YERYÜZÜ ÇOCUKLARI DERNEĞİ

“CHILDREN OF EARTH ASSOCIATION”

JANUARY 1 – DECEMBER 31, 2022 NON-CONSOLİDATED FINANCIAL STATEMENTS TOGETHER WITH INDEPENDENT AUDITOR’S REPORT

(ENGLISH CONVENIENCE TRANSLATION OF INDEPENDENT AUDITORS’ REPORT AND NON-CONSOLİDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)

YERYÜZÜ ÇOCUKLARI DERNEĞİ

"CHILDREN OF EARTH ASSOCIATION"

INDEPENDENT AUDITORS' REPORT AS OF DECEMBER 31, 2022

To the Board of Directors of
Yeryüzü Çocukları Derneği
"Children of Earth Association"

A. Report on the Audit of the Financial Statements

1. Unqualified Opinion

In our opinion, the accompanying financial statements present fairly, in all material respects the financial position of Yeryüzü Çocukları Derneği ("the Association"), hereinafter, they shall all be referred to as the ‘’Association’’, as at December 31, 2022, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

We have audited the financial statements of the The Association, which comprise the statement of financial position as at December 31, 2022, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

2. Basis for Unqualified Opinion

Our audit was conducted in accordance with the Standards on Independent Auditing (the "SIA") that are part of Turkish Standards on Auditing issued by the Public Oversight Accounting and Auditing Standards Authority (the "POA"). Our responsibilities under these standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We hereby declare that we are independent of the Association in accordance with the Ethical Rules for Independent Auditors (the "Ethical Rules") and the ethical requirements regarding independent audit in regulations issued by POA that are relevant to our audit of the financial statements. We have also fulfilled our other ethical responsibilities in accordance with the Ethical Rules and regulations. We believe that the audit evidence we have obtained during the independent audit provides a sufficient and appropriate basis for our opinion.

3. Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. Key audit matters were addressed in the context of our independent audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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Key Audit Matters;	How the key audit matters has been addressed in our audit process;
Revenue As of December 31, 2022, Association has revenue amounting to 1.959.579 TL that has been accounted as ''revenue'' in profit and loss and other comprehensive income statament. The main revenue items of the Association consist of revenues from in-kind and cash donations. Due to the nature of the Association's activities and due to the fact that the amount of revenue is the result of a large number of transactions, this area has been considered as key audit matter	Audit procedures that we have performed are as below; -Evaluation of adequecy of managements accounting policies to IFRS. -Design and implementation of controls regarding the revenue process have been evaluated. Furthermore, sales and delivery procedures of the company have been analyzed. -Testing, on a sample basis, the revenue amounts accounted on a transaction basis have been tested, verified and vouched with the relevant supporting documents -The appropriateness of the informations in the financial statements stated in the explanatory notes and the importance of the informations disclosed for the users of financial statements has been taken into consideration and questioned by us.

4. Responsibilities of Management and Those Charged with Governance for the Financial Statements

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

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

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

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5. Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

Identify and assess the risks of material misstatement in the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Assess the internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our independent auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Association to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the Association audit. We remain solely responsible for our audit opinion.

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

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5. Auditor's Responsibilities for the Audit of the Financial Statements (Continued)

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

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

B. Other Responsibilities Arising From Regulatory Requirements

1. No matter has come to our attention that is significant according to subparagraph 4 of Article 402 of Turkish Commercial Code ("TCC") No. 6102 and that causes us to believe that the Company's bookkeeping activities concerning the period from 1 January to 31 December 2022 period are not in compliance with the TCC and provisions of the Company's articles of association related to financial reporting.

2. In accordance with subparagraph 4 of Article 402 of the TCC, the Board of Directors submitted the necessary explanations to us and provided the documents required within the context of our audit.

The engagement partner responsible for the audit resulting in this independent auditor’s report is Rafet Kalkan

İstanbul, Türkiye October 13, 2025
KAİZEN BAĞIMSIZ DENETİM A.Ş.

Rafet Kalkan
Partner

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“CHİLDREN OF EARTH ASSOCİATİON”
NON-CONSOLİDATED STATEMENTS OF FINANCIAL POSITION AS OF DECEMBER 31, 2022
(Amounts expressed in Turkish Lira (‘’TRY’’) unless otherwise stated)

Assets		**Audited** **Current Period** **December 31, 2022**	**Audited** **Previous Period** **December 31, 2021**	**Audited** **Previous Period** **December 31, 2020**
Current Assets		**1.049.496**	**395.296**	**119.977**
Cash and cash equivalents	3	880.620	373.888	98.767
Other receivables		-	1.062	1.160
- Other receivables from unrelated parties	5	-	1.062	1.160
Inventories	6	168.876	20.050	20.050
Other current assets	8	-	296	-
Non-Current Assets		**16.185**	**10.860**	**10.860**
Other receivables		5.325	-	-
- Other receivables from unrelated parties	5	5.325	-	-
Tangible fixed assets	9	10.860	10.860	10.860
Total Assets		**1.065.681**	**406.156**	**130.837**

YERYÜZÜ ÇOCUKLARI DERNEĞİ
“CHİLDREN OF EARTH ASSOCİATİON”
NON-CONSOLİDATED STATEMENTS OF FINANCIAL POSITION AS OF DECEMBER 31, 2022
(Amounts expressed in Turkish Lira (‘’TRY’’) unless otherwise stated)

Liabilities		Audited Current Period December 31, 2022	Audited Previous Period December 31, 2021	Audited Previous Period December 31, 2020
Current Liabilities		**13.691**	**8.609**	**6.345**
Trade payables	4	532	1.000	-
-Trade payables to unrelated parties		532	1.000	-
Payables within the Scope of Employee Benefits	10	10.859	4.462	4.556
Other payables	5	2.300	3.147	1.789
-Other payables to unrelated parties		2.300	3.147	1.789
Non-Current Liabilities		**-**	**-**	**-**
Shareholders' Equity		**1.051.990**	**397.547**	**124.492**
Previous years' profits or losses		397.548	124.493	199.252
Current period net profit or loss		654.442	273.054	(74.760)
Total Liabilities & Shareholders’ Equity		**1.065.681**	**406.156**	**130.837**

YERYÜZÜ ÇOCUKLARI DERNEĞİ
“CHİLDREN OF EARTH ASSOCİATİON”
NON-CONSOLİDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED DECEMBER 31, 2022
(All amounts expressed in Turkish Lira unless otherwise stated.)

Profit or Loss		**Audited Current Period 01.01.-31.12.2022**	**Audited Previous Period 01.01.-31.12.2021**
Continuing Operations			
Revenue (net)	11	1.959.579	757.294
Cost of sales (-)		-	-
Gross Profit (Loss)		**1.959.579**	**757.294**
General administration expenses (-)	12	(1.340.498)	(242.984)
Purpose based expenses (-)	12	-	(268.763)
Other income from operating activities	13	16.694	10.450
Other expenses from operating activities (-)	13	-	(17)
Profit (Loss) From Operating Activities (-)		**635.775**	**255.980**
Income from investment activities		-	-
Expenses from investment activities (-)		-	-
Profit (Loss) Before Financing Income (Expense)		**635.775**	**255.980**
Financial income	14	20.188	17.074
Financial expenses (-)	14	(1.521)	-
Profit (Loss) From Continuing Operations, Before Tax		**654.442**	**273.054**
Tax (Expense) Income, Continuing Operations (-)			
- Current period tax (expense) income (-)		-	-
- Deferred tax (expense) income (-)		-	-
Profit (Loss) From Continuing Operations		**654.442**	**273.054**
Period Profit/Loss From Discontinued Operations (-)		**-**	**-**
Profit (Loss)		**654.442**	**273.054**

NON-CONSOLİDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE YEAR ENDED DECEMBER 31, 2022

(All amounts expressed in Turkish Lira unless otherwise stated.)

	Retained Earnings		
	Previous Years' Profits Or Losses	Current Period Net Profit Or Loss	Total Equity
Balances as of December 31, 2020	**199.252**	**(74.760)**	**124.492**
Transfers	(74.760)	74.760	-
Net profit / (loss) for the year	-	273.054	273.054
Balances as of December 31, 2021	**124.492**	**273.055**	**397.547**
Transfers	273.054	(273.054)	-
Net profit / (loss) for the year	-	654.442	654.443
Balances as of December 31, 2022	**397.548**	**654.443**	**1.051.990**

The acAllianceing notes form an integral part of these financial statements.

YERYÜZÜ ÇOCUKLARI DERNEĞİ
"CHİLDREN OF EARTH ASSOCİATİON"
NON-CONSOLİDATED STATEMENTS OF CASH FLOW FOR THE YEAR ENDED DECEMBER 31, 2022
(All amounts expressed in Turkish Lira (TL) unless otherwise stated.)

A. CASH FLOW FROM OPERATING ACTIVITIES	**01.01.-31.12.2022**	**01.01.-31.12.2021**
Profit (Loss)	654.442	273.054
Operating profit before working capital changes (+)	**(147.710)**	**2.067**
Increase / (decrease) in other receivables (-)	(4.263)	98
Decrease in inventories (+)	(148.826)	-
Increase / (decrease) prepaid expenses	-	-
Decrease / (increase) in trade payables (-)	(468)	1.000
Decrease / (increase) Payables within the Scope of Employee Benefits	6.397	(94)
Increase / (decrease) in other short and long term liabilities	(847)	1.358
Adjustments Related to Other Increases (Decreases) in Working Capital	296	(296)
Net cash provided by operating activities	**506.732**	**275.121**
B. CASH FLOWS FROM INVESTING ACTIVITIES	-	-
Tangible fixed assets changes	-	-
Net cash provided by / (used in) investing activities	**506.732**	**275.121**
C. CASH FLOWS FROM FINANCING ACTIVITIES	-	-
Net Cash Used in Financing Activities	**-**	**-**
Net increase in cash and cash equivalents	**506.732**	**275.121**
Cash and cash equivalents at the beginning of the period	**373.888**	**98.767**
Cash and cash equivalents at the end of the period	**880.620**	**373.888**

1. ASSOCIATE’S ORGANISATION AND NATURE OF OPERATIONS

Children of Earth Association was founded on 25 August 2016 İstanbul, Turkey.

The association operates in the fields of education, psycho-social support and mental health, social assistance and basic needs, health, livelihoods and social cohesion, and advocacy and legal support.

The Associate is located at “Karagümrük Mah. Ahmet Galip Paşa Sok. No 2/1 Fatih İstanbul”

General President Sümeyye Altun

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Average number of employee working for the Association as of December 31, 2022 is 4 (December 31, 2021: 4, December 31, 2020: 5).

As of December 31, 2024, there is no subsidiary investment within the scope of consolidation.

2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS

2.1. Basic Priciples of Presentation

Accounting Standards

The Association and the statutory financial statements in their, the Associations Code ("AC") and tax legislation are prepared in accordance with accounting principles.

The acAssociationing financial statements are prepared in accordance with Turkish Accounting Standards (“TAS”) issued by Public Oversight Accounting and Auditing Standards Authority of Turkey (“POA”). TAS is composed of Turkish Accounting Standards, Turkish Financial Reporting Standards, appendicies and interpretations.

Comparative Information

In order to comply with the presentation of the current period financial statements, comparative information is reclassified and corrected if necessary.

Currency Used In the Financial Statements

The financial statement of the Association is presented in the currency (functional currency) of the economic environment in which the Association operates. Financial position and results of operations of the Association are stated in Turkish Lira (TL) which is the Association’s ruling currency and presentation currency for financial statements.

(All amounts are expressed in Turkish Lira ("TL") unless otherwise stated.)

2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)

2.1. Basic Priciples of Presentation(cont'd)

Issuance of Inflation Accounting Application

''Financial Reporting in Hyperinflationary Economies'' standard (IAS 29) which has been published by the International Accounting Standards Board (IASB) has not been implemented in the financial statements, on condition that it starts from 01.01.2005.

Going Concern Explanations

Financial statements are prepared assuming that the Association is a going concern which means that the Association intends to continue its business and is able to do so.

Netting/Offsetting

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

3. CASH AND CASH EQUIVALENTS

	December 31, 2022	December 31, 2021	December 31, 2020
Cash	473	7.652	3.043
Banks			
- Demand deposit	*880.147*	*366.236*	*95.724*
Total	**880.620**	**373.888**	**98.767**

4. TRADE RECEIVABLES AND TRADE PAYABLES

Short-Term Trade Payables

Trade payables to non-related parties as of December 31, 2022, 2021 and 2020 are as follows:

	December 31, 2022	December 31, 2021	December 31, 2020
Sellers	532	1.000	-
Total	**532**	**1.000**	**-**

(All amounts are expressed in Turkish Lira ("TL") unless otherwise stated.)

5. OTHER RECEIVABLES AND PAYABLES

The details of other receivables as of December 31, 2022 and 2021, 2020 are as follows:

Other Short- Term Receivables

	December 31, 2022	December 31, 2021	December 31, 2020
Other miscellaneous receivables	-	1.062	1.160
Total	**-**	**1.062**	**1.160**

Other Long- Term Receivables

	December 31, 2022	December 31, 2021	December 31, 2020
Deposits and guarantees given	5.325	-	-
Total	**5.325**	**-**	**-**

Other Short-Term Payables

	December 31, 2022	December 31, 2021	December 31, 2020
Taxes and funds payables	2.300	3.147	1.789
Total	**2.300**	**3.147**	**1.789**

6. INVENTORIES

	December 31, 2022	December 31, 2021	December 31, 2020
Other inventories	168.876	20.050	20.050
Total	**168.876**	**20.050**	**20.050**

7. PREPAID EXPENSES

There is none (31 December 2021,2020; none)

8. OTHER CURRENT ASSETS

Short Term Other Current Assets

	December 31, 2022	December 31, 2021	December 31, 2020
Personel advances	-	296	-
Total	**-**	**296**	**-**

9. TANGIBLE FIXED ASSETS

Tangible Fixed Assets	December 31, 2022	December 31, 2021	December 31, 2020
Fixtures	10.860	10.860	10.860
Total	**10.860**	**10.860**	**10.860**
Net Total	**10.860**	**10.860**	**10.860**

(All amounts are expressed in Turkish Lira (“TL”) unless otherwise stated.)

10.EMPLOYEE BENEFITS

Liabilities Within The Scope of Employee Benefits

	December 31, 2022	December 31, 2021	December 31, 2020
Social security deductions to be paid	10.859	4.462	4.556
Total	**10.859**	**4.462**	**4.556**

11.SALES (REVENUES) AND COST OF SALES (-)

Revenues	01 January– 31 December 2022	01 January– 31 December 2021
Donation income	1.959.579	757.294
Other sales income	-	-
Total	**1.959.579**	**757.294**
Net	**1.959.579**	**757.294**

12.GENERAL ADMINISTRATIVE EXPENSES, PURPOSE BASED EXPENSES

Details of expenses of the Association are as follows.

General administration expenses (-)	01 January– 31 December 2022	01 January– 31 December 2021
General administration expenses	1.340.498	242.984
Total	**1.340.498**	**242.984**

Purpose based expenses (-)	01 January– 31 December 2022	01 January– 31 December 2021
Purpose based expenses (*)	-	268.763
Total	**-**	**268.763**

(*) It consists of cash aid and expenses arising from related activities.

13.OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES

Other income from operating activities	01 January– 31 December 2022	01 January– 31 December 2021
Other	16.694	10.450
Total	**16.694**	**10.450**

Other expense from operating activities (-)	01 January– 31 December 2022	01 January– 31 December 2021
Other	-	17
Total	**-**	**17**

(All amounts are expressed in Turkish Lira (“TL”) unless otherwise stated.)

14.FINANCIAL INCOME / EXPENSES (-)

Financial incomes	**01 January– 31 December 2022**	**01 January– 31 December 2021**
Foreign exchange gains	20.188	17.074
Total	**20.188**	**17.074**

Financial expenses (-)	**01 January– 31 December 2022**	**01 January– 31 December 2021**
Foreign exchange losses	1.521	-
Total	**1.521**	**-**

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