Çimsa Çimento

Q1 2026 Financial Results

Bulletin

29 April 2026

Çimsa reported TRY 11,6 billion consolidated net sales in 1Q26.

According to the announcement made by the Public Oversight, Accounting and Auditing Standards Authority (KGK) on November 23, 2023, and the publication of 'Practice Guide on Financial Reporting in Hyperinflationary Economies', Çimsa prepared its financial statements for March 31, 2026, applying the TAS 29 Financial Reporting in Hyperinflationary Economies' Standard. The comparative amounts in the aforementioned financial statements and previous periods have been adjusted for the changes in the purchasing power of the Turkish Lira in accordance with TAS 29, and ultimately expressed in terms of the purchasing power of the Turkish Lira as of March 31, 2026.

All the information regarding 31 March 2026 and comparative periods' financials include business combination effects and inflation accounting effects.

Developments on Financials and Operations:

- According to data released by the Turkish Cement Manufacturers' Association (TCMA), cement and clinker consumption in Türkiye increased by 9.8% y/y in 2025, mainly driven by a 15.9% increase in earthquake-affected regions. Consumption in Çimsa's operating regions also grew by 15.9% y/y over the same period. Following this strong base, Türkiye's cement and clinker consumption declined by 30.3% y/y in January 2026, while consumption in Çimsa's operating regions decreased by 39.0% y/y. The nationwide decline was mainly driven by harsher winter conditions compared to the same period last year and lower consumption in earthquake-affected regions. Meanwhile, based on data from the Central Anatolia Exporters Association, Türkiye's cement and clinker exports decreased by 13.4% y/y in the first two months of 2026.

- Çimsa's international sales volumes increased by 10.9% y/y, supported by the contribution of the U.S. grey cement grinding facility and higher trading operations. In Türkiye, sales volumes declined by 6.8% y/y amid weak domestic consumption. As a result, consolidated sales volumes grew by 2.0% y/y in the first quarter of 2026. Consolidated net sales stood at TRY 11.6 billion in 1Q26.

- In 1Q26, Çimsa continued to align its operational efficiency agenda with its sustainability priorities, with alternative fuel usage remaining a key focus area. During the quarter, AF usage reached 25% in Türkiye, 31% at Buñol and 77% at Mannok, reflecting strong year-on-year progress across all three operating regions and supporting Çimsa's cost discipline.

- Consolidated EBITDA increased by 2.7% y/y to TRY 1.5 billion in the first quarter of 2026, supported by operational efficiencies driven by renewable energy investments, increased alternative fuel usage and proactive hedging initiatives. EBITDA margin improved by 35 basis points y/y to 12.6%.

- In 1Q26, Çimsa's CAPEX/Sales ratio declined by 7.0 percentage points y/y to 4.6%, reflecting the normalization of investment spending as major projects had already become operational. Çimsa's NWC/Sales ratio was 15%, flattish vs 2025 year-end.

- As of March 2026, consolidated net debt stood at TRY 22,034 million and the leverage ratio was 2.42x. Supported by effective balance sheet management, net financing expenses were TRY 129 million lower y/y in the first quarter of 2026.

- The Company partially offset the higher deferred tax expenses arising from the discontinuation of inflation accounting in statutory financials through the revaluation of assets under Article 298/Ç. Net income was also supported by the contribution of monetary gains, which was TRY 295 million higher compared to the previous year.

- **As a result,** Çimsa reported consolidated net income of TRY 705 million in the first quarter of 2026, while its net income margin increased by 2.2 percentage points y/y to 6.1%.

Summary of Financial Results - *Restated due to Inflation Accounting*

Summary Income Statement (TRYmn)	w/ Mar. 2026 pp		
Reported Figures	**1Q25**	**1Q26**	**Change**
Revenue	**11,653**	**11,632**	**(0.2%)**
Gross Profit	**1,799**	**1,670**	**(7.2%)**
Gross Profit Margin	**15.4%**	**14.4%**	**(1.1 pp)**
OPEX	(1,349)	(1,355)	0.4%
EBIT exc. other income/(expenses)	**450**	**315**	**(30.0%)**
D&A	982	1,155	17.6%
EBITDA exc. other income/(expenses)	**1,432**	**1,470**	**2.7%**
EBITDA Margin exc. other income/(expenses)	**12.3%**	**12.6%**	**0.4 pp**
Operating Profit Before Financial Income/Expense	**124**	**296**	**139.2%**
Financial income/(expense), net	(409)	(280)	(31.6%)
Net monetary position gain/(loss)	945	1,240	31.2%
Profit Before Tax	**660**	**1,256**	**90.4%**
Taxes, net	(208)	(551)	165.6%
Net Income	**452**	**705**	**55.9%**
Net Income Margin	**3.9%**	**6.1%**	**2.2 pp**