(341,914,785)</i>	<i>9,216,723</i>
Adjustments for increase/(decrease) in other payables related to operations		4,160,170	(105,053,115)
<i>Adjustments for decrease/(increase) in other receivables related to operations</i>		<i>4,160,170</i>	<i>(105,053,115)</i>
Decrease (increase) in employee benefits		(18,457,346)	7,614,037
Increase (decrease) in deferred income		(500,062,257)	6,744,709
Adjustments for other increase (decrease) in working capital		(3,091,619)	160,367,222
Cash flows from operating activities		994,957,665	998,257,659
Payments related with provisions for employee benefits	14	(7,814,214)	(10,236,029)
Income taxes refund/(paid)		(35,072,106)	(32,015,064)
B, Cash flows from investing activities		(445,637,000)	(1,179,087,880)
Cash outflow from purchase of property, plant and equipment and intangible assets	11,12	(888,077,593)	(980,834,489)
<i>Cash outflow from purchase of property, plant and equipment</i>		<i>(805,462,178)</i>	<i>(949,985,903)</i>
<i>Cash outflow from purchase of intangible assets</i>		<i>(82,615,415)</i>	<i>(30,848,586)</i>
Cash inflow from sales of property, plant and equipment and intangible assets	11,12	66,603,830	86,113,515
<i>Cash inflow from sales of property, plant and equipment</i>		<i>66,603,830</i>	<i>86,113,515</i>
Cash inflows from financial investments		364,091,410	-
Cash outflows from financial investments		-	(365,132,978)
Interest received		11,745,353	80,766,072
C, Cash flow from financing activities		(689,268,151)	150,304,042
Cash inflows from borrowings	4	3,498,677,432	3,029,394,444
Cash outflows from repayments of borrowings	4	(2,485,014,391)	(2,164,057,040)
Dividends paid		(80,658,890)	-
Interest paid		(1,357,642,498)	(622,153,008)
Cash outflows from payments of lease liabilities	4	(190,830,767)	(166,698,738)
Cash inflows / (outflows) from related parties for financing purposes		(73,799,037)	73,818,384
D, Inflation effect on cash and cash equivalents		(110,048,907)	(238,566,883)
Net increase/(decrease) in cash and cash equivalent before currency translation differences		(292,882,712)	(311,344,156)
Net increase/(decrease) in cash and cash equivalents (A+B+C+D)		(292,882,712)	(311,344,156)
E, Cash and cash equivalents at the beginning of the period	3	459,705,779	771,049,935
Cash and cash equivalents at the end of the period (A+B+C+D+E)	3	166,823,067	459,705,779

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