

Alarko Holding A.Ş. ("ALARK")

Alarko Holding A.Ş. (BIST: ALARK), one of the most respected conglomerates of the Turkish economy with its leading brands, extensive knowledge and experience in various fields, today announces its financial results for the second quarter of 2025.

Comments from the CEO of Alarko Holding

Umit Nuri Yildiz, CEO of Alarko Holding, commented:

"Dear Stakeholders,

We have concluded the second quarter of 2025 in a period marked by ongoing uncertainties in the local and global economies, while new opportunities have simultaneously come to the forefront. In this environment, characterized by determined steps in the fight against inflation and a strengthening quest for stability in financial markets, Alarko Holding remains committed to a steady course. Guided by our strategic priorities, we continue to make confident strides through our agile operating model and robust financial structure.

During this period, our focus has been on enhancing operational efficiency, strengthening our cash flow, and investing in areas with high long-term growth potential across all our business lines. Our low debt-to-equity ratio and high liquidity continue to be our strongest shield against market volatility.

Within our energy segment, we are closely monitoring opportunities while bolstering our competitive edge through technology and efficiency-focused projects. In agriculture, we are contributing to both the national economy and food security through increased capacity utilization and sustainable production techniques. Our balanced portfolio across land development, industry, commerce, and tourism makes us more resilient to sectoral fluctuations.

Moving forward, our primary objective is to create long-term, stable value for our stakeholders by developing new projects centered on digital transformation, energy efficiency, and sustainability. To this end, our strategy focuses not only on today's conditions but also on the opportunities that will shape tomorrow.

We consider our sustainability transformation projects—carried out with the active participation of all our Group companies and from a "shared positive impact" perspective—as a vital element for increasing the efficiency of our business model and investments. Under our responsible communication policy, we prioritize effective and high-quality information flow, and we are enhancing our performance in global sustainability indices through tangible actions.

Furthermore, we are delighted that our investor relations efforts, driven by a commitment to transparency and communication quality, have been recognized and appreciated by capital market professionals from various geographies.

The success of Alarko Holding is built upon our deep-rooted corporate culture, strong financial discipline, and a skilled workforce composed of experts in their respective fields. We see it as our greatest responsibility to carry this journey, which began 70 years ago, into the future.

I extend my heartfelt gratitude to all the teams who are leaving a lasting mark on Alarko's future, our business partners, our investors, and our Board of Directors for their trust and support on this journey.

Here's to shaping a sustainable future together."

Summary Financials*

(TL mn)	Q2 2025	Q2 2024	Change	1H 2025	1H 2024	Change
Revenue	13,291	13,758	(3%)	22,478	25,151	(11%)
EBITDA	2,131	2,486	(14%)	4,073	4,631	(12%)
EBITDA Margin	16%	18%		18%	18%	
Net Profit	4,781	11,138	(57%)	14,941	9,546	(%57)

* The figures represent the combined figures with considering Alarko's stake in JV's before eliminations, while EBITDA as per company calculation.

Financial Highlights – Combined*

- Sales revenue came in at TL 13 bn, down by 3% in Q2 2025 over Q2 2024
- In Q2 2025, EBITDA came in at TL 2,1 bn, indicating an EBITDA margin of 16%
- Combined net profit came in at TL 4,8 bn in Q2 2025
- In Q2 2025, solo (holding only) net cash stands at TL 3,0 bn, whereas combined net debt stands at TL 16,0 bn

In the second quarter of 2025, combined revenue stood at TL 8 billion, marking a 3% decline year-on-year. The contraction was mainly driven by electricity price increases in the energy segment lagging behind inflation, as well as lower revenues from the Contracting business line.

The decline in comparable revenues from energy generation was largely due to the inflation adjustment of last year's figures, while spot electricity prices did not rise at the same pace. Conversely, the newly established Agriculture segment contributed positively to consolidated revenue thanks to higher capacity utilization.

Combined EBITDA came in at TL 2.1 billion in 2Q 2025, corresponding to an EBITDA margin of 16%.

Net profit for the quarter was TL 4.8 billion, compared to TL 11.1 billion in the same period of the previous year.

The share of energy in total combined revenue increased to 74% in 2Q 2025, up from 70% a year earlier.

Alarko Holding's total electricity generation rose by 14% year-on-year in 2Q 2025, primarily supported by higher output at the Cenal facility. During the quarter, reduced output from reservoir hydro power plants increased demand for other energy sources. Despite major maintenance works in one of the units at our Karabiga Imported Coal Power Plant, production rose by 15% during the period. In the first half of 2025, total electricity generation increased by 3% compared to the same period of 2024.

On a national level, Turkey's total electricity generation in 2Q 2025 increased by 0.5 percentage points compared to the same period last year.

At the Cenal thermal power plant, electricity generation reached 1,655,368 MWh in 2Q 2025, a 15% increase year-on-year. Production at Karakuz HPP rose by 3% to 38,060 MWh, while Gönen HPP generated 5,049 MWh during the quarter, with drought-driven low reservoir levels limiting production capacity.

Revenue from electricity generation declined by 8% year-on-year in 2Q 2025. The average electricity price in the quarter was TL 2,400 per MWh (USD 62), reflecting a 19% increase in TL terms, while remaining flat in USD terms. For the first half of 2025, the average electricity price stood at TL 2,410 (USD 65).

Revenue from the electricity distribution and retail segment amounted to TL 7.4 billion in 2Q 2025.

Overall energy revenues grew by 1% in the second quarter of 2025 compared to the same period of 2024.

EBITDA from electricity generation was TL 1.0 billion in 2Q 2025, down 8% year-on-year, while EBITDA from electricity distribution and retail operations reached TL 1.2 billion.

In total, the energy segment generated EBITDA of TL 2.2 billion in 2Q 2025, showing a limited decline compared to the same period of last year.

Contracting:

EBITDA from the Contracting business was -TL 277 million in 2Q 2025.

The Contracting Group recorded a net loss of TL 412 million during the quarter.

Land Development:

Revenue from the Land Development business reached TL 90 million in 2Q 2025.

EBITDA came in at TL 166 million, representing a 365% increase year-on-year.

Net profit for the quarter stood at TL 58 million.

Industry & Trade:

Revenue from the Industry & Trade segment amounted to TL 861 million in 2Q 2025, marking a 14% increase compared to 2Q 2024.

EBITDA was TL 82 million in the quarter.

Net loss narrowed to TL 25 million, compared to a loss of TL 100 million in the same period last year.

Tourism:

Revenue from the Tourism business reached TL 723 million in 2Q 2025.

EBITDA stood at TL 114 million, versus TL 144 million in 2Q 2024.

Net profit was TL 111 million, compared to TL 230 million in the prior-year quarter.

Agriculture:

Revenue from the Agriculture business reached TL 561 million in 2Q 2025.

EBITDA was TL 11 million during the quarter.

The segment reported a net loss of TL 1.2 billion in 2Q 2025.

Combined & Consolidated P&L *

Combined (TL mn) **	Q2 2025	Q2 2024	Change	2Ç 2025	2Ç 2024	Change
Revenue	13,291	13,758	(3%)	22,478	25,151	(11%)
EBITDA	2,131	2,486	(14%)	4,073	4,631	(12%)
EBITDA Margin	16%	18%		18%	18%	
Net Profit	4,781	11,138	(57%)	14,941	9,546	(%57)

Consolidated (TL mn) **	Q2 2025	Q2 2024	Change	2Ç 2025	2Ç 2024	Change
Revenue	2,297	3,126	(27%)	3,626	5,534	(34%)
EBITDA	(67)	448	-	76	1,293	-
EBITDA Margin	-	14%		2%	23%	
Net Profit	(844)	218	-	(3,331)	(1,648)	-

* TAS – 29 Applied

** The figures represent the combined figures with considering Alarko's stake in JV's and before eliminations

Consolidated B&S *

mn TL	2Q 2025	FY 2024	2Q25/FY24
Current Assets	20,206	22,681	-11%
Cash and Cash Equivalents	5,440	10,193	-47%
Financial Investments	6,615	5,577	19%
Trade Receivables	2,457	2,192	12%
Inventory	2,255	1,650	37%
Other	3,439	3,070	12%
Non-Current Assets	88,293	86,919	2%
Investments Evaluated by Equity Pick-Up Method	48,337	50,231	-4%
Investment Real Estate Properties	7,329	7,085	3%
Tangible Assets	21,104	17,323	22%
Other	11,524	12,280	-6%
Total Assets	108,499	109,600	-1%
Current Liabilities	21,335	22,207	-4%
Short Term Borrowings	9,799	8,675	13%
Short Term Portions of Long Term Borrowings	551	549	0%
Trade Payables	1,870	2,970	-37%
Payables from continuing Construction, Contracting and Service Contracts	1,022	522	96%
Other	8,093	9,491	-15%
Non-Current Liabilities	17,182	11,902	44%
Long Terms Borrowings	9,917	9,011	10%
Other Payables	5,267	845	523%
Deferred Tax	1,467	1,480	-1%
Other	531	566	-6%
Shareholder's Equity	69,981	75,491	-7%
Total Liabilities and Shareholder Equity	108,499	109,600	-1%

* TAS – 29, all figures are carried to current period

WEBINAR

The company plans to host a webinar for all stakeholders and interested parties on Tuesday, August 19th, 2025 at 06:00 PM (TRT) / 3:00 PM (GMT) / 11:00 AM (EDT).

Relevant material will be available at the Investor Relations section of the Company's website at <https://www.alarko.com.tr/en/investor-relations/presentations-releases/webcast-presentation>.

There will be an online presentation with regards to Q2 2025 Results and a Q&A session will be available following the result presentation. Questions should be submitted via the platform and presenters will respond in order.

Webinar Link: Please visit [Webinar Link](#).

ABOUT ALARKO HOLDING

Founded in 1954 and based in Istanbul, Alarko Holding A.Ş., together with its subsidiaries, is a prominent group of companies that contributes to Turkey's development in various sectors including energy, industry, trade, tourism, agriculture, real estate, contracting, investment, and aviation. With the aim of becoming an international portfolio company, Alarko Holding has diversified its investment areas, and all of its new investments are made with a focus on sustainability.

In the energy sector, the Holding operates in production and distribution and has recently ventured into energy storage. In addition to its contracting activities, under its Real Estate Group, the company develops commercial buildings, residential complexes, and satellite city projects. In tourism, the company operates under the Hillside brand with hotels, sports and spa centers, and movie theaters. With a long-standing partnership with American Carrier in the fields of heating, cooling, ventilation, and submersible pump manufacturing, Alarko Holding has factories in Gebze and Eskişehir. In 2023, in addition to its existing business areas, the company expanded into the agriculture, aviation, and investment sectors. In agriculture, Alarko Holding aims to become one of the leading corporate investors globally in modern greenhouse farming, utilizing geothermal energy-based, soil-less, innovative, and pesticide-free farming methods. The company is engaged in the production of micro-granular fertilizers, seeds, and dried food, and continues its activities in the agricultural sector with a 360-degree investment strategy. In the aviation sector, Alarko Holding has begun activities related to converting large-body passenger aircraft into cargo planes. Through its Investment Group, the company is making investments in venture capital (VC), private equity (PE), and publicly listed companies, aiming to reach new sectors and business areas and additionally, plans to make investments through partnerships with companies it is interested in.

SPECIAL NOTE REGARDING FORWARD-LOOKING STATEMENTS

This document may contain certain forward-looking statements concerning our future performance and should be considered as good faith estimates made by the Company. These forward-looking statements reflect management expectations and are based upon currently available data. Actual results are subject to future events and uncertainties, which could materially impact the Company's actual performance.

ENQUIRIES

For financial reports and further information regarding Alarko Holding, please visit our website at <https://www.alarko.com.tr/en/investor-relations/overview> or you may contact:

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