

**VBT YAZILIM A.Ş.**  
**AS OF SEPTEMBER 30, 2023**  
**CONSOLIDATED FINANCIAL STATEMENTS AND NOTES**

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**VB T YAZILIM A.Ş.**  
**30 september 2023 and 31 december 2022 CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**(BALANCE SHEET)**  
**(All amounts expressed in TL)**

		Independent Audit Not passed	Independent Audit Background
	Footnote Ref.	CURRENT PERIOD 30.09.2023	PREVIOUS PERIOD 31.12.2022
<b>ASSETS</b>			
<b>Current Assets</b>			
<b>Cash and Cash Equivalents</b>	7	<b>130.181.955</b>	<b>236.681.036</b>
<b>Financial Investments</b>	8	<b>55.756.729</b>	<b>294.519</b>
--Financial Assets at Fair Value Through Profit or Loss	5	55.756.729	294.519
<b>Trade Receivables</b>	10	<b>72.159.054</b>	<b>104.788.021</b>
-Trade Receivables from Related Parties	6-10	5.209	-
-Trade Receivables from Third Parties	10	72.153.845	104.788.021
<b>Other Receivables</b>	13	<b>67.628.422</b>	<b>1.428.957</b>
-Other Receivables from Related Parties	6-13	41.949.599	-
-Other Receivables from Third Parties	13	25.678.823	1.428.957
<b>Stocks</b>	16	<b>37.348.030</b>	<b>4.728.591</b>
<b>Prepaid Expenses</b>	18	<b>41.672.903</b>	<b>448.605.504</b>
-Prepaid Expenses to Related Parties	6-18	4.815.826	347.100
-Prepaid Expenses to Third Parties	18	36.857.077	448.258.404
<b>Other Current Assets</b>	22	<b>81.204</b>	<b>47.066</b>
-Other Current Assets due from Third Parties	22	81.204	47.066
<b>Total Current Assets</b>		<b>404.828.297</b>	<b>796.573.694</b>
<b>Fixed Assets</b>			
<b>Other Receivables</b>	13	<b>710.530</b>	<b>468.805</b>
-Other Receivables from Related Parties		673.030	466.305
-Other Receivables from Third Parties	13	37.500	2.500
<b>Investments Accounted through Equity Method</b>	25	<b>7.313.038</b>	<b>17.407.911</b>
<b>Tangible Fixed Assets</b>	27	<b>23.866.404</b>	<b>21.863.533</b>
-Buildings		4.866.455	5.427.286
-Vehicles		3.700.931	4.277.191
-Plant, Machinery and Equipment		6.588.933	6.244.692
-Furniture and Fixtures		6.834.886	3.680.984
-Special Costs		1.875.199	2.233.380
<b>Right of Use Assets</b>	29	<b>4.094.265</b>	<b>2.779.096</b>
<b>Intangible Assets</b>	28	<b>16.589.997</b>	<b>19.015.102</b>
-Licenses		1.692	3.909
-Activated Development Costs		16.588.305	19.011.193
<b>Prepaid Expenses</b>	18	<b>7.447.723</b>	<b>26.861.577</b>
-Prepaid Expenses to Third Parties	18	7.447.723	26.861.577
<b>Deferred Tax Asset</b>	42	<b>5.202.791</b>	<b>-</b>
<b>Total Fixed Assets</b>		<b>65.224.748</b>	<b>88.396.024</b>
<b>Total Assets</b>		<b>470.053.045</b>	<b>884.969.718</b>

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

**VBT YAZILIM A.Ş.**  
**30 september 2023 and 31 december 2022 CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**(BALANCE SHEET)**  
**(All amounts expressed in TL)**

		Unaudited	Independent Audit Background
	Footnote Ref.	CURRENT PERIOD 30.09.2023	PREVIOUS PERIOD 31.12.2022
<b>SOURCES</b>			
<b>Short Term Liabilities</b>			
<b>Short-term portion of long-term borrowings</b>	9	<b>2.688.825</b>	<b>2.474.896</b>
<b>-Short-term portion of long-term borrowings from third parties</b>		<b>2.688.825</b>	<b>2.474.896</b>
--Bank Loans		950.332	1.703.114
--Payables from Leasing Transactions		1.738.493	771.782
<b>Other Financial Liabilities</b>	9	-	<b>908.926</b>
-Other Miscellaneous Financial Liabilities		-	908.926
<b>Trade Payables</b>	10	<b>46.423.269</b>	<b>124.653.957</b>
-Trade payables to related parties	6-10	473.622	2.231.220
-Trade payables to third parties	10	45.949.647	122.422.737
<b>Employee Benefit Payables</b>	14	<b>11.293.766</b>	<b>4.934.158</b>
<b>Other Payables</b>	13	<b>9.786.806</b>	<b>30.150.925</b>
-Other payables to related parties	6-13	-	3.903.787
-Other payables to third parties	13	9.786.806	26.247.138
<b>Obligations Arising from Customer Contracts</b>	11	<b>67.432.453</b>	<b>455.229.168</b>
-Contractual Obligations Arising from Sales of Goods and Services	11	67.432.453	455.229.168
<b>Government Incentives and Aids</b>	19	<b>44.148</b>	<b>44.148</b>
<b>Current Period Profit Tax Liability</b>	20	<b>5.271.792</b>	<b>5.949.093</b>
<b>Short Term Provisions</b>	30	<b>5.900.940</b>	<b>3.324.047</b>
-Short Term Provisions for Employee Benefits	30	3.211.675	970.940
-Other Short Term Provisions	30	2.689.265	2.353.107
<b>Other Short Term Liabilities</b>	23	<b>485.534</b>	<b>116.530</b>
-Other Short Term Liabilities to Third Parties	23	485.534	116.530
<b>Total Short Term Liabilities</b>		<b>149.327.533</b>	<b>627.785.848</b>
<b>Long Term Liabilities</b>			
<b>Long Term Borrowings</b>	9	<b>2.981.007</b>	<b>3.094.402</b>
<b>-Long Term Borrowings from Third Parties.</b>		<b>2.981.007</b>	<b>3.094.402</b>
--Bank Loans		-	618.542
--Payables from Leasing Transactions		2.981.007	2.475.860
<b>Obligations Arising from Customer Contracts</b>	11	<b>5.850.081</b>	<b>22.790.447</b>
-Contractual Obligations Arising from Sales of Goods and Services	11	5.850.081	22.790.447
<b>Government Incentives and Aids</b>	19	<b>77.259</b>	<b>110.370</b>
<b>Long Term Provisions</b>	30	<b>8.948.775</b>	<b>6.002.209</b>
-Long Term Provisions for Employee Benefits	30	8.948.775	6.002.209
<b>Deferred Tax Liability</b>		-	<b>19.735</b>
<b>Total Long Term Liabilities</b>		<b>17.857.122</b>	<b>32.017.163</b>
<b>TOTAL LIABILITIES</b>		<b>167.184.655</b>	<b>659.803.011</b>
<b>EQUITY</b>			
<b>Equity attributable to equity holders of the parent</b>	31	<b>303.532.651</b>	<b>225.478.184</b>
-Paid-in Capital		<b>26.000.000</b>	<b>26.000.000</b>
-Received Shares (-)		-	<b>14.111.566</b>
-Premiums Related to Shares (Discounts)	31	<b>65.190.632</b>	<b>65.190.632</b>
-New in Profit/Loss. Unclassifiable Assets. Other Covered. Income (Expense)	31	<b>(3.243.269)</b>	<b>(2.723.583)</b>
--Gains (Losses) on Revaluation and Measurement		<b>(3.243.269)</b>	<b>(2.723.583)</b>
---Defined. Gain (Loss) on Remeasurement of Benefit Plans		(3.243.269)	(2.723.583)
-Reclassification in Profit/Loss To be Reclassified to Profit/Loss. Other. Covered. Income (Expense)		<b>6.677.650</b>	<b>1.256.515</b>
--Foreign Currency Translation Differences		6.677.650	1.256.515
-Restricted Reserves	31	<b>7.465.271</b>	<b>4.965.332</b>
--Legal Reserves		7.175.940	4.676.001
--Entrepreneurship Capital Fund		289.331	289.331
-Retained Earnings or Losses	31	<b>108.789.339</b>	<b>40.351.102</b>
-Net Profit or Loss for the Period	43	<b>92.653.028</b>	<b>76.326.620</b>
<b>Non-controlling Interests</b>		<b>(664.261)</b>	<b>(311.477)</b>
<b>Total Equity</b>		<b>302.868.390</b>	<b>225.166.707</b>
<b>Total Resources</b>		<b>470.053.045</b>	<b>884.969.718</b>

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

VBT YAZILIM A.Ş.

NOT INDEPENDENTLY AUDITED

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER comprehensive income for the periods January 1, 2023 - September 30, 2023 and January 1, 2022 - September 30, 2022  
(All amounts expressed in TL)

	Footn ote Ref.	Current Period January 01, 2023 September 30, 2023	Prior Period January 01, 2022 September 30, 2022	Current Period July 01, 2023 September 30, 2023	Prior Period July 01, 2022 September 30, 2022
Revenue	32	1.222.691.402	448.802.171	169.229.305	240.304.638
Cost of Sales	32	(1.101.468.474)	(373.700.908)	(120.543.409)	(209.818.113)
<b>GROSS PROFIT (LOSS)</b>		<b>121.222.928</b>	<b>75.101.263</b>	<b>48.685.896</b>	<b>30.486.525</b>
General Administrative Expenses	33	(23.042.656)	(12.354.795)	(10.276.486)	(5.382.236)
Marketing Expenses	33	(2.900.767)	(344.157)	(1.287.107)	(115.791)
Research and Development Expenses	33	(52.598.652)	(23.605.759)	(23.116.716)	(8.558.406)
Other Operating Income	35	31.110.028	12.304.022	(4.105.432)	2.391.811
Other Operating Expenses	35	(11.329.566)	(18.074.005)	(4.763.450)	(1.447.781)
<b>OPERATING PROFIT (LOSS)</b>		<b>62.461.315</b>	<b>33.026.569</b>	<b>5.136.705</b>	<b>17.374.122</b>
Income from Investing Activities	36	19.451.818	1.507.553	17.215.100	354.304
Equity Method. Share of Profit (Loss) of Investments Accounted for Using Equity Method	25	(15.594.873)	379.206	(9.584.680)	1.272.861
<b>OPERATING PROFIT (LOSS) BEFORE FINANCIAL INCOME (EXPENSE)</b>		<b>66.318.260</b>	<b>34.913.328</b>	<b>12.767.125</b>	<b>19.001.287</b>
Financing Revenues	38	43.334.438	23.701.134	10.128.968	6.346.331
Finance Expenses	39	(2.892.856)	(2.272.892)	(353.415)	(87.942)
<b>PROFIT (LOSS) BEFORE TAX FROM CONTINUING OPERATIONS</b>		<b>106.759.842</b>	<b>56.341.570</b>	<b>22.542.678</b>	<b>25.259.676</b>
Tax (Expense) Income from Continuing Operations		<b>(14.511.429)</b>	<b>(7.232.622)</b>	<b>(3.884.071)</b>	<b>(2.498.570)</b>
-Period Tax (Expense) Income	42	(19.578.724)	(6.399.327)	(5.278.262)	(1.458.471)
-Deferred Tax (Expense) Income	42	5.067.295	(833.295)	1.394.191	(1.040.099)
<b>PROFIT (LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS</b>		<b>92.248.413</b>	<b>49.108.948</b>	<b>18.658.607</b>	<b>22.761.106</b>
<b>PROFIT (LOSS) FOR THE PERIOD</b>		<b>92.248.413</b>	<b>49.108.948</b>	<b>18.658.607</b>	<b>22.761.106</b>
Distribution of Profit (Loss) for the Period		<b>92.248.413</b>	<b>49.108.948</b>	<b>18.658.607</b>	<b>22.761.106</b>
-Non-Controlling Interests		(404.614)	(446.891)	(128.277)	(359.684)
-Main Partnership Shares		92.653.027	49.555.839	18.786.884	23.120.790
<b>Earnings per Share</b>					
--Earnings (Loss) per Share from Continuing Operations	43	<b>3,56</b>	<b>1,91</b>	<b>0,72</b>	<b>0,89</b>
<b>Other Comprehensive Income:</b>					
<b>Items not to be reclassified to profit or loss</b>		<b>(519.686)</b>	<b>(948.486)</b>	<b>(546.009)</b>	<b>(675.545)</b>
-Gain (loss) on remeasurement of defined benefit plans, net of tax	41	(519.686)	(948.486)	(546.009)	(675.545)
<b>Items to be Reclassified to Profit or Loss</b>		<b>5.266.500</b>	<b>1.059.351</b>	<b>438.338</b>	<b>928.375</b>
Gains (losses) on foreign currency translation differences, net of tax		5.266.500	1.059.351	438.338	928.375
<b>OTHER COMPREHENSIVE INCOME (EXPENSE)</b>		<b>4.746.814</b>	<b>110.865</b>	<b>(107.671)</b>	<b>252.830</b>
<b>TOTAL COMPREHENSIVE INCOME (EXPENSE)</b>		<b>96.995.227</b>	<b>49.219.813</b>	<b>18.550.936</b>	<b>23.013.936</b>
<b>Breakdown of Total Comprehensive Income</b>		<b>96.995.227</b>	<b>49.219.813</b>	<b>18.550.936</b>	<b>23.013.936</b>
-Non-Controlling Interests		(559.249)	(48.075)	(133.693)	63.558
-Main Partnership Shares		97.554.476	49.267.888	18.684.629	22.950.378

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

VBT YAZILIM A.Ş.  
NOT INDEPENDENTLY AUDITED  
30 september 2023 and 30 september 2022 CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY  
(All amounts expressed in TL)

	Paid Capital	Reclaimed Shares	Share Premiums / Discounts	Gain on Revaluation and Remeasurement / Losses Definition. Gain on remeasurement of defined benefit plans / Losses	Accumulated Other Comprehensive Income or Loss to be Reclassified to Profit or Loss	Foreign Currency Translation Differences	Restricted Reserves	Retained Earnings			Non-controlling Interests	Equity
								Retained Earnings	Net Profit/Loss for the Period	Equity Attributable to Equity Holders of the Parent		
<b>PREVIOUS PERIOD</b>												
Balances as of January 1, 2022	26.000.000	(9.955.039)	65.190.632	(297.659)	286.829	11.729.891	12.281.894	34.146.203	139.382.751	-	-	139.382.751
Transfers	-	-	-	-	-	3.264.199	30.882.004	(34.146.203)	-	-	-	-
Total Comprehensive Income (Loss)	-	-	-	(948.486)	660.534	-	-	49.555.839	49.267.887	(48.074)	49.219.813	49.219.813
-Period Profit (Loss)	-	-	-	-	-	-	-	49.555.839	49.555.839	(446.891)	49.108.948	49.108.948
-Other Comprehensive Income (Expense)	-	-	-	(948.486)	660.534	-	-	-	(287.952)	398.817	110.865	110.865
Dividends	-	-	-	-	-	-	(13.000.000)	-	(13.000.000)	-	(13.000.000)	(13.000.000)
Transactions with Non-controlling Shareholders	-	-	-	-	-	-	-	-	-	416.259	416.259	416.259
Increase (Decrease) Due to Other Changes	-	-	-	-	-	(73.719)	315.134	-	241.415	-	241.415	241.415
Balances as of 30.09.2022	26.000.000	(9.955.039)	65.190.632	(1.246.145)	947.363	14.920.371	30.479.032	49.555.839	175.892.053	368.185	176.260.238	176.260.238
<b>CURRENT PERIOD</b>												
Balances as of January 1, 2023	26.000.000	14.111.560	65.190.632	(2.723.583)	1.256.515	4.965.332	40.351.102	76.326.620	225.478.184	(311.477)	225.166.707	225.166.707
Transfers	-	(14.111.560)	-	-	-	2.499.939	87.938.241	(76.326.620)	-	-	-	-
Total Comprehensive Income (Loss)	-	-	-	(519.686)	5.421.135	-	-	92.653.028	97.554.477	(559.249)	96.995.228	96.995.228
-Period Profit (Loss)	-	-	-	-	-	-	-	92.653.028	92.653.028	(404.614)	92.248.414	92.248.414
-Other Comprehensive Income (Expense)	-	-	-	(519.686)	5.421.135	-	-	-	4.901.449	(154.635)	4.746.814	4.746.814
Dividends	-	-	-	-	-	-	(19.500.004)	-	(19.500.004)	-	(19.500.004)	(19.500.004)
Transactions with Non-controlling Shareholders	-	-	-	-	-	-	-	-	-	206.459	206.459	206.459
Increase (Decrease) Due to Other Changes	-	-	-	-	-	-	-	-	(6)	6	-	-
Balances as of September 30, 2023	26.000.000	-	65.190.632	(3.243.269)	6.677.650	7.465.271	108.789.339	92.653.028	303.532.651	(664.261)	302.868.390	302.868.390

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



**VBT YAZILIM A.Ş.**  
**NOT INDEPENDENTLY AUDITED**  
**CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIODS JANUARY 1, 2023 - SEPTEMBER 30, 2023 and**  
**JANUARY 1, 2022 - SEPTEMBER 30, 2022**  
**(All amounts expressed in TL)**

	Footnote Ref.	Current Period January 01, 2023 September 30, 2023	Prior Period January 01, 2022 September 30, 2022
<b>A) Cash Flows from Operating Activities</b>		<b>(94.636.715)</b>	<b>(113.837.763)</b>
<b>Profit (Loss) for the Period</b>		<b>92.248.413</b>	<b>49.108.948</b>
Profit (Loss) for the Period from Continuing Operations		92.248.413	49.108.948
<b>Adjustments Related to Reconciliation of Net Profit (Loss) for the Period</b>		<b>3.581.646</b>	<b>1.419.872</b>
<b>Adjustments Related to Depreciation and Amortization Expenses</b>	<b>27-28</b>	<b>7.906.861</b>	<b>5.193.149</b>
<b>Adjustments Related to Impairment (Reversal)</b>	<b>10-28-35-36</b>	<b>1.483.371</b>	-
-Adjustments for Impairment (Reversal) of Receivables	10	1.483.371	-
<b>Adjustments Related to Provisions</b>	<b>30</b>	<b>4.512.385</b>	<b>4.189.231</b>
-Adjustments Related to Provision (Reversal) for Employee Benefits	30	4.512.385	4.189.231
<b>Adjustments for Interest (Income) and Expenses</b>	<b>35-38-39</b>	<b>(586.985)</b>	<b>(4.360.482)</b>
-Adjustments related to interest income	38	(3.103.617)	(6.134.659)
-Adjustments Related to Interest Expense	39	2.516.632	1.774.177
<b>Adjustments related to unrealized foreign currency translation differences</b>		<b>5.421.135</b>	
<b>Adjustments for Fair Value Losses (Gains)</b>	<b>41</b>	<b>(19.451.818)</b>	<b>(384.097)</b>
-Financial Assets. Adjustments for Fair Value Losses (Gains) on Financial Assets.		(19.451.818)	(384.097)
<b>Equity Method. Value. Investments. Adjustments Related to Undistributed Earnings</b>	<b>25</b>	<b>(15.594.873)</b>	<b>(379.206)</b>
-Adjustments related to undistributed profits of associates	25	(15.594.873)	(379.206)
<b>Adjustments Related to Tax (Income) Expense</b>	<b>30</b>	<b>20.411.256</b>	<b>(1.890.237)</b>
<b>Other adjustments related to non-cash items</b>		<b>(519.686)</b>	<b>(948.486)</b>
<b>Changes in Working Capital</b>		<b>(170.966.771)</b>	<b>(151.366.583)</b>
<b>Decrease (Increase) in Financial Investments</b>		<b>(36.010.392)</b>	<b>(2.717.537)</b>
<b>Adjustments for Decrease (Increase) in Trade Receivables</b>	<b>6-10</b>	<b>31.145.596</b>	<b>(7.843.728)</b>
-Decrease (Increase) in Trade Receivables from Related Parties	6	(5.209)	-
-Decrease (Increase) in Trade Receivables from Third Parties	10	31.150.805	(7.843.728)
<b>Adjustments for Decrease (Increase) in Other Receivables Related with Operations.</b>	<b>6-13</b>	<b>(66.441.190)</b>	<b>(1.155.305)</b>
-Decrease (Increase) in other receivables from related parties	6	(42.156.324)	2.025.092
-Decrease (Increase) in Other Receivables from Third Parties Decrease (Increase) in Other Receivables	13	(24.284.866)	(3.180.397)
<b>Customer Contract. Asset arising from customer contracts. Adjustment for Decrease (Increase) in Assets arising from Customer Contracts.</b>	<b>11</b>	<b>-</b>	<b>1.871.988</b>
-Decrease (Increase) in Contract Assets arising from Sales of Goods and Services	11	-	1.871.988
<b>Adjustments for Decrease (Increase) in Inventories</b>	<b>16</b>	<b>(32.619.439)</b>	<b>(6.199.861)</b>
<b>Decrease (Increase) in Prepaid Expenses</b>	<b>18</b>	<b>426.346.455</b>	<b>12.096.876</b>
<b>Adjustments related to increase (decrease) in trade payables</b>	<b>6-10</b>	<b>(78.230.688)</b>	<b>(115.121.712)</b>
-Increase (Decrease) in Trade Payables to Related Parties	6	(1.757.598)	-105.020
-Increase (Decrease) in Trade Payables to Third Parties	10	(76.473.090)	(115.016.692)
<b>Increase (Decrease) in Employee Benefit Payables</b>	<b>14</b>	<b>6.359.608</b>	<b>1.190.382</b>
<b>Customer Contract. Liabilities arising from customer contracts. Adjustments Related to Increase (Decrease)</b>	<b>11</b>	<b>(404.737.081)</b>	<b>(25.130.994)</b>
-Increase (Decrease) in Contractual Obligations arising from Sales of Goods and Services Increase (Decrease)	11	(404.737.081)	(25.130.994)
<b>Adjustments Related to Increase (Decrease) in Other Payables Related to Operations.</b>	<b>6-13</b>	<b>(20.364.119)</b>	<b>(3.264.257)</b>
-Increase (Decrease) in Other Payables to Related Parties	6	(3.903.787)	(67.683)
-Increase (Decrease) in Other Payables to Third Parties	13	(16.460.332)	(3.196.574)
<b>Increase (Decrease) in government grants and subsidies</b>	<b>19</b>	<b>(33.111)</b>	<b>(33.111)</b>
<b>Working Capital. Adjustments Related to Other Realized Increase (Decrease)</b>	<b>22-23</b>	<b>3.617.590</b>	<b>(5.059.324)</b>
-Decrease (Increase) in Other Assets Related to Operations	22	(34.138)	(1.550.581)
-Increase (Decrease) in Other Operating Liabilities	23	3.651.728	(3.508.743)
<b>Cash Flows from Operating Activities</b>		<b>(75.136.712)</b>	<b>(100.837.763)</b>
<b>Dividends Paid</b>		<b>(19.500.003)</b>	<b>(13.000.000)</b>

**VBT YAZILIM A.Ş.**  
**NOT INDEPENDENTLY AUDITED**  
**CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIODS JANUARY 1, 2023 - SEPTEMBER 30, 2023 and**  
**JANUARY 1, 2022 - SEPTEMBER 30, 2022**  
**(An amount expressed in TL)** integral part of these financial statements.

**VBT YAZILIM A.Ş.**  
**NOT INDEPENDENTLY AUDITED**  
**CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIODS JANUARY 1, 2023 - SEPTEMBER 30, 2023 and**  
**JANUARY 1, 2022 - SEPTEMBER 30, 2022**  
**(All amounts expressed in TL)**

	Footnote Ref.	Current Period January 01, 2023 September 30, 2023	Prior Period January 01, 2022 September 30, 2022
<b>B) Cash Flows from Investing Activities</b>		<b>(6.464.892)</b>	<b>(16.478.709)</b>
<b>Cash outflows due to share purchases or capital increases in associates and/or joint ventures</b>			<b>(8.856.337)</b>
<i>-Cash inflows from sale of property, plant and equipment</i>	27	-	142.658
<b>Cash outflows from acquisition of property, plant and equipment and intangible assets</b>	<b>27-28</b>	<b>(6.464.892)</b>	<b>(7.765.030)</b>
<i>-Cash outflows from purchase of property, plant and equipment</i>	27	(6.464.892)	(5.853.570)
<i>-Cash outflows from acquisition of intangible assets</i>	28	-	(1.911.460)
<b>C) Cash Flows from Financing Activities</b>		<b>(5.397.474)</b>	<b>2.502.095</b>
<b>Cash Inflows from Borrowing</b>	<b>9</b>	<b>-</b>	<b>250.000</b>
<i>-Cash inflows from loans</i>	9	-	250.000
<b>Cash Outflows Related to Debt Payments</b>	<b>9</b>	<b>(1.273.780)</b>	<b>(1.860.072)</b>
<i>-Cash outflows related to loan repayments</i>	9	(1.273.780)	(1.860.072)
<b>Cash outflows related to debt payments arising from lease agreements</b>		<b>(2.156.367)</b>	<b>(998.439)</b>
<b>Interest Paid</b>	<b>39</b>	<b>(2.516.632)</b>	<b>(1.774.177)</b>
<b>Interest Received</b>	<b>38</b>	<b>3.103.617</b>	<b>6.134.659</b>
<b>Other Cash Inflows (Outflows)</b>		<b>(2.554.312)</b>	<b>750.124</b>
<b>Net increase/decrease in cash and cash equivalents before the effect of foreign currency translation differences (A+B+C)</b>		<b>(106.499.081)</b>	<b>(127.814.377)</b>
<b>D) THE EFFECT OF FOREIGN CURRENCY TRANSLATION DIFFERENCES ON CASH AND CASH EQUIVALENTS</b>			
<b>Net increase/decrease in cash and cash equivalents (A+B+C+D)</b>		<b>(106.499.081)</b>	<b>(127.814.377)</b>
<b>E-CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>		<b>236.681.036</b>	<b>224.819.836</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (A+B+C+D+E)</b>		<b>130.181.955</b>	<b>97.005.459</b>

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

## **VBT YAZILIM A.Ş.**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023 (Amounts expressed in Turkish Lira (TL))**

#### **NOTE 1 - ORGANIZATION AND FIELD OF ACTIVITY OF THE COMPANY**

VBT Yazılım A.Ş. was established on June 24, 1993 under the name "Vizyon Bilgi İşlem ve Danışmanlık Limited Şirketi" . With the decision of the General Assembly dated 04.08.2014 and numbered 13292, the Company has changed its title and type and its new title has been changed as VBT Bilgi Teknolojileri Anonim Şirketi. The related change was registered and announced in the Turkish Trade Registry Gazette dated 11.08.2014 and numbered 8628. The Company then changed its title to VBT Yazılım A.Ş. with the decision taken at the general assembly dated 20.11.2020 and registered and announced in the Turkish Trade Registry Gazette dated 15.12.2020 and numbered 10224.

The Company is registered with the Istanbul Trade Registry Office with the registration number 6120-8.

The company is a leading provider of business applications, systems integrator and partner, hardware, data backup and storage hardware, project management, software solutions and consultancy services.

VBT Yazılım A.Ş. headquarters address İçerenköy Mah. Umut Sk. Quick Tower Site Block N10-12 Interior Door N 57 Ataşehir/ Istanbul.

The Company's branch address information is as follows

**Ankara Head Office:** Mahall Business Center B Blok No:127 Çankaya - Ankara, Turkey

**Adana Branch Office:** Central Plaza B u s i n e s s Center Hurmalı Mah. Kurtuluş Caddesi No: 39 Kat: 8 D.85 Seyhan - Adana, Turkey

**Istanbul Branch:** Üsküdar İçerenköy Yolu Bodur İş Merkezi No:8 Kat:1 and Kat:3 D: 11 İçerenköy/İstanbul As of 30.09.2023, the average number of the Company's personnel working during the year is 310. (December 31, 2022: 324)

	<b>30.09.2023</b>	<b>31.12.2022</b>
Administrative Staff	30	31
Technical Staff	195	205
R&D Personnel	85	88
<b>Total</b>	<b>310</b>	<b>324</b>

#### **1.2 Information on the Company's Subsidiaries and Associates**

##### **a. VBT Academy Education Inc.**

VBT Akademi Eğitim Anonim Şirketi was established on April 17, 2018 under the name "Cambridge Eğitim Servisleri Anonim Şirketi". With the decision of the General Assembly dated 06.12.2019 and numbered 475574, the Company has changed its title and type and changed its new title to VBT Akademi Eğitim Anonim Şirketi. The relevant change was registered and announced in the Turkish Trade Registry Gazette dated January 9, 2020 and numbered 9990.

The address and principal place of business of the Company is İçerenköy Yolu , Bodur İş Merkezi No: 8/11 İçerenköy - İstanbul.

VBT Yazılım A.Ş. owns 100% of the shares of VBT Akademi Eğitim Anonim Şirketi. The aforementioned subsidiary As of December 31, 2019, it is included in the scope of consolidation and consolidated according to the full consolidation method is being made.

##### **Subsidiaries and Affiliates of VBT Akademi Eğitim A.Ş. Stoneity**

###### **Yazılım A.Ş.**

Stoneity Yazılım A.Ş. was established on April 05, 2021 and the establishment was registered and announced in the Turkish Trade Registry Gazette dated April 05, 2021 and numbered 10302.

The address and principal place of business of the Company is İçerenköy Yolu , Bodur İş Merkezi No: 8/11 Ataşehir - İstanbul.

The share capital of the Company is TL 200.000 and VBT Akademi Eğitim A.Ş. owns 20% of the shares of Stoneity Yazılım A.Ş. This subsidiary is included in the scope of consolidation for the first time as of 31.12.2021 and consolidated with VBT Akademi Eğitim A.Ş. according to the equity method.

## **VBT YAZILIM A.Ş.**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023 (Amounts expressed in Turkish Lira (TL))**

#### **b. VBT Europe AG**

The Company was established under the name "VBT Europe AG" and the establishment procedures were completed as of 07.10.2021. The main activity of the Company is software and project development.

The address and principal place of business of the Company is Franklinstrasse 9 8050 Zürich.

The Company's share capital is CHF 100.000 and VBT Yazılım A.Ş. holds 51% of the shares of VBT Europe AG. The subsidiary is consolidated on a line-by-line basis.

#### **c. VBT Albania Sh.P.K**

The Company was established under the name "VBT Albania Sh.P.K" and the establishment procedures were completed as of 26.11.2021. The main activity of the Company is to operate in the field of IT services.

The address and principal place of business of the Company is Tirane Kashar KASHAR Rruga "Egantia", Zona Kadastrale 2105, Nr pasurie 1249/6, Kashar.

The Company was established with a capital of LEK 6.000.000 and VBT Yazılım A.Ş. holds 100% of the shares of VBT Albania Sh.P.K. The subsidiary is newly established and as of 30.09.2023, no capital commitment payment has been made yet.

#### **d. VBT Software UK Limited**

The company was established as "VBT Software UK Limited" and the establishment procedures were completed as of 24.9.2021.

The main activities of the Company are business and domestic software development, information technology consultancy and data processing and storage activities.

The address and principal place of business of the Company is 205 Pentax House South Hill Avenue, Harrow, United Kingdom.

The share capital of the Company is GBP 50.000 (TL 590.955) and VBT Yazılım A.Ş. owns 100% of the shares of VBT Software UK Limited. The subsidiary is consolidated for the first time as of 31.12.2021 and consolidated with VBT Yazılım A.Ş. according to the full consolidation method.

#### **e. Phexum Software Inc.**

The Company was established on February 6, 2017 as "Phexum Yazılım Limited Company". On October 4, 2021, with the General Assembly Decision dated October 4, 2021, the title of the company was changed to Phexum Yazılım A.Ş.. The relevant change was announced and registered in the Turkish Trade Registry Gazette on December 1, 2021. The Company is registered with the Istanbul Trade Registry Office with the registration number 69601-5.

The Company develops, purchases, sells and franchises all kinds of computer software and technologies, primarily to engage in software activities and to provide consultancy services on these software, to collect, lease, distribute, import and export marketing of all products related to its subject, to provide services such as registered electronic service provider, time stamp, electronic and certificate service provider.

The address and principal place of business of the Company is İçerenköy Yolu , Bodur İş Merkezi No: 8/11 Ataşehir - İstanbul.

The capital of the Company was increased from TL 10,000 to TL 50,000 with the General Assembly Decision dated October 4, 2021 and the related change was announced and registered in the Turkish Trade Registry Gazette on December 1, 2021. The share capital of Phexum Yazılım A.Ş. is divided into 50.000 shares with a value of TL 1 each and the total value is TL 50.000. As of December 31, 2021, VBT Yazılım A.Ş. participates in Phexum Yazılım A.Ş. with 15.000 shares of TL 1 each, amounting to TL 15.000.

VBt Yazılım A.Ş. holds 30% of the shares of Phexum Yazılım A.Ş. and is consolidated by equity method.

## **VB T YAZILIM A.Ş.**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023 (Amounts expressed in Turkish Lira (TL))**

#### **f. Buz İletişim Hizmetleri Sanayi ve Ticaret A.Ş.**

The Company was established on February 3, 2009 under the name "Buz İletişim Hizmetleri Sanayi ve Ticaret Ltd.Şti.". On November 29, 2019, with the General Assembly Decision dated November 29, 2019, the title of the company was changed to Buz İletişim Hizmetleri Sanayi ve Ticaret A.Ş.. The related change was registered in the Turkish Trade Registry Gazette on December 30, 2019. The Company is registered with Bursa Trade Registry Office with registration number 80281.

The Company's principal activity is to engage in engineering, research and development, repair, installation, assembly, testing and consultancy activities related to domestic and international telecommunication networks.

The address and principal place of business of the Company is Alaaddin Bey Mah.642 sok. No:2/1 Nilüfer Bursa.

The capital of the Company was increased from TL 16.000.000 to TL 20.000.000 with the General Assembly Decision dated June 16, 2022 and the related change was registered in the Turkish Trade Registry Gazette on June 23, 2022. The share capital of Buz İletişim Hizmetleri Sanayi ve Ticaret A.Ş. is divided into 20.000.000 shares with a value of TL 1 each and the total value of the shares is as follows TL 20.000.000. As of December 31, 2022, VBT Yazılım A.Ş. participates in Buz İletişim Hizmetleri Sanayi ve Ticaret A.Ş. with 10.000.000 shares of TL 1 each amounting to TL 10.000.000.

VB T Yazılım A.Ş. owns 50% of the shares of Buz İletişim Hizmetleri Sanayi ve Ticaret A.Ş., using the equity method with the consolidated financial statements.

#### **g. VB T Software DE GMBH**

The company was established on 10.03.2022 under the name "VB T Software DE GmbH".

The main activities of the Company are business and domestic software development, information technology consultancy and data processing and storage activities.

The address and principal place of business of the Company is Grafenberger Allee 293, 40237 Düsseldorf.

The share capital of the Company is EUR 100.000 (TL 1.605.230) and VB T Yazılım A.Ş. owns 100% of the shares of VB T Software DE GmbH. The subsidiary is consolidated on a line-by-line basis with VB T Yazılım A.Ş.

#### **h. English Guru LLC**

The Company was incorporated in the United States of America on 28.01.2021 under the name "English Guru LLC" and its registered office is located at Woodport RD STE A 336 SPARTA NJ 07871-2611-999. The company operates in the Online Language Industry, registered with registration number 32-0646571.

The Company was established with "0" capital in accordance with the relevant legislation. According to the partnership agreement of VB T Yazılım A.Ş.

USD 100.000 and became a 20% shareholder of the Company. The aforementioned subsidiary has been included in the scope of consolidation for the first time as of 31.12.2022 and consolidated by equity method.

#### **i. KPAY Ödeme Teknolojileri Danışmanlık San.ve Tic. A.S.**

The Company was established on July 26, 2018 under the name "KPAY Ödeme Teknolojileri Danışmanlık San.ve Tic. A.Ş." on July 26, 2018. The Company is registered with the Istanbul Trade Registry Office with the registration number 149.295-5.

The Company's principal activities include satellite and local telecommunication services, internet service provider services, satellite platform and mobile platform operations and other services to be authorized by the Information and Communication Technologies Authority. The Company also continues its activities as the private integrator of PayTR Ödeme ve Elektronik Para Kuruluşu A.Ş., which was granted an operating license by the BRSA decision dated April 27, 2016 and numbered 6684.

The address and principal place of business of the Company is Rüzgarlıbahçe Mahallesi Cumhuriyet Caddesi N83 Kat:4 Beykoz/İstanbul.

The share capital of the Company is TL 214.286 and VB T Yazılım A.Ş. has become a 30% shareholder of KPAY Ödeme Teknolojileri Danışmanlık San.ve Tic. A.Ş., which has a total share capital of TL 214.286 consisting of 214.286 shares each with a nominal value of TL 1. A.Ş. with a total share capital of TL 214.286, consisting of 214.286 shares each with a nominal value of TL 1.

VBT Yazılım A.Ş. owns 30% of KPAY Ödeme Teknolojileri Danışmanlık San.ve Tic. A.Ş. and is consolidated by equity method.

## **VB T YAZILIM A.Ş.**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023 (Amounts expressed in Turkish Lira (TL))**

#### **j. Vizyon Teknik Bilgi Sistemleri ve İnsan Kaynakları A.Ş.**

The Company was established on February 5, 2018 under the name "Vizyon Teknik Bilgi Sistemleri ve İnsan Kaynakları A.Ş.". The Company is registered with the Istanbul Trade Registry Office with the registration number 123235-5.

The main field of activity of the Company is to produce standard and corporate-specific Human Resources management systems software, payroll, accounting, finance, tax incentives, etc. operation software, to develop and test special software, etc. in line with the needs of various sectors in domestic and foreign markets.

The address and principal place of business of the Company is Fethi Mah. Tahralı Sok. No:7 C/11 Ataşehir/Istanbul.

The Company's share capital is TL 50,000 and VBT Yazılım A.Ş. has a total of 500 shares, each with a nominal value of TL 100. In the current period, the Company has become a 50% shareholder in Vizyon Teknik Bilgi Sistemleri ve İnsan Kaynakları A.Ş., which has a capital amounting to TL 25.000.

VBT Yazılım A.Ş. holds 50% of the shares of Vizyon Teknik Bilgi Sistemleri ve İnsan Kaynakları A.Ş., consolidated by equity method.

#### **K. VBT Software INC**

The company was incorporated in the United States of America on 02.05.2023 under the name "VBT Software INC".

The main activities of the Company are business and domestic software development, information technology consultancy and data processing and storage activities.

The Company's share capital is USD 100.000 and VBT Yazılım A.Ş. owns 100% of the shares of VBT Software INC. This subsidiary is consolidated for the first time as of 30.06.2023 and consolidated with VBT Yazılım A.Ş. according to the full consolidation method.

#### **L. VBT Software Austria GmbH**

The Company was incorporated in Vienna, Austria on 24.04.2023 under the name "VBT Software Austria GmbH".

The main activities of the Company are business and domestic software development, information technology consultancy and data processing and storage activities.

The share capital of the Company is EUR 100.000 and VBT Yazılım A.Ş. holds 90% of the shares of VBT Software Austria GmbH. This subsidiary is consolidated for the first time as of 30.06.2023 and consolidated with VBT Yazılım A.Ş. according to the full consolidation method.

### **1.3 Capital Structure;**

The issued capital structure of the Company as of September 30, 2023 and December 31, 2022 is as follows

Partners	30.09.2023		31.12.2022	
	Share Rate %	Share Amount	Share Rate %	Share Amount
Biröl Basaran	46,35%	12.050.000	46,91%	12.200.000
Ipek Canan Basaran	7,31%	1.900.300	7,69%	2.000.000
Tayfun Yurdagül	2,50%	650.000	3,08%	800.000
Osman Çaylı	2,12%	550.666	2,31%	600.000
Mümin Sürer	1,73%	450.000	2,31%	600.000
Zahide Kocyigit	1,73%	450.333	2,31%	600.000
Unal Kirikci	0,96%	250.767	1,54%	400.000
Metin Faruk Tufan	1,35%	350.666	1,54%	400.000
Abdulkadir Aydoğan	0,96%	250.500	1,54%	400.000
Taner Yildirim	0,19%	50.000	-	-



**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

Other	0,38%	100.000	-	-
Shares Offered to the Public	34,42%	8.946.768	30,77%	8.000.000
<b>Paid-in Capital</b>	<b>100%</b>	<b>26.000.000</b>	<b>100%</b>	<b>26.000.000</b>

**NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS****2.1. Basis of Presentation and Declaration of Conformity with TAS**

The Group maintains its books of account and prepares its statutory financial statements in accordance with the Turkish Commercial Code ("TCC"), tax legislation and the Uniform Chart of Accounts and principles issued by the Ministry of Finance.

The accompanying financial statements have been prepared in accordance with the Communiqué Serial II, No: 14.1 "Communiqué on the Principles of Financial Reporting in Capital Markets" ("the Communiqué") published in the Official Gazette dated June 13, 2013 and numbered 28676 by the Capital Markets Board ("CMB") and are based on the Turkish Accounting Standards/Turkish Financial Reporting Standards and related appendices and interpretations ("TAS/TFRS") promulgated by the Public Oversight Accounting and Auditing Standards Authority ("POA") in accordance with Article 5 of the Communiqué.

The Group's financial statements and notes are presented in accordance with the formats announced by the CMB on June 7, 2013, including the mandatory disclosures.

The Group's financial statements are presented in accordance with the TAS taxonomy published by the POA with the decision numbered 30 on June 2, 2016 and subsequently published as "2019 TFRS" with the amendments to TFRS-15 Revenue from Contracts with Customers and TFRS-16 Leases standards announced to the public on April 15, 2019.

The financial statements of the Group prepared in accordance with the TAS/TFRSs accepted by the POA were approved by the Board of Directors on November 03, 2023. The General Assembly has the power to amend the financial statements after the publication of the financial statements.

**Reporting Currency**

The financial statements of the Group are presented in Turkish Lira ("TL"), which is the currency of the primary economic environment in which the Group operates (its functional currency). In the presentation of the financial statements, TL, which is the functional currency of the Company, has been selected as the presentation currency and amounts are expressed in TL.

**Restatement of Consolidated Financial Statements in Hyperinflationary Periods**

TAS 29 Financial Reporting in Hyperinflationary Economies requires entities whose functional currency is the currency of a hyperinflationary economy to report their consolidated financial statements in terms of the purchasing power of money at the end of the reporting period. TAS 29 defines the characteristics that may indicate that an economy is a hyperinflationary economy and recommends that entities begin applying the Standard at the same time. The Public Oversight Accounting and Standards Authority (POA) announced on January 20, 2022 that entities are not required to make any adjustments to their consolidated financial statements for 2021 in accordance with TAS 29. However, the POA did not make any statement on whether the consolidated financial statements for the period ending September 30, 2023 will be adjusted in accordance with TAS 29. In this context, since there is no nationwide consensus on the application of inflation accounting and the POA is expected to postpone the application of TAS 29, no inflation adjustment has been made in accordance with TAS 29 while preparing the consolidated financial statements dated September 30, 2023 in order to ensure comparability.

**Comparative Information**

In order to enable the determination of the financial position and performance trends, the Group's current period financial statements are prepared comparatively with the prior period. Comparative information is reclassified, where necessary, to conform to the presentation of the current period financial statements.

**Foreign Currency Transactions**

The Group translates transactions and balances denominated in foreign currencies into Turkish Lira at the exchange rates prevailing at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated at the foreign exchange buying rate of the Central Bank of the Republic of Turkey at the balance sheet date. Exchange gains or losses arising from the settlement and translation of foreign currency items are recognized in the statement of income/(expense) in the related period.

**Netting - Offsetting**

Financial assets and liabilities are offset and the net amount is reported in the balance sheet when there is a legally

**VBT YAZILIM A.Ş.**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023**

**(Amounts expressed in Turkish Lira (TL))**

enforceable right to set off the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.

## **VBT YAZILIM A.Ş.**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023 (Amounts expressed in Turkish Lira (TL))**

#### **Going Concern Assumption:**

The financial statements have been prepared on a going concern basis, which assumes that the Group will realize the benefits from its assets and settle its liabilities within the next year and in the normal course of business.

#### **2.2. Changes in Accounting Policies**

Changes in accounting policies resulting from the first-time adoption of a new standard are applied retrospectively or prospectively in accordance with the transition requirements, if any. Changes that do not include any transitional provisions, significant optional changes in accounting policies or identified accounting errors are applied retrospectively and prior period financial statements are restated. The accounting policies applied in the comparative financial statements of the Company are the same.

In order to maintain consistency with the presentation of the current period consolidated financial statements, comparative information is reclassified when necessary and significant differences are explained.

#### **2.3. Changes in Accounting Estimates and Errors**

Accounting estimates are made on the basis of reliable information and reasonable estimation methods. However, estimates are revised if there is a change in the circumstances under which the estimate was made, or if new information becomes available, or if additional developments occur. If the effect of a change in an accounting estimate relates to only one period, it is recognized in the current period in which the change is made; if the effect of a change in an accounting estimate also relates to future periods, it is recognized in the financial statements both in the period in which the change is made and prospectively in future periods, in a manner that takes into account in determining the profit or loss for the period.

Significant accounting errors are applied retrospectively and prior period financial statements are restated. An error is corrected by restating comparative amounts for the prior periods in which it occurred or, if it occurred before the next reporting period, by restating the retained earnings account for that period. If restatement would result in an undue cost, comparative figures for prior periods are not restated, but the retained earnings account for the subsequent period is restated for the cumulative effect of the error before the beginning of that period.

#### **2.4. Summary of Significant Accounting Policies**

##### **2.4.1 Consolidation principles**

The consolidated financial statements include the financial statements of VBT Yazılım A.Ş. (the Company) and its subsidiaries. During the preparation of the financial statements of the companies included in the scope of consolidation, necessary adjustments and reclassifications have been made in order to conform to TAS/IFRS and to comply with the accounting policies and presentation formats applied by the Group.

The basis of preparation of consolidated financial statements is as follows;

- The consolidated financial statements include the financial statements of the Company and its subsidiary.
- Subsidiaries are companies in which the parent company, directly or through other subsidiaries or associates, has more than 50% of the voting rights, voting rights or the right to elect the majority of the management or the majority of the management within the framework of capital and management relations. Control power is defined by the parent company as the power to govern the financial and operating policies of its subsidiaries and the power to obtain benefits from their activities.
- Subsidiaries are included in the scope of consolidation from the date on which control over their activities is transferred to the Group and will be deconsolidated from the date on which control ceases. The accounting policies applied by the subsidiaries are harmonized with those applied by the Group to ensure consistency.
- The financial statements of subsidiaries are consolidated on a line-by-line basis. Accordingly, the carrying value of the investment held by the Company and the related dividends arising from the shares held by the Company in its subsidiaries are eliminated from shareholders' equity and income statement accounts, respectively.
- Receivables and payables of subsidiaries within the scope of consolidation, sales of goods and services to each other, income and expense items arising from transactions with each other are offset against each other.
- All equity items, including paid-in/issued capital, of the subsidiaries within the scope of consolidation are deducted from the equity account group items of the subsidiaries within the scope of consolidation, and the amounts corresponding to the parent company and non-controlling interests are deducted and presented in the equity account group of the consolidated balance sheet as "Non-controlling Interests" account group.

#### **Subsidiaries and Associates**

The table below sets out the proportion of ownership interests of subsidiaries and associates by years:

**VB T YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023**  
**(Amounts expressed in Turkish Lira (TL))**

	<b>30.09.2023</b>				
	<b>Subsidiary Capital</b>	<b>Subsidiary Ratio (%)</b>	<b>Total Voting rights (%)</b>	<b>Number of Subsidiary Shares</b>	<b>Subsidiary Amount(Nominal)</b>
<b>VB T Akademi Eğitim A.Ş.(*)</b>	50.000 TL	100%	100%	50.000	50.000 TL
<b>VB T Europe AG</b>	CHF 100,000	51%	51%	51.000	CHF 51,000
<b>VB T Albania Sh.P.K</b>	6.000.000 LEK	100%	100%	6.000.000	6.000.000 LEK
<b>VB T Software UK Limited</b>	50,000 GBP	100%	100%	100	50,000 GBP
<b>VB T Software DE GmbH</b>	100.000 EURO	100%	100%	100.000	100.000 EURO
<b>VB T Software Austria GMBH</b>	100.000 EURO	%90	%90	90.000	90.000 EURO
<b>VB T Software INC</b>	100.000 USD	100%	100%	100.000	100.000 USD
	<b>Affiliate Capital</b>	<b>Participation Rate (%)</b>	<b>Total Votes rights (%)</b>	<b>Subsidiary Number of Shares</b>	<b>Subsidiary Amount</b>
<b>Phexum Software Inc.</b>	50.000 TL	30%	30%	15.000	15.000 TL
<b>Ice Contact Services Industry and Trade Inc.</b>	20.000.000 TL	50%	50%	10.000.000	10.000.000 TL
<b>English Guru LLC</b>	-	20%	20%	20.000	20.000 USD
<b>KPAY Ödeme Teknolojileri Danışmanlık San.ve Tic. A.Ş.(**)</b>	214.286 TL	%30	%30	64.285	64.285
<b>Vision Technical Information Systems and Human Resources Inc.(***)</b>	50.000 TL	%50	%50		

	<b>31.12.2022</b>				
	<b>Subsidiary Capital</b>	<b>Subsidiary Ratio (%)</b>	<b>Total Voting rights (%)</b>	<b>Number of Subsidiary Shares</b>	<b>Subsidiary Amount(Nominal)</b>
<b>VB T Akademi Eğitim A.Ş.(*)</b>	50.000 TL	100%	100%	50.000	50.000 TL
<b>VB T Europe AG</b>	CHF 100,000	51%	51%	51.000	CHF 51,000
<b>VB T Albania Sh.P.K</b>	6.000.000 LEK	100%	100%	6.000.000	6.000.000 LEK
<b>VB T Software UK Limited</b>	50,000 GBP	100%	100%	100	50,000 GBP
	<b>Affiliate Capital</b>	<b>Participation Rate (%)</b>	<b>Total Votes rights (%)</b>	<b>Subsidiary Number of Shares</b>	<b>Subsidiary Amount</b>
<b>Phexum Software Inc.</b>	50.000 TL	30%	30%	15.000	15.000 TL
<b>Ice Contact Services Industry and Trade Inc.</b>	20.000.000 TL	50%	50%	10.000.000	10.000.000 TL
<b>VB T Software DE GmbH</b>	100.000 EURO	100%	100%	100.000	100.000 EURO
<b>English Guru LLC</b>	-	20%	20%	20.000	20.000 USD
<b>KPAY Ödeme Teknolojileri Danışmanlık San.ve Tic. A.Ş.(**)</b>	214.286 TL	%30	%30	64.285	64.285

VB T Yazılım A.Ş. owns 100% (December 31, 2021 - 100%) of the shares of VB T Akademi Eğitim A.Ş. This subsidiary is included in the scope of consolidation for the first time as of December 31, 2019 and consolidated according to the full consolidation method.

(\*) *Subsidiaries and Associates of VB T Akademi Eğitim A.Ş.*

*VB T Akademi Eğitim A.Ş. owns 100% of the shares of Sothis Yazılım Danışmanlık ve Ticaret Ltd. Şti. with a capital of TL 50.000. The subsidiary in liquidation is consolidated with VB T Akademi Eğitim A.Ş. according to the full consolidation method.*

*VB T Akademi Eğitim A.Ş. owns 20% of the shares of Stoneity Yazılım A.Ş. with a capital of TL 200.000. This subsidiary is consolidated with VB T Akademi Eğitim A.Ş. according to equity method.*

**VBT YAZILIM A.Ş.**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023**

**(Amounts expressed in Turkish Lira (TL))**

VBT Yazılım A.Ş. owns 51% of the shares of VBT Europe AG. The subsidiary has been included in the scope of consolidation as of 30.09.2022 and consolidated according to the full consolidation method.

## **VB T YAZILIM A.Ş.**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023 (Amounts expressed in Turkish Lira (TL))**

VB T Yazılım A.Ş. owns 100% of the shares of VB T Albania Sh.P.K. This subsidiary is a newly established and no capital commitment payment has been made as of 30.06.2023.

VB T Yazılım A.Ş. owns 100% of the shares of VB T Software UK Limited. This subsidiary is fully consolidated according to the consolidation method.

VB T Yazılım A.Ş. owns 30% of the shares of Phexum Yazılım A.Ş. This subsidiary is consolidated by equity method.

VB T Yazılım A.Ş. holds 50% of the shares of Buz İletişim Hizmetleri Sanayi ve Ticaret A.Ş. and is consolidated by equity method.

VB T Yazılım A.Ş. owns 100% of the shares of VB T Software DE GmbH. This subsidiary is consolidated on a line-by-line basis.

VB T Yazılım A.Ş. holds 20% of the shares of English Guru LLC and is consolidated by equity method.

(\*\*)KPAY Ödeme Teknolojileri Danışmanlık San.ve Tic. A.Ş.'s capital is TL 214.285 and VB T Yazılım A.Ş. participates in 30% of the company with TL 64.285. KPAY Ödeme Teknolojileri Danışmanlık San.ve Tic. A.Ş. is TL 5.527.677 (USD 300.000).

(\*\*\*)The share capital of the Company is TL 50.000 and VB T Yazılım A.Ş. has a total share capital of TL 25.000, consisting of 500 shares with a nominal value of TL 100 each, to Vizyon Teknik Bilgi Sistemleri ve İnsan Kaynakları A.Ş. in the current period. became a 50% shareholder.

VB T Yazılım A.Ş. holds 50% of the shares of Vizyon Teknik Bilgi Sistemleri ve İnsan Kaynakları A.Ş. and is consolidated by equity method.

VB T Yazılım A.Ş. owns 100% of the shares of VB T Software INC with a capital of USD 100.000. This subsidiary is consolidated on a line-by-line basis.

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#### **2.4.2 Cash and Cash Equivalents**

Cash represents cash on hand and demand deposits. Cash equivalents are assets held to meet short-term cash requirements and are not used for investment or other purposes. For an asset to be considered a cash equivalent, it must be readily convertible to a known amount of cash and the risk of changes in its value must be insignificant.

Cash and cash equivalents are an integral part of an entity's cash management. Financial instruments to be included in the scope of cash equivalents consist of cheques (demand deposits), liquid funds and short-term bond and bill funds, receivables from reverse repo transactions, deposits with a maturity of less than 3 months (deposits with a maturity of more than 3 months are classified as financial investments), government bonds and treasury bills with a maturity of less than 3 months at the acquisition date or other liquid debt instruments with an active market, receivables from money markets.

Cash and cash equivalents in the Group's financial statements consist of cash on hand, demand deposits and time deposits as of the balance sheet date. bank deposits are reported.

#### **2.4.3 Financial Investments:**

TAS 32 Financial Instruments: Presentation Standard and TFRS 9, except for those held for investment purposes, cash and cash equivalents, receivables from financial sector activities, trade and other receivables and investments accounted for using the equity method.

Financial assets classified under current assets are financial assets held for the purpose of utilizing idle funds, earning direct interest, dividend income, trading profit, etc., or hedging against a loss, other than for the purpose of meeting short-term cash obligations.

Financial assets with maturities less than 12 months as of the reporting date and those with maturities longer than 12 months but which are expected to be disposed of within 12 months are classified under "Financial Investments" in current assets; those with maturities longer than 12 months and those that are expected to be held for more than 12 months are classified under "Financial Investments" in non-current assets.

#### **2.4.4 Derivative Instruments**

Derivative instruments that meet the definition of financial assets or financial liabilities under TAS 32 are accounted for in accordance with TFRS 9 and presented separately in the statement of financial position.

The Group has no derivative financial instruments as of the balance sheet date.

## **VBT YAZILIM A.Ş.**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023 (Amounts expressed in Turkish Lira (TL))**

#### **2.4.5 Receivables from Finance Sector Operations**

Receivables from operations in finance sector other than cash and cash equivalents and financial investments is shown here.

The Group has no receivables from finance sector operations as of the balance sheet date.

#### **2.4.6 Trade Receivables/Related Parties**

##### **- Trade Receivables**

Receivables from customers recognized in the financial statements in respect of all or part of an element of revenue. Under IFRS 15 Revenue from Contracts with Customers, a trade receivable arises when an entity has an unconditional right to receive consideration from a customer that it expects to collect. An unconditional right to receive consideration exists only if the collection of the consideration is contingent on a maturity date. Therefore, in order for a receivable to be a trade receivable, a n invoice must be issued or a binding agreement must be reached with the customer in a similar manner. In cases where the entity fulfills its performance by transferring its goods or services to the customer without the unconditional right to receive the price, no trade receivable arises and the related asset is recognized under "Contract Assets".

Trade receivables from related parties are presented in a separate line item.

Deposits and guarantees given are presented in other receivables, not under this item.

Amounts such as maturity differences, interest, etc. of trade receivables, if any, are recognized in the financial statements not against revenue but against interest income, foreign exchange differences, etc.; however, these amounts are also recognized in trade receivables and related disclosures are made in the footnotes. Such interest income, foreign exchange differences, etc. are recognized in profit or loss and other comprehensive income. Such interest income, foreign exchange differences, etc. are recognized in Other Operating Income in the Statement of Profit or Loss and Other Comprehensive Income.

Trade receivables are classified as current assets if they are within the normal operating cycle of the entity, even if the period required to realize the receivables is longer than 12 months.

##### **- Related Parties**

Related parties of the Group include entities that can control or significantly influence the other party directly or indirectly through shareholding, contractual rights, family relationships or similar means. In the accompanying financial statements, the Company's shareholders and companies owned by these shareholders, their key management personnel and other companies known to be related to them are defined as related parties.

#### **2.4.7 Contract Assets**

It is used to monitor assets that are defined as contract assets in TFRS 15. Under IFRS 15, a contract asset is a right to receive consideration for goods or services that an entity transfers to a customer that is conditional on something other than the passage of time (for example, future performance by the entity). The total amount of contract assets is recognized separately in the statement of financial position.

#### **2.4.8 Other Receivables**

Receivables other than trade receivables and financial investments. Examples include deposits and guarantees given, other receivables from related parties, receivables from public authorities other than assets related to current period tax and other miscellaneous receivables. The portion of these receivables from related parties is presented in a separate sub-item in accordance with the sample format.

#### **2.4.9 Stocks**

In the ordinary course of business, the Group's assets held for sale, produced for sale, in the form of materials and supplies to be used in the production process or in the provision of services are recognized as inventories. Advances given are not inventories and are recognized in "Prepaid Expenses" until the related inventory is recognized.

#### **2.4.10 Live Assets**

Living assets within the scope of TAS 41 and agricultural products at harvest are recognized in this item if they are related to agricultural activities. This item is used only by entities engaged in agricultural activities. The Company does not have any living assets as of the financial statement period.

#### **2.4.11 Prepaid Expenses**

**VBT YAZILIM A.Ş.**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023**

**(Amounts expressed in Turkish Lira (TL))**

Generally, amounts paid to suppliers that will be transferred to cost and expense accounts in a later period (or periods) are presented in this item. If the item is immaterial, the related amounts are presented in other current assets.



## **VB T YAZILIM A.Ş.**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023 (Amounts expressed in Turkish Lira (TL))**

#### **2.4.12 Current Period Tax Related Assets**

In accordance with TAS 12 Income Taxes, assets related to current income taxes, such as prepaid and deductible income taxes and various taxes and funds payable on income, are recognized in this item.

#### **2.4.13 Other Current Assets**

Current/non-current assets not shown in the above items such as VAT carried forward, discount VAT, other VAT, counting and receipt deficiencies are shown in this item.

#### **2.4.14 Non-current Assets Classified as Held for Sale**

In accordance with IFRS 5 Non-current Assets Held for Sale and Discontinued Operations, non-current assets that are classified as held for sale because their carrying amount will be recovered through a sale transaction rather than through continuing use and all assets related to disposal groups are recognized in this item.

In addition, non-current assets classified as held for distribution to shareholders in accordance with IFRS 5 and all assets relating to disposal groups are recognized in this line item when a commitment is made to distribute them to shareholders. In this case, the item name may be renamed to refer to these assets.

The Group has no non-current assets classified as held for sale as of the balance sheet date.

#### **2.4.15 Investments Accounted through Equity Method**

Associates and joint ventures accounted for using the equity method in accordance with TAS 28 Investments in Associates and Joint Ventures are recognized in this item.

Information about the Company's associates accounted through equity method as of the financial statement period is provided in "Note 25 - Investments Accounted through Equity Method".

#### **2.4.16 Investment Properties**

In accordance with TAS 40 Investment Property, real estate (land, building, land and building, part of a building) that is held (either by the owner or by the lessee under a finance lease agreement) to earn rental income or for capital appreciation or both are recognized in this item. If the real estate is subject to financial leasing, the disclosures specified in TAS 17 Leases are made additionally.

A right to real estate held by a lessee under an operating lease may be classified as investment property if it falls within the definition of investment property and the lessee uses the fair value method.

The Group does not have any investment property.

#### **2.4.17 Property, Plant and Equipment, Intangible Assets and Right of Use Assets**

##### **-Tangible Fixed Assets :**

Property, plant and equipment are carried at cost less accumulated depreciation and any accumulated impairment losses.

The cost of property, plant and equipment consists of the purchase price, import duties and non-refundable purchase taxes, and the costs of preparing the property, plant and equipment for its intended use. Repair and maintenance costs are recognized in the statement of profit or loss in the period in which they are incurred.

Depreciation of property, plant and equipment is provided on a straight-line basis over their estimated useful lives, based on the dates when the assets are available for use. The estimated useful life, depreciation method and estimates are reviewed at each year end, with the effect of any changes in estimate accounted for on a prospective basis.

The estimated useful lives of property, plant and equipment are as follows

	<b>Economic Lifetime</b>
Buildings	50 Years
Vehicles	4-5 Years
Plant, Machinery and Equipment	5 Years
Fixtures	3-4-5-10-15 Years
Special Costs	5 Years

## **VB T YAZILIM A.Ş.**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023 (Amounts expressed in Turkish Lira (TL))**

An item of property, plant and equipment is derecognized when it is disposed of or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in profit or loss.

Advances given for the purchase of property, plant and equipment are presented under "Prepaid Expenses" and not under this item until the related asset is capitalized.

#### **-Right of Use Assets**

IFRS 16 Leases requires lessees to present right-of-use assets separately from other assets in the statement of financial position or notes to the financial statements. Entities that choose to present right-of-use assets separately in the statement of financial position present these assets in this line item.

#### **-Intangible Assets**

##### **a. Intangible assets acquired**

Intangible assets are carried at cost less accumulated amortization and impairment losses.

The estimated useful life, residual value and depreciation method are reviewed at each year end, with the effect of any changes in estimate accounted for on a prospective basis.

##### **b. Internally generated intangible assets/Research and Development Expenses** i) Expenses related

to research activities: Recognized in the statement of profit or loss in the period in which they are

incurred. ii) Expenses related to development activities:

###### **-Activated Development Costs**

Internally-generated intangible assets that are acquired on a purchase order basis or that result from the development of a project initiated by a new internal idea are capitalized and recognized only when all of the following conditions are met

- It is technically feasible to complete the intangible asset so that it is ready for use or sale,
- The intention to complete, use or sell the intangible asset to more than one customer,
- The intangible asset can be used or sold,
- It is clear how the asset is likely to generate future economic benefits,
- The availability of adequate technical, financial and other resources to complete the development of the intangible asset and to use or sell the asset; and
- The development cost of the asset can be measured reliably during the development process.

During the period, the Group management has analyzed the existence of probable economic benefits of internally generated intangible assets. The Group management believes that the projects will continue as expected and based on the analysis, the Group management anticipates that the projects will generate economic benefits. Management is confident that the carrying amount of the assets will be recovered even if the economic benefits diminish. This situation is closely monitored by the Group management and management will make adjustments if future market activity requires such adjustments.

###### **-Special software project expenses:**

Special software project expenditures that are developed specifically for the customer and will not be sold to another customer are recognized as expense depending on the realization of revenue as of the date of completion of the work. For custom software projects that extend over more than one period, the project expenses determined by matching the amount of revenue accrued based on the invoice issued within the scope of partial deliveries with the expenses corresponding to the completed part of the project are recognized as expense in the period in which the partial delivery is made. Development costs related to such special software projects are not capitalized.

## **VBT YAZILIM A.Ş.**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023 (Amounts expressed in Turkish Lira (TL))**

The amount of internally generated intangible asset is the total amount of expenditures incurred from the time the intangible asset meets the conditions for recognition set out above. When internally generated intangible assets do not meet the above conditions, development expenditure is recognized as an expense in the period in which it is incurred.

Subsequent to initial recognition, internally generated intangible assets, like separately acquired intangible assets, are carried at cost less accumulated amortization and accumulated impairment losses.

#### **c. Derecognition of intangible assets**

An intangible asset is derecognized when it is disposed of or when no future economic benefits are expected from its use or disposal. The gain or loss arising on derecognition of an intangible asset is calculated as the difference, if any, between the net proceeds from the disposal of the asset and its carrying amount. This difference is recognized in profit or loss when the asset is derecognized.

The Group's intangible assets comprise acquired rights and computer programs, development costs related to internally generated computer software and programs and other identifiable rights. Development costs consist of salaries of personnel directly involved in the creation of the asset and costs directly attributable to the creation of the intangible asset. Government grants associated with development costs are recognized as income over the amortization period of the intangible asset.

The ratios determined by taking into account the useful lives of Intangible Assets are as follows

	<b>Economic Lifetime</b>
Licenses	5 Years
Capitalized Development Costs	7-12 Years

#### **2.4.18 Deferred Tax Assets**

Deferred tax assets represent the amount expected to be recovered in future periods in respect of taxes levied on income due to deductible temporary differences, unused tax losses carried forward to future periods and unused tax benefits carried forward to future periods.

Deferred tax assets are not recognized for amounts that are not deductible for tax purposes (permanent).

#### **2.4.19 Short Term / Long Term Liabilities**

Liabilities are present obligations that arise from past events and, if paid or settled, will result in an outflow of economic benefits from the entity. This definition specifies the basic characteristics of liabilities and does not specify the basic criteria that must be met for them to be recognized in the Statement of Financial Position. Therefore, the definition of a liability also includes liabilities that cannot be recognized in the Statement of Financial Position because they do not meet the criteria for recognition in the financial statements.

In accordance with paragraphs 69-76 of TAS 1, liabilities that meet any of the following criteria are classified as current:

(a) Expected to be paid within the normal operating cycle; (b) Held

primarily for trading purposes;

(c) It is payable within twelve months after the end of the reporting period (balance sheet date); or

(d) The entity does not have an unconditional right to defer settlement of the liability for at least twelve months after the end of the reporting period (balance sheet date). Provisions for settlement of a liability by issuing equity instruments at the option of the counterparty do not affect its classification. The Company classifies all other liabilities as non-current.

#### **2.4.20 Borrowings**

Financial liabilities as defined in TAS 32, financial liabilities obtained from financial institutions or money and capital market instruments are recognized in this item. Bank loans, issued bonds, bills and notes are examples of borrowings.

## **VB T YAZILIM A.Ş.**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023 (Amounts expressed in Turkish Lira (TL))**

Entities that prefer not to present lease liabilities separately in the statement of financial position also present lease liabilities in this item. In this case, it is explained in the footnotes that this item includes lease liabilities.

Borrowings that meet the definition of current liabilities are classified as current and the others as non-current.

Disclosures are made in accordance with TFRS 7 Financial Instruments: Disclosures are disclosed in accordance with TFRS 7 Financial Instruments: Disclosures. Financial Leasing Transactions

Leases where the lessee retains substantially all the risks and rewards of ownership are classified as finance leases. Other leases are classified as operating leases.

#### Leasing - Company in case of lessor

Rental income from operating leases is recognized on a straight-line basis over the lease term. Direct initial costs incurred in negotiating and arranging the lease are included in the cost of the leased asset and amortized on a straight-line basis over the lease term.

#### Leasing - in the case of a lessee, the Company

Assets held under finance leases. The fair value of the asset at the inception of the lease, or the present value of the minimum lease payments, whichever is lower, is capitalized. The liability to the lessor is recognized as a finance lease liability in the balance sheet.

Finance lease payments are split into finance costs and principal payments that reduce the lease liability, thereby enabling interest to be calculated at a fixed rate on the remaining principal balance of the debt. Finance costs are recognized in the statement of profit or loss, except for the capitalized portion of finance costs in accordance with the Company's general borrowing policy detailed above. Contingent rentals are recognized as an expense in the period in which they are incurred.

Payments made under operating leases (including any incentives received or receivable from the lessor to grant the lease are recognized in profit or loss on a straight-line basis over the lease term) are recognized in profit or loss on a straight-line basis over the lease term. Contingent rentals under operating leases are recognized as an expense in the period in which they are incurred.

#### Sale and leaseback transactions

A sale and leaseback transaction involves the sale of an asset and the leaseback of the same asset. The lease payments and the sale price are often interdependent, as they are negotiated as a whole. The method of accounting for a sale and leaseback transaction depends on the type of lease. When a sale and leaseback transaction results in a finance lease, the portion of the sale proceeds in excess of the carrying amount is not recognized immediately as revenue by the seller-lessor. Instead, such income is deferred and amortized over the lease term. If the leaseback transaction is a finance lease, the transaction is a means by which the lessor provides financing to the lessee, with the leased asset as collateral for the transaction. Therefore, it is not correct to recognize sales proceeds in excess of the carrying amount of the related asset as income. Such excess amounts are deferred and amortized over the lease term.

#### **2.4.21 Short-term portion of long-term borrowings**

Short-term portion of long-term borrowings. If the short-term portion of long-term borrowings is immaterial, it is presented together with "Short-Term Borrowings" under a new and single item named "Financial Liabilities".

#### **2.4.22 Other Financial Liabilities**

Of the financial liabilities defined in TAS 32, financial liabilities that do not have the characteristics of borrowings, i.e. liabilities arising from derivative instruments that are not measured at amortized cost calculated using the effective interest method after initial recognition, such as financial guarantee contracts, are presented in this item.

#### **2.4.23 Payables from Finance Sector Operations**

The liabilities of the subsidiaries included in the consolidation and operating in the finance sector arising from these activities are presented in this item. In the footnote, details are given on the basis of each sector. For example; payables from banking activities (deposits, participation accounts), payables from insurance activities (payables from insurance and reinsurance activities, deposits, payables from pension activities, etc.), payables from financial leasing activities, etc.

## **VB T YAZILIM A.Ş.**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023 (Amounts expressed in Turkish Lira (TL))**

The Group has no payables from finance activities as of the financial statement period.

#### **2.4.24 Trade Payables**

Obligations to third parties in their capacity as suppliers.

In accordance with paragraph 11 of TAS 37, in order for a debt to be a trade payable, it must be invoiced or similarly agreed with the supplier in a way that is binding on the parties. Payables that meet the criteria for recognition in the financial statements as at the reporting date but have not yet been so agreed are classified as accruals in the same paragraph. However, such accruals are presented in the Statement of Financial Position under "Trade Payables" in order to be in line with the national practice in financial reporting.

Deposits and guarantees received are not presented under this item but under other payables.

Accruals made for maturity differences, interest, etc. of trade payables, if any, are also shown in trade payables and related explanations are made in the footnotes. Such interest expenses and foreign exchange differences are recognized under "Other Operating Expenses" in the Statement of Profit or Loss and Other Comprehensive Income.

Trade payables are classified as current liabilities even if their maturities are longer than 12 months if they are within the normal operating cycle of the entity.

#### **2.4.25 Employee Benefit Payables**

Amounts owed for employee benefits during the period, such as wages, salaries and social security contributions, are recognized in this item. It may alternatively be named as "Employee Wage Accruals", etc., provided that it reflects its content. If the item is immaterial, the related amount is presented in "Trade Payables".

#### **2.4.26 Other Payables**

Payables other than trade payables and not arising from financing activities. Payables to related parties that are not suppliers or customers, deposits and guarantees received, payables from public administrations, other miscellaneous payables can be given as examples.

Borrowings from related parties for the purpose of obtaining financing from financial markets are not presented in this item but under short-term or long-term borrowings according to their maturities. If the amounts are material, separate line items are created for them.

#### **2.4.27 Contractual Obligations**

It is used to monitor the liabilities defined as contract liabilities in TFRS 15. Under TFRS 15, a contract liability is an obligation of an entity to transfer goods or services to a customer in exchange for consideration that the entity collects (or has the right to collect) from the customer.

A contractual obligation arises when the customer pays or the entity has an unconditional right to receive consideration (i.e. a receivable) before the goods or services are transferred to the customer. The total amount of contract liabilities is recognized separately in the statement of financial position.

#### **2.4.28 Government Incentives and Aids**

In accordance with IAS 20, this item includes amounts recognized as deferred income when the relevant alternative is selected in the presentation of incentives related to assets.

#### **2.4.29 Deferred Income (Other than Contractual Obligations)**

Liabilities related to revenues collected in the current period or unconditionally entitled to be collected in the current period but belonging to future periods. Contractual obligations that have these characteristics but are required to be presented separately in the statement of financial position in accordance with TFRS 15 are presented in the "Contractual Obligations" item, not in this item.

#### **2.4.30 Tax Liability on Profit for the Period**

The portion of taxes on income within the scope of TAS 12 that is expected to be paid to the tax administration in the following period is recognized in this item. Prepaid taxes on income for the period are deducted from this amount and recognized under "Assets Related to Current Period Tax".

#### Taxes calculated on corporate income

The tax liability on profit or loss for the period comprises current and deferred tax. Current period tax

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### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023 (Amounts expressed in Turkish Lira (TL))**

Current year tax liability consists of tax liability on period income calculated based on taxable profit for the period using tax rates enacted or substantively enacted at the statement of financial position date.

#### Deferred tax

Deferred tax is recognized on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the statement of financial position. Deferred tax is recognized on differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes and the corresponding tax bases used in the computation of taxable profit. Deferred tax is measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates and tax laws enacted or substantively enacted at the statement of financial position date.

Deferred tax assets and liabilities are recognized to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized. Deferred tax liabilities are recognized for all taxable temporary differences and deferred tax assets are recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary difference can be utilized. To the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be recovered, the carrying amount of the deferred tax asset is reduced.

Deferred tax assets and deferred tax liabilities are offset when they relate to income taxes levied by the same taxation authority and there is a legally enforceable right to set off current tax assets against current tax liabilities.

#### Current and deferred tax for the period

Current and deferred tax are recognized as an expense or income in profit or loss, except when they relate to items credited or debited directly to equity, in which case the tax is also recognized directly in equity, or where they arise from the initial accounting for a business combination.

### **2.4.31 Provisions**

Provisions are liabilities of uncertain timing or amount and are calculated based on the most realistic estimate made by the Company management. Provisions for employee benefits within the scope of IAS 19 Employee Benefits, provisions for financial sector activities and other provisions such as warranty provisions, provisions for possible indemnities, penalties and losses, restructuring provisions, provisions for economically disadvantageous contracts and other provisions within the scope of IAS 37 are presented in sub-items.

#### Employee Benefits

Accrued liabilities (or provisions) required to be recognized in the financial statements under IAS 19 Employee benefits are included in this item.

Under Turkish law, lump sum payments are made to employees retiring or involuntarily leaving the Group. Such payments are considered as being part of defined retirement benefit plan in accordance with the revised IAS 19 Employee Benefits ("IAS 19").

Under Turkish law, the Company is required to pay termination benefits to each employee who has completed one year of service and whose employment is terminated without due cause, is called up for military service, dies or who retires after completing 25 years of service (25 years for men and 20 years for women) and reaches the retirement age. Severance payments are calculated on the basis of 30 days' gross salary for each year of service. In the calculation, the present value of the severance pay to be paid in the future is calculated as of the balance sheet date by using the real discount rate.

The amendments to IAS 19 change the accounting for defined benefit plans and termination benefits. The most significant change relates to the accounting for defined benefit obligations and plan assets. The amendments require the recognition of changes in defined benefit obligations and plan assets when there is a change in their fair value, thereby eliminating the 'corridor method' permitted under the previous version of IAS 19 and accelerating the recognition of past service costs.

All actuarial gains and losses are recognized immediately in other comprehensive income so that the net pension asset or liability recognized in the statement of financial position reflects the full value of the plan deficit or surplus.

#### Pension plans

The Company does not have any retirement benefit plans.

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### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023 (Amounts expressed in Turkish Lira (TL))**

#### **2.4.32 Current Period Tax Liabilities**

In accordance with TAS 12, taxes on income are required to be remitted to the tax authorities in the subsequent period. The portion expected to be paid is recognized in this item.

#### **2.4.33 Deferred Tax Liability**

Deferred tax liabilities represent future income taxes payable on taxable temporary differences. The "Deferred Tax Liability" item is not used for amounts that are not taxable (permanent) in terms of tax legislation.

#### **2.4.34 Other Short Term / Long Term Liabilities**

Short-term liabilities not included in the above items, such as counting and receiving surpluses, other miscellaneous payables and liabilities / long-term liabilities are recognized in this item.

#### **2.4.35 Liabilities for Assets Classified as Held for Sale**

In accordance with IFRS 5, liabilities for disposal groups whose carrying amount will be recovered through a sale transaction rather than through continuing use are recognized in this item.

In addition, liabilities relating to disposal groups classified as held for distribution to shareholders in accordance with IFRS 5 are recognized in this line item from the date of the commitment to distribute to shareholders. In this case, the line item may be renamed to refer to these liabilities. The Company has no liabilities related to disposal groups classified as held for sale as of the balance sheet date.

#### **2.4.36 Equity**

Shareholders' equity is the share of the entity's assets remaining after deducting all liabilities from the entity's assets. Paid-in capital, share premium, positive differences arising from capital restatement, restricted reserves, retained earnings and losses and profit or loss for the period are shown here.

#### **2.4.37 Positive Capital Adjustment Differences**

The Group does not have any positive capital adjustment differences as of the financial statement period.

#### **2.4.38 Repurchased Shares (-)**

If the entity acquires its own shares within the scope of paragraph 33 of TAS 32, the purchase price of these shares is deducted from equity and presented in the "Repurchased Shares (-)" item. In the event that the shares are purchased by other parties included in the consolidation, the shares purchased are also included in this scope, but these amounts are shown in the "Capital Adjustment of Mutual Subsidiaries" item within the scope of TAS 32, and the differences arising from the purchase and sale of treasury shares are not shown in profit or loss.

#### **2.4.39 Adjustment to share capital of cross shareholding (-)**

This item is used to adjust the paid-in capital amount by an item other than paid-in capital to ensure that the paid-in capital amount is presented with the amount in the statutory records in the event that the shares of the entity are acquired by other parties included in the consolidation.

The Group does not have any cross shareholding capital adjustment as of the financial statement period.

#### **2.4.40 Share Premiums/Discounts**

Share premiums, cancelled shares, gains on sale of shares of subsidiaries with retained control are recognized as an item that arises from capital movements and are considered as part of share capital.

Negative differences arising from the difference between the nominal value and the issue price of shares issued at a price below the nominal value are disclosed separately in the footnotes.

#### **2.4.41 Other comprehensive income or expenses not to be reclassified to profit or loss**

This item accounts for items of other comprehensive income (revaluation gains/losses on revaluation of property, plant and equipment, revaluation gains/losses on revaluation of intangible assets, gains/losses on remeasurement of defined benefit plans) and other gains and losses that are recognized directly in equity in the period in which they arise and that will never be reclassified to profit or loss.

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### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023 (Amounts expressed in Turkish Lira (TL))**

The Group has accumulated other comprehensive income or loss arising from actuarial gains and losses on employee termination benefits that will not be reclassified to profit or loss.

#### **2.4.42 Other Comprehensive Income or Expense to be Reclassified to Profit or Loss**

Foreign currency translation differences, which are recognized directly in equity as an item of other comprehensive income (loss) in the period in which they arise and which can be subsequently transferred to profit or loss, Revaluation and reclassification gains/losses (Gains/losses on revaluation and/or reclassification of available-for-sale financial assets, Other comprehensive income (loss) items such as Other comprehensive income (loss), Hedging gains/losses (Cash flow hedge gains/losses, Gains/losses on hedging of investment in foreign operations) and Other gains/losses are monitored.

The Group does not have any accumulated other comprehensive income or expenses to be reclassified to profit or loss as of the financial statement period.

#### **2.4.43 Restricted Reserves (Reserves set aside for purposes other than profit distribution)**

These reserves are appropriated out of the profits of previous periods, either as a result of legal or contractual obligations or for specific purposes other than profit distribution (e.g. to obtain tax advantage from gain on sale of subsidiaries). These reserves will be carried at their statutory amounts and any differences arising on the revaluation of these reserves in accordance with TAS will be recognized in retained earnings.

#### **2.4.44 Retained Earnings**

Accumulated profits/losses other than net profit for the period are netted off and presented in this item. Extraordinary reserves, which are in their nature of accumulated profit/loss and therefore not restricted, are also considered as accumulated profit and presented in this item.

#### **2.4.45 Cash Flow Statement**

The Group prepares cash flow statements in order to inform the users of the financial statements about the changes in its net assets, its financial structure and its ability to manage the amount and timing of its cash flows according to changing conditions. In the statement of cash flows, cash flows for the period are classified and reported based on operating, investing and financing activities.

Cash flows from operating activities represent the cash flows generated from the Company's operating activities. Cash flows from investing activities represent the cash flows used in and provided from investing activities (fixed asset investments and financial investments). Cash flows from financing activities represent the resources used in financing activities and the repayment of these resources. Cash and cash equivalents comprise cash on hand and demand deposits and short-term, highly liquid investments that are readily convertible to known amounts of cash with maturities of three months or less.

#### **2.4.46 Main Activities**

Core activities are those activities from which an entity derives its main revenue. Other activities that are not included in the scope of investment and financing activities defined below are also considered as core activities.

#### **Revenue/Income Recognition**

The Group's revenues mainly consist of license and hardware sales, internally generated software development and custom software project sales, custom integrator services, outsourcing services and maintenance and support services.

Revenue is recognized when the Group fulfills its performance obligation by transferring a promised good or service to a customer.

The Group recognizes revenue from contracts with customers when (or as) the customer obtains control of the goods and services promised under the contract if the Group meets all of the contractual requirements of TFRS 15.

In accordance with TFRS 15, a 5-step process is applied for revenue recognition.

- Defining contracts with the customer,
- Identification of separate performance criteria and obligations in the contract,
- Determination of the contract price,
- Allocation of the Sale Price to Liabilities,
- Recognizing revenue as contractual obligations are fulfilled,

If there is a significant financing element in the sales, the fair value is determined by discounting the future cash flows with the hidden interest rate included in the financing element. The difference is recognized in the financial statements on an accrual basis. Considering that the maturity of the sales is less than 1 year, it is accepted that the sales do not include a significant interest component and the sales are reflected in the financial statements at the invoice amount.



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### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023 (Amounts expressed in Turkish Lira (TL))**

The Group gives these performance obligations alone or together in contracts.

The Group recognizes these performance obligations in its financial statements over time and at a certain point in time. As a result of the fulfillment of obligations over time, revenue is also recognized in the financial statements over time.

The Group uses the output method to determine how much of the work has been completed as of the balance sheet date when accounting for performance obligations over time for which control has been transferred. With the output method, contract progress is measured as the ratio of the goods and services delivered to the customer as of that day to the total goods and services expected to be delivered within the scope of the project.

Additional explanations for some important income groups are provided below.

#### **Revenue from sale of licenses**

The Group may sell licenses by entering into simultaneous contracts with the licensor and the customer. In such contracts, the Group is not directly responsible for the performance of the license performance obligation (e.g. updating the license), but has discretion in determining the license price and bears all the risks of collection in case of non-payment of the licenses. Therefore, it considers itself as a principal in these contracts. Revenues related to the license performance obligation are recognized "at a point in time" and "gross" when control is transferred to the customer.

#### **Revenue from sale of hardware**

The hardware performance obligation consists of products that are procured from other manufacturers and sold. The hardware may be an integral part of the installation, which takes some time to integrate, or it may be sold to the customer on its own.

#### **Internally generated Software and Technology Development Revenues**

The Group's software development services consist of services provided by providing human resources to the customer on a per hour basis or projected software development services. Control of software development services is transferred to the customer as the service is provided and the customer receives and consumes the benefit of this performance at the same time.

The stage of completion of the contract is determined based on the time spent and revenue from contracts is recognized over the contract fees as the working hours and direct expenses are incurred. Revenues from such services are recognized on an accrual basis over the hours of service rendered in accordance with the principle of periodicity based on the contractual basis.

For short-term and one-off services, the Group recognizes revenue "at a point in time" when control is transferred to the customer.

#### **Special Software Project Revenues**

Custom software development project revenues are recognized as revenue in the consolidated financial statements based on the level of completion of contractual obligations as of the balance sheet date.

#### **Special Integrator Service Revenues**

The Company, which is a Private Integrator Service provider that has received special integration permission from the Revenue Administration, provides e-transformation services such as e-invoice, e-archive, e-delivery note, e-ticket to its customers through its own IT system. The special integrator service is in the form of top-up sales and revenue is recognized based on top-up usage.

#### **Income from care services**

The Group sells maintenance and repair services for its products and software. The prices of the maintenance and repair services offered are determined separately from the products sold and are considered as a different service promised in the contract. Therefore, the Company recognizes the service to be provided within the scope of maintenance and repair as a separate performance obligation.

For each performance obligation, the Company determines at the inception of the contract whether the performance obligation is satisfied over time or whether the performance obligation is satisfied at a particular point in time. For maintenance and repair sales, the Group transfers control of the service over time and therefore fulfills the performance obligations related to such sales over time and recognizes revenue over time by measuring the progress towards the full fulfillment of this performance obligation.

The Group may sell maintenance support packages of the licensor together with the license and hardware. In these maintenance support packages, the Company has considered itself as a principal in the contracts in which it is

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023**

**(Amounts expressed in Turkish Lira (TL))**

responsible for the performance of the performance.

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### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023 (Amounts expressed in Turkish Lira (TL))**

The Company recognizes the amount paid to the service provider as the performance is fulfilled in the contracts in which the Company is a principal. and revenue is recognized for the maintenance service provided to the customer.

When determining the stand-alone selling prices of maintenance services sold together with other performance obligations in the contracts, the management has estimated the stand-alone selling price of the maintenance service with the cost plus profit margin method, taking into account past experience and observable price in similar contracts. In contracts where there is a discount, the discount is reflected to all performance obligations in proportion to the discount rate.

#### **Revenue from outsourcing and support services sales**

The Group provides staffing, support and consultancy services in line with the expectations of its customers. The control of staffing and some support services passes as the service is provided to the customer and the customer receives and consumes the benefit from this performance at the same time. Therefore, they are recognized as "over time" in the financial statements.

#### **2.4.47 General Administrative Expenses, Marketing Expenses, Research and Development Expenses**

General administrative expenses, marketing, selling and distribution expenses and research and development expenses(\*) directly attributable to profit or loss in accordance with TAS 38 Intangible Assets are presented separately. Depreciation and amortization expenses and employee benefits are also included in these expenses.

(\*) The Group recognizes research expenses directly in the statement of profit or loss in the period in which they are incurred. Expenditures made within a project to produce a new product, software or program based on research findings are defined as development and development expenditures are capitalized by carrying forward to future periods when the future realizable value is certain. In this context, while capitalizing the salaries of the personnel directly involved in the creation of the project and other costs incurred, it is taken into consideration how much time each personnel spends on research and development activities. Personnel costs related to research activities are recognized as expenses when incurred.

#### **2.4.48 Other Operating Income/Expenses**

Income and expenses arising from operating activities that do not meet the definition of revenue, gains that do not meet the definition of revenue, losses that are not included in cost of sales, income and expenses related to activities that are considered within the scope of operating activities because they do not fall within the scope of investment and financing activities, other than income and expenses related to operating activities.

#### **2.4.49 Investment Activities**

Investing activities are activities related to the acquisition and disposal of long-term assets and other investments that are not included in cash equivalents. Which activities fall within the scope of investing activities is assessed in accordance with TAS 7.

Profit/loss from investing activities is calculated by deducting income from investing activities and related expenses. Profit or loss shares, if any, of investments accounted for using the equity method are added to or subtracted from the related item. If the investments accounted for using the equity method are a part of the core business of the reporting entity, this item is reported in the "Core Business".

#### **2.4.50 Finance Income/Financing Expenses**

Financing activities are activities that result in changes in the structure and amount of equity and liabilities. Which activities fall within the scope of financing activities are evaluated within the framework of TAS 7.

Where unpaid interest accrues prior to the acquisition of an interest-bearing security, the interest subsequently collected is split into pre-acquisition and post-acquisition periods and recognized in the financial statements as post-acquisition income only.

Interest on overdraft accounts and short-term and long-term borrowings, and exchange differences on borrowings denominated in foreign currencies, to the extent that they are considered as adjustments to interest costs, are recognized in finance costs.

#### **2.4.51 Earnings per Share**

Earnings per ordinary share is calculated by dividing the profit or loss attributable to ordinary equity holders of the parent (the numerator) by the weighted average number of ordinary shares outstanding during the period (the denominator). In computing diluted earnings per share, the Company adjusts the profit or loss attributable to ordinary equity holders of the parent and the weighted average number of ordinary shares outstanding for the effects of dilutive potential ordinary shares.

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023**  
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**2.4.52 Effects of Exchange Rate Changes**

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### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023 (Amounts expressed in Turkish Lira (TL))**

Transactions in foreign currencies are translated into TL at the exchange rate at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into TL at the exchange rate prevailing at the balance sheet date. Exchange differences arising on such transactions are recognized in the income statement and/or balance sheet.

Foreign currency exchange rates used by the Group at the end of the period are as follows

	<u>30.09.2023</u>	<u>31.12.2022</u>
US Dollar	27.3767	18.6983
Euro	29.0305	19.9349
British Pound	33.4816	22.4892
Swiss Franc	29.9837	20.2019

#### **2.4.53 Events after the Balance Sheet Date**

Subsequent events cover all events that take place between the balance sheet date and the date when the balance sheet is authorized for issue, even if they occurred after the announcement of any profit or other selected financial information publicly disclosed. The Company adjusts the amounts recognized in the financial statements if events requiring an adjustment occur after the balance sheet date.

#### **2.5. Significant Accounting Judgments, Estimates and Assumptions**

The preparation of financial statements requires the use of estimates and assumptions that affect the 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. Although these estimates and assumptions are based on the Company management's best knowledge of current events and transactions, actual results may differ from the assumptions.

#### **2.6 New and Revised Turkish Financial Reporting Standards**

As at September 30, 2023, the accounting policies adopted in preparation of the consolidated financial statements for the year ended September 30, 2023 are consistent with those of the previous financial year, except for the adoption of new and amended Turkish Accounting Standards ("TAS")/IFRS and TAS/IFRS interpretations effective as of January 1, 2023. The effects of these standards and interpretations on the financial position and performance of the Group are disclosed in the related paragraphs.

#### **As at September 30, 2023, new standards, amendments and interpretations to existing standards effective as of September 30, 2023:**

**Narrow-scope amendments to IAS 1, Implementation Statement 2 and IAS 8;** effective from annual periods beginning on or after January 1, 2023. These amendments are intended to improve accounting policy disclosures and help users of financial statements to distinguish between changes in accounting estimates and changes in accounting policies.

#### **Amendment to IAS 12, Deferred tax on assets and liabilities arising from a single transaction;**

Effective for annual periods beginning on or after January 1, 2023. These amendments require companies to recognize deferred tax on transactions that, when first recognized in the financial statements, give rise to taxable and deductible temporary differences in equal amounts.

**IFRS 17, 'Insurance contracts';** effective from annual periods beginning on or after January 1, 2023. This standard replaces TFRS 4, which currently permits a wide range of applications. IFRS 17 will fundamentally change the accounting for all entities that issue insurance contracts and investment contracts with discretionary participation features.

#### **Standards and interpretations issued but not yet effective as of March 31, 2023**

##### **Changes:**

The Group has not yet adopted the following standards, amendments and interpretations to existing standards that are not yet effective:

**Amendment to IAS 1, Long-term liabilities with contractual conditions,** effective from annual periods beginning on or after January 1, 2024. These amendments clarify how conditions that an entity must comply with within twelve months of the reporting period affect the classification of a liability.

**IFRS 16, Sale and leaseback transactions;** effective from annual periods beginning on or after January 1, 2024. These amendments include the sale and leaseback provisions in TFRS 16 that clarify how an entity accounts for a sale and leaseback transaction after the transaction date. It is likely to affect sale and leaseback transactions where some or all of the lease payments are variable lease payments that are not linked to an index or rate.

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These standards, amendments and improvements have no impact on the financial position and performance of the Group.

**NOTE 3 - BUSINESS COMBINATIONS**

The Group has no business combinations as of September 30, 2023 (December 31, 2022-None).

**NOTE 4 - INTERESTS IN OTHER ENTITIES AND JOINT VENTURES**

The Group has no joint ventures as of September 30, 2023 (December 31, 2022-None).

**NOTE 5 - FINANCIAL INVESTMENTS**

As at September 30, 2023 and December 31, 2022, the details of short-term and long-term financial investments are as follows

**a) Short Term Financial Investments**

	<b>30.09.2023</b>	<b>31.12.2022</b>
<b>Financial assets at fair value through profit or loss</b>	<b>55.756.729</b>	<b>294.519</b>
- Currency Protected Deposit	55.350.145	-
- Investment Funds	406.584	294.519

**NOTE 6 - RELATED PARTY DISCLOSURES****Transactions with Related Parties during the Period****A-Receivables and Payables****Receivables****a- Trade Receivables / Short-Long Term**

The Group's short-term trade receivables from related parties amount to TL 5.209, which is composed of Vizyon Teknik Bilgi Sistemleri ve

There is no long term trade receivable balance (December 31, 2022-None).

**b- Other Receivables****-Short Term**

<b>Name-Surname/Title</b>	<b>Nature of Partnership/Party</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
Biro Basaran	Partner	34.584.018	-
Buz İletişim Hiz. San. Tic. A.S.	Subsidiary	7.254.302	-
Stoneity Software Inc.	Subsidiary	111.279	-
<b>Total</b>		<b>41.949.599</b>	<b>-</b>

**-Long Term**

<b>Name-Surname/Title</b>	<b>Nature of Partnership/Party</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
KPAY Payment Technologies Consulting San.ve Tic. A.S.	Subsidiary	-	466.305
Vizyon Teknik Bilgi Sistemleri ve İnsan Kaynakları A.Ş.	Subsidiary	673.030	-
<b>Total</b>		<b>673.030</b>	<b>466.305</b>

**VB T YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))****c-Prepaid Expenses / Short Term**

Name-Surname/Title	Nature of Partnership/ Party	30.09.2023	31.12.2022
Personnel Advances	Related Person	4.815.826	347.100

**d- Prepaid Expenses/Long Term**

The Group has no long term prepaid expenses to related parties (December 31, 2022-None).

**Debts****a- Trade Payables /Short-Long Term**

Name-Surname/Title	Nature of Partnership/P arty	30.09.2023	31.12.2022
Phexum Software Inc.	Subsidiary	469.320	466.100
Buz İletişim Hiz.San.ve Tic. A.S.	Subsidiary	4.302	1.765.120
<b>Total</b>		<b>473.622</b>	<b>2.231.220</b>

**b- Other Payables****-Short Term**

Name-Surname/Title	Nature of Partnership/ Party	30.09.2023	31.12.2022
Birol Basaran	Partner	-	164.127
KPAY Payment Technologies Consulting San.ve Tic. A.S.	Subsidiary	-	3.739.660
<b>Total</b>		<b>-</b>	<b>3.903.787</b>

**-Long Term**

The Group has no other long term payables to related parties as of the balance sheet date (December 31, 2022-None).

**B-Related Party Purchases-Sales****- Service Sales**

Name-Surname/Title	Partnership/Party Qualification	January 1, 2023 September 30, 2023	January 1, 2022 September 30, 2022
Ice Communications Inc.	Subsidiary	33.226	-
Phexum Yaz. INC.	Subsidiary	41.250	-
<b>Total</b>		<b>74.476</b>	<b>-</b>

**- Service Procurement**

Name-Surname/Title	Partnership/Party Qualification	January 1, 2023 September 30, 2023	January 1, 2022 September 30, 2022
Phexum Yaz. INC.	Subsidiary	2.883.850	-
Stoneity Software Inc.	Subsidiary	1.185.245	466.000
Vizyon Teknik Bilgi Sis. ve İnsan Kaynakları A.S.	Subsidiary	897.525	-
KPAY Payment Technologies Dan. San.ve Tic. A.S.	Subsidiary	9.822	-
English Guru	Subsidiary	28.945	-
<b>Total</b>		<b>5.005.387</b>	<b>466.000</b>

**- Commercial Goods Purchase**

Name-Surname/Title	Partnership/Party Qualification	January 1, 2023 September 30, 2023	January 1, 2022 September 30, 2022
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**VBT YAZILIM A.Ş.**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023**  
**(Amounts expressed in Turkish Lira (TL))**

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Ice Communications Inc.	Subsidiary	666.893	1.078.464
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**C - Information on mortgages, guarantees, commitments and sureties given to/received from related persons and organizations**



**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

There is a mortgage amounting to TL 750.000 given by Birol Başaran, a shareholder of the Company, in favor of the Company for the loans used by the Company. (31 December 2022 - TL 750.000 mortgage)

Birol Başaran, one of the shareholders of VBT Yazılım A.Ş., has become a joint guarantor of TL 10.000.000 and USD 2.000.000 for the loans that VBT Yazılım A.Ş. has used and will use in favor of its subsidiary Buz İletişim Hizmetleri A.Ş. (31 December 2022: TL 10.000.000 and USD 2.000.000)

**D - Remuneration and Similar Benefits Provided to the Chairman, Members of the Board of Directors, General Manager and Assistant General Managers**

The Company's senior management consists of the Chairman of the Board of Directors and members of the Board of Directors as well as general managers. Benefits provided to key management personnel include salaries and bonuses. Benefits provided to key management personnel during the period are as follows:

	January 1, 2023 September 30, 2023	January 1, 2022 September 30, 2022
Chairman and Members of the Board of Directors and Senior Management	6.005.917	3.408.879

**E - Mortgaged and collateralized receivables and payables from related parties and their**

**maturity terms** There are no mortgaged and collateralized receivables and payables from related parties.

(31 December 2022 - None.) **F - Provision for doubtful receivables from related parties**

There is no provision for doubtful receivables from related parties (December 31, 2022 - None).

**NOTE 7 - CASH AND CASH EQUIVALENTS**

	30.09.2023	31.12.2022
Safe deposit box	490	1.434
Banks	130.181.465	236.679.602
- Time deposits(*)	1.458.394	63.768.570
- Demand deposits	128.723.071	172.911.032
<b>Total</b>	<b>130.181.955</b>	<b>236.681.036</b>

\* The breakdown of time deposits with maturities less than 3 months is as follows

**30.09.2023**

Currency Denomination	Currency Amount	TL Equivalent
EURO	-	-
USD	-	-
TL	1.458.394	1.458.394
<b>Total</b>		<b>1.458.394</b>

**31.12.2022**

Currency Denomination	Currency Amount	TL Equivalent
EURO	1.600.862	31.913.024
USD	1.703.660	31.855.546
TL	-	-
<b>Total</b>		<b>63.768.570</b>

**NOTE 8 - INVESTMENTS IN ASSOCIATES, JOINT VENTURES AND SUBSIDIARIES**

Investments in Associates There are no investments in joint ventures and subsidiaries (31.12.2022-None).

**NOTE 9- FINANCIAL LIABILITIES****a) Short Term Borrowings from Third Parties**

The Group has no short-term borrowings from third parties as of September 30, 2023.(December 31, 2023 2022: None.)

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))****b) Short Term Portion of Long Term Borrowings from Third Parties**

	Currency Unit	Interest Rate	TL Amount	Accrued Interest	Total
<b>Bank Loans</b>					
September 30, 2023	TL	7,76-34,00	946.464	3.868	950.332
December 31, 2022	TL	7,76-34,00	1.628.127	74.987	1.703.114

**Payables from Leasing Transactions**

	30.09.2023	31.12.2022
Short Term Lease Liabilities from Third Parties	1.738.493	771.782

**c) Long Term Borrowings from Third Parties**

	Currency Unit	Interest Rate	TL Amount
<b>Bank Loans</b>			
September 30, 2023	-	-	-
December 31, 2022	TL	7,76-34,00	618.542

**Payables from Leasing Transactions**

	30.09.2023	31.12.2022
Long Term Lease Liabilities from Third Parties	2.981.007	2.475.860

As of September 30, 2023 and December 31, 2022, the maturities of bank borrowings are as follows  
It's like:

Loans and Lease Liabilities	30.09.2023	31.12.2022
0-3 months	869.749	833.189
4-12 months	1.819.076	1641707
1-5 years	2.981.007	3.094.402
<b>Total</b>	<b>5.669.832</b>	<b>5.569.298</b>

**f) Other Financial Liabilities**

	30.09.2023	31.12.2022
Credit Card Debts	-	908.926

**NOTE 10 - TRADE RECEIVABLES AND PAYABLES**

a-Short Term Trade Receivables	30.09.2023	31.12.2022
Trade Receivables	75.159.732	106.305.328
<i>Trade Receivables Due from Third Parties</i>	75.154.523	106.305.328
<i>Trade Receivables from Related Parties</i>	5.209	-
Doubtful Trade Receivables	197.398	197.398
<i>Doubtful Trade Receivables Except Related Party</i>	197.398	197.398
Provision for Doubtful Trade Receivables (-)	(197.398)	(197.398)
<i>Related Party External Doubtful Trade Receivables Provision (-)</i>	(197.398)	(197.398)
Provision for Expected Credit Losses (-)	(3.000.678)	(1.517.307)
<i>Provision for Expected Credit Losses Excluding Related Parties (-)</i>	(3.000.678)	(1.517.307)
<b>Total</b>	<b>72.159.054</b>	<b>104.788.021</b>

**VBT YAZILIM A.Ş.**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023**  
**(Amounts expressed in Turkish Lira (TL))**

The Company's transactions related to overdue receivables for which a provision for doubtful receivables has been recognized are as follows

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

	<b>30.09.2023</b>	<b>31.12.2022</b>
Opening Balance	197.398	202.034
Collected Receivables	-	(4.636)
Provision Allocated in the Current Period	-	-
<b>Total</b>	<b>197.398</b>	<b>197.398</b>

**b-Long Term Trade Receivables**

The Group has no long term trade receivables as of September 30, 2023.

As of September 30, 2023, trade receivables amounting to TL 58.047.421 ( December 31, 2022: TL 96.672.981) are neither past due nor impaired. The maturity information of these receivables is as follows:

<b>Maturity periods</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
1-30 days	58.047.421	96.672.981
1-3 months	-	-
<b>Total</b>	<b>58.047.421</b>	<b>96.672.981</b>

As of September 30, 2023, trade receivables amounting to TL 14.111.633 (December 31, 2022 - TL 8.115.039.) Past due information of these receivables is given in Note 44.

There are no letters of guarantee and mortgages received against trade receivables.

**Trade Payables:**

The details of the Company's trade payables as of the balance sheet date are as follows

<b>a-Short Term Trade Payables</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
Sellers	46.423.269	124.653.957
- Trade payables due to third parties	45.949.647	122.422.737
- Trade payables to related parties	473.622	2.231.220
<b>Total</b>	<b>46.423.269</b>	<b>124.653.957</b>

The average maturity of trade payables is 30-60 days (December 31, 2022: 30-60 days.) Maturity information of trade payables is presented in Note 44.

**b-Long Term Trade Payables**

The Company has no long term trade payables as of the balance sheet date (December 31, 2022 - None).

**NOTE-11 RECEIVABLES AND LIABILITIES ARISING FROM CUSTOMER CONTRACTS****a- Receivables from Customer Contracts**

As of the balance sheet date, the Group has no receivables arising from short and long term customer contracts (December 31, 2022 - None).

<b>b- Short Term Customer Contracts Liabilities Arising from Short Term Customer Contracts</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
Sale of Goods and Services. Contractual Obligations(*)	67.432.453	455.229.168
<b>c- Long Term Customer Contracts Liabilities Arising from Long Term Customer Contracts</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
Sale of Goods and Services. Contractual Obligations(*)	5.850.081	22.790.447

(\*) Contractual Obligations arising from the sale of goods and services consist of the Company's revenue from the transactions invoiced to the customer within the scope of customer contracts but the service will be realized in the following periods.

**NOTE 12 - RECEIVABLES AND PAYABLES FROM FINANCE SECTOR OPERATIONS**

The Group has no receivables and payables from finance sector operations (December 31, 2022 - None).

**NOTE 13 - OTHER RECEIVABLES AND PAYABLES**

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

<b>a- Other Short Term Receivables</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
Deposits and Guarantees Given	21.719	21.719
Receivables from Shareholders	34.584.018	-
Other Miscellaneous Receivables	33.022.685	1.407.238
<sup>1</sup> -Other Receivables from Related Parties	7.365.581	-
<sup>1</sup> -Other Receivables from Third Parties	25.657.104	1.407.238
<b>Total</b>	<b>67.628.422</b>	<b>1.428.957</b>

<b>b-Long Term Other Receivables</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
Deposits and Guarantees Given	37.500	2.500
Due from Related Parties (Note: 6)	673.030	466.305
<b>Total</b>	<b>710.530</b>	<b>468.805</b>

<b>c- Other Short Term Payables</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
Other payables to related parties (Note: 6)	-	3.903.787
Other Miscellaneous Payables	628.415	455.989
Taxes and Funds Payable	9.158.391	25.791.149
<b>Total</b>	<b>9.786.806</b>	<b>30.150.925</b>

**d- Other Long Term Payables**

The Group has no other long term payables as of the balance sheet date (December 31, 2022-None).

**NOTE 14 - EMPLOYEE BENEFIT OBLIGATIONS**

	<b>30.09.2023</b>	<b>31.12.2022</b>
Payables to Personnel	490.188	141.276
Withholding and Stamp Taxes Payable	2.467.902	727.537
Social Security Debts Payable	8.335.676	4.065.345
<b>Total</b>	<b>11.293.766</b>	<b>4.934.158</b>

**NOTE 15 - DERIVATIVE INSTRUMENTS**

The Group has no derivative financial instruments (December 31, 2022 - None).

**NOTE 16 - INVENTORIES**

	<b>30.09.2023</b>	<b>31.12.2022</b>
Trade Goods (*)	37.348.030	4.728.591

(\*) Consists of license fees received for sale to customers.

**NOTE 17 - LIVING ASSETS**

The Group does not include living assets in its core business (December 31, 2022-None).

**NOTE 18 - PREPAID EXPENSES**

	<b>30.09.2023</b>	<b>31.12.2022</b>
Order Advances Given	40.978	221.366
Expenses for Future Months(*)	36.539.868	448.000.875
Work Advances	276.231	36.163
Personnel Advances	4.815.826	347.100
<b>Total</b>	<b>41.672.903</b>	<b>448.605.504</b>

(\*)As of September 30, 2023, TL 36.539.868 reported in prepaid expenses consists of the costs of maintenance services to be provided to customers in the future periods (December 31, 2022: TL 448.000.875).

**30.09.2023**      **31.12.2022**

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

Expenses for Future Years(\*) 7.447.723 26.861.577

(\*)As of September 30, 2023, TL 7.447.723 reported in deferred expenses consists of the costs of maintenance services received to be given to customers in the future periods.(December 31, 2022: TL 26.861.577)

**NOTE 19 - GOVERNMENT GRANTS AND SUBSIDIES**

<b>Short Term Government Incentives and Aids</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
Government Incentives and Aids(*)	44.148	44.148
<b>Long Term Government Incentives and Aids</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
Government Incentives and Aids(*)	77.259	110.370

\*The Company receives incentives related to Tübitak projects related to R&D activities. The incentive to be received is not recognized as income in the initial accounting records and is recognized as income in proportion to the amortization of the R&D investment. The R&D incentives that will be recognized as income in the future periods are reported under short and long term "Government Incentives and Grants" account items in the balance sheet accounts.

The Group benefits from the incentives and exemptions provided under the Law No. 5746 on Supporting Research, Development and Design Activities.

In this context, the Company is entitled to corporate tax deduction arising from R&D incentive amounting to TL 49.608.894 as of September 30, 2023 and has used all of it as of September 30, 2023.

(In this context, as of December 31, 2022, the Company is entitled to corporate tax deduction arising from R&D incentive amounting to TL 42.007.496 and has used all of it as of December 31, 2022).

The amounts of SSI, employee income tax and stamp tax incentives utilized by the Company are shown in the table.

<b>Social Security and Income Tax Incentives</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
Law No. 5510 Scope. Benefit Incentive	1.617.342	2.763.632
Law No. 14857 Scope. Benefit Incentive	6.238	10.672
Law No. 6111 Scope. Benefit Incentive	369.730	566.960
Law No. 17103 Scope. Benefit Incentive	-	1.901.818
Law No. 5746 Scope. Benefit Incentive	4.417.348	2.070.935
<b>Total</b>	<b>6.410.658</b>	<b>5.412.197</b>

**NOTE 20 - TAX LIABILITIES FOR THE PERIOD**

	<b>30.09.2023</b>	<b>31.12.2022</b>
Current Period Legal Tax Provision	19.578.724	12.397.884
Prepaid Taxes (-)	(14.306.932)	(6.448.791)
<b>Total Net Tax Payable</b>	<b>5.271.792</b>	<b>5.949.093</b>

**NOTE 21 -ASSETS RELATED TO CURRENT PERIOD INCOME TAX**

As of September 30, 2023, the Group has no assets related to current period tax.(December 31, 2022-None.)

**NOTE 22- OTHER CURRENT ASSETS/OTHER NON-CURRENT ASSETS**

As of September 30, 2023, the Group's other current assets amount to TL 81.204. (December 31, 2022-TL 47.066)

The Group has no other non-current assets as of September 30, 2023 (December 31, 2022 - None).

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))****NOTE 23- OTHER LIABILITIES**

<b>a. Other Short Term Liabilities</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
Expense Accruals	485.534	116.530

**NOTE 24 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES****a- Guarantees-Pledges-Mortgages Received by the Company**

There is a mortgage amounting to TL 750.000 given by Birol Başaran, a shareholder of the Company, in favor of the Company for the loans used by the Company. (31 December 2022-TL 750.000)

**b- Guarantees-Pledges-Mortgages Given by the Company**

		<b>30.09.2023(TL)</b>	<b>31.12.2022(TL)</b>
A.	Total amount of GPMs given on behalf of its own legal entity	77.658.876	65.687.632
	Letters of Guarantee	77.658.876	65.687.632
	Pledge	-	-
	Mortgage	-	-
	Cash Collaterals	-	-
B.	Total amount of GPMs given in favor of subsidiaries included in the scope of full consolidation	-	-
C.	For the Execution of Ordinary Commercial Activities Other Third Parties' Debts Total amount of GPMs	-	-
D.	Total amount of other GPMs given	-	-
<b>Total</b>		<b>77.658.876</b>	<b>65.687.632</b>

**NOTE 25 - INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD**

	<b>30.09.2023</b>	<b>31.12.2022</b>
<b>Investments Accounted through Equity Method</b>	<b>7.313.038</b>	<b>17.407.911</b>
- Phexum Software Inc.	234.096	207.832
- Stoneity Software Inc.	138.262	60.129
- Buz İletişim Hizmetleri San.ve Tic. A.S.	-5.417.007	10.006.527
- English Guru LLC	1.502.157	1.646.208
- KPAY Payment Technologies Consulting San.ve Tic. A.S.	5.063.917	5.487.215
- Vizyon Teknik Bilgi Sistemleri ve İnsan Kaynakları A.Ş.	5.791.613	-

**- Phexum Software Inc.**

Phexum Yazılım A.Ş. is the associate of the Group, which is consolidated through equity method. The share capital of the associate is TL 50.000 and the cost of participation in VBT Yazılım A.Ş. is TL 15.000.

Balance sheet value of this associate as of September 30, 2023 after valuation by equity method  
234.96 TL.

As of September 30, 2023, information on valuation by equity method is as follows

<b>Phexum Software Inc.</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
Opening Balance	207.832	15.000
Capital Increase/(Decrease)	-	-
Impairment	-	-
Share of profit/(loss) for the financial year	26.264	192.832
Correction	-	-
<b>December 31 Closing Balance</b>	<b>234.096</b>	<b>207.832</b>

**- Stoneity Software Inc.**

**VB T YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

Stoneity Yazılım A.Ş. (see Note-1), a subsidiary of VBT Akademi Eğitim A.Ş., is consolidated with VBT Akademi Eğitim A.Ş. through equity method. The share capital of the subsidiary is TL 200.000 and the cost of participation in VBT Akademi Eğitim A.Ş. is TL 40.000.

Balance sheet value of this associate as of September 30, 2023 after valuation by equity method  
TL 138.262 (December 31, 2022: TL 60.129).

As of September 30, 2023, information on valuation by equity method is as follows

<b>Stonity Software Inc.</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
Opening Balance	60.129	23.069
Cost Price (Purchase Price)	-	-
Capital Increase/(Decrease)	-	-
Impairment	-	-
Share of profit/(loss) for the financial year	78.133	37.060
<b>December 31 Closing Balance</b>	<b>138.262</b>	<b>60.129</b>

**- Buz İletişim Hizmetleri San. And Tic. A.S.**

VB T Yazılım A.Ş. is consolidated through equity method with Buz İletişim Hizmetleri Sanayi ve Ticaret A.Ş., which has a total capital of TL 20.000.000, consisting of 20.000.000 shares with a nominal value of TL 1 each. The share capital of the aforementioned subsidiary is TL 20.000.000 and its cost in VB T Yazılım A.Ş. is TL 10.000.000.

The balance sheet value of this associate as of September 30, 2023 after the valuation by equity method is as follows  
TL 5.417.007.

As of September 30, 2023, information on valuation by equity method is as follows

<b>Buz İletişim Hizmetleri San. And Tic. A.S.</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
Opening Balance	10.006.527	8.294.097
Cost Price (Purchase Price)	-	-
Capital Increase/(Decrease)	-	2.000.000
Impairment	-	-
Share of profit/(loss) for the financial year	(15.423.534)	(287.570)
<b>December 31 Closing Balance</b>	<b>(5.417.007)</b>	<b>10.006.527</b>

**- English Guru LLC**

VB T Yazılım A.Ş. has become a 20% shareholder of English Guru LLC, which was established with "0" capital in accordance with the US legislation, with TL 1.723.430 (USD 100.000).

Balance sheet value of this associate as of September 30, 2023 after valuation by equity method  
TL 1.502.157.

As of September 30, 2023, information on valuation by equity method is as follows

<b>English Guru LLC</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
Opening Balance	1.646.208	-
Cost Price (Purchase Price)	-	1.723.430
Capital Increase/(Decrease)	-	-
Impairment	-	-
Share of profit/(loss) for the financial year	(144.051)	(77.222)
<b>December 31 Closing Balance</b>	<b>1.502.157</b>	<b>1.646.208</b>

**- KPAY Payment Technologies Consulting San.ve Tic. A.S.**



**VB T YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

VB T Yazılım A.Ş. is consolidated through equity with KPAY Ödeme Teknolojileri Danışmanlık San.ve Tic. A.Ş., which has a total capital of TL 214.286, consisting of 214.286 shares each with a nominal value of TL 1. A.Ş. with a total share capital of TL 214.286, consisting of 214.286 shares each with a nominal value of TL 1. The capital of the subsidiary is TL 214.286 and VB T Yazılım A.Ş. has become a 30% shareholder with a nominal value of 64.285. The acquisition cost of VB T Yazılım A.Ş. is USD 300.000 equivalent to TL 5.527.677.

Balance sheet value of this associate as of September 30, 2023 after valuation by equity method TL 5.063.917.

As of September 30, 2023, information on valuation by equity method is as follows

<b>KPAY Payment Technologies Consulting San.ve Tic. A.S.</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
Opening Balance	5.487.215	-
Cost Price (Purchase Price)	-	5.527.677
Capital Increase/(Decrease)	-	-
Impairment	-	-
Share of profit/(loss) for the financial year	(423.298)	(40.462)
<b>December 31 Closing Balance</b>	<b>5.063.917</b>	<b>5.487.215</b>

**- Vizyon Teknik Bilgi Sistemleri ve İnsan Kaynakları A.Ş.**

The Company's share capital is TL 50,000 and VB T Yazılım A.Ş. has a total of 500 shares, each with a nominal value of TL 100. In the current period, the Company has become a 50% shareholder in Vizyon Teknik Bilgi Sistemleri ve İnsan Kaynakları A.Ş., which has a capital amounting to TL 25.000. The acquisition cost of VB T Yazılım A.Ş. is TL 5.500.000.

VB T Yazılım A.Ş. holds 50% of the shares of Vizyon Teknik Bilgi Sistemleri ve İnsan Kaynakları A.Ş. and is consolidated by equity method.

Balance sheet value of this associate as of September 30, 2023 after valuation by equity method TL 5.791.613.

As of September 30, 2023, information on valuation by equity method is as follows

<b>Vizyon Teknik Bilgi Sistemleri ve İnsan Kaynakları A.Ş.</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
Opening Balance	-	-
Cost Price (Purchase Price)	5.500.000	-
Capital Increase/(Decrease)	-	-
Impairment	-	-
Share of profit/(loss) for the financial year	291.613	-
<b>December 31 Closing Balance</b>	<b>5.791.613</b>	<b>-</b>

After the valuation by equity method, the balance sheet value of all these subsidiaries as of September 30, 2023 is TL 7.313.038 (December 31, 2022- 17.407.911).

**NOTE 26 - INVESTMENT PROPERTY**

The Group has no investment properties (December 31, 2022 - None).

**NOTE 27 - PROPERTY, PLANT AND EQUIPMENT**

-As of 30.09.2023, Movements in Property, Plant and Equipment are as follows

<b>Cost Value</b>	<b>December 31, 2022</b>	<b>Purchases</b>	<b>Transfer</b>	<b>Sales</b>	<b>September 30, 2023</b>
Buildings	5.838.214	-	-	-	5.838.214
Vehicles	5.349.738	-	-	-	5.349.738
Plant, Machinery and Equipment	8.326.256	1.770.198	-	-	10.096.454
Furniture and Fixtures	7.006.301	4.573.644	-	-	11.579.945
Special Costs	3.192.561	121.050	-	-	3.313.611
<b>Total</b>	<b>29.713.070</b>	<b>6.464.892</b>	<b>-</b>	<b>-</b>	<b>36.177.962</b>

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

<b>Accumulated Depreciation</b>	<b>December 31, 2022</b>	<b>Period Expenses</b>	<b>Transfer</b>	<b>Sales</b>	<b>September 30, 2023</b>
Buildings	410.928	560.831	-	-	971.759
Vehicles	1.072.547	576.260	-	-	1.648.807
Plant, Machinery and Equipment	2.081.564	1.425.957	-	-	3.507.521
Furniture and Fixtures	3.325.317	1.419.742	-	-	4.745.059
Special Costs	959.181	479.231	-	-	1.438.412
<b>Total</b>	<b>7.849.537</b>	<b>4.462.021</b>	<b>-</b>	<b>-</b>	<b>12.311.558</b>

<b>Net Book</b>	<b>December 31, 2022</b>	<b>September 30, 2023</b>
Buildings	5.427.286	4.866.455
Vehicles	4.277.191	3.700.931
Plant, Machinery and Equipment	6.244.692	6.588.933
Furniture and Fixtures	3.680.984	6.834.886
Special Costs	2.233.380	1.875.199
<b>Total</b>	<b>21.863.533</b>	<b>23.866.404</b>

**-Movements in Property, Plant and Equipment as of 31.12.2022 are as follows**

<b>Cost Value</b>	<b>December 31, 2021</b>	<b>Purchases</b>	<b>Transfer</b>	<b>Sales</b>	<b>December 31, 2022</b>
Buildings	4.496.200	1.342.014	-	-	5.838.214
Vehicles	1.946.555	3.597.717	-	(194.534)	5.349.738
Plant, Machinery and Equipment	8.326.256	-	-	-	8.326.256
Furniture and Fixtures	3.927.685	3.078.616	-	-	7.006.301
Special Costs	2.487.166	705.395	-	-	3.192.561
<b>Total</b>	<b>21.183.862</b>	<b>8.723.742</b>	<b>-</b>	<b>(194.534)</b>	<b>29.713.070</b>

<b>Accumulated Depreciation</b>	<b>December 31, 2021</b>	<b>Period Expense</b>	<b>Transfer</b>	<b>Sales</b>	<b>December 31, 2022</b>
Buildings	46.900	364.028	-	-	410.928
Vehicles	721.173	403.250	-	(51.876)	1.072.547
Plant, Machinery and Equipment	416.313	1.665.251	-	-	2.081.564
Furniture and Fixtures	2.222.736	1.102.581	-	-	3.325.317
Special Costs	426.389	532.792	-	-	959.181
<b>Total</b>	<b>3.833.511</b>	<b>4.067.902</b>	<b>-</b>	<b>(51.876)</b>	<b>7.849.537</b>

<b>Net Book</b>	<b>December 31, 2021</b>	<b>December 31, 2022</b>
Buildings	4.449.300	5.427.286
Vehicles	1.225.382	4.277.191

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

Plant, Machinery and Equipment	7.909.943	6.244.692
Furniture and Fixtures	1.704.950	3.680.984
Special Costs	2.060.776	2.233.380
<b>Total</b>	<b>17.350.351</b>	<b>21.863.533</b>

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))****Pledges and Mortgages on Assets**

There are no pledges and mortgages on the tangible assets detailed above (December 31, 2022 - None).

**Depreciation periods for Property, Plant and Equipment are as follows:**

	<b>Economic Lifetime</b>
Buildings	50 Years
Vehicles	4-5 Years
Plant, Machinery and Equipment	5 Years
Fixtures	3-4-5-10-15 Years
Special Costs	5 Years

September 30, 2023: Of the total amortization expense of TL 7.906.862 for property, plant and equipment, intangible assets and right of use assets, TL 3.725.041 belongs to cost of sales, TL 2.804.620 belongs to research and development expenses and TL 1.377.201 belongs to general administrative expenses.

September 30, 2022: Of the total amortization expense of TL 5.193.149 for property, plant and equipment, intangible assets and right of use assets, TL 2.423.435 belongs to cost of sales, TL 2.219.609 belongs to research and development expenses and TL 550.105 belongs to general administrative expenses.

**NOTE 28 - INTANGIBLE ASSETS**

<b>Cost Value</b>	<b>December 31, 2022</b>	<b>Purchases</b>	<b>Transfer</b>	<b>Sales</b>	<b>September 30, 2023</b>
Licenses	381.782	-	-	-	381.782
Capitalized Development Costs	24.027.618	-	-	-	24.027.618
<i>Completed projects</i>	19.024.407	-	-	-	19.024.407
<i>Ongoing projects</i>	5.003.211	-	-	-	5.003.211
<b>Total</b>	<b>24.409.400</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>24.409.400</b>

<b>Accumulated Depreciation</b>	<b>December 31, 2022</b>	<b>Period Expense</b>	<b>Transfer/Flat.</b>	<b>Sales</b>	<b>September 30, 2023</b>
Licenses	377.873	2.217	-	-	380.090
Capitalized Development Costs	5.016.425	2.054.011	368.877	-	7.439.313
<i>Completed projects</i>	5.016.425	2.054.011	368.877	-	7.439.313
<b>Total</b>	<b>5.394.298</b>	<b>2.056.228</b>	<b>368.877</b>	<b>-</b>	<b>7.819.403</b>

<b>Net Book</b>	<b>December 31, 2022</b>	<b>September 30, 2023</b>
Licenses	3.909	1.692
Capitalized Development Costs	19.011.193	16.588.305
<i>Completed projects</i>	14.007.982	11.585.094
<i>Ongoing projects</i>	5.003.211	5.003.211
<b>Total</b>	<b>19.015.102</b>	<b>16.589.997</b>

**VBT YAZILIM A.Ş.**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023**  
**(Amounts expressed in Turkish Lira (TL))**

**-As of 31.12.2022, Movements of Other Intangible Assets are as follows**

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

<b>Cost Value</b>	<b>December 31, 2021</b>	<b>Purchases</b>	<b>Transfer</b>	<b>December 31, 2022</b>
Licenses	381.782	-	-	381.782
Capitalized Development Costs	22.116.157	1.911.461	-	24.027.618
<i>Completed projects</i>	19.024.407	-	-	19.024.407
<i>Ongoing projects</i>	3.091.750	1.911.461	-	5.003.211
<b>Total</b>	<b>22.497.939</b>	<b>1.911.461</b>	<b>-</b>	<b>24.409.400</b>

<b>Accumulated Depreciation</b>	<b>December 31, 2021</b>	<b>Period Expense</b>	<b>Transfer</b>	<b>December 31, 2022</b>
Licenses	374.917	2.956	-	377.873
Capitalized Development Costs	2.848.266	2.168.159	-	5.016.425
<i>Completed projects</i>	2.848.266	2.168.159	-	5.016.425
<b>Total</b>	<b>3.223.183</b>	<b>2.171.115</b>	<b>-</b>	<b>5.394.298</b>

<b>Net Book</b>	<b>December 31, 2021</b>	<b>December 31, 2022</b>
Licenses	6.865	3.909
Capitalized Development Costs	19.267.891	19.011.193
<i>Completed projects</i>	16.176.141	14.007.982
<i>Ongoing projects</i>	3.091.750	5.003.211
<b>Total</b>	<b>19.274.756</b>	<b>19.015.102</b>

The amortization periods of Intangible Assets are as follows:

	<b>Economic Lifetime</b>
Licenses	5 Years
Capitalized Development Costs	7-12 Years

**NOTE 29 - RIGHT OF USE ASSETS**

The balance of right-of-use assets as of September 30, 2023 and December 31, 2022 and depreciation and amortization expenses for the related period are as follows

<b>Net Value</b>	<b>1.01.2023</b>	<b>Adjustments(*)</b>	<b>Purchases</b>	<b>Amortization Expense (-)</b>	<b>30.09.2023</b>
Building Rent	2.779.096	133.572	2.570.210	(1.388.613)	4.094.265

<b>Net Value</b>	<b>1.01.2022</b>	<b>Adjustments(*)</b>	<b>Purchases</b>	<b>Amortization Expense (-)</b>	<b>31.12.2022</b>
Building Rent	279.082	-	3.406.177	(906.163)	2.779.096

\* arises from the changes in the Right of Use Assets.

**NOTE 30 - SHORT/LONG TERM PROVISIONS**

	<b>30.09.2023</b>	<b>31.12.2022</b>
<b>Employee Benefits Employee Benefits. Short Term Provision for Employee Benefits(*)</b>	<b>3.211.675</b>	<b>970.940</b>
- Provision for Unused Vacation	3.211.675	970.940
<b>Other Short Term Provisions(**)</b>	<b>2.689.265</b>	<b>2.353.107</b>
- Cost Expense Provision	2.689.265	2.353.107
<b>Provision as of December 31</b>	<b>5.900.940</b>	<b>3.324.047</b>

(\*) As of September 30, 2023, as a result of the unused leave of the Company personnel, a provision for vacation pay amounting to TL 3.211.675 (December 31, 2022-TL 970.940).

**VBT YAZILIM A.Ş.**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

(\*\*) It is related to license costs that have been sold but not invoiced as of the balance sheet date.

The movement of provision for vacation pay liability is as follows

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

	<b>30.09.2023</b>	<b>31.12.2022</b>
Provision as of January 1	970.940	1.545.843
Increase during the year (+)	2.240.735	-
Decrease during the year (-)	-	(574.903)
<b>Provision as of December 31</b>	<b>3.211.675</b>	<b>970.940</b>

**Seniority Incentive Bonus**

As of September 30, 2023, there is no severance incentive premium liability amount (December 31, 2022 - None).

**Other**

The Company has no provisions for social benefit increases and tax risks (December 31, 2022 - None).

**b-Long Term Provisions (Long Term Provisions for Employee Benefits)****- Provision for Employment Termination Benefits**

Under the Turkish Labor Law, the Company is required to pay termination benefits to each employee whose employment is terminated without due cause and whose employment is terminated without due cause. In addition, the Company is required to pay termination benefits to each employee who has earned the right to retire by receiving termination indemnities in accordance with Article 60 of the Social Insurance Law No: 506 as amended by Laws No: 2422 dated March 6, 1981 and No: 4447 dated August 25, 1999.

Severance payments are calculated on the basis of one month's salary for each year of service. As of the balance sheet date, the severance payment is subject to a ceiling of TL 23.490 (December 31, 2022 - TL 19.983).

The provision for employment termination benefits is calculated by estimating the present value of the future probable obligation of the Company arising from the retirement of the employees. The revised IAS 19 "Employee Benefits" requires actuarial valuation methods to be used to estimate the enterprise's obligation under defined benefit plans. Accordingly, the actuarial assumptions used in the calculation of the total liability are set out below.

The principal assumption is that the maximum liability for each year of service will increase in line with inflation. Therefore, the discount rate applied represents the expected real interest rate after adjusting for the effects of future inflation.

As at September 30, 2023, in the accompanying financial statements, the liabilities are calculated by estimating the present value of the future probable obligation arising from the retirement of the employees. The provisions at the balance sheet date have been calculated assuming an annual inflation rate of 16,91% (December 31, 2022: 16,91%) and an interest rate of 19,36% (December 31, 2022: 19,36%).

Calculated by using a real discount rate of 2,10% (December 31, 2022: 2,10%).

The significant estimates used in the calculation of employment termination benefits include inflation, discount rate and the probability of voluntary termination.

	<b>30.09.2023</b>	<b>31.12.2022</b>
Provision for Employment Termination Benefits	8.948.775	6.002.209
	<b>30.09.2023</b>	<b>31.12.2022</b>
Opening Balance	6.002.209	3.274.259
Service Cost	3.329.884	1.622.465
Definition. Benefit Plans Remeasurement Gain/Loss	674.917	2.958.444
Interest Cost	686.281	403.801
Payment (-)	(1.744.516)	(2.256.760)
<b>End of Period</b>	<b>8.948.775</b>	<b>6.002.209</b>

**NOTE 31 - SHAREHOLDERS' EQUITY****a- Paid-in Capital**

Shares with a nominal value of TL 6,000,000 issued due to the increase in the Company's issued capital from TL 20,000,000 to TL 26,000,000 and shares with a nominal value of TL 2,000,000 belonging to Birol Başaran, one of the shareholders, in total

8,000,000 shares were offered to the public on July 6-7, 2021 with the permission of Borsa İstanbul A.Ş. As a result of the public offering, the shareholding structure of the Company is as follows

	<b>30.09.2023</b>		<b>31.12.2022</b>	
<b>Partners</b>	<b>Share Rate %</b>	<b>Share</b>	<b>Share Rate %</b>	<b>Share</b>



**VBT YAZILIM A.Ş.**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023**  
**(Amounts expressed in Turkish Lira (TL))**

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	Amount	Amount
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**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

Birol Basaran	46,35%	12.050.000	46,91%	12.200.000
Ipek Canan Basaran	7,31%	1.900.300	7,69%	2.000.000
Tayfun Yurdagul	2,50%	650.000	3,08%	800.000
Osman Çaylı	2,12%	550.666	2,31%	600.000
Mümin Sürer	1,73%	450.000	2,31%	600.000
Zahide Kocyigit	1,73%	450.333	2,31%	600.000
Unal Kirikci	0,96%	250.767	1,54%	400.000
Metin Faruk Tufan	1,35%	350.666	1,54%	400.000
Abdulkadir Aydogan	0,96%	250.500	1,54%	400.000
Taner Yildirim	0,19%	50.000	-	-
Other	0,38%	100.000	-	-
Shares Offered to the Public	34,42%	8.946.768	30,77%	8.000.000
<b>Paid-in Capital</b>	<b>100%</b>	<b>26.000.000</b>	<b>100%</b>	<b>26.000.000</b>

**b- Gain (Loss) on Remeasurement of Defined Benefit Plans**

The Company has calculated remeasurement gains/losses on defined benefit plans related to personnel and presented them in the financial statements

	<b>30.09.2023</b>	<b>31.12.2022</b>
Handover	(2.723.583)	(297.659)
Actuarial Gain/Loss	(674.917)	(2.958.444)
Deferred Tax Asset	155.231	532.520
<b>Net Actuarial Gain/Loss</b>	<b>(3.243.269)</b>	<b>(2.723.583)</b>

**c- Share Premiums (Discount)**

	<b>30.09.2023</b>	<b>31.12.2022</b>
Share Premiums (Discount)	65.190.632	65.190.632

**d- Restricted Reserves**

The legal reserves are divided into first and second legal reserves in accordance with the Turkish Commercial Code. The first legal reserve is appropriated out of statutory profits at the rate of 5% per annum, until the total reserve reaches 20% of the Company's paid-in share capital. The second legal reserve is appropriated at the rate of 10% of all distributions in excess of 5% of the Company's paid-in share capital. Under the Turkish Commercial Code, the general legal reserve is not available for any other usage unless it exceeds half of the share capital or issued capital, in which case it can only be used to absorb losses, to continue as a going concern in times of business difficulties, or to take measures to prevent unemployment and mitigate its consequences.

	<b>30.09.2023</b>	<b>31.12.2022</b>
Legal reserves	7.175.940	4.676.001
Venture Capital Fund (R&D Fund)	289.331	289.331
<b>Total</b>	<b>7.465.271</b>	<b>4.965.332</b>

**e- Retained Earnings/Losses**

Retained earnings and accumulated losses other than net profit for the period are recognized in this item. Unrestricted extraordinary reserves, which are in substance retained earnings, are also recognized as retained earnings and presented in this item.

	<b>30.09.2023</b>	<b>31.12.2022</b>
Retained Earnings / (Losses)	108.789.339	40.351.102

**Dividend Distribution**

Companies whose shares are traded on BIST are subject to the dividend requirement introduced by the CMB as follows:

In accordance with Article 19 of the Capital Markets Law No. 6362 which entered into force on December 30, 2012 and CMB's Communiqué on Dividend Distribution No. II-19.1 which entered into force on February 1, 2014, publicly traded companies distribute their profits within the framework of the profit distribution policies to be determined by the general assemblies and in accordance with the provisions of the relevant legislation. R e g a r d i n g t h e dividend distribution

**VBT YAZILIM A.Ş.**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

policies of publicly held corporations, the Board has determined that similar corporations

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

may determine different principles on a case-by-case basis.

Unless the reserves required to be set aside in accordance with the Turkish Commercial Code and the dividend determined for the shareholders in the articles of association or dividend distribution policy are set aside, no decision can be made to set aside other reserves, to transfer profits to the following year and to distribute dividends to the members of the board of directors, company employees and persons and institutions other than shareholders, and no dividend can be distributed to these persons unless the dividend determined for the shareholders is paid in cash.

Dividends are distributed equally to all existing shares as of the distribution date, regardless of their issue and acquisition dates.

The method and time of distribution of the profit decided to be distributed shall be decided by the General Assembly upon the proposal of the Board of Directors on this matter. The Company may decide to distribute dividends in accordance with the Turkish Commercial Code and Capital Markets Legislation and may authorize the Board of Directors for this purpose by a resolution of the General Assembly limited to the relevant accounting period.

**f-Repurchased Shares**

	<b>30.09.2023</b>	<b>31.12.2022</b>
Repurchased Shares	-	-
Profit on sale of repurchased own shares	-	14.111.566
<b>Total</b>	<b>-</b>	<b>14.111.566</b>

As of December 31, 2022, the Group has sold 485.500 shares, which are all of its repurchased shares, and recognized the profit amounting to TL 14.111.566 in the "Profit arising from the sale of repurchased own shares" account in equity. In the current period, the repurchased shares were transferred to retained earnings.

**g-Foreign Currency Translation Differences**

	<b>30.09.2023</b>	<b>31.12.2022</b>
Foreign Currency Translation Differences	6.677.650	1.256.515

**NOTE 32 - REVENUE AND COST OF SALES**

	<b>1.01.2023</b>	<b>1.01.2022</b>	<b>1.07.2023</b>	<b>1.07.2022</b>
	<b>30.09.2023</b>	<b>30.09.2022</b>	<b>30.09.2023</b>	<b>30.09.2022</b>
Domestic Sales	1.220.021.047	447.200.650	168.155.417	240.649.171
Foreign Sales	3.011.948	2.444.400	1.081.738	-308.740
Other Income	9.760	591.706	3.531	45.619
Returns from Sales (-)	(351.353)	(1.434.585)	(11.381)	(81.412)
<b>Net Sales(*)</b>	<b>1.222.691.402</b>	<b>448.802.171</b>	<b>169.229.305</b>	<b>240.304.638</b>
Cost of Finished Goods Sold (-)(**)	(576.723.061)	(282.880.589)	(51.285.516)	(193.077.818)
Cost of Services Sold (-)(***)	(524.745.413)	(90.820.319)	(69.257.893)	(16.740.295)
<b>Cost of Sales(-)</b>	<b>(1.101.468.474)</b>	<b>(373.700.908)</b>	<b>(120.543.409)</b>	<b>(209.818.113)</b>
<b>Gross Profit / (Loss)</b>	<b>121.222.928</b>	<b>75.101.263</b>	<b>48.685.896</b>	<b>30.486.525</b>

(\*) Cost of licenses sold by the Company to its customers.

(\*\*)The details of cost of services sold are given below.

<b>Cost of Service Sold Detail (*)</b>	<b>1.01.2023</b>	<b>1.01.2022</b>	<b>1.07.2023</b>	<b>1.07.2022</b>
	<b>30.09.2023</b>	<b>30.09.2022</b>	<b>30.09.2023</b>	<b>30.09.2022</b>
Personnel Wage Expenses	(53.711.001)	(27.052.651)	(21.240.191)	(9.744.416)
Consultancy Expenses	(48.182.665)	(30.714.036)	(29.986.133)	(2.664.025)
Stamp Duty Expenses	(2.790.237)	(1.841.927)	(374.564)	(798.847)
Depreciation Expenses	(3.725.041)	(2.423.435)	(1.587.180)	(890.913)
License Maintenance Support Expenses	(413.573.237)	(27.294.406)	(14.487.902)	(3.423.501)

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023**  
**(Amounts expressed in Turkish Lira (TL))**

Other Expenses	(2.763.232)	(1.225.861)	(1.581.923)	239.332
<b>Total</b>	<b>(524.745.413)</b>	<b>(90.820.319)</b>	<b>(69.257.893)</b>	<b>(16.740.295)</b>

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))****NOTE 33 - RESEARCH AND DEVELOPMENT EXPENSES, MARKETING, SELLING AND DISTRIBUTION EXPENSES , GENERAL ADMINISTRATIVE EXPENSES**

	<b>1.01.2023</b>	<b>1.01.2022</b>	<b>1.07.2023</b>	<b>1.07.2022</b>
	<b>30.09.2023</b>	<b>30.09.2022</b>	<b>30.09.2023</b>	<b>30.09.2022</b>
General Administrative Expenses (-)	(23.042.656)	(12.354.795)	(10.276.486)	(5.382.236)
Marketing Expenses (-)	(2.900.767)	(344.157)	(1.287.107)	(115.791)
Research and Development Expenses (-)	(52.598.652)	(23.605.759)	(23.116.716)	(8.558.406)
<b>Total</b>	<b>(78.542.075)</b>	<b>(36.304.711)</b>	<b>(34.680.309)</b>	<b>(14.056.433)</b>

<b>a) General Administrative Expenses Detail</b>	<b>1.01.2023</b>	<b>1.01.2022</b>	<b>1.07.2023</b>	<b>1.07.2022</b>
	<b>30.09.2023</b>	<b>30.09.2022</b>	<b>30.09.2023</b>	<b>30.09.2022</b>
Personnel Expenses	(8.989.040)	(7.298.885)	(3.430.764)	(4.192.155)
Depreciation Expenses	(1.377.201)	(550.105)	(586.793)	(256.463)
Taxes, Duties and Fees	(244.108)	(298.332)	(176.754)	(26.626)
Consultancy and Consultancy Expenses	(1.043.691)	(293.639)	(271.555)	(186.237)
Representation and Hospitality Expenses	(425.830)	(280.754)	(232.079)	(68.435)
Attendance Right	(627.361)	(733.572)	-	(335.526)
Travel, Accommodation, Food Expenses	(648.564)	(194.879)	(255.118)	(27.580)
Operating Expenses	(3.323.516)	(620.548)	(2.263.435)	(196.170)
Vehicle and Fuel Expenses	(737.245)	(471.493)	(56.793)	(191.991)
Dues and Membership Expenses	(50.167)	(658.893)	-	(225.682)
Miscellaneous Expenses	(5.575.933)	(953.695)	(3.003.195)	324.629
<b>Total</b>	<b>(23.042.656)</b>	<b>(12.354.795)</b>	<b>(10.276.486)</b>	<b>(5.382.236)</b>

<b>Marketing Expenses Detail (*)</b>	<b>1.01.2023</b>	<b>1.01.2022</b>	<b>1.07.2023</b>	<b>1.07.2022</b>
	<b>30.09.2023</b>	<b>30.09.2022</b>	<b>30.09.2023</b>	<b>30.09.2022</b>
Personnel Wage Expenses	(774.511)	(91.526)	(438.576)	-
Representation and Hospitality Expenses	(139.438)	(9.745)	(61.311)	-
Advertising and Promotion Expenses	(1.640.187)	(209.884)	(508.685)	(115.791)
Other Expenses	(346.631)	(33.002)	(278.535)	-
<b>Total</b>	<b>(2.900.767)</b>	<b>(344.157)</b>	<b>(1.287.107)</b>	<b>(115.791)</b>

<b>c-Research and Development Expenses</b>	<b>1.01.2023</b>	<b>1.01.2022</b>	<b>1.07.2023</b>	<b>1.07.2022</b>
	<b>30.09.2023</b>	<b>30.09.2022</b>	<b>30.09.2023</b>	<b>30.09.2022</b>
Personnel Expenses	(49.084.442)	(21.044.600)	(21.741.340)	(8.754.441)
Depreciation Expenses	(2.823.863)	(2.219.609)	(953.136)	(766.507)
Other Expenses	(690.347)	(341.550)	(422.240)	962.542
<b>Total</b>	<b>(52.598.652)</b>	<b>(23.605.759)</b>	<b>(23.116.716)</b>	<b>(8.558.406)</b>

**NOTE 34 - EXPENSES BY NATURE**

	<b>1.01.2023</b>	<b>1.01.2022</b>	<b>1.07.2023</b>	<b>1.07.2022</b>
<b>a-Depreciation and Amortization Expenses (-)</b>	<b>30.09.2023</b>	<b>30.09.2022</b>	<b>30.09.2023</b>	<b>30.09.2022</b>
Service Cost	(3.725.041)	(734.519)	(1.587.180)	(890.913)
General Administrative Expenses	(1.377.201)	(166.916)	493.526	(712.968)
Research and Development Expenses	(2.804.620)	(723.998)	(2.014.212)	(256.463)
<b>Total</b>	<b>(7.906.862)</b>	<b>(1.625.433)</b>	<b>(3.107.866)</b>	<b>(1.860.344)</b>

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

	<b>1.01.2023</b>	<b>1.01.2022</b>	<b>1.07.2023</b>	<b>1.07.2022</b>
	<b>30.09.2023</b>	<b>30.09.2022</b>	<b>30.09.2023</b>	<b>30.09.2022</b>
<b>b-Personnel Expenses (-)</b>				
Service Cost	(53.711.001)	(8.714.628)	(21.240.191)	(9.744.416)
Research and Development Expenses	(49.084.442)	(5.776.906)	(21.741.340)	(8.754.441)
General Administrative Expenses	(8.989.040)	(1.205.785)	(3.430.764)	(4.192.155)
Marketing Expenses	(774.511)	(91.526)	(438.576)	-
<b>Total</b>	<b>(112.558.994)</b>	<b>(15.788.845)</b>	<b>(46.850.871)</b>	<b>(22.691.012)</b>

**NOTE 35 - OTHER OPERATING INCOME AND EXPENSES**

	<b>1.01.2023</b>	<b>1.01.2022</b>	<b>1.07.2023</b>	<b>1.07.2022</b>
	<b>30.09.2023</b>	<b>30.09.2022</b>	<b>30.09.2023</b>	<b>30.09.2022</b>
<b>a-Other Operating Income</b>				
Foreign Exchange Gain from Operating Activities	30.026.527	11.107.902	(4.356.992)	2.094.989
Provisions for Uncollectible Provisions	326.922	432.856	108.321	78.969
Other Extraordinary Income and Profit	756.579	763.264	143.239	217.853
<b>Total</b>	<b>31.110.028</b>	<b>12.304.022</b>	<b>(4.105.432)</b>	<b>2.391.811</b>

	<b>1.01.2023</b>	<b>1.01.2022</b>	<b>1.07.2023</b>	<b>1.07.2022</b>
	<b>30.09.2023</b>	<b>30.09.2022</b>	<b>30.09.2023</b>	<b>30.09.2022</b>
<b>b-Other Operating Expenses</b>				
Foreign Exchange Expense from Operating Activities	(4.078.326)	(17.378.803)	(1.733.020)	(3.268.667)
Provision Expenses	(1.483.371)	(240.974)	(1.366.142)	965.596
Additional Tax (paid under Law No. 7440)	(4.275.284)	-	(4.275.284)	-
Other Expenses	(1.492.585)	(454.228)	2.610.996	855.290
<b>Total</b>	<b>(11.329.566)</b>	<b>(18.074.005)</b>	<b>(4.763.450)</b>	<b>(1.447.781)</b>

**NOTE 36-INCOME FROM INVESTING ACTIVITIES**

	<b>1.01.2023</b>	<b>1.01.2022</b>	<b>1.07.2023</b>	<b>1.07.2022</b>
	<b>30.09.2023</b>	<b>30.09.2022</b>	<b>30.09.2023</b>	<b>30.09.2022</b>
<b>a-Income from Investment Activities</b>				
Financial Investments Valuation Difference	112.065	384.097	-	(518.940)
Currency Protected Deposit Income	19.339.753	-	17.215.100	-
Fixed Asset Sales Revenue	-	329.842	-	79.630
Gain on Sale of Securities	-	793.614	-	793.614
<b>Total</b>	<b>19.451.818</b>	<b>1.507.553</b>	<b>17.215.100</b>	<b>354.304</b>

**NOTE 37-EXPENSES FROM INVESTING ACTIVITIES**

The Group has no expenses from investing activities as of the balance sheet date (December 31, 2022 - None).

**NOTE 38-FINANCING INCOME**

	<b>1.01.2023</b>	<b>1.01.2022</b>	<b>1.07.2023</b>	<b>1.07.2022</b>
	<b>30.09.2023</b>	<b>30.09.2022</b>	<b>30.09.2023</b>	<b>30.09.2022</b>
Interest Income	3.103.617	6.134.659	(1.705.306)	636.168
Foreign Exchange Gain	40.230.821	17.566.475	11.834.274	5.710.163
<b>Total</b>	<b>43.334.438</b>	<b>23.701.134</b>	<b>10.128.968</b>	<b>6.346.331</b>

**NOTE 39-FINANCING EXPENSES**

	<b>1.01.2023</b>	<b>1.01.2022</b>	<b>1.07.2023</b>	<b>1.07.2022</b>
	<b>30.09.2023</b>	<b>30.09.2022</b>	<b>30.09.2023</b>	<b>30.09.2022</b>
Foreign Exchange Expense	(376.224)	(498.715)	-	233.609
Interest Expenses	(2.516.632)	(1.774.177)	(353.415)	(321.551)

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

<b>Total</b>	<b>(2.892.856)</b>	<b>(2.272.892)</b>	<b>(353.415)</b>	<b>(87.942)</b>
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**NOTE 40-CURRENT ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS**

As of the balance sheet date, the Group has no non-current assets held for sale and discontinued operations. (31 December 2022- None.)

**NOTE 41- ANALYSIS OF OTHER COMPREHENSIVE INCOME****Gain/Loss on Remeasurement of Defined Benefit Plans**

	<b>30.09.2023</b>	<b>31.12.2022</b>
Handover	(2.723.583)	(297.659)
Actuarial Gain/Loss	(674.917)	(2.958.444)
Deferred Tax Asset	155.231	532.520
<b>Net Actuarial Gain/Loss</b>	<b>(3.243.269)</b>	<b>(2.723.583)</b>

**NOTE 42-TAX PROVISIONS AND LIABILITIES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES)**

	<b>30.09.2023</b>	<b>31.12.2022</b>
Current Period Legal Tax Provision	19.578.724	12.397.884
Prepaid Taxes (-)	(14.306.932)	(6.448.791)
<b>Total Net Tax Payable</b>	<b>5.271.792</b>	<b>5.949.093</b>

	<b>1.01.2023</b>	<b>1.01.2022</b>	<b>1.07.2023</b>	<b>1.07.2022</b>
<b>Tax Expense in the Statement of Profit or Loss</b>	<b>30.09.2023</b>	<b>30.09.2022</b>	<b>30.09.2023</b>	<b>30.09.2022</b>
Current Period Legal Tax Provision (-)	(19.578.724)	(6.399.327)	(5.278.262)	(1.458.471)
Deferred Tax Income / (Expense)	5.067.295	(833.295)	1.394.191	(1.040.099)
<b>Total Tax Expense</b>	<b>(14.511.429)</b>	<b>(7.232.622)</b>	<b>(3.884.071)</b>	<b>(2.498.570)</b>

**A. Current Period Profit Tax Liability**

The Group is subject to corporate tax in Turkey. Provision is made in the accompanying financial statements for the estimated charge based on the Company's results for the current period.

Corporate tax is payable on the total income of the companies after a d j u s t i n g for certain disallowable expenses, corporate income tax exemptions (such as participation exemption) and corporate income tax deductions (s u c h a s research and development deductions). Prior years' losses, which are deducted from the corporate tax base, can be carried forward for a maximum of 5 years to be deducted from future taxable income. However, losses cannot be deducted retrospectively from the profits of previous years. In addition, advance tax is calculated and accrued quarterly at the corporate tax rate.

Corporate tax rate for 2023 is 25% (December 31, 2022 - 23%)

With the 6th paragraph added to Article 32 of the Corporate Tax Law with the Law No. 7256, the corporate tax rate is reduced by 2 points for the corporate earnings of the corporations whose shares are offered to the public at a rate of at least 20% to be traded for the first time in the Borsa Istanbul Equity Market for 5 accounting periods starting from the accounting period in which the shares are offered to the public for the first time.

After the reduced corporate tax (2 points corporate tax deduction), 23% rate is used in deferred tax calculation.

**B. Deferred Tax Assets and Liabilities**



**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

The Group recognizes deferred tax assets and liabilities based upon temporary differences arising between its financial statements as reported for TAS purposes and its statutory tax financial statements. These differences usually result in the recognition of revenue and expenses in different reporting periods for the financial statements prepared in accordance with TAS and tax legislation.

The items that constitute the basis for deferred tax and corporate tax are as follows

<b>Deferred Tax - Temporary Differences:</b>	<b>30.09.2023</b>	<b>31.12.2022</b>
a-Prepaid Expenses	(43.512.447)	(473.645.532)
b-Right of Use Assets	3.483.704	2.228.663
c-Provision for Employment Termination Benefits	8.948.775	6.002.209
d-Trade Receivables and Payables	3.198.075	1.886.755
e-Material and Intangible Fixed Assets. Related Adjustments.	(5.653.161)	(7.144.632)
f-Sale of Goods and Services. Sales of Goods and Services. Adjustments Related to Contracts for Sale of Goods and Services.	71.821.180	477.031.096
g-Payables from Leasing Transactions	(2.858.469)	(1.760.117)
h-Leave Provisions	3.211.675	970.940
i-Adjustments Related to Provisions for Expenses.	(15.501.737)	(5.714.689)
j-Other	(516.764)	84.703
<b>Total</b>	<b>22.620.831</b>	<b>(60.604)</b>

	<b>30.09.2023</b>	<b>31.12.2022</b>
<b>Deferred Tax Assets/(Liabilities):</b>		
a-Prepaid Expenses	(10.007.863)	(85.256.196)
b-Right of Use Assets	801.252	401.159
c-Provision for Employment Termination Benefits	2.058.218	1.080.398
d-Trade Receivables and Payables	735.557	339.616
e-Material and Intangible Fixed Assets. Related Adjustments.	(1.300.227)	(1.294.861)
f-Sale of Goods and Services. Sales of Goods and Services. Adjustments Related to Contracts for Sale of Goods and Services.	16.518.871	85.865.597
g-Payables from Leasing Transactions	(657.448)	(316.821)
h-Leave Provisions	738.685	174.769
i-Adjustments Related to Provisions for Expenses.	(3.565.400)	(1.028.644)
j-Other	(118.854)	15.248
<b>Total</b>	<b>5.202.791</b>	<b>(19.735)</b>

As of September 30, 2023 and December 31, 2022, the movement of deferred tax assets / (liabilities) is as follows

	<b>30.09.2023</b>	<b>31.12.2022</b>
January 1 Balance	(19.735)	(1.132.680)
Current Period Deferred Tax Income/Expense	5.067.295	580.425
Reflected in Comprehensive Income. Actuarial Gain/Loss	155.231	532.520
<b>Total</b>	<b>5.202.791</b>	<b>(19.735)</b>

**NOTE 43-EARNINGS PER SHARE**

As of the current and prior periods, the number of shares and profit/loss per share calculations are as follows

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

	<b>30.09.2023</b>	<b>30.09.2022</b>
Net Profit/Loss for the Period	92.248.413	49.555.839
Number of shares	26.000.000	26.000.000
<b>Profit/loss per share</b>	<b>3,55</b>	<b>1,91</b>

**NOTE 44 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS**

The principal financial instruments used by the Group are bank borrowings, cash and short-term bank deposits. The main purpose of using these instruments is to raise finance for the Company's operations. The Company also has financial instruments that arise directly from operations, such as trade receivables and trade payables. The risks arising from the instruments used are foreign currency risk, interest rate risk, credit risk and liquidity risk. The Company management manages these risks as set out below.

**a) Capital Risk Management:**

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and reduce the cost of capital.

The Group's cost of capital and the risks associated with each class of capital are assessed by senior management. Based on the senior management's assessment, the Group aims to stabilize its capital structure through the payment of dividends and the issuance of new shares, as well as through the acquisition of new debt or the repayment of existing debt.

The Group monitors capital using the debt/total equity ratio. This ratio is calculated as net debt divided by total equity. Net debt is calculated by deducting cash and cash equivalents from total debt (which includes borrowings and trade payables as shown in the balance sheet).

Net debt/total equity ratio as of the end of the period is as follows:

	<b>30.09.2023</b>	<b>31.12.2022</b>
Total Debt	167.184.655	659.803.011
Less: Cash and Cash Equivalents	130.181.955	236.681.036
Net Debt	37.002.700	423.121.975
Total Shareholders' Equity	302.868.390	225.166.707
<b>Net Debt /Total Equity Ratio</b>	<b>0,12</b>	<b>1,88</b>

**b) Credit and Receivables Risk Management:**

Credit risk is the risk that a customer or counterparty will not fulfill its contractual obligations. Receivables risk is the risk of holding financial assets and the risk that the counterparty will not fulfill the requirements of the agreement. The Partnership's credit and receivables risk arises mainly from its trade receivables. The Group management covers these risks by limiting the average risk for each counterparty (except related parties) in each agreement and by obtaining collateral if necessary.

Trade receivables are evaluated by the Group management based on past experience and the current economic situation and are presented net in the balance sheet after an allowance for doubtful receivables and an allowance for expected credit losses, where appropriate.

The Group has applied the simplified approach specified in TFRS 9 for the calculation of the expected credit loss allowance for trade receivables. This approach permits the application of a lifetime expected credit loss allowance for all trade receivables. The Group has grouped its trade receivables by maturity to measure expected credit losses. Using past credit loss experience, an expected credit loss rate is calculated for trade receivables and the expected credit loss allowance is calculated by multiplying the rate by the total amount of trade receivables.

September 30, 2023	Receivables				Deposits in Banks	Cash and Cash Equivalents
	Trade Receivables		Other Receivables			
	Related Party	Other Party	Related Party	Other Party		
<b>Maximum credit risk exposure as of reporting date (A+B+C+D)</b>	<b>36.274</b>	<b>72.122.780</b>	<b>41.949.599</b>	<b>25.678.823</b>	<b>130.181.465</b>	<b>490</b>
- The portion of maximum risk under guarantee with collaterals, etc.	-	-	-	-	-	-

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

A. Net book value of financial assets that are neither past due nor impaired value	36.274	58.011.147	41.949.599	25.678.823	130.181.465	490
B. Net book value of assets that are past due but not impaired	-	14.111.633	-	-	-	-
C. Net book value of impaired assets						
- Past due (Gross Book Value)	-	197.398	-	-	-	-
- Impairment (-)	-	(197.398)	-	-	-	-
- Not past due (Gross Book Value)						
- Impairment (-)						
Net worth secured by guarantees, collaterals, etc. part						

December 31, 2022	Receivables				Deposits in Banks	Cash and Cash Equivalents
	Trade Receivables		Other Receivables			
	Related Party	Other Party	Related Party	Other Party		
<b>Maximum credit risk exposure as of reporting date (A+B+C+D)</b>	-	<b>104.788.021</b>	<b>466.305</b>	<b>1.431.457</b>	<b>236.679.602</b>	<b>1.434</b>
- The part of maximum risk under guarantee with collaterals, etc.	-	-	-	-	-	-
A. Net book value of financial assets that are neither past due nor impaired	-	96.672.981	466.305	1.431.457	236.679.602	1.434
B. Net book value of assets that are past due but not impaired	-	8.115.039	-	-	-	-
C. Net book value of impaired assets						
- Past due (Gross Book Value)	-	197.398	-	-	-	-
- Impairment (-)	-	(197.398)	-	-	-	-
- Not overdue (Gross Book Value)						
- Impairment (-)						
Net worth with collateral,						

**VBT YAZILIM A.Ş.**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023**  
**(Amounts expressed in Turkish Lira (TL))**

etc.							
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**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

secured part					
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The table below shows the age of assets that are past due but not impaired:

September 30, 2023	Receivables	
	Trade Receivables	Other Receivables
1-30 days past due	3.331.183	
1-3 months past due	6.634.322	
3-12 months past due	4.146.128	
1-5 years past due	-	
More than 5 years past due		
<b>Total</b>		

December 31, 2022	Receivables	
	Trade Receivables	Other Receivables
1-30 days past due	3.251.596	-
1-3 months past due	4.428.712	-
3-12 months past due	434.731	-
1-5 years past due		-
More than 5 years past due		-
<b>Total</b>	<b>8.115.039</b>	-

**c) Liquidity Risk Management:**

The Group has the right to use banks, vendors and shareholders as a source of funding. The Company continuously assesses liquidity risk by identifying and monitoring changes in the funding requirements necessary to achieve the objectives set out in its strategy.

Contractual maturities	Book Value	Total contractual cash outflows (=I+II+III+IV)	Less than 3 months (I)	3-12 months between (II)	1-5 years (III)
<b>Non-Derivative Financial Liabilities</b>					
Bank Loans	950.331	950.331	344.953	605.378	-
Payables from Leasing Transactions	4.719.500	6.309.402	745.647	1.764.431	3.799.324
Trade Payables	46.423.269	46.423.269	46.423.269	-	-
Other Payables	9.786.806	9.786.806	9.786.806	-	-
Employee Health Benefit. Covered. Payables	11.293.766	11.293.766	11.293.766	-	-
<b>Total Liabilities</b>	<b>73.173.672</b>	<b>74.763.574</b>	<b>68.594.441</b>	<b>2.369.809</b>	<b>3.799.324</b>

**December 31, 2022**

Contractual maturities	Notebook Value	Total contractual cash outflows (=I+II+III+IV)	Less than 3 months (I)	3-12 months between (II)	1-5 years (III)
<b>Non-Derivative Financial Liabilities</b>					

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023**  
**(Amounts expressed in Turkish Lira (TL))**

Bank Loans	2.321.656	2.580.246	772.311	1.186.619	621.316
Payables from Leasing Transactions	3.247.642	4.724.395	337.253	1.015.415	3.371.726

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

Other Financial Liabilities	908.926	908.926	908.926	-	-
Trade Payables	124.653.957	124.653.957	124.653.957	-	-
Other Payables	30.150.925	30.150.925	30.150.925	-	-
Employee Health Benefit. Covered. Payables	4.934.158	4.934.158	4.934.158	-	-
<b>Total Liabilities</b>	<b>166.217.264</b>	<b>167.952.607</b>	<b>161.757.531</b>	<b>2.202.034</b>	<b>3.993.042</b>

**d) Market and Foreign Exchange Risk Management:**

The Group is exposed to foreign exchange risk as a significant portion of its sales are denominated in foreign currencies and indexed to foreign currencies and its trade payables are also denominated in foreign currencies. In order not to be affected by exchange rate risk, the Group values its assets in the same foreign currency as its liabilities to the extent possible and makes its contracts accordingly.

Price changes in the sector and market conditions are regularly monitored and necessary price adjustments are made immediately.

In the current year, the Group's exposure to market risks or the manner in which it manages and measures those risks is the same as in previous years.

As of September 30, 2023 and December 31, 2022, the Group's foreign assets and liabilities are denominated in original and Turkish Lira

The foreign currency position tables in terms of currencies are as follows;

<b>SEPTEMBER 30, 2023</b>	<b>Turkish Lira Equivalent (Functional currency)</b>	<b>USA Dollar</b>	<b>Euro</b>	<b>GBP</b>
1. Trade Receivables	40.053.055	1.447.870	14.300	-
2a. Monetary Financial Assets (including cash and bank accounts)	94.012.285	2.046.897	1.299.472	7.487
2b. Non-monetary Financial Assets	-	-	-	-
3. Other	5.777.853	211.050	-	-
4. Current Assets (1+2+3)	139.843.193	3.705.817	1.313.772	7.487
5. Trade Receivables	-	-	-	-
6a. Monetary Financial Assets	-	-	-	-
6b. Non-monetary Financial Assets	684.418	25.000	-	-
7. Other	-	-	-	-
8. Fixed Assets (5+6+7)	684.418	25.000	-	-
9. Total Assets (4+8)	140.527.611	3.730.817	1.313.772	7.487
10. Trade Payables	38.575.358	1.409.058	-	-
11. Financial Liabilities	-	-	-	-
12a. Other Monetary Liabilities	13.295.811	483.827	-	1.500
12b. Other Non-Monetary Liabilities	-	-	-	-
13. Short Term Liabilities (10+11+12)	51.871.169	1.892.885	-	1.500
14. Trade Payables	-	-	-	-
15. Financial Liabilities	-	-	-	-
16 a. Other Monetary Liabilities	-	-	-	-
16 b. Other Non-Monetary Liabilities	-	-	-	-
17. Long Term Liabilities (14+15+16)	-	-	-	-
18. Total Liabilities (13+17)	51.871.169	1.892.885	-	1.500





**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

19. Net Asset / (Liability) Position of Foreign Currency Derivative Instruments Off Statement of Financial Position (19a-19b)	-	-	-	-
19a. Amount of Off-Statement of Financial Position Foreign Currency Derivative Instruments with Active Characteristics	-	-	-	-
19b. Amount of Off-Statement of Financial Position Foreign Currency Derivative Instruments with Passive Characteristics	-	-	-	-
20. Net Foreign Currency Asset / (Liability) Position (9-18+19)	88.656.442	1.837.932	1.313.772	5.987
21. Net Foreign Currency Assets / (Liabilities) on Monetary Items Position (TFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)*	82.194.171	1.601.882	1.313.772	5.987
22. Total Fair Value of Financial Instruments Used for Hedging Foreign Exchange	-	-	-	-
23. Amount of Hedged Portion of Foreign Currency Assets**	-	-	-	-
24. Amount of Hedged Portion of Foreign Currency Liabilities***	-	-	-	-
25. Export	1.389.300	45.000	14.301	5.500
26. Import	397.218.438	86.890.870	59.839	-

<b>FOREIGN CURRENCY POSITION TABLE</b>			
<b>31 DECEMBER 2022</b>	<b>Turkish Lira Equivalent (Functional currency)</b>	<b>US Dollar</b>	<b>Euro</b>
1. Trade Receivables	13.436.505	718.595	-
2a. Monetary Financial Assets (including cash and bank accounts)	214.057.189	9.681.000	1.657.342
2b. Non-monetary Financial Assets	-	-	-
3. Other	1.404.489	25.005	47.000
4. Current Assets (1+2+3)	228.898.183	10.424.600	1.704.342
5. Trade Receivables	-	-	-
6a. Monetary Financial Assets	-	-	-
6b. Non-monetary Financial Assets	-	-	-
7. Other	-	-	-
8. Fixed Assets (5+6+7)	-	-	-
9. Total Assets (4+8)	228.898.183	10.424.600	1.704.342
10. Trade Payables	123.300.399	6.485.575	101.890
11. Financial Liabilities	-	-	-
12a. Other Monetary Liabilities	3.739.660	200.000	-
12b. Other Non-Monetary Liabilities	-	-	-
13. Short Term Liabilities (10+11+12)	127.040.059	6.685.575	101.890
14. Trade Payables	-	-	-

**VBT YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

15. Financial Liabilities	-	-	-
16 a. Other Monetary Liabilities	-	-	-
16 b. Other Non-Monetary Liabilities	-	-	-
17. Long Term Liabilities (14+15+16)	-	-	-
18. Total Liabilities (13+17)	127.040.059	6.685.575	101.890
19. Net Asset / (Liability) Position of Foreign Currency Derivative Instruments Off Statement of Financial Position (19a-19b)	-	-	-
19a. Amount of Off-Statement of Financial Position Foreign Currency Derivative Instruments with Active Characteristics	-	-	-
19b. Amount of Off-Statement of Financial Position Foreign Currency Derivative Instruments with Passive Characteristics	-	-	-
20. Net Foreign Currency Asset / (Liability) Position (9- 18+19)	101.858.124	3.739.025	1.602.452
21. Net Foreign Currency Assets / (Liabilities) on Monetary Items Position (TFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)*	100.453.635	3.714.020	1.555.452
22. Total Fair Value of Financial Instruments Used for Hedging Foreign Exchange	-	-	-
23. Amount of Hedged Portion of Foreign Currency Assets**	-	-	-
24. Amount of Hedged Portion of Foreign Currency Liabilities***	-	-	-
25. Export			
26. Import	196.701.287	11.080.744	108.490

(\*) In parallel with the Group's imports, a large portion of domestic sales are indexed to foreign currency and these amounts are not included in exports.

As of September 30, 2023 and December 31, 2022, based on the balance sheet position as of September 30, 2023 and December 31, 2022, assuming that Turkish Lira would appreciate/depreciate by 10% against USD and Euro with all other variables held constant, gross profit would be higher/lower by TL 8.219.417 (December 31, 2022-TL 10.045.364.364) as a result of foreign exchange gains on assets and liabilities denominated in USD, Euro and GBP as shown in the Foreign Exchange Rate Sensitivity Analysis Table below.

<b>Exchange Rate Sensitivity Analysis Table</b>		
	<b>Current Period Profit/Loss</b>	
	<b>Appreciation of foreign currency</b>	<b>Depreciation of foreign currency</b>
<b>SEPTEMBER 30, 2023</b>		
<b>If the US Dollar exchange rate changes by 10%:</b>		
1- USD net asset/liability	4.385.425	(4.385.425)
2- US Dollar hedged portion (-)		
<b>3- USD Net Effect (1+2)</b>	<b>4.385.425</b>	<b>(4.385.425)</b>
<b>If the Euro exchange rate changes by 10%:</b>		
4- Euro net asset/liability	3.813.947	(3.813.947)
5- Euro hedged portion (-)		
<b>6- Euro Net Effect (4+5)</b>	<b>3.813.947</b>	<b>(3.813.947)</b>
<b>If the exchange rate of the British Pound changes by 10%:</b>		
7- GBP net asset/liability	20.045	(20.045)

**VB T YAZILIM A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

8- GBP hedged portion (-)		
<b>9- GBP Net Impact (7+8)</b>	<b>20.045</b>	<b>(20.045)</b>
<b>TOTAL (3+6+9)</b>	<b>8.219.417</b>	<b>(8.219.417)</b>

<b>Exchange Rate Sensitivity Analysis Table</b>		
	<b>Prior Period</b>	
	<b>Profit/Loss</b>	
<b>31 DECEMBER 2022</b>	<b>Appreciation of foreign currency</b>	<b>Depreciation of foreign currency</b>
<b>If the US Dollar exchange rate changes by 10%:</b>		
1- USD net asset/liability	6.944.586	(6.944.586)
2- US Dollar hedged portion (-)		
<b>3- USD Net Effect (1+2)</b>	<b>6.944.586</b>	<b>(6.944.586)</b>
<b>If the Euro exchange rate changes by 10%:</b>		
4- Euro net asset/liability	3.100.778	(3.100.778)
5- Euro hedged portion (-)		
<b>6- Euro Net Effect (4+5)</b>	<b>3.100.778</b>	<b>(3.100.778)</b>
<b>TOTAL (3+6+9)</b>	<b>10.045.364</b>	<b>(10.045.364)</b>

**e) Interest Rate Risk Management and Interest Rate Sensitivity**

The Group is exposed to interest rate risk through the impact of rate changes on interest bearing assets and interest bearing liabilities. This risk is managed by balancing the amount and maturity of interest rate sensitive assets and liabilities on the balance sheet or by using derivative instruments when necessary. In this context, great importance is attached to the fact that not only the maturities but also the interest renewal periods of receivables and payables are similar. In order to minimize the impact of interest rate fluctuations in the market on financial liabilities, the "fixed interest rate/variable interest rate", "short term/long term" and "TL/foreign currency" balance of these liabilities are structured in harmony with the asset structure. Since the interest rates of the Company's borrowings will remain fixed until maturity, no interest rate risk has been calculated in this period.

**NOTE 45 - FINANCIAL INSTRUMENTS**

The Group has no financial instruments as of the balance sheet date (December 31, 2022 - None).

**NOTE 46- EVENTS AFTER THE BALANCE SHEET DATE**

An agreement was reached between VBT Yazılım A.Ş. and NEO PORTFÖY YÖNETİMİ A.Ş. to establish a Venture Capital Investment Fund (VCIF) to invest in initiatives that are in line with the business models and strategic focus areas of the company.

VBT Yazılım A.Ş. has reached an agreement with one of the largest private banks in Turkey for "Main System Data Storage Systems and Additional Capacity Procurement". The total value of this contract is USD 3.995.472 (Approximately TL 120 million) and delivery will be realized by the end of this year.

**NOTE 47-OTHER MATTERS****a- Financial Statement Disclosures:**

-As of September 30, 2023, the total insurance amount of assets (excluding vehicle insurances) is TL 5.188.080. Vehicles are insured at fair value.

-As of December 31, 2022, the total insurance amount of assets (excluding vehicle insurances) is TL 5.188.080. Vehicles are insured at fair value.

**b- Reclassifications to Prior Period Financial Statements and Their Qualifications**

Comparative figures are reclassified, where necessary, to conform to the presentation of the current period financial statements.

**VBT YAZILIM A.Ş.**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF SEPTEMBER 30, 2023  
(Amounts expressed in Turkish Lira (TL))**

**c- Significant Accounting Policies**

The Company's significant accounting policies related to financial instruments are disclosed in Note 2, Financial Instruments.