

**BANVİT BANDIRMA VİTAMİNLİ
YEM SANAYİ ANONİM ŞİRKETİ
AND ITS SUBSIDIARIES**

**CONVENIENCE TRANSLATION TO ENGLISH OF
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED
30 SEPTEMBER 2024**

(ORIGINALLY ISSUED IN TURKISH)

**BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİ ANONİM ŞİRKETİ AND ITS
SUBSIDIARIES**

| TABLE OF CONTENTS | PAGE |
|---|-------------|
| STATEMENT OF FINANCIAL POSITION | 1-2 |
| STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME | 3 |
| STATEMENT OF CHANGES IN EQUITY | 4 |
| STATEMENT OF CASH FLOWS..... | 5 |
| NOTES TO THE FINANCIAL STATEMENTS | 6-51 |

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİ ANONİM ŞİRKETİ

STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated.)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

| | <i>Notes</i> | Not Reviewed 30 September 2024 | Audited 31 December 2023 |
|---------------------------------|--------------|---|-------------------------------------|
| ASSETS | | | |
| Current Assets | | | |
| Cash and cash equivalents | 3 | 3,550,642,143 | 1,709,980,402 |
| Trade receivables | 6 | 2,307,456,016 | 2,066,605,992 |
| -Related parties | 5 | 155,683,406 | 43,519,099 |
| -Other parties | | 2,151,772,610 | 2,023,086,893 |
| Other receivables | | 162,078,879 | 151,971,112 |
| -Other parties | | 162,078,879 | 151,971,112 |
| Inventories | 7 | 1,487,103,511 | 1,732,949,578 |
| Biological assets | 8 | 1,556,697,675 | 1,589,161,304 |
| Prepaid expense | 10 | 306,287,280 | 192,178,937 |
| Current tax assets | 17 | 708,565,535 | 195,492,326 |
| Other current assets | 11 | 1,226,669,375 | 1,078,752,254 |
| Subtotal | | 11,305,500,414 | 8,717,091,905 |
| Assets held for sale | 14 | 54,052,058 | 54,052,058 |
| Total Current Assets | | 11,359,552,472 | 8,771,143,963 |
| Non-Current Assets | | | |
| Other receivables | | 353,463 | 515,389 |
| -Other parties | | 353,463 | 515,389 |
| Property, plant and equipment | 12 | 5,575,422,801 | 5,848,517,804 |
| Right of use of assets | | 248,356,584 | 97,034,816 |
| Intangible assets | 13 | 59,168,670 | 114,330,603 |
| -Other intangible assets | | 59,168,670 | 114,330,603 |
| Prepaid expenses | 10 | 62,488 | 19,649,701 |
| Total Non-current Assets | | 5,883,364,006 | 6,080,048,313 |

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated.)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

| | | |
|---------------------|-----------------------|-----------------------|
| Total Assets | 17,242,916,478 | 14,851,192,276 |
|---------------------|-----------------------|-----------------------|

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

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated.)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

| | <i>Notes</i> | Not Reviewed 30 September 2024 | Audited 31 December 2023 |
|---|--------------|---|-------------------------------------|
| LIABILITIES | | | |
| Short-term Liabilities | | | |
| Short-term borrowings | 4 | 1,478,173,844 | 1,664,900,811 |
| Short-term financial lease liabilities | 4 | 70,432,262 | 10,113,653 |
| -Lease liabilities due from other parties | | 70,432,262 | 10,113,653 |
| Short-term portions of long-term borrowings | 4 | 65,455,439 | 62,697,614 |
| Other financial liabilities | 4 | 38,786,707 | 1,741,852 |
| Trade payables | 6 | 3,780,349,224 | 4,589,510,270 |
| -Other parties | | 3,780,349,224 | 4,589,510,270 |
| Liabilities related to the employee benefits | | 223,636,956 | 197,253,421 |
| Derivatives | | -- | 12,827,058 |
| Other payables | | 22,081,851 | 301,231,112 |
| -Related parties | 5 | 15,645,264 | 297,082,045 |
| -Other parties | | 6,436,587 | 4,149,067 |
| Deferred revenue | | 72,915,940 | 82,939,214 |
| Current tax liabilities | 17 | 838,083,269 | 526,880,080 |
| Short-term provisions | | 217,557,364 | 219,708,798 |
| -Provisions related to the employee benefits | | 190,690,736 | 192,260,230 |
| -Other | | 26,866,628 | 27,448,568 |
| Other short term liabilities | | -- | 798,161 |
| Total Short-term Liabilities | | 6,807,472,856 | 7,670,602,044 |
| Long-term Liabilities | | | |
| Long-term borrowings | 4 | 74,569,087 | 94,209,984 |
| Long-term financial lease liabilities | 4 | 113,892,711 | 15,231,695 |
| -Lease liabilities due from other parties | | 113,892,711 | 15,231,695 |
| Deferred income (Long-term) | | 22,592,593 | -- |
| Long-term provisions | | 827,414,848 | 1,008,693,719 |
| -Provisions related to the employee benefits | | 827,414,848 | 1,008,693,719 |
| Deferred tax liability | 17 | 250,633,633 | 82,548,353 |
| Total Long-term Liabilities | | 1,289,102,872 | 1,200,683,751 |
| Total Liabilities | | 8,096,575,728 | 8,871,285,795 |
| EQUITY | | | |
| Paid-in share capital | 15 | 100,023,579 | 100,023,579 |
| Inflation adjustment of capital | 15 | 1,873,876,865 | 1,873,876,865 |
| Accumulated other comprehensive expense that will not be reclassified through profit or loss | | (496,401,297) | (486,914,011) |
| -Remeasurement of the defined benefit liability | | (1,001,568,153) | (1,001,568,153) |
| -Fixed assets revaluation | 15 | 505,166,856 | 514,654,142 |
| Accumulated other comprehensive expense that may be reclassified through profit or loss | | -- | 833,702,871 |
| -Change in foreign exchange differences | | -- | 833,702,871 |
| Restricted reserves | 15 | 229,061,754 | 229,061,754 |
| Other reserves | 15 | 77,735,215 | 77,735,215 |
| Retained earnings | 15 | 4,019,719,297 | 2,059,076,516 |
| Net profit for the period | | 3,342,325,337 | 1,293,343,692 |
| Total Equity | | 9,146,340,750 | 5,979,906,481 |
| Total Equity and Liabilities | | 17,242,916,478 | 14,851,192,276 |

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

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİ ANONİM ŞİRKETİ

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPERHENSIVE INCOME
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

| | <i>Dipnot referansı</i> | <i>Not Reviewed Current Period 1 January - 30 September 2024</i> | <i>Not Reviewed Current Period 1 July - 30 September 2024</i> | <i>Not Reviewed Previous Period 1 January - 30 September 2023</i> | <i>Not Reviewed Previous Period 1 July - 30 September 2023</i> |
|--|--|--|---|---|--|
| PROFIT OR LOSS | | | | | |
| Revenue | 16 | 22,552,495,167 | 7,421,623,944 | 21,621,567,995 | |
| Cost of Sales (-) | 7,263,446,373 16 (6,388,635,809) | (16,942,938,226) | (5,616,361,677) | (19,335,972,258) | |
| Gross Profit from Trading Activities | 874,810,564 | 5,609,556,941 | 1,805,262,267 | 2,285,595,737 | |
| General administrative expenses (-) | | (520,446,126) | (171,853,970) | (415,232,791) | (107,532,525) |
| Selling, marketing and distribution expenses (-) | (404,689,326) | (1,284,813,160) | (441,189,474) | (1,170,693,842) | |
| Research and development expenses (-) | | (655,538) | (208,466) | (485,725) | (203,724) |
| Other income from operating activities | 19 | 730,095,089 | 325,582,645 | 1,243,675,536 | |
| Other expenses from operating activities (-) | 786,743,052 19 (573,621,129) | (401,805,408) | (134,639,086) | (1,884,400,250) | |
| Profit From Operating Activities | | 4,131,931,798 | 1,382,953,916 | 58,458,665 | 575,506,912 |
| Income from investing activities | | 331,445 | 331,445 | 146,102,394 | 122,040,157 |
| Loss from investing activities (-) | | -- | 436,459 | -- | 18,743 |
| Profit From Operating Activities Before Financial Expense | | 4,132,263,243 | 1,383,721,820 | 204,561,059 | 697,565,812 |
| Finance income | | 645,542,872 | 348,947,017 | 122,785,067 | (237,842,917) |
| Finance expenses (-) | | (960,096,771) | (356,646,196) | (1,092,473,450) | |
| Monetary Gain/Loss (-) | 1,056,273,661 | 632,294,029 | 43,614,072 | 2,115,784,716 | |
| Profit Before Tax | 1,189,756,997 | 4,450,003,373 | 1,419,636,713 | 1,350,657,392 | |
| Tax Expense | | | | | |
| - Tax income/(expense) for the period | 17 | (939,592,756) | (2,097,188) | (233,773,454) | (233,773,454) |
| -Deferred tax income/(expense) | 17 | (168,085,280) | (159,924,867) | (158,466,828) | (214,946,111) |
| Profit/(Loss) for the Period from Continuing Operations | | 3,342,325,337 | 1,257,614,658 | 958,417,110 | 741,037,432 |
| Profit/(Loss) for the Period from Discontinued Operations | | -- | -- | (48,689,821) | 23,573,546 |
| Distribution of Net Profit | | | | | |
| -Parent company | | 3,342,325,337 | 1,257,614,658 | 909,727,289 | 764,610,978 |
| Profit/(Loss) per share | | | | | |
| Profit/(Loss) per share from continuing operations | 18 | 33,4154 | 12,5732 | 9,5819 | 7,4086 |
| Profit/(Loss) per share from discontinued operations | | -- | -- | (0,4868) | 0,2357 |
| OTHER COMPREHENSIVE INCOME | | -- | -- | -- | -- |
| That will be reclassified through profit or loss | | -- | 6,220,574 | (92,872,836) | (202,041,689) |
| -Currency translation effect | | -- | 6,220,574 | (118,416,706) | (202,041,689) |
| -Gains/losses from hedging | | -- | -- | 31,929,838 | -- |
| Deferred tax income/(expense) | | -- | -- | (6,385,968) | -- |
| Total Other Comprehensive Income | | -- | 6,220,574 | (92,872,836) | (202,041,689) |
| Total Comprehensive Income | | 3,342,325,337 | 1,263,835,232 | 816,854,453 | 562,569,289 |

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

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİ ANONİM ŞİRKETİ

STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated.)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

| | | | Other accumulated comprehensive income and expenses not to be reclassified in profit or loss | Other accumulated comprehensive income and expenses to be reclassified in profit or loss | | | | | Retained Earnings | | |
|--|--------------------|-----------------------------------|---|---|---|-----------------------------|-------------------|----------------------------------|----------------------|---|----------------------|
| | Paid-in capital | Capital adjustment differences | Re-measurement of the defined benefit liability | Revaluation funds | Change in foreign exchange differences | Hedging gains/ losses | Other reserves | Restricted profit reserves | Retained earnings | Net profit/ (loss) for the period | Total equity |
| Balance as at 1 January 2024 | 100,023,579 | 1,873,876,865 | (1,001,568,153) | 514,654,142 | 833,702,871 | -- | 77,735,215 | 229,061,754 | 2,059,076,516 | 1,293,343,692 | 5,979,906,481 |
| Transfers | -- | -- | -- | (9,487,286) | (657,811,803) | -- | -- | -- | 1,960,642,781 | (1,293,343,692) | -- |
| Liquidation Effect | -- | -- | -- | -- | (175,891,068) | -- | -- | -- | -- | -- | (175,891,068) |
| Total comprehensive income | -- | -- | -- | -- | -- | -- | -- | -- | -- | 3,342,325,337 | 3,342,325,337 |
| Balance as at 30 September 2024 | 100,023,579 | 1,873,876,865 | (1,001,568,153) | 505,166,856 | -- | -- | 77,735,215 | 229,061,754 | 4,019,719,297 | 3,342,325,337 | 9,146,340,750 |
| Balance as of 1 January 2023 | 100,023,579 | 1,873,876,865 | (405,650,823) | 206,973,747 | 1,335,320,359 | (25,543,870) | 77,735,215 | 229,061,754 | 3,379,705,730 | (1,335,056,330) | 5,436,446,226 |
| Classification | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| Balance as at 1 January 2023 | 100,023,579 | 1,873,876,865 | (405,650,823) | 206,973,747 | 1,335,320,359 | (25,543,870) | 77,735,215 | 229,061,754 | 3,379,705,730 | (1,335,056,330) | 5,436,446,226 |
| Transfers | -- | -- | -- | (8,481,993) | -- | -- | -- | -- | (1,326,574,337) | 1,335,056,330 | -- |
| Liquidation Effect | -- | -- | -- | -- | (143,825,415) | -- | -- | -- | -- | -- | (143,825,415) |
| Total comprehensive income | -- | -- | -- | -- | (118,416,706) | 25,543,870 | -- | -- | -- | 909,727,289 | 816,854,453 |
| Balance as at 30 September 2023 | 100,023,579 | 1,873,876,865 | (405,650,823) | 198,491,754 | 1,073,078,238 | -- | 77,735,215 | 229,061,754 | 2,053,131,393 | 909,727,289 | 6,109,475,264 |

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

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**STATEMENT OF CASH FLOWS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)
(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

| <i>Note</i> | Not Reviewed 1 January- 30 September 2024 | Not Reviewed 1 January- 30 September 2023 |
|--|--|--|
| CASH FLOWS ARISING FROM OPERATING ACTIVITIES | | |
| Profit for the Period | 3,342,325,337 | 909,727,289 |
| Profit/(Loss) for the Period from Continuing Operations | 3,342,325,337 | 958,417,110 |
| Profit/(Loss) for the Period from Discontinued Operations | -- | (48,689,821) |
| Adjustments Regarding Net Profit Reconciliation for the Period: | 1,882,865,635 | 426,068,574 |
| Adjustment of Depreciation And Amortization | 1,165,956,901 | 1,212,107,976 |
| Adjustment of Decrease in Value of Trade Receivables | (3,319,924) | 1,777,341 |
| Adjustments for Fair Value (Gains)/Losses of Derivative Financial Instruments | (10,592,715) | (36,963,137) |
| Adjustment of Decrease in Value in Inventories | 7 (13,680,857) | 9,827,541 |
| Adjustment of Provisions for Employee Benefits | 154,858,889 | 32,981,640 |
| Adjustments for Provisions | (5,814,289) | 7,012,247 |
| Adjustments for Tax (Income) / Expense | 17 1,107,678,036 | 392,240,282 |
| Adjustments for losses and gains from the disposal of assets held for sale | -- | 120,184,203 |
| Adjustments related to interest expenses | 523,741,923 | 383,783,240 |
| Adjustments related to interest income | (551,257,794) | (17,645,221) |
| Inflation Impact | (484,704,535) | (1,679,237,538) |
| Changes in Working Capital | (1,072,752,382) | 1,843,516,441 |
| Change in Trade Receivables | (882,222,563) | (1,057,717,741) |
| Change in Inventories | 289,507,477 | 1,317,555,282 |
| Change in Trade Payables | 451,292,905 | 1,429,722,110 |
| Change in Employee Benefits | (88,015,265) | 46,414,088 |
| Change in Government Grants | -- | (3,256,139) |
| Change in Other Assets Regarding Operating Activities | (655,897,533) | (271,980,484) |
| Change in Other Liabilities Regarding Operating Activities | (187,417,403) | 382,779,325 |
| Net Cash Provided from Operating Activities | 4,152,438,590 | 3,179,312,304 |
| Taxes paid | (907,197,843) | 150,899,995 |
| Payments made within the scope of provisions for employment benefits | (114,706,301) | (144,230,375) |
| Net Cash Provided From Operating Activities | 3,130,534,446 | 3,185,981,924 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Proceeds From Sale of Property, Plant, Equipment and Intangible Assets | 7,947,074 | 2,178,316 |
| Acquisition Of Property, Plant, Equipment, and Intangible Assets | (23,302,066) | (295,600,677) |
| Proceeds From Sale of Biological Assets | 8 11,476,215,861 | 13,326,595,511 |
| Acquisition and Physical Change on Biological Assets | 8 (12,157,387,196) | (14,657,249,286) |
| Cash Advances Given and Payables | 19,587,212 | 200,284,692 |
| Net Cash Flows provided from/ (Used in) Investing Activities | (676,939,115) | (1,423,791,444) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Proceeds from loans | 4 1,452,923,273 | 7,071,997,922 |
| Repayment of borrowings | 4 (1,337,174,092) | (7,509,632,588) |
| Repayment of lease liabilities | (74,159,100) | (18,146,493) |
| Proceeds from other financial borrowings | (42,078,248) | (92,300,318) |
| Interest received | 551,257,794 | 17,645,221 |
| Interest paid | (190,011,479) | (389,089,139) |
| Cash Flows Provided From Financing Activities | 360,758,148 | (919,525,395) |
| NET DECREASE /INCREASE IN CASH AND CASH EQUIVALENTS BEFORE THE EFFECT OF TRANSLATION DIFFERENCE | 2,814,353,479 | 842,665,085 |
| Effect of Foreign Exchange Differences | (175,891,068) | (262,242,121) |
| Cash and Cash Equivalents | 2,638,462,411 | 580,422,964 |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD | 1,624,819,468 | 1,106,675,124 |
| Effects of inflation on cash | (734,970,606) | (535,900,146) |
| CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD | 3,528,311,273 | 1,151,197,942 |

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

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)
(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

1 ORGANISATION AND OPERATION OF THE GROUP

Banvit Bandırma Vitaminli Yem Sanayi Anonim Şirketi (“Company” or “Banvit”), was established in Bandırma, Turkey, in 1968. 8.29% of Banvit shares are listed on the Istanbul Stock Exchange (“ISE”) (31 December 2023: 8.29%).

The main operations of Banvit are marketing, slaughtering and production of animal feed, breeding eggs, one-day-old chicks, live chickens and processed chickens. Financial statements in this consolidated Statement include the Company and its subsidiaries. In the following sections, the Parent Company and its subsidiaries will be referred to as “Group”.

As of 30 September 2024 and 31 December 2023 the shareholder structure of the Company is follows:

| | 30 September 2024 | 31 December 2023 |
|--------------------------|--------------------------|-------------------------|
| TBQ Foods GMBH | 91.71% | 91.71% |
| Diğer (Halka Açık Kısım) | 8.29% | 8.29% |
| Toplam | 100% | 100% |

The subsidiaries included in consolidation as of 30 September 2024 and 31 December 2023, their cities of incorporation, nature of businesses and participation rates of the Company are as follows:

| | Country of Subsidiary | Field of Subsidiary | Participation Rate | |
|--|------------------------------|----------------------------|---------------------------|-------------------------|
| | | | 30 September 2024 | 31 December 2023 |
| Nutrinvestments B.V.(*) | Holland | Holding Company | | 100% |
| Banvit Enerji ve Elektrik Üretim Anonim Şirketi (“Banvit Enerji”)**) | Turkey | Energy production | | 100% |

(*) The liquidation decision of Nutrinvestment B.V., which is 100% owned by Banvit, was taken as of 31 March 2024, and the liquidation process was completed as of 19 July 2024.

(**) The liquidation process of Banvit Enerji ve Elektrik Üretim A.Ş., which is 100% owned by Banvit, was taken as of 4 April 2024, and the liquidation process was completed as of 09 September 2024.

As of 30 September 2024, and 31 December 2023, the number of personnel by category is as follows:

| | 30 September 2024 | 31 December 2023 |
|----------------------------------|--------------------------|-------------------------|
| Blue collar | 4,353 | 4,174 |
| White collar | 676 | 642 |
| Total number of employees | 5,029 | 4,816 |

The address of the registered office and headquarters of the Company is as follows:

Ömerli Mahallesi, Ömerli Sokak, No: 2/8A
10202 Bandırma - Balıkesir / Turkey
Website: <http://www.banvit.com/>

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS

2.1 Basis of presentation

Functional Currency and Reporting Currency

These consolidated financial statements are presented in the Company's functional currency, which is the Turkish Lira (“TRY”). The functional currencies of foreign subsidiaries are as follows:

Functional Currency

Nutrinvestments B.V.

European Union Currency (“Euro”)

The financial statements of entities whose functional currency is not TL are prepared in their own function currency and these financial statements are translated to TL for consolidation purposes in accordance with the TAS 21 (The Effects of Changes in Foreign Exchange Rates). The Group has determined its reporting currency as the Turkish Lira for presentation purposes of consolidated financial statements and explanatory notes. All currencies other than the currency selected for measurement of the consolidated financial statement items are foreign currencies.

Foreign currency transactions of related subsidiaries are translated to the functional currency at the actual rates applicable of the transaction date. Monetary assets and liabilities denominated in foreign currencies are translated at the foreign exchange rates valid at the reporting dates. Translation gains and losses related to monetary items represent the difference between the amounts calculated in the functional currency valid at the beginning and the end of the period.

Adjustment of financial statements in hyperinflationary periods

The Group has prepared its consolidated financial statements as of September 30, 2024, by applying TAS 29 "Financial Reporting in Hyperinflationary Economies" in accordance with the announcement made by the Public Oversight Authority ("KGK") on November 23, 2023, and the "Implementation Guide on Financial Reporting in High Inflation Economies." According to this standard, financial statements prepared in the currency of a high-inflation economy should be presented in terms of the purchasing power of that currency at the balance sheet date, and comparative information from prior periods should be expressed in terms of the current measurement unit at the end of the reporting period. Therefore, the Group has also presented its consolidated financial statements as of December 31, 2023, based on the purchasing power principle as of September 30, 2024.

In accordance with the CMB's decision dated December 28, 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 December 31, 2023.

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira ("TL") unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.1 Basis of preparation (Continued)

The restatements in accordance with TAS 29 have been made using the adjustment factor derived from the Consumer Price Index ("CPI") in Turkey published by the Turkish Statistical Institute. As of September 30, 2024 the indexes and adjustment factors used in the restatement of the consolidated financial statements are as follows:

| Date | Index | Adjustment Factor | Three-Year Compound Inflation Rate |
|-------------------|--------------|--------------------------|---|
| 30 September 2024 | 2,526.16 | 1.00 | 343% |
| 31 December 2023 | 1,859.38 | 1.36 | 268% |
| 30 September 2023 | 1,691.04 | 1.49 | 254% |

The main components of Group's restatement for the purpose of financial reporting in hyperinflationary economies are as follows:

The consolidated financial statements for the current period presented in TL are expressed in terms of the purchasing power at the balance sheet date and the amounts for the previous reporting periods are restated in accordance with the purchasing power at the end of the reporting period.

Monetary assets and liabilities are not restated as they are currently expressed in terms of the purchasing power at the balance sheet date. Where the inflation-adjusted amounts of non-monetary items exceed the recoverable amount or net realizable value, the provisions of TAS 36 and TAS 2 have been applied, respectively.

Non-monetary assets, liabilities and equity items that are not expressed in the current purchasing power at the balance sheet date are restated by applying the relevant conversion factors.

All items in the statement of comprehensive income, except for the effects of non-monetary items in the balance sheet on the statement of comprehensive income, have been restated by applying the multipliers calculated over the periods in which the income and expense accounts were initially recognized in the financial statements.

The effect of inflation on the Group's net monetary asset position in the current period is recognized in the consolidated income statement in the net monetary position loss account.

Foreign currency transactions

Transactions in foreign currencies are translated to TL at exchange rates at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined. Foreign currency differences are generally recognized in profit or loss. Non-monetary items measured in foreign currency's historical cost are translated using the exchange rate at the date of the transaction.

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.1 Basis of preparation (Continued)

The closing exchange rates for the reporting periods are as follows:

| | 30 September 2024 | | 31 December 2023 | |
|--------------------------|-------------------|----------------|------------------|----------------|
| | End of Period | Period Average | End of Period | Period Average |
| EUR (“EUR”) / TL | 37,7456 | 36,8411 | 32,5739 | 25,7198 |
| USA Dollars (“USD”) / TL | 33,9660 | 33,5282 | 29,4382 | 23,7776 |

Statement of Compliance with Turkish Financial Reporting Standards ('TFRS')

Banvit and its subsidiary operating in Turkey maintain their accounting records and statutory books in Turkish Lira (TRY) in accordance with the prevailing commercial and financial regulations. Subsidiaries operating in foreign countries maintain their accounting records and statutory books in the currencies of the countries where they operate and prepare them in accordance with the regulations of those countries.

The consolidated financial statements attached herewith have been prepared in accordance with the Turkish Financial Reporting Standards ('TFRS') issued by the Public Oversight, Accounting and Auditing Standards Authority ('KGK') in accordance with the provisions of the Communiqué on Principles Regarding Financial Reporting in the Capital Markets ('Communiqué') published in the Official Gazette dated June 13, 2013, numbered 28676 by the Capital Markets Board ('CMB'). TFRS includes Standards and Interpretations published by the KGK under the names of Turkish Accounting Standards ('TAS'), Turkish Financial Reporting Standards, TAS Interpretations, and TFRS Interpretations.

The financial statements have been presented in accordance with the formats determined in the 'TFRS Taxonomy' published by the KGK on July 4, 2024, and the Financial Statement Examples and Usage Guide published by the CMB.

The summarized consolidated financial statements for the nine-month interim period ended September 30, 2024, of the Group have been approved by the Board of Directors on November 11, 2024, for publication. The General Assembly and relevant regulatory authorities have the right to amend the financial statements prepared in accordance with legal regulations and the TFRS, as well as the summarized consolidated financial statements prepared for the interim period in accordance with TFRS.

Consolidation principles

Subsidiaries refer to the companies over which Banvit has the authority and power to control financial and operational policies in accordance with Banvit’s interests through (a) having the authority to exercise more than 50% of the voting rights in the company either directly or indirectly, or (b) exercising actual control over financial and operational policies even if not holding more than 50% of the voting rights.

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.1 Basis of preparation (Continued)

Items in the financial position statement, excluding paid-in capital and equity as of the acquisition date for the company and its subsidiaries, are aggregated. In the aggregation process, intercompany receivables and payables among consolidated entities are eliminated.

Shares in the company and its subsidiaries are mutually eliminated from the financial investments in the company and the capital account in the subsidiaries.

As of the date a company becomes a subsidiary within the consolidation scope and in subsequent share purchases, the acquisition cost of the shares held by the company in the capital of the subsidiaries is deducted from the value represented in the equity of the financial position statement, which is based on the fair value of these shares in the subsidiaries.

From the equity account group of the subsidiaries within the consolidation scope, amounts attributable to non-controlling interests outside the company and its subsidiaries are deducted and shown in the consolidated financial position statement under the equity account group named 'Non-Controlling Interests'. As of September 30, 2024, there are no non-controlling interests.

Intercompany purchase and sale transactions between the company and its subsidiaries, and the resulting gains and losses from these transactions are eliminated in the consolidated profit or loss and other comprehensive income statement. The eliminated gains and losses include securities, inventories, tangible and intangible fixed assets, financial fixed assets, and other assets traded among the consolidated entities.

Continuity of Business

The Group has prepared its consolidated financial statements in accordance with the going concern principle.

Comparatives and restatement of prior periods' financial statements

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

2.2 Significant accounting estimates and assumptions

The preparation of the consolidated financial statements require Group Management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period, Actual results could differ from those estimates, Those estimates are reviewed periodically, and as adjustments become necessary, they are reported in statements of income in the periods they become known.

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.2 Significant accounting estimates and assumptions (Continued)

Significant estimates used in the preparation of these financial statements and the significant judgments with the most significant effect on amounts recognized in the consolidated financial statements are as follows:

a) Provision for employment termination benefits

Termination indemnity liability is determined by using actuarial assumptions as discount rates, future salary increases and employee turnover rates by the Group. Actuarial gains or losses are stated in consolidated other comprehensive income.

b) Trade receivable

Provision for doubtful receivables is an estimated amount that Group Management believes to reflect for possible future losses on existing receivables that have collection risk due to current economic conditions.

c) Useful life

The useful economic lifetime of Group’s assets are determined by Group Management at acquisition date of asset and they are revised regularly. Group determines the useful lifetime of an asset by considering the assets’ approximate benefit. This assessment based on the experience of used similar assets. The Group considers the situation that will become unusable in terms of technical or commercial values, as a result of changes or progression in the market when determine the useful lifetime of an asset.

d) Revaluation of land, buildings and land improvements, machinery and equipments

The frequency of revaluation studies is determined to ensure that the carried values of the tangible fixed assets and investment properties are not significantly different from their fair values as of the end of the relevant reporting period. The frequency of the revaluation studies depends on the change in the fair value of the tangible assets. In cases where the fair value of a revalued asset is considered to be significantly different from its carrying value, the revaluation study needs to be repeated, and this study is carried out for the entire class of assets with the revaluated asset as of the same date.

On the other hand, it is not necessary to repeat the revaluation studies every year for the tangible fixed assets whose fair value changes are insignificant.

In this context, as a result of the evaluations made by the Group management, the land, plots, buildings, land improvements, and machinery, plant, and equipment are reflected in the financial statements at their fair values determined by an independent professional valuation company authorized by the CMB, as of 30 September 2023.

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira ("TL") unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.2 Significant accounting estimates and assumptions (Continued)

In fair value calculations, the most effective and efficient use evaluation was made and the current usage purposes were determined as the most effective and efficient use, and the peer comparison method was used for lands and plots, and the cost approach method was used for underground and surface landscapes and buildings

The details of the methods and assumptions used within the scope of the valuation studies carried out are as follows:"

- In the peer comparison method, the existing market information was used, the prices were adjusted within the framework of the criteria that may affect the market value, considering the similar real estates that were recently put on the market, and the average m2 sales value for the plots subject to the report was determined. The peers found were compared according to criteria such as location, size, zoning status, physical characteristics, and real estate marketing firms were interviewed for an up-to-date evaluation of the real estate market, and the existing knowledge of an independent professional valuation company was used.
- In the cost approach method, the value of the real estate is determined by adding the investment costs on the land to the land value after amortization (subtracting the depreciation after adding any interest or gain). In the calculation of the land value among the components discussed in the cost approach method, the equivalent comparison method explained above was used.
- Cost approach method was used in valuation of property, plant and equipment. Due to the fact that valuation is an integrated industrial plant valuation as a whole, in the light of market data to the extent that it is applicable in valuation of property, plant and equipment; It was built on active and operational values within the integrated plant and the property, plant and equipment in question were examined on a line basis.

The values that may occur during the realization of purchase/sale transactions may differ from these values

e) Deferred tax asset

Deferred tax liabilities are recognized for all taxable temporary differences, while deferred tax assets/liabilities arising from deductible temporary differences are recognized only if it is probable that future taxable profits will be available to utilize these differences.

As part of the preparation process of the consolidated financial statements, the Group is required to estimate income tax for each country in which it operates. This process involves estimating deferred tax assets or liabilities by evaluating current tax expenses, deferred income, and temporary timing differences calculated from adjustments made for reporting purposes. The Group Management records deferred tax assets in situations where they can be offset against future taxable income or deducted. Deferred tax assets are recognized in cases where it is probable that tax benefits will be realized in future periods. Therefore, the recognition of deferred tax assets is dependent on the estimation of future financial performance.

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.2 Significant accounting estimates and assumptions (Continued)

f) Impairment of inventory

In calculating impairment, the physical status and aging of inventories are reviewed taking into consideration the technical personnel’s opinion; and provision is made for items assumed unserviceable. In determining the net realizable value of inventories, inventory price lists and average discount rates of the year are used and assumptions are made in relation to sales expenses to be incurred in the future.

g) Provision for Lawsuits

Provisions for lawsuits are recognized based on the likelihood of losing the cases and the potential consequences if they are lost, as evaluated in accordance with the opinions of the Group's legal advisors. The Group Management uses available data to make the best estimates and recognizes provisions as deemed necessary. In cases of disputes with tax authorities, tax expenses must be estimated and evaluated until a decision is received from the relevant authorities or the legal process is concluded, for items where the tax calculation method cannot be precisely determined.

2.3 Significant accounting policies

Cash and cash equivalents

Cash and cash equivalents in the consolidated statement of cash flows comprise cash, credit card receivables, banks and short term investments of short maturity (up to 3 months) and high liquidity which are easily convertible to specific amounts of cash and maturing in a maximum of 3 months,

Inventories

Inventories are stated at the lower of cost or net realizable value, The cost of inventories comprise all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present state and condition, The costs of inventories are determined by weighted average cost method, Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs necessary to make the sale,

Biological Assets

Biological assets are measured at their fair value less costs to sell, and changes in fair value are recognized in profit or loss. In cases where the fair value cannot be determined reliably, it is recognized in profit or loss by deducting accumulated depreciation and accumulated impairment provisions from the cost at the end of the period.

Breeding chickens, laying hens and broiler chickens are classified under biological assets in the consolidated financial statements. Laying and breeding chickens are amortized on the basis of their economic life according to the laying period. Since these biological assets do not have an active market, they are reflected in the consolidated financial statements after deducting the accumulated amortization and impairment losses, if any.

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.3 Significant accounting policies (Continued)

Broiler live chickens are recorded directly at production cost, following slaughter periods at the end of their useful life. Biological assets owned by the Group do not have a quoted market price and the company clearly understands that alternative measurements of fair value are not reliable, therefore biological assets are measured at cost less any accumulated depreciation and accumulated impairment losses. Group management determines the useful life of biological assets by calculating the potential number of eggs that they can lay under normal conditions.

Related parties

If one of the below listed criteria exists the party is regarded as related with the Group:

- a) Directly, or indirectly through one or more intermediaries, the party:
 - i) controls, is controlled by, or is under common control with, the Group (this includes parents, subsidiaries and fellow subsidiaries);
 - ii) has an interest in the Group that gives it significant influence over the Group; or
 - iii) has joint control over the Group;
- b) The party is an associate of the Group:
- c) The party is a joint venture in which the Group is a venture:
- d) The party is member of the key management personnel of the Group or its parent;
- e) The party is a close member of the family of any individual referred to in (a) or (d);
- f) The party is an entity that is controlled, jointly controlled or significantly influenced by, or for which significant voting power in such entity resides with, directly or indirectly, any individual referred to in (d) or (e); or
- g) The party has a post-employment benefit plan for the benefit of employees of the Group, or of an entity that is a related party of the Group,

The Group enters into business relationships with related parties in the course of its ordinary activities.

Tangible assets

All tangible assets are initially recognized at cost. Land, buildings, and machinery are subsequently stated at fair value less depreciation after being revalued by professionally qualified valuation specialists. All other tangible assets are stated at cost less accumulated depreciation and impairment losses, if any. When a tangible asset is sold, the income or loss resulting from the sale is included in the statement of income and profit or loss after deducting the asset's cost and accumulated depreciation from the accounts. When a revalued asset is sold, the related revaluation surplus is transferred to retained earnings.

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.3 Significant accounting policies (Continued)

The purchase dates were taken into account in bringing all tangible assets, excluding underground and overground installations, buildings, and machinery, to the purchasing power of the Turkish Lira as of December 31, 2023, indexed to December 31, 2021. Depreciation for tangible assets is calculated using the straight-line method over the assets' estimated useful lives, based on amounts adjusted for inflation accounting.

The cost of a tangible asset comprises the purchase price, import duties, non-refundable taxes, and any costs directly attributable to bringing the asset to working condition for its intended use. Repairs and maintenance costs incurred after the tangible asset is put into use are recognized as expenses in the period in which they are incurred. If such expenditures provide an enhancement to the future economic benefits of the asset, they are added to the asset's cost and depreciated over the remaining useful life.

Land, underground and overground installations, buildings, and machinery and equipment: The increases resulting from revaluation of carrying amounts are recorded as credits in the revaluation surplus under equity in the balance sheet, net of deferred tax effects. Revaluation increases related to assets for which impairment losses were previously recognized in the statement of comprehensive income are credited to the statement of comprehensive income in the amount of the previously recognized impairment loss. Decreases corresponding to previous period revaluation increases of the same asset are deducted from the surplus; all other decreases are reflected in the statement of comprehensive income. Each year, the difference between the depreciation calculated on the revalued amount (depreciation reflected in the statement of comprehensive income) and the depreciation allocated based on the cost of the asset before revaluation is transferred from the revaluation surplus to retained earnings, net of deferred tax effects.

The ranges of useful lives applied to the assets previous and current periods are as follows:

| | |
|---|-------------|
| Land, Buildings, Underground and Overground Installations | 15-50 years |
| Machinery, Plant, and Equipment | 2-15 years |
| Vehicles | 4-5 years |
| Fixtures and Fittings | 3-15 years |
| Special Costs | 5-15 years |

Intangible assets

Intangible assets have a limited useful life and mainly include rights and computing software. These assets are reflected in the financial statements over their acquisition costs, with their accumulated amortization and net value after deducting any impairment, if any. These assets are amortized using the straight-line method within an average of five years from the date of acquisition. Maintenance and repair costs of computer software programs are expensed when service is performed.

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.3 Significant accounting policies (Continued)

Losses and gains arising from the disposal of intangible assets or impairment losses over their indexed values are shown in the relevant income and expense accounts. The salvage value of intangible assets is not estimated to be significant. Intangible assets are tested for impairment if their carrying value may be higher than their recoverable value.

Leases

At the inception date of the contract, the Group evaluates whether the contract is or contains a lease. If the contract transfers the right to control the use of the identified asset for a specified period of time, the contract is or includes a lease. To assess whether a contract provides the right to control the use of an identified asset, the Group uses the definition of a lease in TFRS 16.

As a lessee

At the commencement date of a lease, or the date of modification of a contract that contains a lease component, the Group allocates each lease component on the basis of the relative stand-alone price of the lease component and the aggregate stand-alone price of the non-lease components.

The Group has elected not to separate non-lease components from lease components, and instead accounts for each lease component and any associated non-lease components as a single lease component.

At the commencement date of the lease, the Group recognizes a right-of-use asset and a lease liability on its financial statements. The cost of the right-of-use asset comprises the initial measurement of the lease liability, adjusted for any lease payments made at or before the commencement date, less any lease incentives received, plus any initial direct costs, and any estimated costs to dismantle and remove the asset, restore the site on which it is located, or restore the underlying asset to the condition required by the terms and conditions of the lease.

If the lease transfers ownership of the underlying asset to the lessee by the end of the lease term or if the cost of the right-of-use asset reflects that the lessee will exercise a purchase option, the right-of-use asset is depreciated from the commencement date to the end of the useful life of the underlying asset. Otherwise, the right-of-use asset is depreciated from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

Share capital

Ordinary shares

Incremental costs directly attributable to the issue of ordinary shares are recognized as a deduction from equity, Income tax relating to transaction costs of an equity transaction is accounted for in accordance with TAS 12.

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.3 Significant accounting policies (Continued)

Taxes calculated on corporate earnings

Income tax expense comprises current and deferred tax, It is recognised in profit or loss except to the extent that it relates to a business combination, or items recognised directly in equity or in other comprehensive income.

Current tax

In Turkey, the corporate tax rate is 25% as of September 30, 2024 (December 31, 2023: 25%). The corporate tax rate is applied to the net corporate income determined after adding non-deductible expenses according to tax laws and deducting exemptions and incentives provided by tax laws from the commercial profit of corporations.

The Group calculates deferred tax assets and liabilities by considering the effects of temporary differences arising from different valuations of financial statement items between those prepared in accordance with the accounting standards published by the Public Oversight Authority (KGK) and the statutory financial statements. These temporary differences generally arise from the recognition of income and expenses in different reporting periods according to the accounting standards and tax laws.

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years.

The amount of current tax payable or receivable is the best estimate of the tax amount expected to be paid or received, reflecting any uncertainty related to income taxes. It is measured using tax rates enacted or substantively enacted at the reporting date.

Current tax assets and liabilities are offset only if certain criteria are met.

Government grants

Government grants are not recognized in the financial statements without reasonable assurance that the entity will meet the conditions necessary to obtain the grant and that the grant will be received.

Government grants are systematically recognized in profit or loss over the periods in which the related costs are incurred. As a financing instrument, government grants are not recognized in profit or loss to clarify the expenditure items they finance but are instead associated with the financial position (balance sheet) as unearned income and systematically recognized in profit or loss over the economic life of the related assets.

Government grants provided to offset previously incurred expenses or losses, or to provide urgent financial support to the entity without future costs, are recognized in profit or loss when they become receivable

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.3 Significant accounting policies (Continued)

Assets Held for Sale

Assets or disposal groups comprising assets and liabilities are classified as held-for-sale if it is highly probable that they will be recovered primarily through sale rather than through continuing use.

Such assets, or disposal groups, are measured at the lower of their carrying amount and fair value less costs to sell. Any impairment loss on a disposal group is allocated first to goodwill, and then to the remaining assets and liabilities on a pro rata basis, except that no loss is allocated to inventories, deferred tax assets, employee benefit assets, investment property, or biological assets, which continue to be measured in accordance with the Group’s other accounting policies. Impairment losses on initial classification as held-for-sale or held-for-distribution and subsequent gains and losses on remeasurement are recognized in profit or loss.

Non-current intangible and tangible assets are not subject to amortization or depreciation once classified as held-for-sale or held-for-distribution

Discontinued operations are an important part of the Group's disposal, and their operations and cash flows can be separated from the Group as a whole. The operating results obtained until the date when the Group's control over the disposed operations ends are presented in a separate line under the heading "discontinued operations" in the consolidated statement of profit or loss. The consolidated profit or loss statement for the previous period is restated in accordance with the comparison principle, and the operating results of the discontinued operations for the previous accounting period are also classified as “discontinued operations”.

The net profit/loss for the period regarding the discontinued operations is shown in a separate line as the net profit/loss from discontinued operations in the income statement.

Employee benefits

Severance pay according to the current laws and collective bargaining agreements in Turkey, is paid in case of retirement or dismissal, In accordance with TAS 19 Employee Benefits Standard ("TAS 19"), such payments are classified as defined retirement benefit plans, The retirement pay liability recognized in the balance sheet has been calculated based on the net present value of all employees' expected future salary amounts due to their retirement and reflected in the consolidated financial statements, All actuarial gains and losses are accounted for as other comprehensive income.

Provisions, contingent assets and liabilities

Provisions are recognized if, and only if, there is a present obligation (legal or constructive) which has arisen as a result of a past event, it is likely that the resources providing economic benefit to the company flow from the company due to such obligation, and the potential liability can be estimated reliably, If the effect of the time value of money becomes material, the provisions are stated at the expected future cash outflows discounted at the reporting date, Provisions are reviewed at each reporting date and adjustments are made so as to reflect the best estimates of the Group Management.

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.3 Significant accounting policies (Continued)

Contingent assets are subject to continuous evaluation in order to maintain correct recognition of relevant events, When the inflow of economic benefits is virtually certain, then the related contingent asset and the relevant income are recognized in the financial statements, When the inflow of economic benefits is probable, then the subject contingent asset is recognized in the notes to the consolidated financial statements.

Impairment on non financial assets

The Group considers evidence of impairment for these assets at both an individual asset and a collective level. All individually significant assets are individually assessed for impairment. Those found not to be impaired are then collectively assessed for any impairment that has been incurred but not yet individually identified. Assets that are not individually significant are collectively assessed for impairment. Collective assessment is carried out by grouping together assets with similar risk characteristics.

In assessing collective impairment, the Group uses historical information on the timing of recoveries and the amount of loss incurred, and makes an adjustment if current economic and credit conditions are such that the actual losses are likely to be greater or lesser than suggested by historical trends.

An impairment loss is calculated as the difference between an asset’s carrying amount and the present value of the estimated future cash flows discounted at the asset’s original effective interest rate. Losses are recognised in profit or loss and reflected in an allowance account. When the Group considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through profit or loss.

Revenue

The Group recognizes revenue in the consolidated financial statements when it satisfies a performance obligation by transferring a promised good to the customer or as it transfers the good. Revenue is recognized when control of an asset is transferred to the customer.

The Group recognizes revenue in the consolidated financial statements based on the following 5 fundamental principles:

- Identification of customer contracts
- Identification of performance obligations
- Determination of transaction price in the contract
- Allocation of price to performance obligations
- Recognition of revenue when the performance obligations are fulfilled

The Group assess the goods or services promised in a contract with a customer and identify as a performance obligation each promise to transfer to the customer.

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.3 Significant accounting policies (Continued)

For each performance obligation identified, the entity determine at contract inception whether it satisfies the performance obligation over time or satisfies the performance obligation at a point in time. If the Group transfers control of a good or service over time and therefore satisfies a performance obligation and recognises revenue over time. However, all of the Group's sales of goods and services include a single performance obligation.

The Group recognises revenue when the entity satisfies a performance obligation by transferring a promised good or service to the customer. An asset is transferred when the customer obtains control of that asset or service. The Group recognized revenue from its customers only when all of the following criteria are met:

- The parties to the contract have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to perform their respective obligations.
- Group can identify each party's rights regarding the goods or services to be transferred.
- Group can identify the payment terms for the goods or services to be transferred:
- The contract has commercial substance.
- It is probable that Group will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the customer. In evaluating whether collectability of an amount of consideration is probable, an entity shall consider only the customer's ability and intention to pay that amount of consideration when it is due.

At the beginning of the contract, the Group evaluates the goods or services it has committed in the contract with the customer and defines each commitment to transfer to the customer as a separate performance obligation. The Group also determines at contract inception whether it has fulfilled each performance obligation over time or at a point in time.

When a third party is involved in to sales transaction in order to provide of goods or services to the customer, the Group determines that the nature of its commitment is performed as a principal or agent by the Group. It is principal if the group controls the specified goods or services before transferring those goods or services to the customer. In that case, when (or as long as) it fulfills its performance

obligation, it includes the revenue in the consolidated financial statements equal to the gross amount of the price it expects to be entitled in return for the transferred goods or services. If the Group acts as an intermediary in the supply of goods or services for which a performance obligation has been determined by another party, it is in the position of an agent and does not reflect the revenue for the said performance obligation in the consolidated financial statements.

The Group does not adjust the promised amount of consideration for the effects of a significant financing component since the Group expects, at contract inception, that the period between when the entity transfers a promised good or service to a customer and when the customer pays for that good or service will be one year or less. If the financing component is significant in revenue, future collections are discounted by the interest rate in financing component. The difference is recognised as income from operating activities in current period.

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.3 Significant accounting policies (Continued)

The Group's performance obligations consist of the sale of consumer products that it produces. The customer consumes the benefit obtained by the Group from the performance simultaneously. The sales transaction is recognized at the time of delivery of the manufactured products. The Group transfers control of the goods or services sold to the customer at the same time and the revenue is recognized when the performance obligation is fulfilled.

Dividend and interest income

Dividend income from equity investments is accounted for when shareholders are entitled to receive dividends as long as it is economically beneficial and income can be measured reliably, Interest income from financial assets is recognized in the records as long as it is economically beneficial and the income can be reliably measured.

Finance income and expense

The Group's finance income include interest income and foreign currency gain on financial assets and liabilities (other than trade receivables and payables).

Finance expense comprises interest expense on borrowings, interest expense of long term provisions and foreign currency losses arising from financial assets and liabilities (excluding trade receivables and payables), Borrowing costs that are not directly attributable to acquisition, construction or production of qualifying assets are recognized in profit or loss.

The foreign currency gain or losses and discount income and expenses on trade receivables and trade payables are presented under other income/expense on operating activities.

Interest income or expense is recognised using the effective interest method, Dividend income is recognised in profit or loss on the date on which the Group's right to receive payment is established.

Foreign currency

The assets and liabilities of foreign operations, including goodwill and fair value adjustments arising on acquisition, are translated into TL at the exchange rates at the reporting date, The income and expenses of foreign operations are translated into TL at the exchange rates at the dates of the transactions.

Foreign currency differences are recognised in other comprehensive income and accumulated in the translation reserve, except to the extent that the translation difference is allocated to non-controlling interest.

Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are translated into the currency of the date on which the fair value was determined, Non-monetary items measured at historical cost in foreign currencies are translated from the date on which the transaction is made.

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.3 Significant accounting policies (Continued)

Non-monetary assets and liabilities denominated in foreign currencies and measured at fair value are translated into the functional currency using the exchange rate in effect at the date the fair value is determined. Non-monetary items measured at historical cost in foreign currencies are translated using the exchange rate at the date of the transaction.

Exchange differences are recognized in profit or loss in the period in which they are incurred, except in the following cases:

- Exchange differences that are included in the cost of such assets that are treated as adjustment to interest costs on debts denominated in foreign currencies that relate to the assets being constructed for future use,
- Foreign exchange differences arising from transactions carried out to provide financial protection against risks arising from foreign currencies (accounting policies related to establishing financial protection against risks are explained below),

Earnings / (losses) per share

Earnings/(losses) per share is calculated by dividing the net consolidated profit or loss and other comprehensive income for the period by the weighted average number of ordinary shares outstanding during the period.

Financial Instruments

Classification and measurement of financial assets and financial liabilities

Under TFRS 9, on initial recognition, a financial asset is classified as measured at: amortised cost; FVOCI - debt investment; FVOCI - equity investment; or FVTPL, The classification of financial assets under TFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics, Derivatives embedded in contracts where the host is a financial asset in the scope of the standard are never separated, Instead, the hybrid financial instrument as a whole is assessed for classification.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding, A debt investment is measured at FVOCI if it meets both of the following conditions and is not designated as at FVTPL:
- it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding,

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.3 Significant accounting policies (Continued)

On initial recognition of an equity investment that is not held for trading, the Company may irrevocably elect to present subsequent changes in the investment’s fair value in OCI, This election is made on an investment-by-investment basis, All financial assets not classified as measured at amortised for the FVOCI as described above are measured at FVTPL, This includes all derivative financial assets, On initial recognition, the Company may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised for the at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise. A financial asset (unless it is a trade receivable without a significant financing component that is initially measured at the transaction price) is initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition.

Impairment of financial assets

With the application of IFRS 9, the 'Expected Credit Loss' (ECL) model has replaced the 'Incurred Loss' model under IAS 39. The new impairment model applies to financial assets measured at amortized cost, contract assets, and debt instruments measured at fair value through other comprehensive income (FVOCI), but it does not apply to investments in equity instruments. Under IFRS 9, credit losses are recognized earlier than under IAS 39.

Under TFRS 9, loss allowances are measured on either of the following bases:

- 12-month ECLs: these are ECLs that result from possible default events within the 12 months after the reporting date, and
- lifetime ECLs: these are ECLs that result from all possible default events over the expected life of a financial instrument.

The Group measures loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured as 12-month ECLs:

- debt securities that are determined to have low credit risk at the reporting date, and other debt securities and bank balances for which credit risk (i.e. the risk of default occurring over the expected life of the financial instrument) has not increased significantly since initial recognition.
- The Group has elected to measure loss allowances for trade receivables and contract assets at an amount equal to lifetime ECLs.
- The Group assumes that the credit risk on a financial asset has increased significantly if it is more than 30 days past due.
- The Group considers a financial asset to be in default when:
- the borrower is unlikely to pay its credit obligations to the Group in full, without recourse by the Group to actions such as realising security (if any is held).
- The Group considers a debt security to have low credit risk when its credit risk rating is equivalent to the globally understood definition of ‘investment grade’.
- The maximum period considered when estimating ECLs is the maximum contractual period over which the Group is exposed to credit risk.

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.3 Significant accounting policies (Continued)

The Group has elected to measure loss allowances for trade receivables and contract assets at an amount equal to lifetime ECLs.

The Group assumes that the credit risk on a financial asset has increased significantly if it is more than 30 days past due.

The Group considers a financial asset to be in default when:

- the borrower is unlikely to pay its credit obligations to the Group in full, without recourse by the Group to actions such as realising security (if any is held).

The Group considers a debt security to have low credit risk when its credit risk rating is equivalent to the globally understood definition of ‘investment grade’.

The maximum period considered when estimating ECLs is the maximum contractual period over which the Group is exposed to credit risk.

2.4 New and revised standards and interpretations

Standards issued but not yet effective and not early adopted

A number of new standards, interpretations of and amendments to existing standards are not effective at reporting date and earlier application is permitted; however the Group has not early adopted are as follows,

a) Standards, amendments, and interpretations applicable as of 30 September 2024:

- **Amendment to IAS 1 – Non-current liabilities with covenants;** effective from annual periods beginning on or after 1 January 2024. These amendments clarify how conditions with which an entity must comply within twelve months after the reporting period affect the classification of a liability. The amendments also aim to improve information an entity provides related to liabilities subject to these conditions
- **Amendment to IFRS 16 – Leases on sale and leaseback;** effective from annual periods beginning on or after 1 January 2024. These amendments include requirements for sale and leaseback transactions in IFRS 16 to explain how an entity accounts for a sale and leaseback after the date of the transaction. Sale and leaseback transactions where some or all the lease payments are variable lease payments that do not depend on an index or rate are most likely to be impacted.

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.4 New and revised standards and interpretations (Continued)

- **Amendments to IAS 7 and IFRS 7 on Supplier finance arrangements;** effective from annual periods beginning on or after 1 January 2024. These amendments require disclosures to enhance the transparency of supplier finance arrangements and their effects on a company’s liabilities, cash flows and exposure to liquidity risk. The disclosure requirements are the IASB’s response to investors’ concerns that some companies’ supplier finance arrangements are not sufficiently visible, hindering investors’ analysis.
 - **IFRS S1, ‘General requirements for disclosure of sustainability-related financial information;** effective from annual periods beginning on or after 1 January 2024. This standard includes the core framework for the disclosure of material information about sustainability-related risks and opportunities across an entity’s value chain.
 - **IFRS S2, ‘Climate-related disclosures’;** effective from annual periods beginning on or after 1 January 2024. This is the first thematic standard issued that sets out requirements for entities to disclose information about climate-related risks and opportunities.
- b) Standards, amendments, and interpretations issued but not yet effective as of 30 September 2024:*
- **Amendments to IAS 21 - Lack of Exchangeability;** effective from annual periods beginning on or after 1 January 2025. An entity is impacted by the amendments when it has a transaction or an operation in a foreign currency that is not exchangeable into another currency at a measurement date for a specified purpose. A currency is exchangeable when there is an ability to obtain the other currency (with a normal administrative delay), and the transaction would take place through a market or exchange mechanism that creates enforceable rights and obligations.
 - **Amendment to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments;** effective from annual reporting periods beginning on or after 1 January 2026 (early adoption is available) These amendments:
 - clarify the requirements for the timing of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system;
 - clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion;
 - add new disclosures for certain instruments with contractual terms that can change cash flows (such as some instruments with features linked to the achievement of environment, social and governance (ESG) targets); and
 - make updates to the disclosures for equity instruments designated at Fair Value through Other Comprehensive Income (FVOCI).

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.4 New and revised standards and interpretations (Continued)

- **IFRS 18 Presentation and Disclosure in Financial Statements;** effective from annual periods beginning on or after 1 January 2027. This is the new standard on presentation and disclosure in financial statements, with a focus on updates to the statement of profit or loss. The key new concepts introduced in IFRS 18 relate to:
 - the structure of the statement of profit or loss;
 - required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity’s financial statements (that is, managementdefined performance measures); and
 - enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general.
- **IFRS 19 Subsidiaries without Public Accountability: Disclosures;** effective from annual periods beginning on or after 1 January 2027. Earlier application is permitted. This new standard works alongside other IFRS Accounting Standards. An eligible subsidiary applies the requirements in other IFRS Accounting Standards except for the disclosure requirements and instead applies the reduced disclosure requirements in IFRS 19. IFRS 19’s reduced disclosure requirements balance the information needs of the users of eligible subsidiaries’ financial statements with cost savings for preparers. IFRS 19 is a voluntary standard for eligible subsidiaries. A subsidiary is eligible if:
 - it does not have public accountability; and
 - it has an ultimate or intermediate parent that produces consolidated financial statements available for public use that comply with IFRS Accounting Standards.

2.5 Changes in Significant Accounting Estimates and Errors

The preparation of the accompanying financial statements in conformity with Turkish Accounting Standards requires management to make estimates that affect the reported amounts of certain assets and liabilities, the disclosures regarding contingent liabilities, and the amounts of reported income and expenses. Actual results may differ from those estimates. These estimates are reviewed periodically and are reported in the income statement for the periods in which they become known.

3 CASH AND CASH EQUIVALENTS

As of 30 September 2024 and 31 December 2023, cash and cash equivalents comprised the following:

| | 30 September 2024 | 31 December 2023 |
|----------------------|----------------------|----------------------|
| Banks | 3,527,122,727 | 1,623,338,964 |
| -Demand Deposits | 981,783,262 | 778,249,834 |
| -Time Deposits | 2,545,339,465 | 845,089,130 |
| Cash at blockage (*) | 22,330,870 | 85,160,934 |
| Cash on hand | 1,188,546 | 1,480,504 |
| Total | 3,550,642,143 | 1,709,980,402 |

(*) As at 30 September 2024, TL 22,330,870 of cash blockage amount mainly comprised of the credit card receivables with a maturity less than 3 months (31 December 2023: TL 85.160.934 TL).

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

3 CASH AND CASH EQUIVALENTS (Continued)

Cash and cash equivalents included in the statement of cash flows for the nine month period ended 30 September are comprised the followings:

| | 30 September 2024 | 30 September 2023 |
|---------------------------|--------------------------|--------------------------|
| Cash and cash equivalents | 3,550,642,143 | 1,197,341,100 |
| Less: Blockage | (22,330,870) | (46,143,158) |
| Total | 3,528,311,273 | 1,151,197,942 |

As of 30 September 2024 and 31 December 2023, maturity details of time and demand deposits of the Group are as follows:

| | Time Deposits | | Demand Deposits | |
|-----|--------------------------|-------------------------|--------------------------|-------------------------|
| | 30 September 2024 | 31 December 2023 | 30 September 2024 | 31 December 2023 |
| USD | 170,768,718 | 241,336,438 | 929,241,443 | 698,189,068 |
| EUR | 57,029,051 | 133,811,774 | 191,882 | 5,418,652 |
| TL | 2,317,541,696 | 469,940,919 | 52,349,937 | 74,642,114 |
| | 2,545,339,465 | 845,089,131 | 981,783,262 | 778,249,834 |

4 FINANCIAL LIABILITIES

As at 30 September 2024 and 31 December 2023, financial borrowings comprised the following:

| | 30 September 2024 | 31 December 2023 |
|--|--------------------------|-------------------------|
| Short term borrowings | 1,478,173,844 | 1,664,900,811 |
| Lease liabilities | 65,455,439 | 62,697,614 |
| Short term portions of long term loans | 38,786,707 | 1,741,852 |
| Lease liabilities | 70,432,262 | 10,113,653 |
| Short term financial borrowings | 1,652,848,252 | 1,739,453,930 |
| Lease liabilities | 74,569,087 | 94,209,984 |
| Long term borrowings | 113,892,711 | 15,231,695 |
| Long term financial borrowings | 188,461,798 | 109,441,679 |
| Total financial borrowings | 1,841,310,050 | 1,848,895,609 |

(*) The related amounts are composed of the financial liabilities related to the supplier financing activities,

As of September 30, 2024, the Group has no pledges or mortgages on its financial liabilities (December 31, 2023: None).

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

4 FINANCIAL LIABILITIES (Continued)

The Group's loans have variable and fixed interest rates.

As of 30 September 2024 and 31 December 2023, the maturities of the Company's loan liabilities are as following:

| | 30 September 2024 | 31 December 2023 |
|------------------------------|--------------------------|-------------------------|
| Less than one year | 1,543,629,283 | 1,727,598,425 |
| Between one and two years | 42,135,828 | 42,504,093 |
| Between two and three years | 32,433,259 | 35,901,959 |
| Between three and four years | -- | 15,803,932 |
| | 1,618,198,370 | 1,821,808,409 |

As of 30 September 2024, the details of loans are as follows:

| | 30 September 2024 | | |
|---|--------------------------|----------------------|--------------------|
| | Currency | TL Amount | Int, Rate % |
| Short Term Bank Loans | TL | 1,478,173,844 | %25.93 - %48.50 |
| Short Term Portions of Long Term Bank Loans | TL | 65,455,439 | %13.75 |
| Total | | 1,543,629,283 | |
| Long Term Bank Loans | TL | 74,569,087 | %13.75 |
| Total | | 1,618,198,370 | |

As of 31 December 2023, the details of loans are as follows:

| | 31 December 2023 | | |
|---|-------------------------|----------------------|--------------------|
| | Currency | TL Amount | Int, Rate % |
| Short Term Bank Loans | TL | 1,664,900,811 | %14.44 - %32.81 |
| Short Term Portions of Long Term Bank Loans | TL | 62,697,614 | %13.75- %37.40 |
| Total | | 1,727,598,425 | |
| Long Term Bank Loans | TL | 94,209,984 | %14.70 - %32.81 |
| Total | | 1,821,808,409 | %14.70 - %32.81 |

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

4 FINANCIAL LIABILITIES (Continued)

As at 30 September 2024 and 2023, cash flows from financial operations comprised the followings:

| | 1 January 2024 | Cash flows | Non-cash transactions (*) | Monetary gain/loss | 30 September 2024 |
|-----------------------------|----------------------|--------------------|------------------------------|-----------------------|----------------------|
| Financial liabilities | 1,821,808,409 | 115,749,181 | 195,318,146 | (514,677,366) | 1,618,198,370 |
| Other financial liabilities | 1,741,852 | 42,078,248 | -- | (5,033,393) | 38,786,707 |
| | 1,823,550,261 | 157,827,429 | 195,318,146 | (519,710,759) | 1,656,985,077 |

| | 1 January 2023 | Cash flows | Non-cash transactions (*) | Monetary gain/loss | 30 September 2023 |
|-----------------------------|----------------------|----------------------|------------------------------|------------------------|----------------------|
| Financial liabilities | 4,153,025,880 | (437,634,666) | (14,234,730) | (1,294,809,774) | 2,406,346,710 |
| Other financial liabilities | 111,730,445 | (92,300,319) | -- | (19,430,126) | -- |
| | 4,264,756,325 | (529,934,985) | (14,234,730) | (1,314,239,900) | 2,406,346,710 |

(*) As at 30 September non-cash transactions consist of accrued interest.

5 RELATED PARTIES

For the purpose of this consolidated report, the shareholders and key management personnel of the Company of companies, the ultimate shareholders of the Company and the companies controlled by/associated with them are referred to as related parties, Since transactions between the Group and its subsidiary, which is a related party of the Group, are eliminated during consolidation, they are not disclosed in this note, A number of transactions are entered into with the related parties in the normal course of business.

For the 30 September 2024, the executive members of the Group’s management received aggregate compensation in amount of TL 57,993,952 (30 September 2023: 35,109,568 TL).

As at 30 September 2024 and 31 December 2023, due from related parties and due to related parties are as follows:

Trade receivables from related parties:

| | 30 September 2024 | 31 December 2023 |
|--------------------------------------|--------------------|-------------------|
| Federal Foods Qatar ⁽¹⁾ | 78,691,356 | -- |
| Federal Foods LLC ⁽¹⁾ | 49,814,093 | -- |
| BRF Foods GMBH ⁽¹⁾ | 9,004,780 | -- |
| BRF Global GMBH ⁽¹⁾ | 6,803,879 | 29,224,025 |
| Al Wafi ⁽¹⁾ | 5,840,384 | 14,295,074 |
| AL KHAN FOODSTUFF LLC ⁽¹⁾ | 5,528,914 | -- |
| Total | 155,683,406 | 43,519,099 |

(1) BRF Group Company

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

5 RELATED PARTIES (Continued)

Due to related parties:

Other payables to related parties:

| | 30 September 2024 | 31 December 2023 |
|--|--------------------------|-------------------------|
| BRF S.A ⁽¹⁾ | 11,906,775 | 2,881,525 |
| BRF Global GMBH ⁽¹⁾ | 2,203,264 | 2,962,527 |
| Federal Foods Qatar ⁽¹⁾ | 1,078,203 | 246,622 |
| Al Wafi Food Products Fac ⁽¹⁾ | 457,022 | 626,948 |
| TBQ Foods Gmbh ⁽¹⁾ | -- | 290,364,423 |
| Total | 15,645,264 | 297,082,045 |

(1) BRF Group Company

Sales to related parties:

| | 30 September 2024 | 30 September 2023 |
|--------------------------------------|--------------------------|--------------------------|
| BRF Global GMBH ⁽¹⁾ | 1.579.946.705 | 80.090.944 |
| Al Wafi(1) | 129.302.769 | 17.209.643 |
| Federal- Foods Qatar(1) | 121.770.027 | -- |
| Federal Foods LLC(1) | 103.896.848 | -- |
| BRF Foods GMBH(1) | 102.416.065 | -- |
| Al Khan Foodstuff LLC ⁽¹⁾ | 13.674.510 | -- |
| Total | 2,051,006,924 | 97,300,587 |

(1) BRF Group Company

6 TRADE RECEIVABLE AND PAYABLE

Trade receivables

Trade receivables of Group as of 30 September 2024 and 31 December 2023 are as follows:

| | 30 September 2024 | 31 December 2023 |
|--|--------------------------|-------------------------|
| Trade receivables from other parties | 2,151,772,610 | 2,023,086,893 |
| Trade receivables from related parties(Note 5) | 155,683,406 | 43,519,099 |
| Total | 2,307,456,016 | 2,066,605,992 |

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)
(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

6 TRADE RECEIVABLE AND PAYABLE (Continued)

Details of trade receivables as of 30 September 2024 and 31 December 2023 are as follows:

| | 30 September 2024 | 31 December 2023 |
|---|--------------------------|-------------------------|
| Trade receivables | 2,211,806,932 | 2,089,622,247 |
| Trade receivables from related parties (Note 5) | 155,683,406 | 43,519,099 |
| Provisions for doubtful receivables | (5,670,092) | (11,723,609) |
| Rediscount expense | (54,364,230) | (54,811,745) |
| Total | 2,307,456,016 | 2,066,605,992 |

Provisions for doubtful receivables as at 1 January - 30 September 2024 and 1 January - 30 September 2023 were as follows:

| | 30 September 2024 | 30 September 2023 |
|--------------------------------|--------------------------|--------------------------|
| Beginning balance | (11,723,609) | (13,218,437) |
| Increase during the period | (50,643,762) | (2,703,291) |
| Monetary (gain)/loss | 2,733,593 | 2,385,387 |
| Reversal of bad debt provision | 53,963,686 | 2,200,059 |
| Ending Balance | (5,670,092) | (11,336,282) |

The Group’s exposure to currency and credit risk and impairment for current trade receivables are disclosed in Note 20 and Note 21.

As of 30 September 2024 and 31 December 2023, the nature and amount of commitments obtained against notes and trade receivables are as follows:

| | 30 September 2024 | 31 December 2023 |
|----------------------|--------------------------|-------------------------|
| Letters of guarantee | 740,647,255 | 588,952,946 |
| Total | 740,647,255 | 588,952,946 |

As at 30 September 2024 the Group does not have non-current trade receivables, (31 December 2023: None).

Trade payables

Trade payables of the Group as of 30 September 2024 and 31 December 2023 are as follows:

| | 30 September 2024 | 31 December 2023 |
|---------------------------------|--------------------------|-------------------------|
| Trade payables to third parties | 3,780,349,224 | 4,589,510,270 |
| Total | 3,780,349,224 | 4,589,510,270 |

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

6 TRADE RECEIVABLE AND PAYABLE (Continued)

At 30 September 2024 and 31 December 2023, short-term trade payables comprised the following:

| | 30 September 2024 | 31 December 2023 |
|-----------------------|--------------------------|-------------------------|
| Trade payables | 3,826,472,061 | 4,635,679,613 |
| Less: discount income | (46,122,837) | (46,169,343) |
| Total | 3,780,349,224 | 4,589,510,270 |

The Group’s exposure to foreign currency risks for short term trade payables are disclosed in Note 21.

As at 30 September 2024 the Group does not have non-current trade payables, (31 December 2023: None).

7 INVENTORIES

At 30 September 2024 and 31 December 2023, inventories comprised the following:

| | 30 September 2024 | 31 December 2023 |
|-----------------------------------|--------------------------|-------------------------|
| Finished goods | 474,833,899 | 342,013,005 |
| Semi-finished goods | 282,334,689 | 345,444,970 |
| Raw materials and auxiliary items | 743,079,657 | 1,081,844,125 |
| Goods in transit | 14,540,094 | 5,013,163 |
| Provision for impairment | (27,684,828) | (41,365,685) |
| Total | 1,487,103,511 | 1,732,949,578 |

Movements of allowance for impairment on inventories for the period ended 30 September 2024 and 2023 are as follows:

| | 30 September 2024 | 30 September 2023 |
|--|--------------------------|--------------------------|
| Balance as at 1 January | 41,365,685 | 46,179,512 |
| (Reversal)/provision for the period, net | (13,680,857) | 9,827,541 |
| Total | 27,684,828 | 56,007,053 |

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

8 BIOLOGICAL ASSETS

Breeder chickens those have useful life of 1 year, broiler daily chickens, broiler turkeys and breeder pullets are classified as biological assets as of 30 September 2024 and 31 December 2023.

Movements of biological assets at 30 September 2024 and 31 December 2023 are as follows:

| | 30 September 2024 | 31 December 2023 |
|------------------------|--------------------------|-------------------------|
| Broiler daily chickens | 955,619,130 | 1,009,472,036 |
| Breeder chickens | 394,891,783 | 316,328,539 |
| Breeder pullets | 206,186,762 | 263,360,729 |
| Total | 1,556,697,675 | 1,589,161,304 |

Movements of broiler daily chickens at 30 September 2024 and 30 September 2023 are as follows:

| Broiler daily chickens | 30 September 2024 | 30 September 2023 |
|--------------------------------|--------------------------|--------------------------|
| Beginning balance | 1,009,472,036 | 1,148,231,541 |
| Additions | 1,719,230,328 | 1,778,956,197 |
| Effect of physical changes (*) | 9,703,132,627 | 11,392,032,554 |
| Disposal | (11,476,215,861) | (13,232,878,716) |
| Ending balance | 955,619,130 | 1,086,341,576 |

(*) Effect of physical changes mainly composed of feed consumptions, raiser costs, medicine, and care costs.

Movements of breeder chickens at 30 September 2024 as follows:

| Breeder chickens | 30 September 2024 | | Net carrying amount |
|--------------------------|--------------------------|---------------------------------|----------------------------|
| | Cost | Accumulated depreciation | |
| 1 January 2024 | 616,816,892 | (300,488,353) | 316,328,539 |
| Additions | -- | (713,634,964) | (713,634,964) |
| Transfers | 792,198,208 | -- | 792,198,208 |
| Disposals | (665,443,566) | 665,443,566 | -- |
| 30 September 2024 | 743,571,534 | (348,679,751) | 394,891,783 |

Movements of breeder chickens at 30 September 2023 as follows:

| Breeder chickens | 30 September 2023 | | Net carrying amount |
|--------------------------|--------------------------|---------------------------------|----------------------------|
| | Cost | Accumulated depreciation | |
| 1 January 2023 | 674,803,789 | (168,972,042) | 505,831,747 |
| Additions | -- | (799,363,643) | (799,363,643) |
| Transfers | 675,381,198 | -- | 675,381,198 |
| Disposals | (673,472,114) | 673,472,114 | -- |
| 30 September 2023 | 676,712,873 | (294,863,571) | 381,849,302 |

As at 30 September 2024, total insurance on biological assets is TL 7,499,800 (30 September 2023: 5,348,168 TL).

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

8 BIOLOGICAL ASSETS (Continued)

Movements of breeder pullets at 30 September 2024 and 30 September 2023 are as follows:

| Breeder Pullet | 30 September 2024 | 30 September 2023 |
|--------------------------------|--------------------------|--------------------------|
| Beginning balance | 263,360,729 | 223,111,476 |
| Additions | 280,962,114 | 246,081,085 |
| Effect of physical changes (*) | 454,062,127 | 513,558,776 |
| Transfers to breeder chickens | (792,198,208) | (675,381,198) |
| Ending balance | 206,186,762 | 307,370,139 |

(*) Effect of physical changes mainly composed of feed consumptions, raiser costs, medicine, and care costs.

9 COMMITMENTS AND CONTINGENT ASSETS AND LIABILITIES

| | 30 September 2024 | | 31 December 2023 | | |
|---|--------------------------|-----------------------------|-------------------------|-----------------------------|--------------------|
| | Para Birimi | Yabancı Para Miktarı | TL Tutar | Yabancı Para Miktarı | TL Tutar |
| A, CPM given in the name of own legal Entity | | -- | 1,139,775,705 | -- | 929,523,979 |
| B, CPM given in favor of full consolidated Subsidiaries | TL | -- | -- | -- | -- |
| C, CPM given to guarantee the debts of third parties to continue their operations | TL | -- | -- | -- | -- |
| D, Other CPM | | -- | -- | -- | -- |
| Toplam | | -- | 1,139,775,705 | -- | 929,523,979 |

All CPMs given by the Group consist of guarantees.

As at 30 September 2024, the ratio of other CPM’s given by the Group to the Group’s equity is 0 % percent (31 December 2023: 0% percent).

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

10 PREPAID EXPENSES

As of 30 September 2024 and 31 December 2023, prepaid expenses in current assets are as follows:

| | 30 September 2024 | 31 December 2023 |
|-----------------------------|--------------------------|-------------------------|
| Prepaid expenses | 172,611,533 | 31,879,602 |
| Advances given to breeders | 68,441,430 | 87,488,183 |
| Advances given to suppliers | 64,076,339 | 71,681,440 |
| Personnel advances | 1,157,978 | 1,129,712 |
| | 306,287,280 | 192,178,937 |

At 30 September 2023 and 31 December 2023, non current prepaid expenses comprised the following:

| | 30 September 2024 | 31 December 2023 |
|-------------------------------|--------------------------|-------------------------|
| Advances given to suppliers | 62,488 | 1,683,937 |
| Advances given to fixed asset | -- | 17,965,764 |
| | 62,488 | 19,649,701 |

11 OTHER CURRENT ASSETS

Other Current Assets

As of 30 September 2024 and 31 December 2023, other current assets are as follows:

| | 30 September 2024 | 31 December 2023 |
|------------------------------------|--------------------------|-------------------------|
| Deferred Value Added Taxes (“VAT”) | 1,226,669,375 | 1,077,053,389 |
| Other | -- | 1,698,865 |
| | 1,226,669,375 | 1,078,752,254 |

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

12 PROPERTY, PLANT AND EQUIPMENT

Movements of tangible assets at 30 September 2024 are as follows:

| | 1 January 2024 | Additions | Disposals | Transfer | 30 September 2024 |
|--------------------------------------|-----------------------|----------------------|----------------------|--------------------|--------------------------|
| Cost | | | | | |
| Land, Building and Land Improvements | 2,271,981,503 | -- | (68,183) | 25,695,037 | 2,297,608,357 |
| Machinery, Plant and Equipment | 3,359,938,433 | -- | (5,521,671) | 17,132,817 | 3,371,549,579 |
| Motor Vehicles | 8,205,056 | -- | (772,208) | -- | 7,432,848 |
| Furniture and Fixture | 396,043,772 | -- | (4,241,875) | 3,801,998 | 395,603,895 |
| Construction in Progress | 68,317,277 | 23,341,359 | -- | (48,578,863) | 43,079,773 |
| Leasehold Improvements | 409,501,117 | -- | (93,502,862) | 122,086 | 316,120,341 |
| Total | 6,513,987,158 | 23,341,359 | (104,106,799) | (1,826,925) | 6,431,394,793 |
| Accumulated Depreciation | | | | | |
| Land, Building and Land Improvements | (36,512,543) | (30,025,967) | 2,541 | -- | (66,535,969) |
| Machinery, Plant and Equipment | (269,586,618) | (205,303,975) | 548,859 | -- | (474,341,734) |
| Motor Vehicles | (7,268,790) | (501,589) | 687,403 | -- | (7,082,976) |
| Furniture and Fixture | (79,906,925) | (19,849,286) | 1,574,593 | -- | (98,181,618) |
| Leasehold Improvements | (272,194,478) | (30,981,546) | 93,346,329 | -- | (209,829,695) |
| Total | (665,469,354) | (286,662,363) | 96,159,725 | -- | (855,971,992) |
| Net Book Value | 5,848,517,804 | -- | -- | -- | 5,575,422,801 |

As at 30 September 2024 there are no mortgage or pledge on property, plant and equipment. (30 September 2023: None)

As at 30 September 2024, property, plant and equipment are insured against the earthquake, fire, flood and similar disasters amounting to TL 4,055,112,948 (30 September 2023: TL 4,055,112,948)

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

12 PROPERTY, PLANT AND EQUIPMENT (Continued)

Movements of tangible assets at 30 September 2023 are as follows:

| | 1 January 2023 | Additions | Disposals | Transfer | 30 September 2023 |
|--------------------------------------|-----------------------|----------------------|--------------------|---------------------|--------------------------|
| Cost | | | | | |
| Land, Building and Land Improvements | 1,841,382,401 | -- | -- | 412,288,093 | 2,253,670,494 |
| Machinery, Plant and Equipment | 2,939,496,439 | -- | (1,995,308) | 576,138,259 | 3,513,639,390 |
| Motor Vehicles | 8,398,616 | -- | -- | -- | 8,398,616 |
| Furniture and Fixture | 234,548,188 | -- | (370,163) | 180,060,414 | 414,238,439 |
| Construction in Progress | 1,002,663,991 | 295,600,678 | -- | (1,234,779,951) | 63,484,718 |
| Leasehold Improvements | 398,646,354 | -- | -- | 16,694,437 | 415,340,791 |
| Total | 6,425,135,989 | 295,600,678 | (2,365,471) | (49,598,748) | 6,668,772,448 |
| Accumulated Depreciation | | | | | |
| Land, Building and Land Improvements | -- | (26,671,439) | -- | -- | (26,671,439) |
| Machinery, Plant and Equipment | -- | (214,478,684) | 35,506 | -- | (214,443,178) |
| Motor Vehicles | (6,173,220) | (899,852) | -- | -- | (7,073,072) |
| Furniture and Fixture | (64,317,355) | (17,097,339) | 151,648 | -- | (81,263,046) |
| Leasehold Improvements | (206,469,078) | (55,186,520) | -- | -- | (261,655,598) |
| Total | (276,959,653) | (314,333,834) | 187,154 | -- | (591,106,333) |
| Net Book Value | 6,148,176,336 | | | | 6,077,666,115 |

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

13 INTAGIBLE ASSETS

Movement table of intangible assets for the year ended 30 September 2024 is as follows:

| Cost | 1 January 2024 | Additions | Disposals | Transfer | 30 September 2024 |
|------------------------------------|-----------------------|---------------------|---------------------|------------------|--------------------------|
| Software | 290,261,557 | -- | (56,345,681) | 1,826,925 | 235,742,801 |
| Licence | 16,889,459 | -- | (56,583) | -- | 16,832,876 |
| Total | 307,151,016 | -- | (56,402,264) | 1,826,925 | 252,575,677 |
| Accumulated Amortization(-) | | | | | |
| Software | (180,754,134) | (56,606,112) | 56,345,681 | -- | (181,014,565) |
| Licence | (12,066,279) | (343,453) | 17,290 | -- | (12,392,442) |
| Total | (192,820,413) | (56,949,565) | 56,362,971 | -- | (193,407,007) |
| Net Book Value | 114,330,603 | | | | 59,168,670 |

Movement table of intangible fixed assets for the year ended 30 September 2023 is as follows:

| Cost | 1 January 2023 | Additions | Disposals | Transfer | 30 September 2023 |
|------------------------------------|-----------------------|---------------------|------------------|-------------------|--------------------------|
| Software | 240,662,809 | -- | -- | 49,598,748 | 290,261,557 |
| Licence | 16,904,525 | -- | -- | - | 16,904,525 |
| Total | 257,567,334 | -- | -- | 49,598,748 | 307,166,082 |
| Accumulated Amortization(-) | | | | | |
| Software | (104,252,083) | (57,749,360) | -- | -- | (162,001,443) |
| Licence | (11,611,017) | (344,836) | -- | -- | (11,955,853) |
| Total | (115,863,100) | (58,094,196) | -- | -- | (173,957,296) |
| Net Book Value | 141,704,234 | | | | 133,208,786 |

For the year ended 30 September 2024, amortization expenses for the current period are included in cost of sales, general administrative expenses, marketing expenses and research and development expenses, As of 31 December 2023, the Group has no internally created intangible assets (31 December 2023: None).

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

14 ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS

a) Assets held for sale

As of 30 September 2024 and 30 September 2023, details of the Group's assets held for sale are as follows:

| | 30 September 2024 | 30 September 2023 |
|--------------|--------------------------|--------------------------|
| Beginning | 54,052,058 | 174,236,263 |
| Disposals(-) | -- | (120,184,205) |
| Total | 54,052,058 | 54,052,058 |

As a result of the Board of Directors decision dated 20 February 2018, property, plant and equipment amounting to TL 58,062,888 of the net book value were transferred to assets held for sale.

As of 30 September 2024, some of the asset groups consisting of the building, land and machinery and equipment have not been sold, As of 30 September 2024, assets held for sale continue to be accounted in assets, since there is no change in the sales plans of the Group Management and the sales are likely to occur in a short time.

b) Discontinued operations

i) Discontinuation of turkey activities

As part of the Group's efforts to increase efficiency and profitability, it has been determined that the turkey business unit does not make a significant contribution to the profitability; At the meeting of the Board of Directors dated 28 February 2024, the Group decided to terminate the turkey business operations in order to use its resources and workforce more efficiently and increase profitability, With this decision, operations related to turkey production have been classified as “Discontinued operations”.

For the accounting periods ended as of 30 September 2024 and 30 September 2023, the details of the Group's profit/(loss) for the period classified as discontinued operation are as follows.

| | 1 January- 30 September 2024 | 1 January- 30 September 2023 |
|---|---|---|
| Revenue | -- | 98,556,199 |
| Cost of sales (-) | -- | (113,034,536) |
| Gross profit | -- | (14,478,337) |
| General administrative expenses (-) | -- | (7,014,009) |
| Operating Profit / (Loss) | -- | (21,492,346) |
| Expenses from investment activities (-) | -- | (27,197,475) |
| Profit/(Loss) before tax | -- | (48,689,821) |
| Net Profit/(Loss) for the period | -- | (48,689,821) |

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

15 EQUITY

(a) Capital

As at 30 September 2024, the paid-in capital of the Company comprises of 100,023,579 shares issued (31 December 2023: 100,023,579 shares) of TL 1 each (31 December 2023: TL 1), There are no rights provided to different shareholder groups or individuals, The shareholder structure of the Company is as follows:

| | Class | 30 September 2024 | | 31 December 2023 | |
|---------------------|-------|--------------------|-------------|--------------------|-------------|
| | | Ownership Interest | Shares (%) | Ownership Interest | Shares (%) |
| Shareholders | | | | | |
| TBQ Foods GmbH | A | 91,727,012 | 91.71% | 91,727,012 | 91.71% |
| Publicly traded | A | 8,296,567 | 8.29% | 8,296,567 | 8.29% |
| Total | | 100,023,579 | 100% | 100,023,579 | 100% |

The Company acknowledged registered capital system under the provisions of Law No, 6362 and adopted the system with the permit of CMB dated 24 February 2011 numbered 6/181, The authorized capital limit is TL 8,000,000,000 and the authority to increase the capital up to the registered capital limit is given to the board of directors until 2026.

(b) Capital adjustment differences

As of September 30, 2024, capital adjustment differences amounting to TL 1,873,876,865 consist of capital adjustment differences arising from the adjustment of the Group's paid-in capital amount according to inflation and not offset against previous years' losses or added to the capital (31 December 2023: 1,873,876,865 TL).

(c) Defined benefit plans re-measurement losses

Consists of actuarial gains and losses recognized as other comprehensive income as a result of the adoption of TAS 19 (2011).

(d) Revaluation of property, plant and equipment

The properties revaluation fund arises on the revaluation of land, When revalued land is disposed, the portion of the properties revaluation reserves that relates to that asset is transferred directly to retained earnings.

| | 30 September 2024 | 30 September 2023 |
|---|--------------------|--------------------|
| Balance as at 1 January | 514,654,142 | 206,973,747 |
| Revaluation Reserve Transfer from Sale/Usage of Non-Current Assets | (9,487,286) | (8,481,993) |
| Total | 505,166,856 | 198,491,754 |

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira ("TL") unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

15 EQUITY (Continued)

(e) Change in foreign exchange differences

Foreign currency translation differences arise from the translation of the operating results and financial position of the Group's foreign subsidiaries into the Group's presentation currency TL.

(f) Hedging gains

Derivative instruments are initially recorded at their acquisition cost, which reflects their fair value at the contract date, and are valued at their fair value in the following periods, Derivative instruments of the Group mainly consist of forward foreign currency purchase and sale contracts and foreign currency and interest rate swap transactions, Although these derivative instruments provide an effective protection against risks for the Group economically, if they do not meet the necessary conditions for risk accounting, they are accounted for as trading derivatives in the consolidated financial statements and the fair value changes related to them are reflected in the consolidated profit or loss statement.

(g) Restricted reserves

The legal reserves consist of the first and second reserves in accordance with the Turkish Commercial Code, The first legal reserve is appropriated out of the statutory profit at the rate of 5% until the total reserve reaches a maximum of 20% of the Company's paid-in capital, The second legal reserve is appropriated at the rate of 10% of all distributions in excess of 5% of the Company's share capital, The first and second legal reserves are not available for distribution unless they exceed 50% of the share capital, however, they can be used to offset losses if there are no retained earnings, In 2024, the Company has no transfer to legal reserves (31 December 2023: None).

| | 30 September 2024 | 31 December 2023 |
|----------------------|--------------------------|-------------------------|
| First legal reserve | 172,988,791 | 172,988,791 |
| Second legal reserve | 56,072,963 | 56,072,963 |
| Total | 229,061,754 | 229,061,754 |

As of September 30, 2024, the historical values and inflation adjustment effects of the following accounts under the shareholders' equity of the Company, in accordance with the financial statements prepared under the CMB and Turkish Tax Procedure Law, are as follows:

| 30 September 2024 (CMB) | Historical | Inflation Effect | Inflated |
|---------------------------------|----------------------|-----------------------------|----------------------|
| Paid-in share capital | 100,023,579 | -- | 100,023,579 |
| Inflation adjustment of capital | 6,348,821 | 1,867,528,044 | 1,873,876,865 |
| Restricted reserves | 15,190,838 | 213,870,916 | 229,061,754 |
| Other reserve | 5,611,290 | 72,123,925 | 77,735,215 |
| Accumulated gains/(losses) | 1,866,196,412 | 2,153,522,885 | 4,019,719,297 |
| Total | 1,993,370,940 | 4,307,045,770 | 6,300,416,710 |

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira ("TL") unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

15 EQUITY (Continued)

| 30 September 2024 (Local book) | Historical | Inflation Effect | Inflated |
|---------------------------------------|--------------------|-------------------------|----------------------|
| Paid-in share capital | 100,023,579 | -- | 100,023,579 |
| Inflation adjustment of capital | 1,654,694 | 2,928,790,601 | 2,930,445,295 |
| Restricted reserves | 13,548,963 | 307,395,463 | 320,944,426 |
| Accumulated gains/(losses) | 697,381,036 | (1,161,263,297) | (463,882,261) |
| Total | 812,608,272 | 2,074,922,767 | 2,887,531,039 |

(h) Other reserves

The immovables and all Banvit shares held by Yumtaş, a subsidiary of Banvit, were transferred to the Company prior to the bankruptcy of the subsidiary, In the consolidated financial statements as of 31 December 2009, these stocks are followed as the company's own stocks at an indexed cost of TL 210,303,637 On October 25, 2010, the company sold 4,750,293 shares of Banvit in its treasury to foreign investors at a price of 5.95 TL per share as a block.

(i) Retained earnings

The accumulated profits other than the net profit for the period is presented in retained earnings, The extraordinary reserves which are accumulated profits are also presented in retained earnings.

| | 30 September 2024 | 31 December 2023 |
|---------------------|--------------------------|-------------------------|
| Accumulated profits | 4,019,719,297 | 2,059,076,516 |
| Total | 4,019,719,297 | 2,059,076,516 |

16 REVENUE AND COST OF SALES

For the periods 1 January - 30 September 2024 and 2023, gross profit as a result of revenues and cost of sales related operating are as follows:

| | 1 January - 30 September 2024 | 1 July - 30 September 2024 | 1 January - 30 September 2023 | 1 July - 30 September 2023 |
|---------------------------|--|---|--|---|
| Domestic sales | 26,763,539,727 | 8,655,695,601 | 25,493,174,958 | 8,067,914,745 |
| Export | 2,790,081,557 | 996,753,201 | 2,822,532,849 | 1,211,783,344 |
| Other sales | 2,998,003 | 2,947,566 | 2,115,486 | 10,927 |
| Gross sales | 29,556,619,287 | 9,655,396,368 | 28,317,823,293 | 9,279,709,016 |
| Returns and discounts (-) | (7,004,124,120) | (2,233,772,424) | (6,696,255,298) | (2,016,262,643) |
| Net sales | 22,552,495,167 | 7,421,623,944 | 21,621,567,995 | 7,263,446,373 |
| Cost of sales (-) | (16,942,938,226) | (5,616,361,677) | (19,335,972,258) | (6,388,635,809) |
| Gross profit | 5,609,556,941 | 1,805,262,267 | 2,285,595,737 | 874,810,564 |

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

17 INCOME TAX

Current tax expenses

Total income tax benefit recognized in profit or loss for the period ended 30 September 2024 and 2023 are as follows:

| | 1 January - 30 September 2024 | 1 July - 30 September 2024 | 1 January - 30 September 2023 | 1 July - 30 September 2023 |
|-------------------------------|--|---|--|---|
| Current period tax expense | (939,592,756) | (2,097,188) | (233,773,454) | (233,773,454) |
| Deferred tax income (expense) | (168,085,280) | (159,924,867) | (158,466,828) | (214,946,111) |
| Tax benefit | (1,107,678,036) | (162,022,055) | (392,240,282) | (448,719,565) |

Current tax assets and liabilities

As at 30 September 2024, 31 December 2023 total current tax liability comprised the following:

| | 30 September 2024 | 31 December 2023 |
|---|--------------------------|-------------------------|
| Corporate tax provision | 838,083,269 | 526,880,080 |
| Prepaid taxes | (708,565,535) | (195,492,326) |
| Total current tax liability / (assets) | 129,517,734 | 331,387,754 |

Recognized deferred tax assets and liabilities

As of 30 September 2024 and 31 December 2023, deferred tax assets and liabilities comprised of the following;

| | 30 September 2024 | 31 December 2023 |
|---|-----------------------------------|-----------------------------------|
| | Assets / (Liabilities) | Assets / (Liabilities) |
| Provision for Severance Pay | 206,853,712 | 252,173,430 |
| Government Grants and Assistance | 103,259,356 | 95,091,811 |
| Trade Receivables | 46,323,306 | 16,815,921 |
| Employee Benefits Obligations | 42,672,684 | 23,862,698 |
| Prepaid Expenses and Biological Assets | 2,516,430 | (4,908,027) |
| Derivative Transactions | -- | 3,206,765 |
| Trade and Other Payables | (12,484,651) | 25,149,272 |
| Right-of-Use Assets and Lease Liabilities | (16,007,903) | (17,922,367) |
| Inventories | (28,121,861) | 4,741,860 |
| Tangible and Intangible Assets | (666,164,797) | (590,355,004) |
| Other Short-Term Provisions | 6,716,695 | 72,458,793 |
| Others | 63,803,396 | 37,136,495 |
| Deferred tax assets/(liabilities), net | (250,633,633) | (82,548,353) |

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

18 EARNINGS PER SHARE

Earnings per share for the 9-month period ended 30 September 2024 amounting to TL 33,4720 (30 September 2023: TL 9,5819) Earnings per share is computed by dividing the net profit for the 9-nine periods ended to the weighted average of the shares during these periods.

| | 1 January - 30 September 2024 | 1 July - 30 September 2024 | 1 January - 30 September 2023 | 1 July - 30 September 2023 |
|---|--|---------------------------------------|--|---------------------------------------|
| Profit/ (loss) for the period from continuing operations | 3,342,325,337 | 1,257,614,659 | 958,417,110 | 741,037,432 |
| Discontinued operating profit/(loss) | -- | -- | (48,689,821) | 23,573,546 |
| Number of weighted average of ordinary shares | 100,023,579 | 100,023,579 | 100,023,579 | 100,023,579 |
| Earnings per share / (loss) from continuing operations | 33.4154 | 12.5732 | 9.5819 | 7.4086 |
| Earnings per share / (loss) from discontinued operations | -- | -- | (0.4868) | 0.2357 |

19 OTHER OPERATING INCOME AND EXPENSES

For the nine-month period ended 30 September, other operating income comprised the following:

| | 1 January - 30 September 2024 | 1 July - 30 September 2024 | 1 January - 30 September 2023 | 1 July - 30 September 2023 |
|----------------------------------|--|---------------------------------------|--|---------------------------------------|
| Foreign exchange gains | 93,263,209 | 38,598,882 | 1,028,962,439 | 1,028,962,439 |
| Effect of subsidiary liquidation | 105,541,575 | 105,541,575 | -- | -- |
| Rediscount income, net | 511,633,281 | 172,999,768 | 129,369,554 | 75,215,406 |
| Provisions no longer required | 3,319,924 | 2,024,571 | -- | -- |
| Scrap sales revenue | 13,809,749 | 4,685,268 | 17,911,476 | 4,856,752 |
| Other | 2,527,351 | 1,732,581 | 67,432,067 | 33,145,993 |
| Other operating income | 730,095,089 | 325,582,645 | 1,243,675,536 | 786,743,052 |

For the nine month period ended 30 September, other operating expenses comprised the following:

| | 1 January - 30 September 2024 | 1 July - 30 September 2024 | 1 January - 30 September 2023 | 1 July - 30 September 2023 |
|--|--|---------------------------------------|--|---------------------------------------|
| Foreign exchange losses | (370,716,855) | (122,238,018) | (1,854,746,497) | (571,586,290) |
| Provision expense for doubtful receivables | -- | -- | (1,777,342) | (1,340,001) |
| Other | (31,088,553) | (12,401,068) | (27,876,411) | (694,838) |
| Other operating expenses | (401,805,408) | (134,639,086) | (1,884,400,250) | (573,621,129) |

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

20 FINANCIAL INSTRUMENTS

Financial risk management

The Group has exposure to the following risks from its operations:

- Credit risk
- Market risk
- Operational risk

This note informs about, Group’s exposures towards risks mentioned above, Group’s goals, policies and processes for measuring and managing risks and capital management policy of the Group, Detailed descriptions and analysis mentioned in Note 21.

Financial risk management framework

The Board of Directors has overall responsibility for the establishment and oversight of the Group’s risk management framework, The board of directors has established the risk management committee, which is responsible for developing and monitoring the Group’s risk management policies, The committee reports regularly to the board of directors on its activities.

The Group’s risk management policies are established to identify and analyze the risks faced by the Group, to set appropriate risk limits and controls, and to monitor risks and adherence to limits, Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group’s activities, The Group, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Group audit committee oversees how management monitors compliance with the Group’s risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Group, The Group audit committee is assisted in its oversight role by internal audit, Internal audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group receivables from customers and investments in debt securities, The carrying amounts of financial assets and contract assets represents the maximum credit exposure, Financial instruments that could cause the Group to considerably increase credit risk are mainly cash and commercial receivables, The Group has cash and cash equivalents in various financial institutions, The Group manages this risk by limiting transactions with financial institutions and by constantly evaluating the reliability of such institutions, Credit risk that may arise from trade receivables is limited by the fact that the Group management limits the amount of credit applied to customers, Trade receivables are assessed by considering their past experiences and

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

current economic situation in the Group management and are presented as net in the balance sheet after the provision for doubtful receivables is settled (Note 6).

20 FINANCIAL INSTRUMENTS (Continued)

Market risk

Market risk is the risk that changes in market prices, interest rates and equity prices will affect the Group’s income or the value of its holdings of financial instruments, The Group is subject to the risk of interest rate fluctuations to the extent that interest-earning assets and interest-bearing liabilities mature or reprise at different times or in differing amounts.

Currency risk

The Group is exposed to currency risk due to its sales, import transactions and borrowings in foreign currency, These transactions are held mostly in USD and Euro.

Operational risk

Operational risk is the direct or indirect loss arising from a wide variety of factors related to the Group's processes, employees, technology and infrastructure, and external factors such as legal and regulatory requirements outside the credit risk, market risk and liquidity risk, and generally accepted standards for legal entity Risk, Operational risks arise from all Group activities.

The Group’s objective is to manage operational risk so as to avoid financial losses, in this context, the following company procedures and internal control issues have been identified:

- Requirements for appropriate segregation of duties, including the independent authorization of transactions
- Requirements for the reconciliation and monitoring of transactions compliance with regulatory and other legal requirements
- Documentation of controls and procedures
- requirements for the periodic assessment of operational risks faced, and the adequacy of controls and procedures to address the risks identified
- Requirements for the reporting of operational losses and proposed remedial action
- Development of contingency plans
- Training and professional development
- Ethical and business standards
- Risk mitigation, including insurance where this is effective,

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİ ANONİM ŞİRKETİ

NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

21 NATURE AND LEVEL OF RISK ARISING FROM FINANCIAL INSTRUMENTS

Credit risk

| 30 September 2024 | Receivables | | | | Deposits on banks |
|---|--------------------|----------------------|-------------------|--------------------|----------------------|
| | Trade receivables | | Other receivables | | |
| | Related party | Other | Related party | Other | |
| Exposure to maximum credit risk as at reporting date (A +B+C+D+E) | 155,683,406 | 2,151,772,610 | -- | 162,432,342 | 3,527,122,727 |
| - The part of maximum risk under guarantee with collateral | -- | (740,647,255) | -- | -- | -- |
| A. Net carrying value of financial assets which are neither impaired nor overdue | 155,683,406 | 1,792,651,192 | -- | 162,432,342 | 3,527,122,727 |
| B. Net carrying value of financial assets that are restructured, otherwise which will be regarded as overdue or impaired | -- | -- | -- | -- | -- |
| C. Net carrying value of financial assets which are overdue but not impaired | -- | 359,121,418 | -- | -- | -- |
| Covered portion of net book value (with letter of guarantee etc.) | -- | (740,647,255) | -- | -- | -- |
| D. Net carrying value of financial assets which are impaired | -- | 5,670,092 | -- | -- | -- |
| - Past due (gross book value) | -- | (5,670,092) | -- | -- | -- |
| - Impairment (-) | -- | -- | -- | -- | -- |
| - Covered portion of net book value (with letter of guarantee etc.) | -- | -- | -- | -- | -- |
| Impairment (-) | -- | -- | -- | -- | -- |
| E. Off balance sheet items with credit risks | -- | -- | -- | -- | -- |

| 30 September 2024 | Receivables | |
|----------------------|-------------------|-------------------|
| | Trade receivables | Other receivables |
| Past due 1-30 days | 359,121,418 | -- |
| Past due 1-3 months | -- | -- |
| Past due 3-12 months | -- | -- |
| More than 1-5 years | -- | -- |

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİ ANONİM ŞİRKETİ

NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

21 NATURE AND LEVEL OF RISK ARISING FROM FINANCIAL INSTRUMENTS (Continued)

| 31 December 2023 | Receivables | | | | Deposits on banks |
|---|-------------------|----------------------|-------------------|--------------------|----------------------|
| | Trade receivables | | Other receivables | | |
| | Related party | Other | Related party | Other | |
| Exposure to maximum credit risk as at reporting date (A +B+C+D) | 43,519,099 | 2,023,086,893 | -- | 152,486,501 | 1,623,338,964 |
| - The part of maximum risk under guarantee with collateral | -- | (588,952,946) | -- | -- | -- |
| A, Net carrying value of financial assets which are neither impaired nor overdue | 43,519,099 | 1,894,994,953 | -- | 152,486,501 | 1,623,338,964 |
| B, Net carrying value of financial assets that are restructured, otherwise which will be regarded as overdue or impaired | -- | -- | -- | -- | -- |
| C, Net carrying value of financial assets which are overdue but not impaired | -- | 128,091,940 | -- | -- | -- |
| Covered portion of net book value (with letter of guarantee etc.) | -- | (588,952,946) | -- | -- | -- |
| D, Net carrying value of financial assets which are impaired | -- | -- | -- | -- | -- |
| - Past due (gross book value) | -- | 11,723,609 | -- | -- | -- |
| - Impairment (-) | -- | (11,723,609) | -- | -- | -- |
| - Covered portion of net book value (with letter of guarantee etc.) | -- | -- | -- | -- | -- |
| Impairment (-) | -- | -- | -- | -- | -- |
| E, Off balance sheet items with credit risks | -- | -- | -- | -- | -- |

| 31 December 2023 | Receivables | |
|----------------------|-------------------|-------------------|
| | Trade receivables | Other receivables |
| Past due 1-30 days | 128,091,940 | -- |
| Past due 1-3 months | -- | -- |
| Past due 3-12 months | -- | -- |
| Past due 1-5 years | -- | -- |

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira ("TL") unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

**21 NATURE AND LEVEL OF RISK ARISING FROM FINANCIAL INSTRUMENTS
(Continued)**

Most of the Group's customers are among the largest retail companies in Turkey, and there has not been any loss due to receivables from these customers. In order to monitor credit risks, customers are regrouped according to their credit character and customer types. Most of the accounts receivable consist of the receivables from store chains.

As of 30 September 2024, the maximum credit limit granted by the Group to the branches is TL 10,000 and each credit limit offer above TL10,000 is evaluated according to the processes determined in the Group CRM policies.

As of 30 September 2024, the Group enters its customers within the scope of the commercial credit insurance with a limit of TL 10,000-250,000 in order to secure their receivables. For the limits demanded above these limits, commercial credit insurance is applied to the processes determined in the Group's CRM policies,

Group obtains a letter of bank guarantee from its customers to avoid exposure of the collection risk or ensures that it is included in the DBS system.

Market risk

Currency risk

Transactions in foreign currency cause the risk of exchange. The exchange rate risk is managed by forward foreign exchange purchase / sale contracts based on approved policies.

Assets and liabilities in foreign currencies of the Group as of 30 September 2024 and 31 December 2023 are as follows:

| | 30 September 2024 | | | |
|--|------------------------|---------------------|---------------------|-----------|
| | TL Equivalent | USD | EUR | GBP |
| 1. Trade Receivables | 344,370,783 | 8,696,646 | 1,247,859 | -- |
| 2. Cash and Cash Equivalents | 1,157,231,117 | 32,238,509 | 1,499,053 | -- |
| 3. Other | -- | -- | -- | -- |
| 4. Current Assets (1+2+3) | 1,501,601,900 | 40,935,155 | 2,746,912 | -- |
| 5. Total Assets (4) | 1,501,601,900 | 40,935,155 | 2,746,912 | -- |
| 6. Trade Payables | (1,742,436,626) | (39,468,566) | (10,285,050) | -- |
| 7. Financial Liabilities | -- | -- | -- | -- |
| 8. Short-Term Liabilities (6+7) | (1,742,436,626) | (39,468,566) | (10,285,050) | -- |
| 9. Financial Liabilities | -- | -- | -- | -- |
| 10. Long-Term Liabilities (9) | -- | -- | -- | -- |
| 11. Total Liabilities (8+10) | (1,742,436,626) | (39,468,566) | (10,285,050) | -- |
| Net (4+11) | (240,834,726) | 1,466,589 | (7,538,138) | -- |

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)
(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

**21 NATURE AND LEVEL OF RISK ARISING FROM FINANCIAL INSTRUMENTS
(Continued)**

| | 31 December 2023 | | | |
|--|-------------------------|---------------------|---------------------|--------------|
| | TL Equivalent | USD | EUR | Other |
| 1. Trade Receivables | 224,583,145 | 3,135,314 | 2,241,255 | -- |
| 2. Cash and Cash Equivalents | 1,078,755,943 | 23,491,169 | 3,146,094 | -- |
| 3. Other | -- | -- | -- | -- |
| 4. Current Assets(1+2+3) | 1,303,339,088 | 26,626,483 | 5,387,349 | -- |
| 5. Total Assets (4) | 1,303,339,088 | 26,626,483 | 5,387,349 | -- |
| 6. Trade Payables | (2,026,846,326) | (39,357,132) | (10,147,951) | (350) |
| 7. Financial Liabilities | -- | -- | -- | -- |
| 8. Short-Term Liabilities (6+7) | (2,026,846,326) | (39,357,132) | (10,147,951) | (350) |
| 9. Financial Liabilities | -- | -- | -- | -- |
| 10. Long-Term Liabilities (9) | -- | -- | -- | -- |
| 11. Total Liabilities (8+10) | (2,026,846,326) | (39,357,132) | (10,147,951) | (350) |
| Net (4+11) | (723,507,238) | (12,730,649) | (4,760,602) | (350) |

**Exchange Rate Sensitivity Analysis
30 September 2024**

| | Profit/(Loss) | | Equities | |
|--|-------------------------------------|-------------------------------------|-------------------------------------|--|
| | Appreciation of foreign currency | Depreciation of foreign currency | Appreciation of foreign currency | Depreciation of foreign currency |
| 10% appreciation / depreciation of USD against TL | | | | |
| 1-USD net asset/liability | 5,013,168 | (5,013,168) | -- | -- |
| 2-Portion of hedged for USD (-) | -- | -- | -- | -- |
| 3-Net effect of USD (1+2) | 5,013,168 | (5,013,168) | -- | -- |
| 10% appreciation / depreciation of EUR against TL | | | | |
| 4- EUR net asset/liability | (28,774,128) | 28,774,128 | -- | -- |
| 5- Portion of hedged for EUR (-) | -- | -- | -- | -- |
| 6- Net effect of EUR (4+5) | (28,774,128) | 28,774,128 | -- | -- |
| 10% appreciation / depreciation of other currencies against TL | | | | |
| 7- Other currencies net asset/liability | -- | -- | -- | -- |
| 8- Portion of hedged for other currencies (-) | -- | -- | -- | -- |
| 9- Net effect of other currencies (7+8) | -- | -- | -- | -- |
| Total (3+6+9) | (23,760,960) | 23,760,960 | -- | -- |

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

**21 NATURE AND LEVEL OF RISK ARISING FROM FINANCIAL INSTRUMENTS
(Continued)**

| Exchange Rate Sensitivity Analysis | | | | |
|--|-------------------------------------|--|--|--|
| 31 December 2023 | | | | |
| | Profit/(Loss) | | Equities | |
| | Appreciation of foreign currency | Depreciation of foreign currency | Appreciation of foreign currency | Depreciation of foreign currency |
| 10% appreciation / depreciation of USD against TL | | | | |
| 1-USD net asset/liability | (43,516,541) | 43,516,541 | -- | -- |
| 2-Portion of hedged for USD (-) | -- | -- | -- | -- |
| 3-Net effect of USD (1+2) | (43,516,541) | 43,516,541 | -- | -- |
| 10% appreciation / depreciation of EUR against TL | | | | |
| 4- EUR net asset/liability | (18,171,884) | 18,171,884 | -- | -- |
| 5- Portion of hedged for EUR (-) | -- | -- | -- | -- |
| 6- Net effect of EUR (4+5) | (18,171,884) | 18,171,884 | -- | -- |
| 10% appreciation / depreciation of other currencies against TL | | | | |
| 7- Other currencies net asset/liability | (1,598) | 1,598 | -- | -- |
| 8- Portion of hedged for other currencies (-) | -- | -- | -- | -- |
| 9- Net effect of other currencies (7+8) | (1,598) | 1,598 | -- | -- |
| Total (3+6+9) | (61,690,023) | 61,690,023 | -- | -- |

Interest rate risk

Interest rate profile of the Group’s interest-bearing financial instruments as reported to the management of the Group is as follows:

| | 30 September 2024 | 31 December 2023 |
|-------------------------------|--------------------------|-------------------------|
| Fixed rate instruments | | |
| Financial asset | 2,151,772,610 | 2,023,086,893 |
| Financial liabilities | 1,841,310,050 | 1,848,895,609 |

22 SUBSEQUENT EVENTS

Bruno Machado Farla was appointed as a new board member in 25th of October 2024. Public announcement was published with the following link.

<https://www.kap.org.tr/tr/Bildirim/1351086>

23 STATEMENT OF CASH FLOW DISCLOSURES

As at 30 September 2024, net cash provided from operating activities of the Group is TL 3,130,534,446 (30 September 2023: TL 3,185,981,924), net cash used in investing activities is TL (676,939,115) (30 September 2023: TL (1,423,791,444)) net cash provided from financing activities is TL 360,758,148 (30 September 2023: TL (919,525,395)).

24 STATEMENTS OF CHANGES IN EQUITY DISCLOSURES

The equity of the Group consist the equity Parent company in amount of TL 9,146,340,750 as of 30 September 2024 (30 September 2023: TL (6,109,475,264)).

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

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ ANONİM ŞİRKETİ

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2024**

(Amounts expressed in full of Turkish Lira (“TL”) unless otherwise stated)

(The information provided only for comparison purposes is expressed in purchasing power as of 30 September 2024.)

.....