

2023 9-Month FINANCIAL RESULTS

Otokar



Turkey's **100% domestically** owned leading automotive and defense industry company

A **global company**, intellectual property rights belong to itself and its products are in use on 5 continents as well as in more than 75 countries

For the 14th time, **market leader** in the total bus segments in which it operates

Vision

Otokar's vision is to preserve the local and national identity of its products by developing technologies in-house, also to provide continued satisfaction for its clients, employees, and shareholders with total excellence philosophy.

Mission

Otokar's primary mission is to design, manufacture and market commercial vehicles and various defense industry products with global competitive strength, all developed to meet customer expectations.



1963

- Establishment
- Production of buses under the license of Magirus-Deutz



1970s

- Turkey's first intercity bus
- The first Turkish Armored Vehicle production
- Partnering with Koç Group



1980s

- Production of 4x4 tactical vehicle under the license of Land Rover



1990s

- Military armored vehicles by own desing
- Turkey's first export of tactical armored vehicle
- Sakarya plant/factory



2000s

- Merge with the İstanbul Fruehauf A.Ş.
- Production of small and mid-size buses
- Production of Turkey's first hybrid bus
- The prime contractor of ALTAY Project



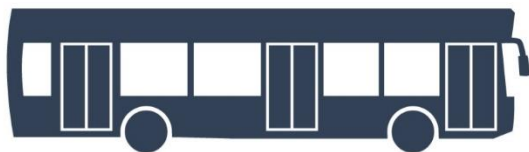
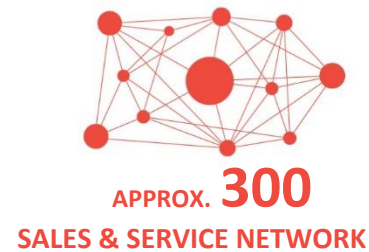
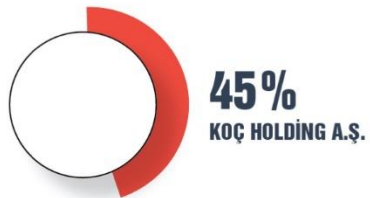
2010s

- Establishment of Otokar Europe SAS in France
- Production of 12 meters municipal buses
- Turkey's first electric bus
- Addition of Multi-wheeled armored tactical vehicles to the product family
- Production of Atlas Truck
- Introduced new armored tactical wheeled vehicle URAL
- Tracked Armoured Vehicle TULPAR
- Establishment of Otokar Land Systems in U.A.E
- Establishment of Otokar Europe Filiala Bucuresti SRL in Romania
- Turkey's first electric armored vehicle, AKREP IIe
- Establishment of Otokar Central Asia Limited in Kazakhstan



2020s

- Production agreement signed between Otokar and Iveco Bus
- Foundations laid for a Cataphoresis Line
- Addition of minibus and e-minibus to the product family
- Production of Autonomous bus
- Turkey's first robotic and unmanned armoured vehicle ALPAR
- Acquisition of Mauri Bus System S.R.L. in Italy.

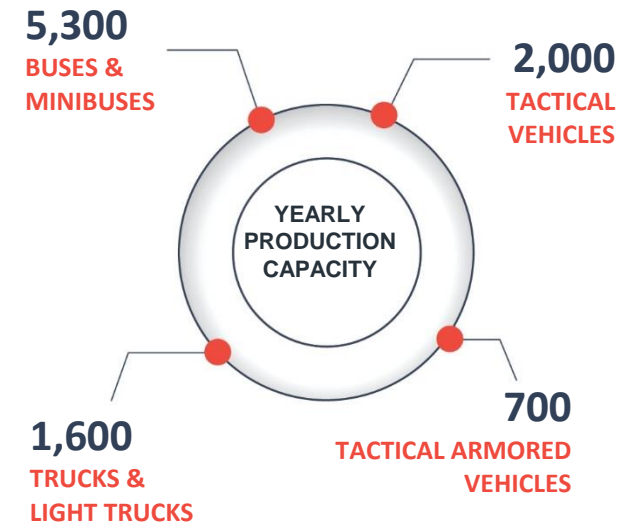


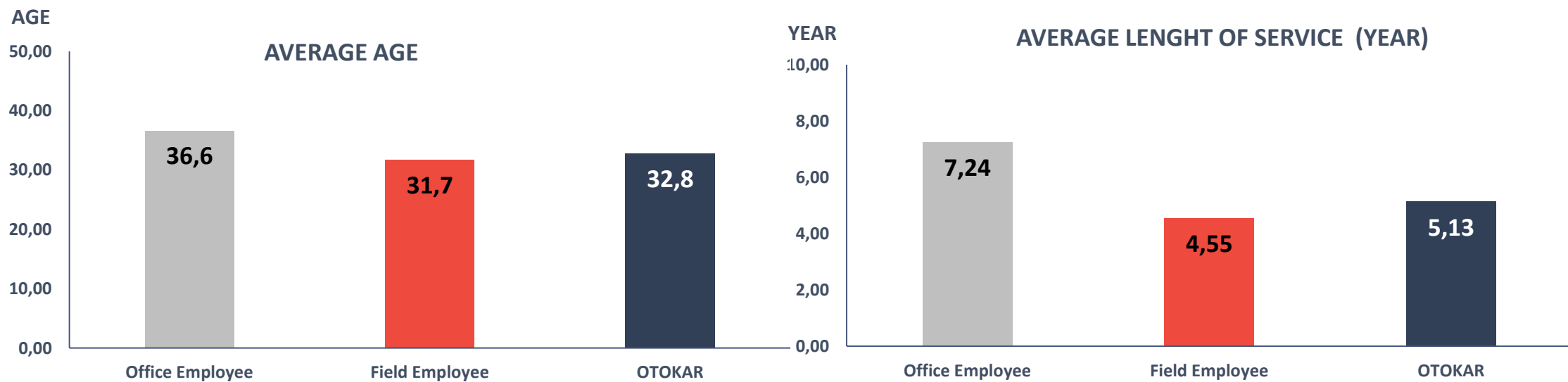
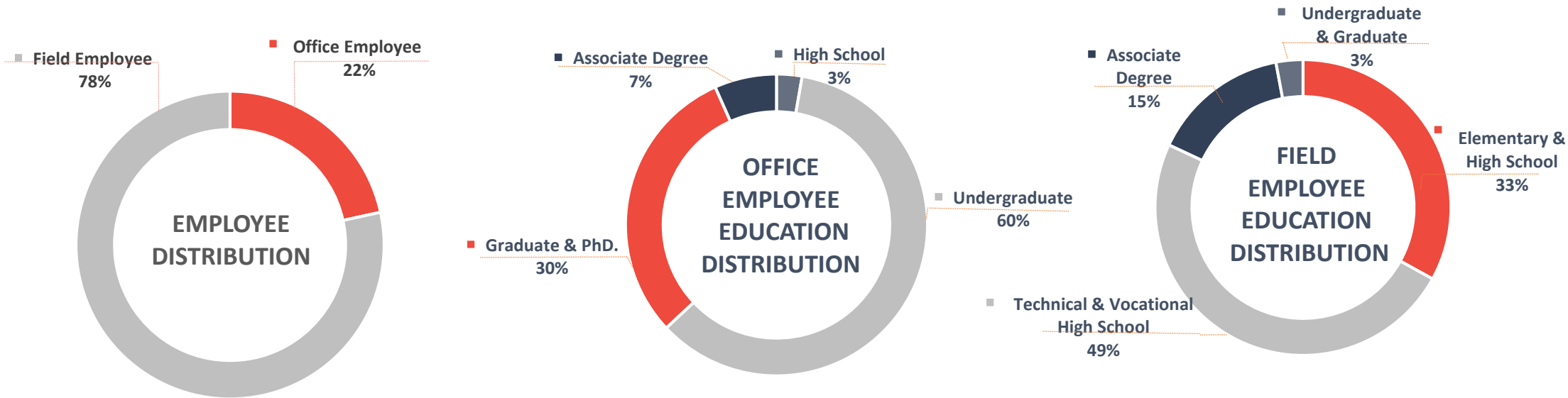
APPROXIMATELY 1 OUT OF EVERY 3 BUSES SOLD
IN TURKEY IN 2022 IS OTOKAR

USD 368 MILLION
EXPORT REVENUES IN 2023 9M

TL 12,933 MILLION
TURNOVER IN 2023 9M

TL 2,1 BILLION
10 YEAR R&D EXPENDITURES





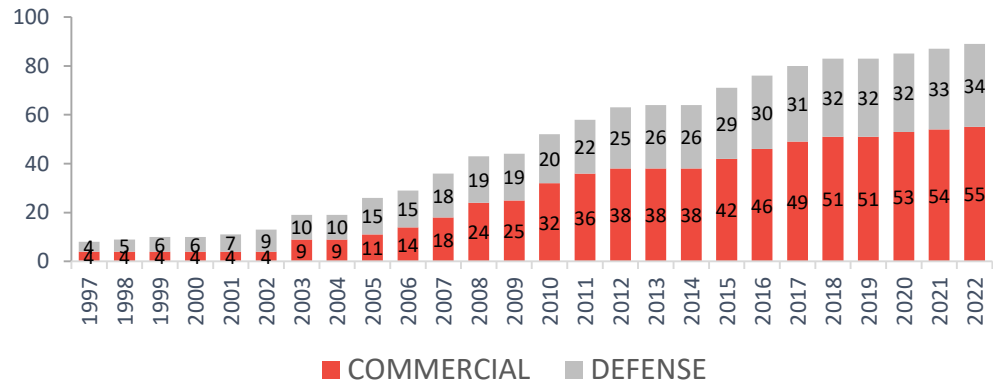


- 552.000m² factory with an annual production capacity of 9,600 units and approximately 3,300 employees in Arifiye/Sakarya



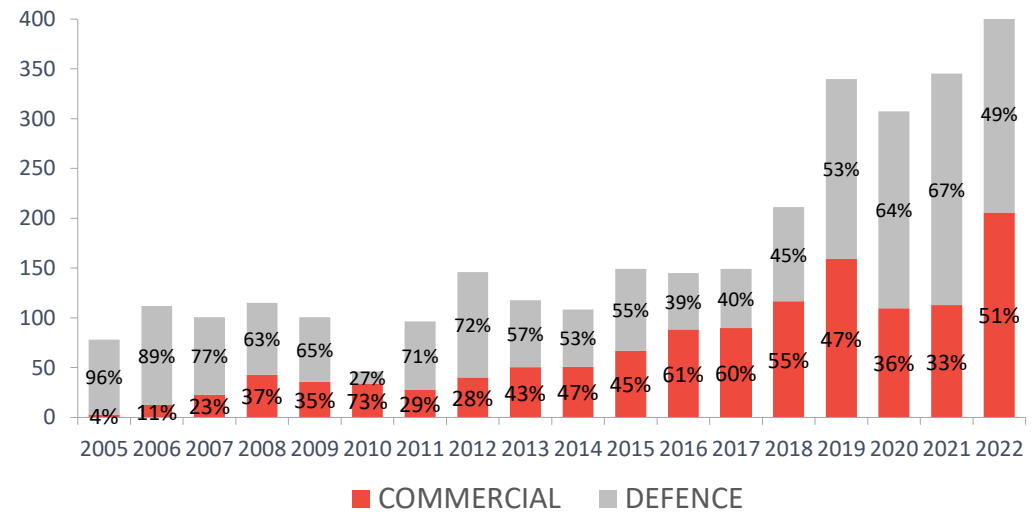
GROWTH IN EXPORT MARKETS

NUMBER OF COUNTRIES



SEGMENT BASED EXPORT

MILLION \$



PASSENGER
TRANSPORTATION

CARGO TRANSPORTATION



TACTICAL WHEELED & TRACKED ARMORED VEHICLES

SPARE PART/
OTHERS

2023 9M

| | | | | | |
|---------------------|-------------|-----------|-------------|-----------|------------------|
| Total revenue : | 8,536 mn TL | 699 mn TL | 1,360 mn TL | } ARMORED | 2,338 mn TL |
| Rev. Contribution : | 66% | 5% | 11% | | 18% |
| Domestic : | 2,879 mn TL | 661 mn TL | 115 mn TL | | 656 mn TL |
| Export : | 5,657 mn TL | 38 mn TL | 1,244 mn TL | | 1,681mn TL |
| Export share* : | 66% (bus) | 5% | 92% | | 72% (spare part) |
| Export share** : | 44% (total) | - | 10% | | 13% (total) |

* The share of exports in the relevant segment vehicle turnover.

** The share of exports in total company turnover.

2022 9M

| | | | | | |
|---------------------|-------------|-----------|----------------|-----------|------------------|
| Total revenue : | 2,719 mn TL | 262 mn TL | 1,417 mn TL | } ARMORED | 725 mn TL |
| Rev. Contribution : | 53% | 5% | 28% | | 14% |
| Domestic : | 1,247 mn TL | 262 mn TL | 39 mn TL | | 355 mn TL |
| Export : | 1,472 mn TL | - | 1,378 mn TL | | 371 mn TL |
| Export share* : | 54% (bus) | - | 97% (armoured) | | 51% (spare part) |
| Export share** : | 29% (total) | - | 27% (total) | | 7% (total) |

A GLOBAL
COMPANY

THE LARGEST



PIONEER



MARKET LEADER





- Widest product range in the Turkish bus segment with an offering that includes buses from **6 to 21 meters** with varying passenger capacities suitable for city, intercity and tourism transportation.
- Exporting buses to **nearly 60 countries**, particularly in Europe.
- Working on alternative fuelled vehicles.



- Manufacturing light truck with 8.5-ton weight capacity in light truck segment under license since 2013. Atlas 3D, a light truck with 12-ton weight capacity was added to the product range in 2022.



- The leading supplier of land defense systems.
- More than 30.000 vehicles are actively used both in **Turkey and also in over 40 allied and friendly countries** across continents by their armed forces and security forces.
- Products are manufactured on order basis depending on intended purposes, capacity and protection levels.

DIESEL VEHICLES

CENTRO



NAVIGO



VECTIO



KENT



TERRITO



KENT ARTICULATED



KENT XL



ELECTRIC VEHICLES

E-CENTRO



E-KENT



E-TERRITO



E-KENT ARTICULATED



LOGISTICS and CARGO TRANSPORTATION

ATLAS



ATLAS 3D



Garbage Truck



Road Sweeper Truck



Hydraulic Platform



Towing Truck



Dump Truck



Firetruck



Sewage Cleaner Truck

**Otokar Atlas
is here with multiple
body options**



Soft Top Truck



Refrigerated Ice Cream Truck



Box Top Truck



Beverage Truck



Refrigerated Box Truck



Flatbed Truck



Cylinder Gas Carrier

WHEELED ARMoured



TRACKED ARMoured



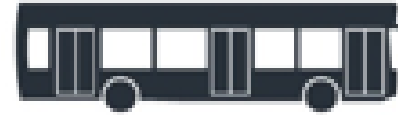
ROBOTIC AND UNMANNED GROUND



TURRET SYSTEMS

- Open Cupola
- Üçok/Başok
- Başok
- Keskin - RCWS
- Mızrak - RCWS

APPROXIMATELY 1 OUT OF EVERY 3 BUSES
SOLD IN TURKEY IN 2022 IS OTOKAR



In the total of segments in which it operates

Approximately **1 out of every 3** buses sold in Turkey in 2022 is Otokar

The total of the segments in which it operates as a market leader, **was the best-selling brand in Turkey.**

Otokar accelerated its export activities, **increased its exports by 66%** compared to the same term last year



Otokar announced ARMA II, the new member of the world-renowned ARMA vehicle family. The ARMA II armored combat vehicle will offer the highest level of protection and the highest firepower in its class.



Otokar exhibited 6 vehicles from its extensive armored vehicle family at the IDEX International Defense Industry Fair held in Abu Dhabi, the capital of the United Arab Emirates, on February 20-24, 2023.



Otokar continues the deliveries of CENTRO microbus, the new favorite of public transportation. Designed specifically for municipalities and public bus cooperatives, 56 centro microbus was delivered to Bursa.



Otokar participated in ElekBu 2023, which was held in Berlin, the capital of Germany, between 27-28 June with its e-Centro vehicle.



Otokar participated in LAAD 2023, one of the leading defense and security fairs of South America, held in Rio de Janeiro, Brazil, between 11-14 April. During the fair, Otokar introduced its wide product range in armored vehicles as well as its superior capabilities in land systems.



Otokar participated in the International Defense and Security FEINDEF fair held in Madrid, the capital of Spain, between 17-19 May. Otokar introduced its tracked armored vehicle Tulpar.



Otokar participated in SITDEF 2023, which was held in Lima, Peru, between 18-21 May. Otokar introduced its wide range of armored military vehicles as well as turret systems during the fair. Otokar also gave information about its technology transfer expertise and its capabilities that make a difference in land systems.



Otokar added the ALPAR Heavy Class Tracked Unmanned and Robotic Ground Vehicle, ARMA II 8x8 Vehicle and AKREP II R Reconnaissance-Surveillance Vehicle to its armored product family in the defense industry.



Otokar participated in the IDEF 2023 International Defense Industry Fair, that was held for the 16th time on July 25-28, with its military vehicles and turret systems designed which manufactured in Turkey.



Otokar, the leader of the Turkish bus market, announced the acquisition of Mauri Bus System S.R.L. to drive its expansion in Europe. The new subsidiary will also support Otokar's ambitions for the Italian market.



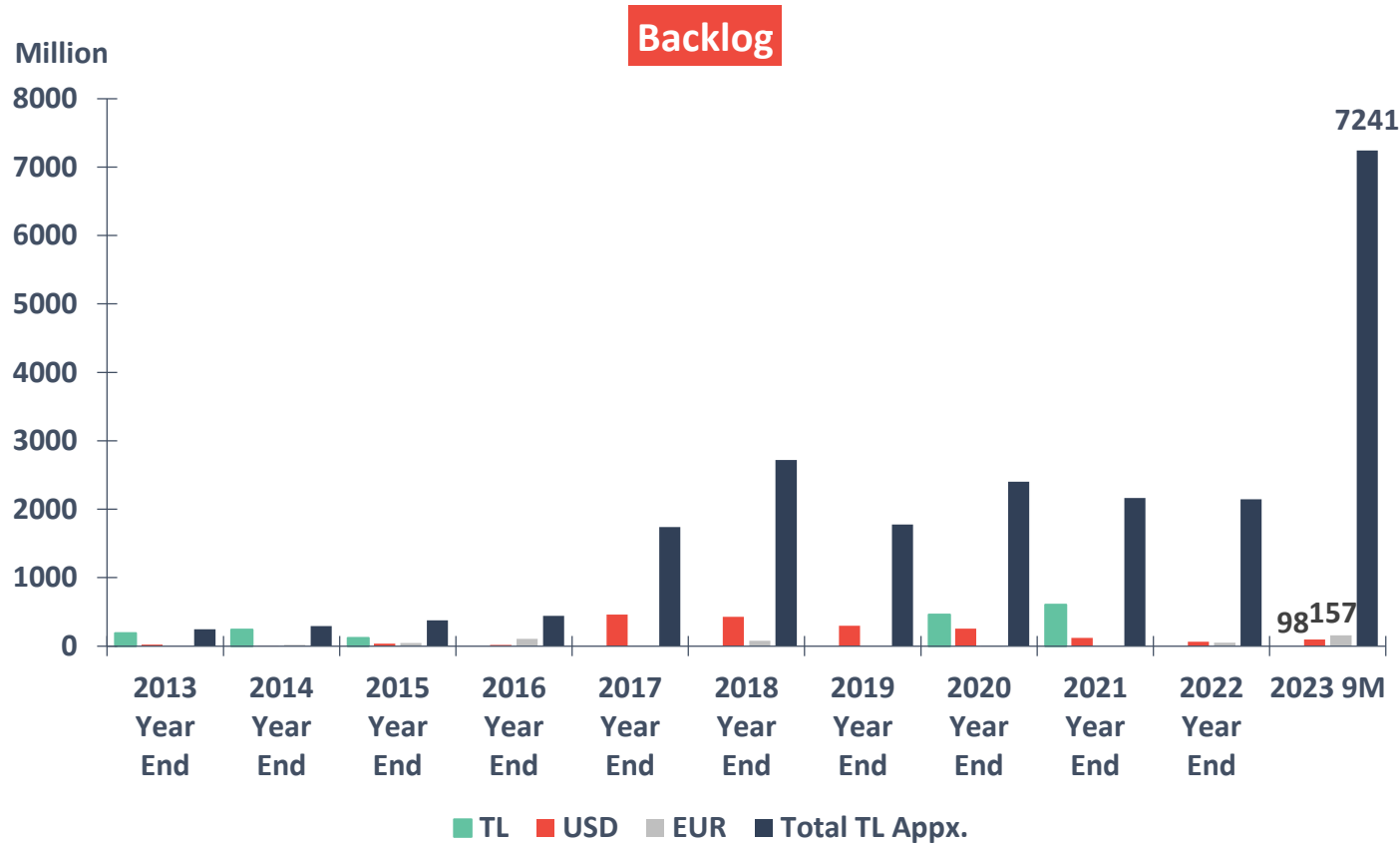
Otokar exhibited 7 buses of its wide range of city, interurban and tourism buses at Busworld Europe, Europe's largest bus event held in Brussels between October 7 and 12, 2023.



Aiming to provide a green transport for a sustainable future, Otokar combines the new technologies and power solutions to its KENT city buses, widely serving on the roads. Following the wide range of CNG and electric buses, Otokar has recently launched its first fuel cell electric bus KENT Hydrogen at Busworld.



The Estonian Centre for Defence Investment (ECDI) has awarded Otokar, the global land systems manufacturer of Türkiye, a contract for the supply of ARMA 6x6 Armored Personnel Carriers, at a value of around EUR-130 Million.



- The above backlog amounts and deliveries will be held directly by Otokar Otomotiv ve Savunma Sanayi A.Ş., is related to important projects.
- Backlog consists of the 4x4,6x6 armored vehicles, commercial vehicles and spare parts orders.
- Backlog amount to USD 98 million and EUR 157 million.



Leader
Market leader across its respective bus segments in Turkey for the last 14 years.



Strong export performance and a global company
In addition to its strong export performance, export revenues have increased by an annual average of 41% in the last 10 years.



R&D capabilities and flexible production capability
New product development and speed of delivery to market. Ability to develop products according to market needs.



Products that are intellectual property rights Otokar
The share of Otokar design vehicle sales in turnover is 96%. The number of patents and industrial design applications reached to 399.



Sustainable growth and profitability
Total turnover increased by 22% in the last 15 years, Net profit increased by 27% in the last 15 years, with the annual compound growth rate.



Consistent dividend distribution
Dividend distribution within the framework of profit distribution policy.

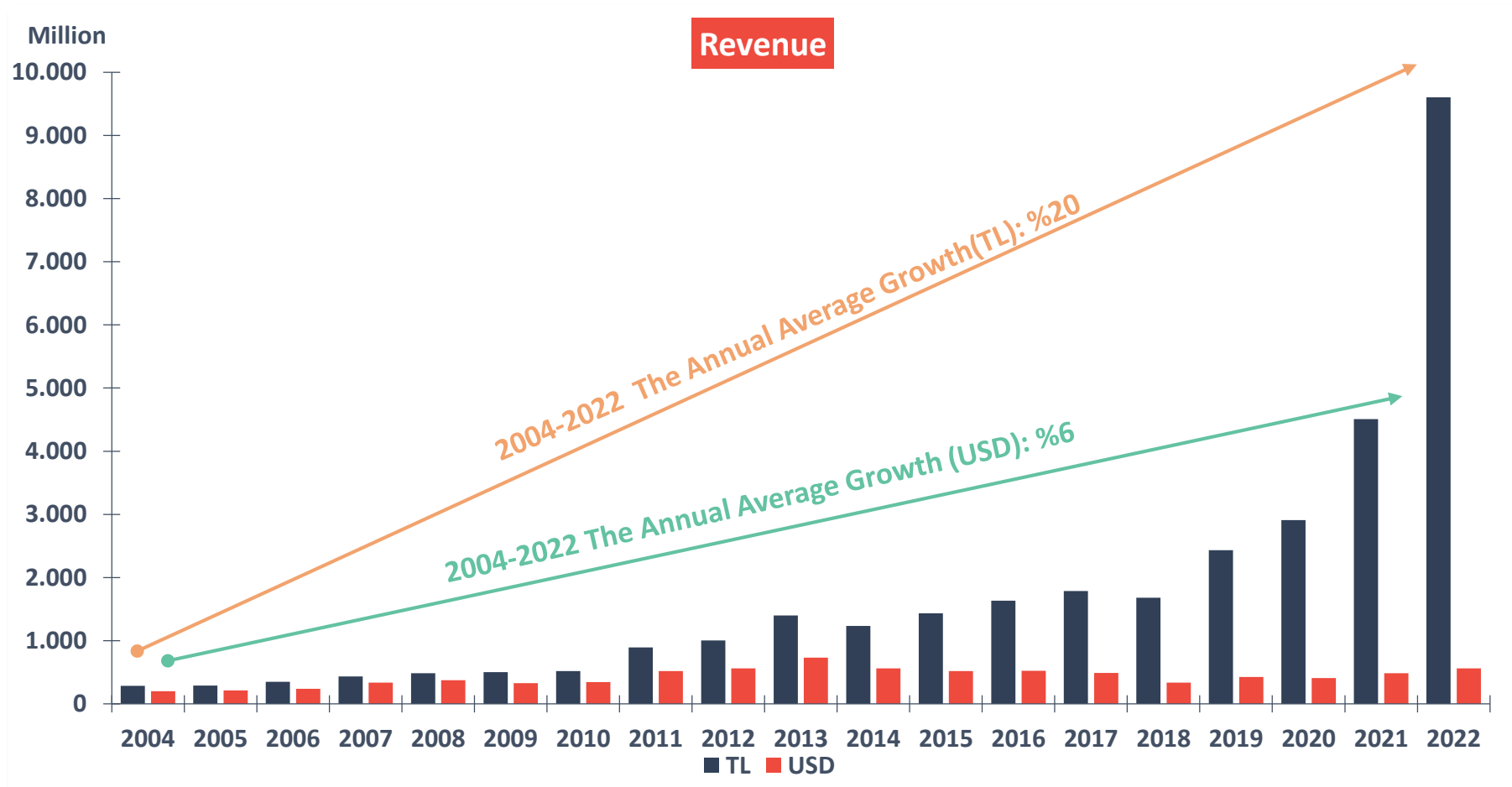


Significant compliance to corporate governance principles
Increased Corporate Governance Rating to 95.60 (9.56 out of 10) as a sign that it has achieved significant compliance with corporate governance principles

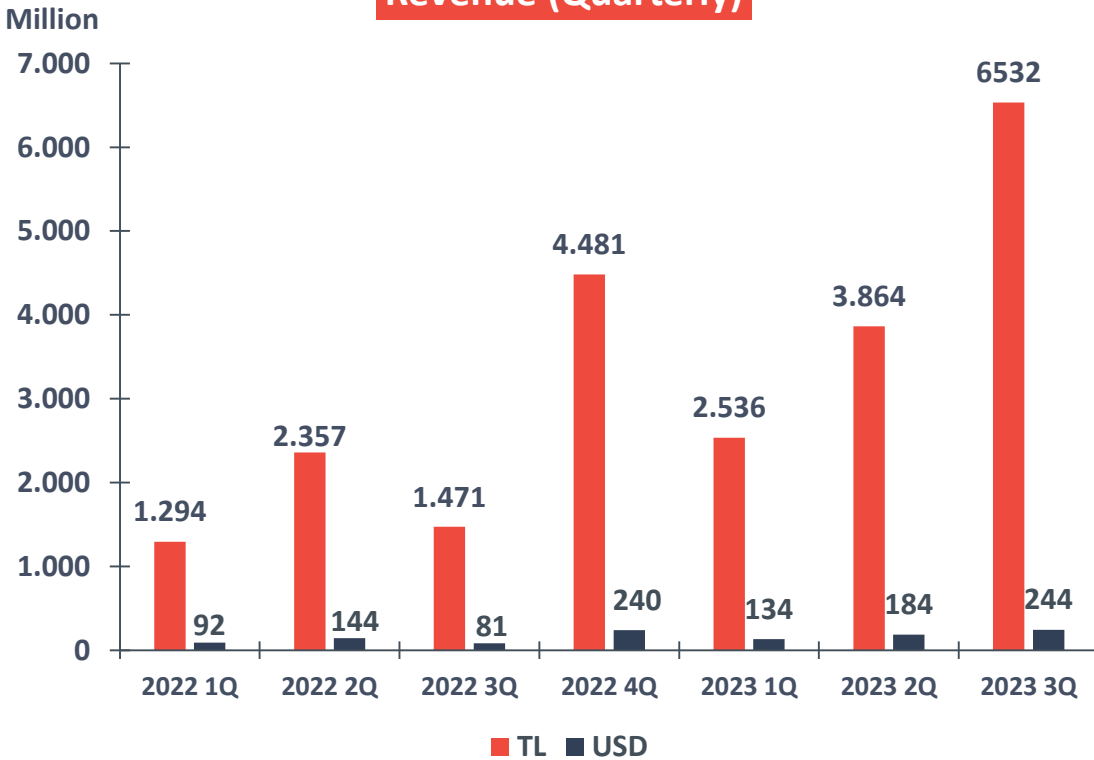
| Balance Sheet (000 TL) | | 30.09.2023 | |
|------------------------|-------------------|--------------------------|-------------------|
| Current Assets | 17.237.933 | S.T. Liabilities | 17.052.005 |
| Fixed Assets | 4.201.962 | L.T. Liabilities | 1.906.721 |
| | | Shareholders Equity | 2.481.169 |
| | | | |
| Total Assets | 21.439.895 | Total Liabilities | 21.439.895 |

| Income St. (000 TL) | 2023 9M | 2022 9M | Change (%) |
|---------------------|------------|-----------|------------|
| Net Sales | 12.932.605 | 5.122.463 | 152% |
| Gross Profit | 3.905.876 | 1.584.388 | 147% |
| Operating Profit | 2.369.034 | 821.983 | 188% |
| Profit Before Tax | 450.544 | 595.538 | -24% |
| Net Profit | 508.444 | 600.543 | -15% |

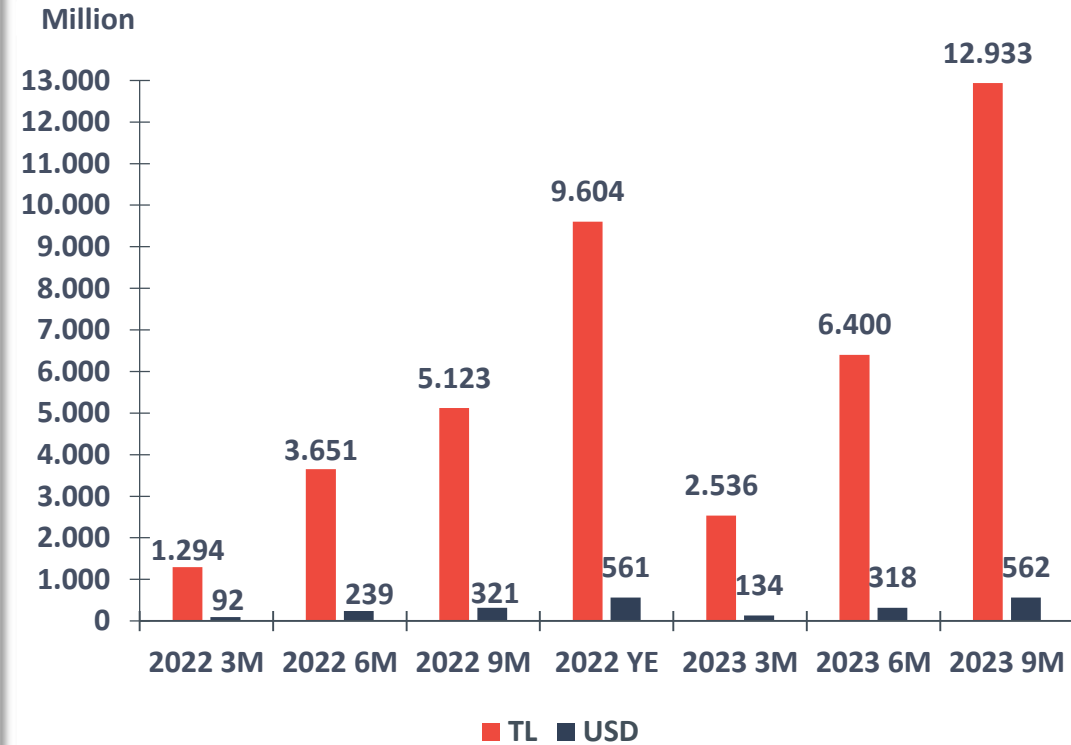
- 152 % increase in total turnover compared to last year's same period.

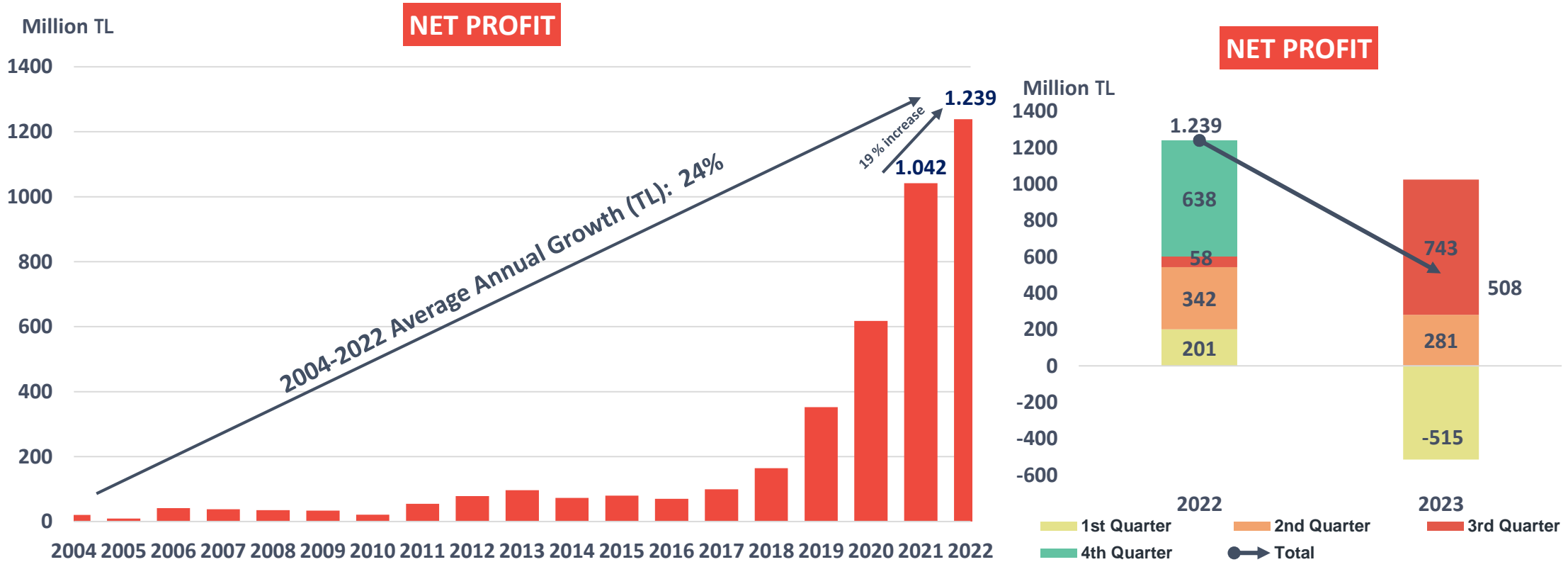


Revenue (Quarterly)

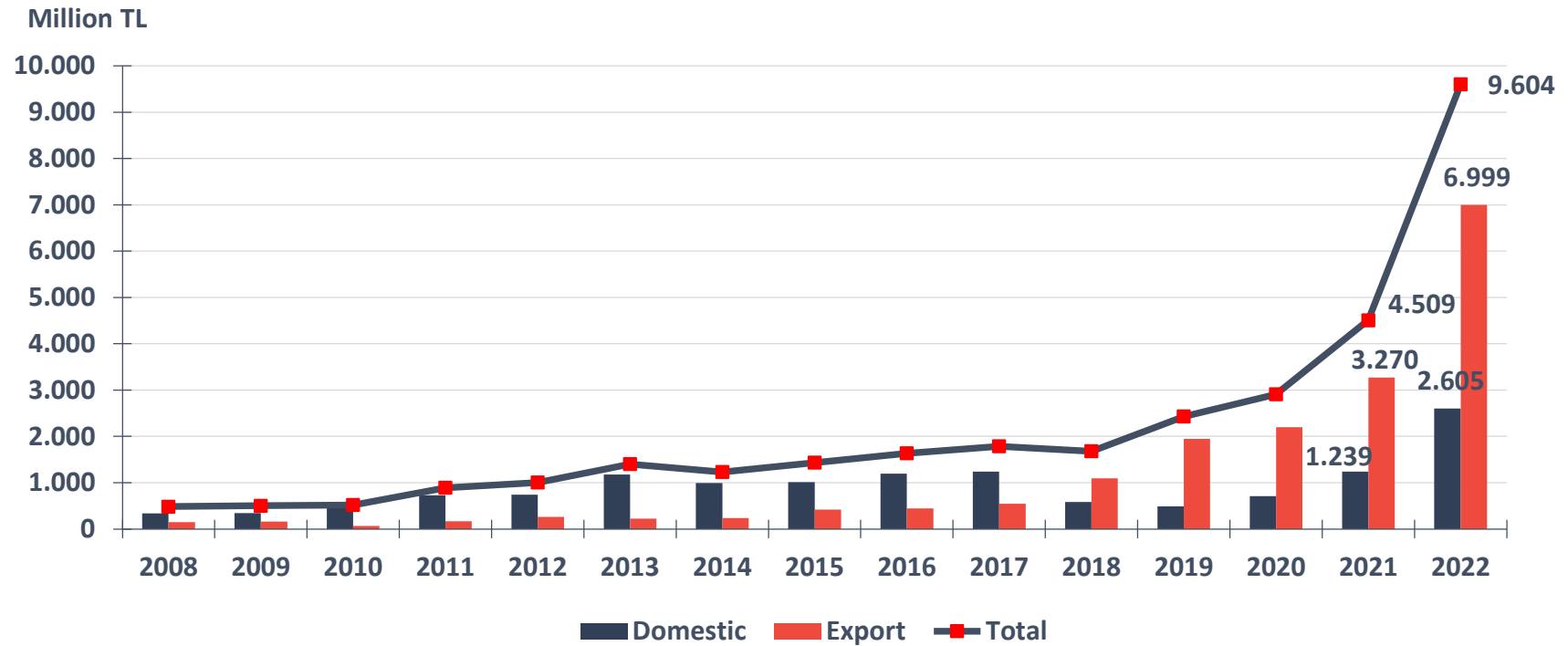


Revenue (Cumulative)



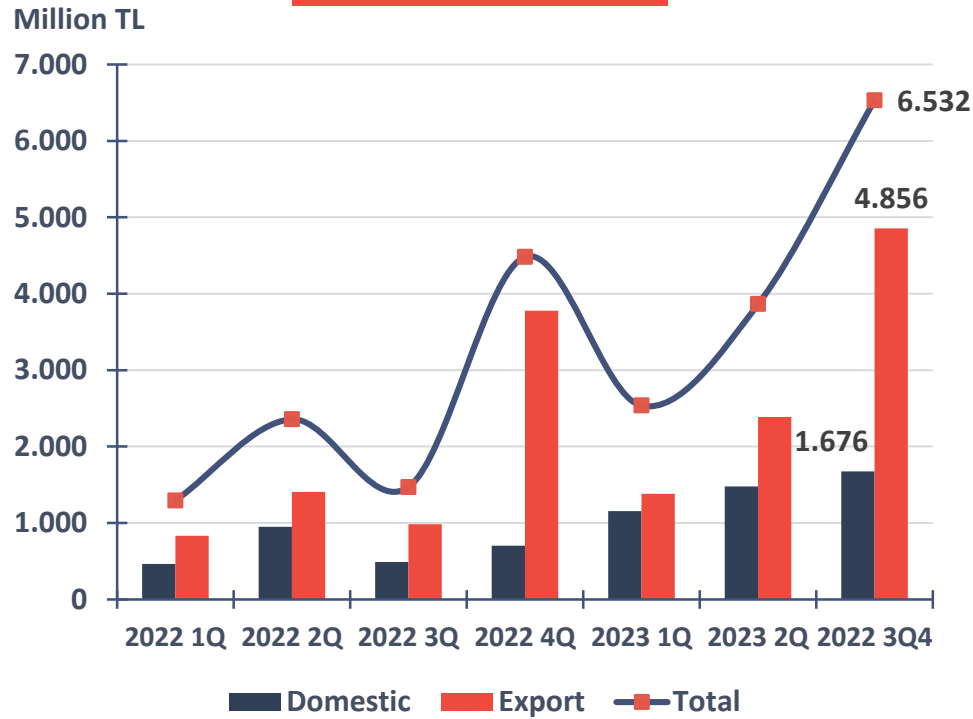


SALES

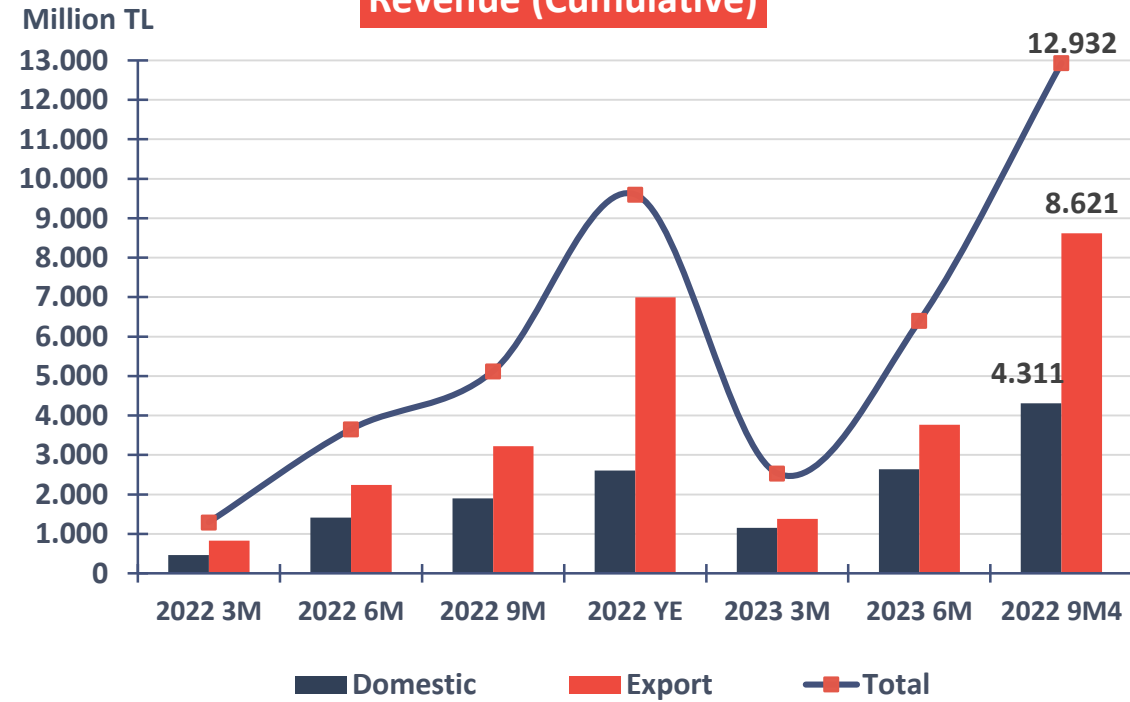


- Export revenues amounted to **6.999** million TL, **increased 114%** compared to last year.

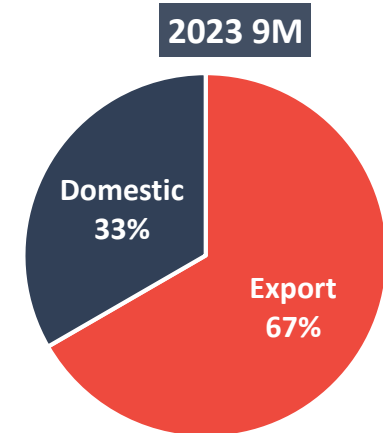
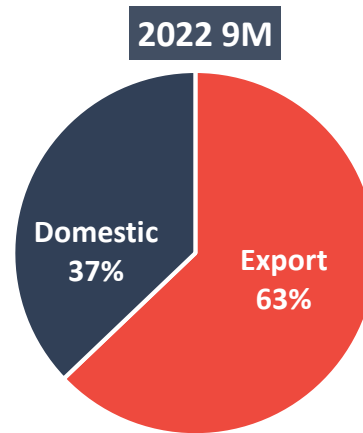
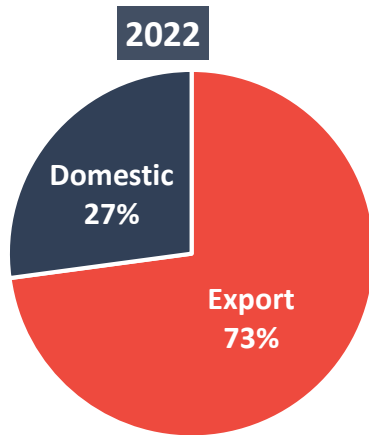
Revenue (Quarterly)



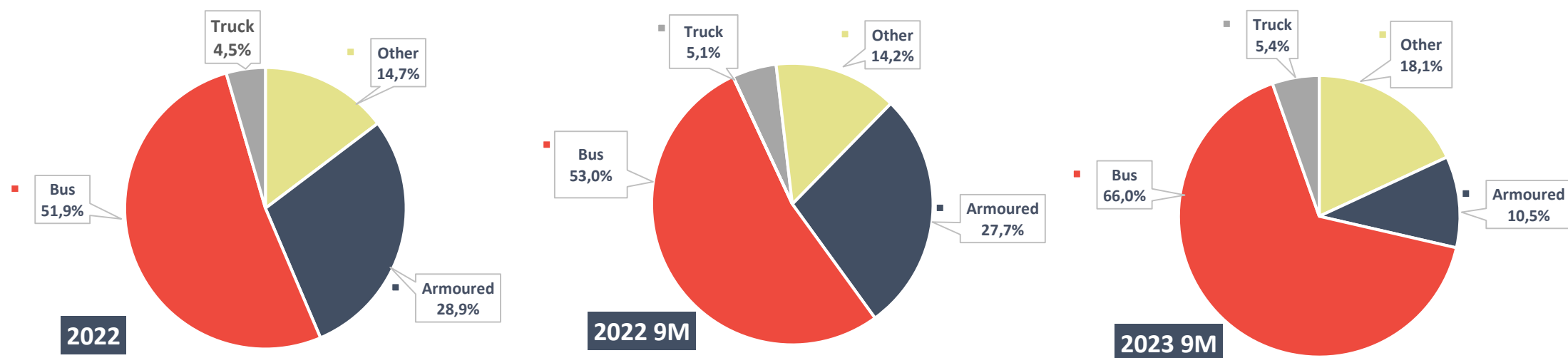
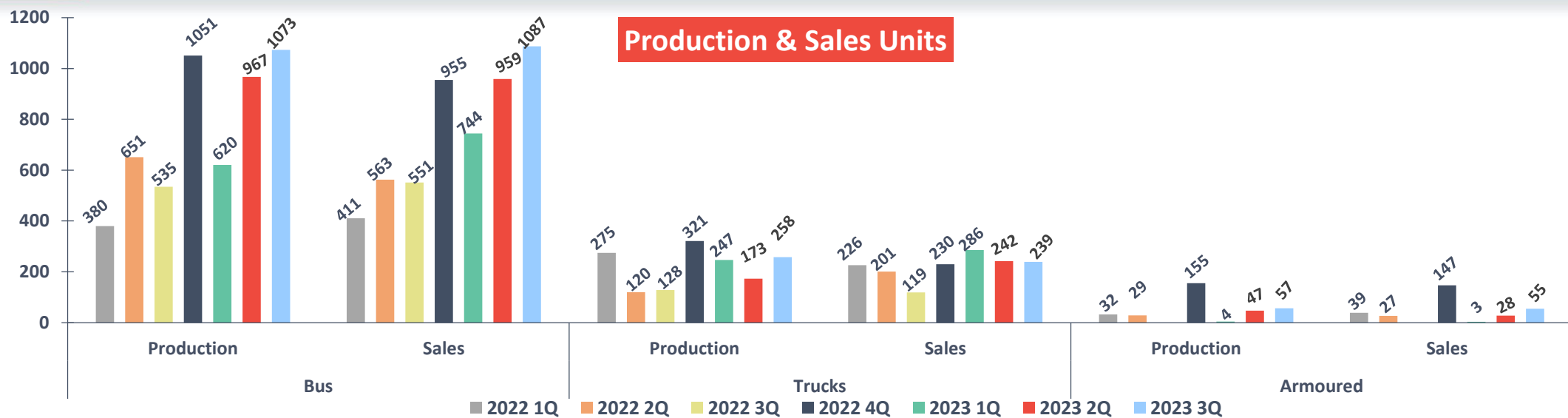
Revenue (Cumulative)



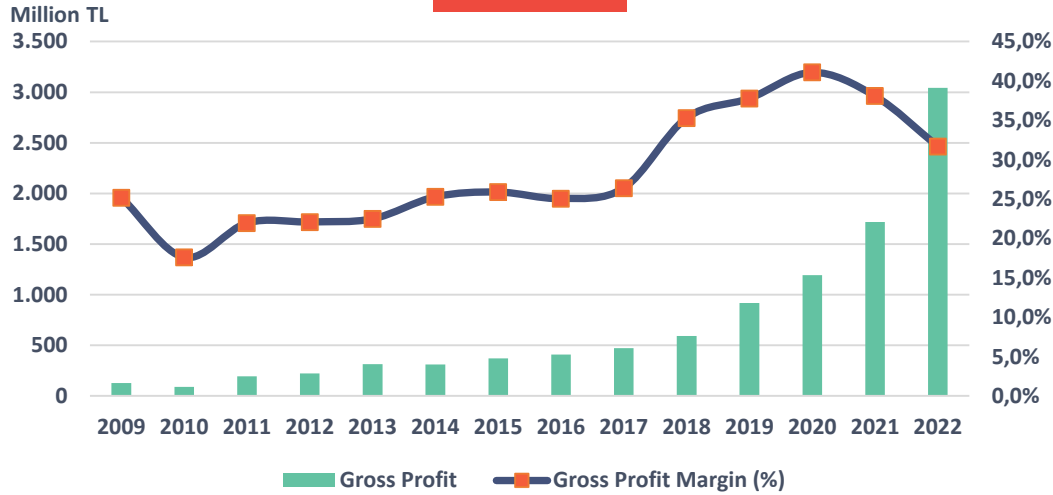
| Sales (000 TL) | 2023 9M | 2022 9M | Change (%) | |
|----------------|-------------------|------------------|-------------|---|
| Domestic | 4.311.671 | 1.901.607 | 127% | ▲ |
| Export | 8.620.934 | 3.220.856 | 168% | ▲ |
| Total | 12.932.605 | 5.122.463 | 152% | ▲ |



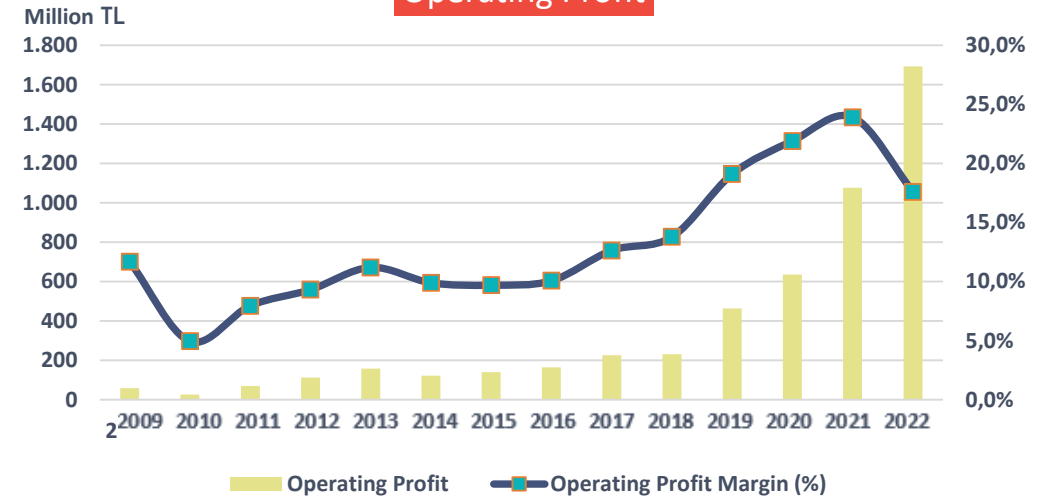
- Otokar domestic sales **127%** and export sales **168%** higher compared to last year's same period.
- The share of exports in turnover is **67%** in 2023.



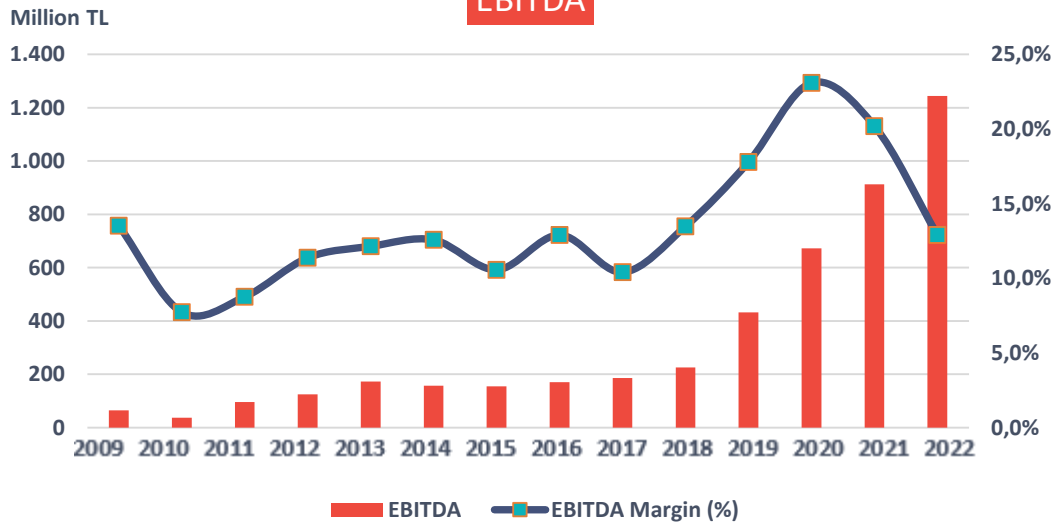
Gross Profit



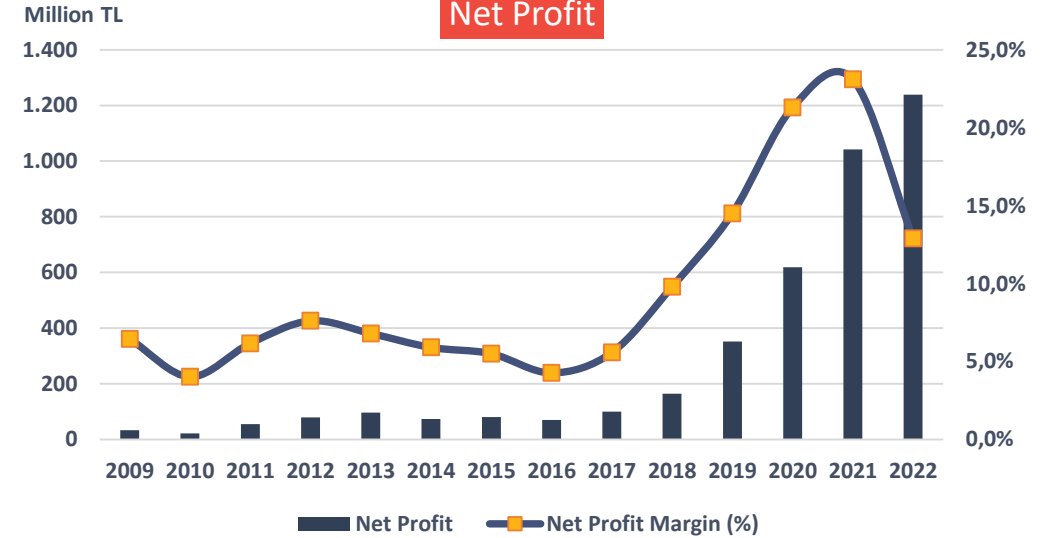
Operating Profit



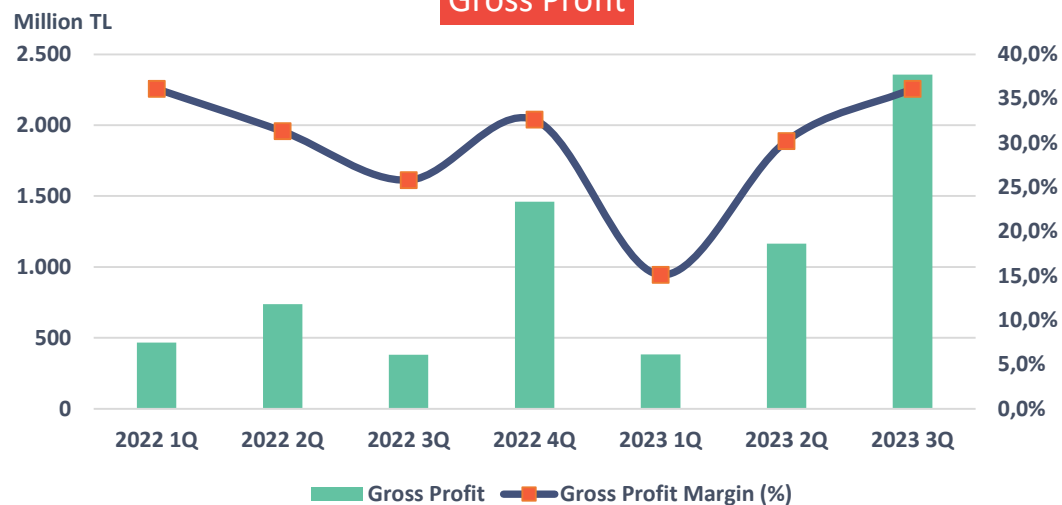
EBITDA



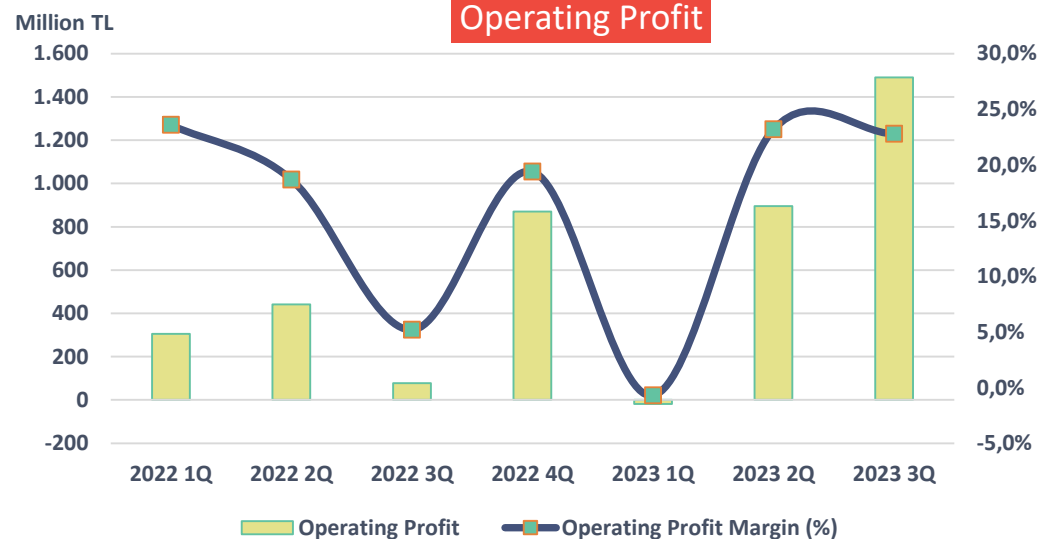
Net Profit



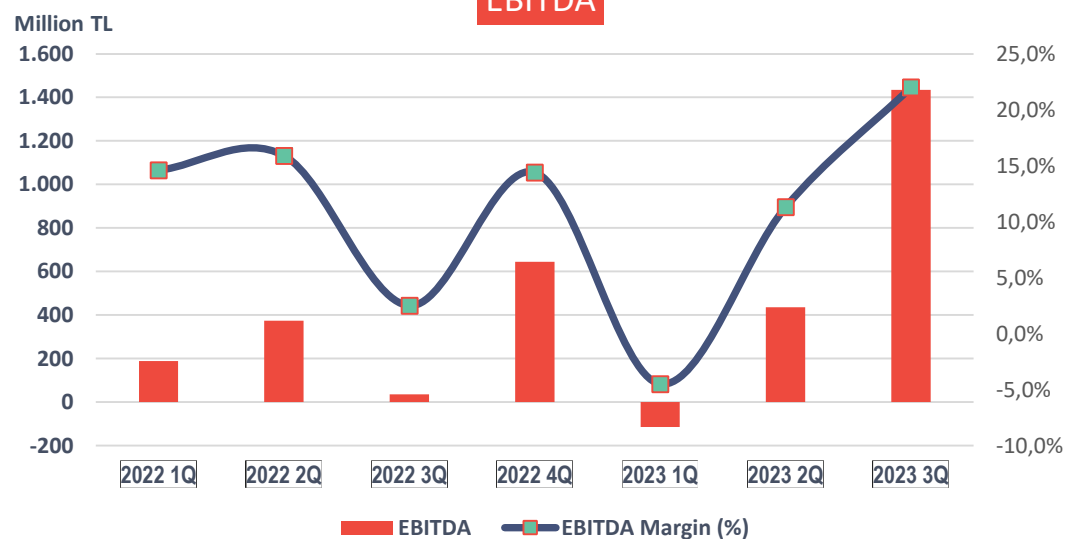
Gross Profit



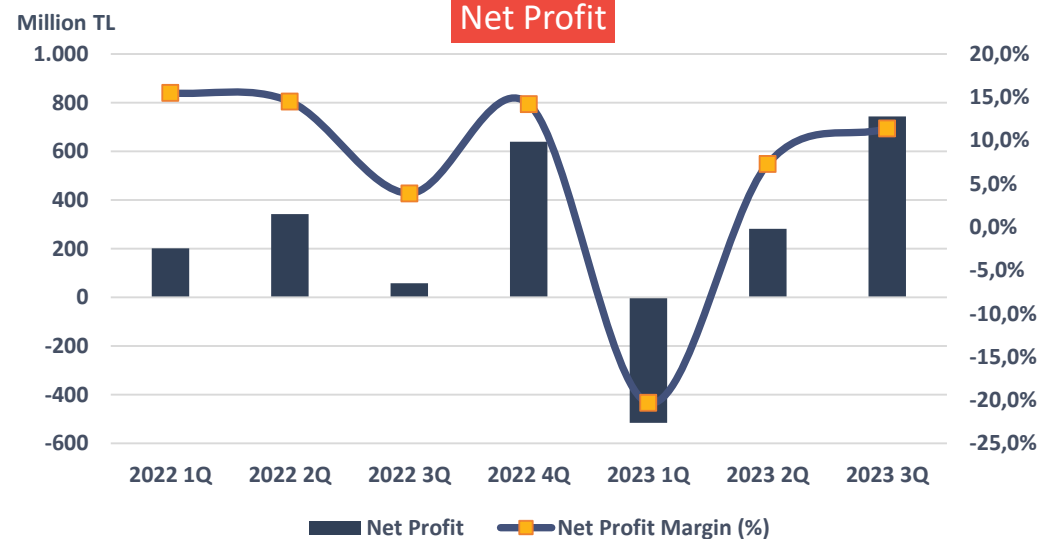
Operating Profit



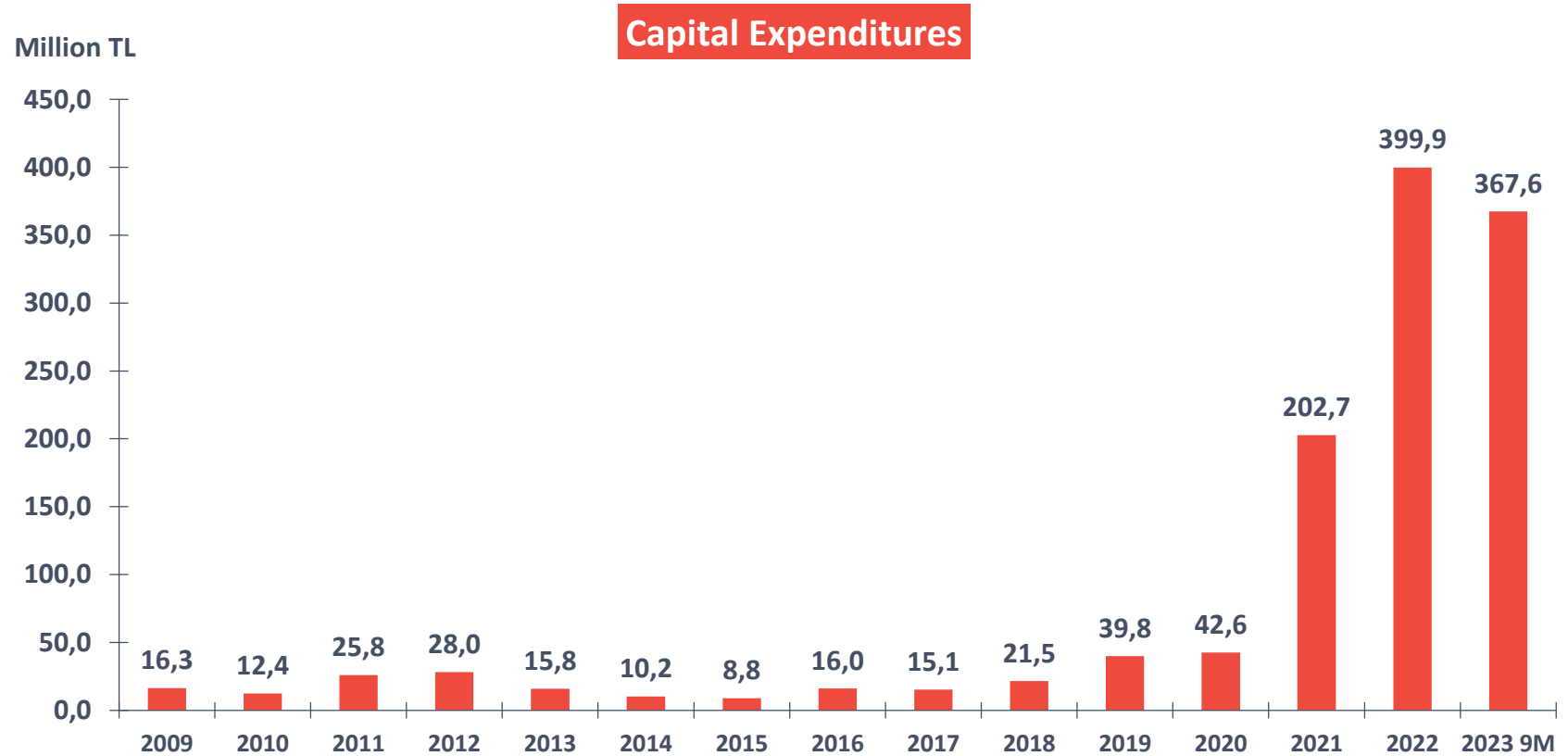
EBITDA

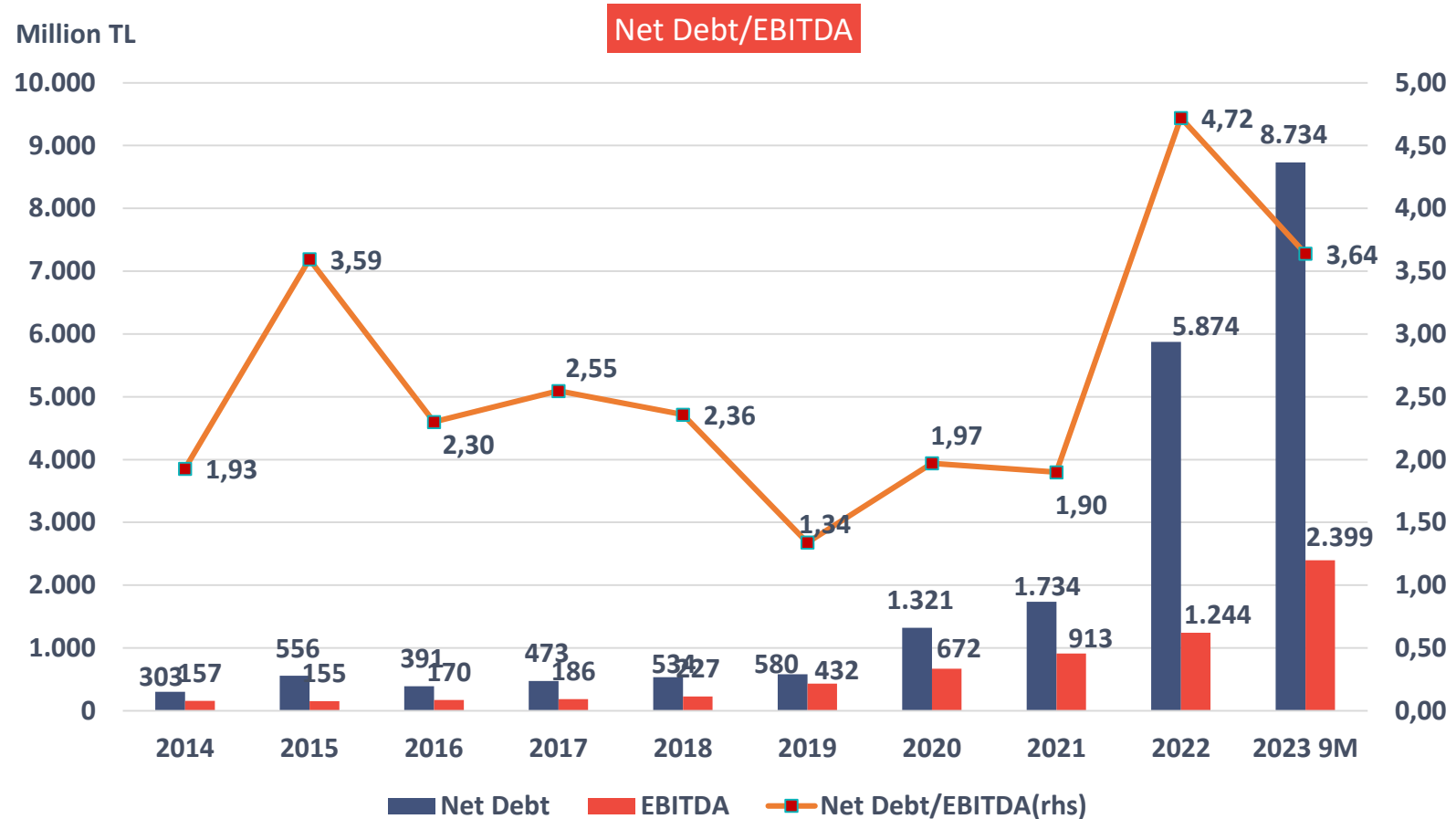


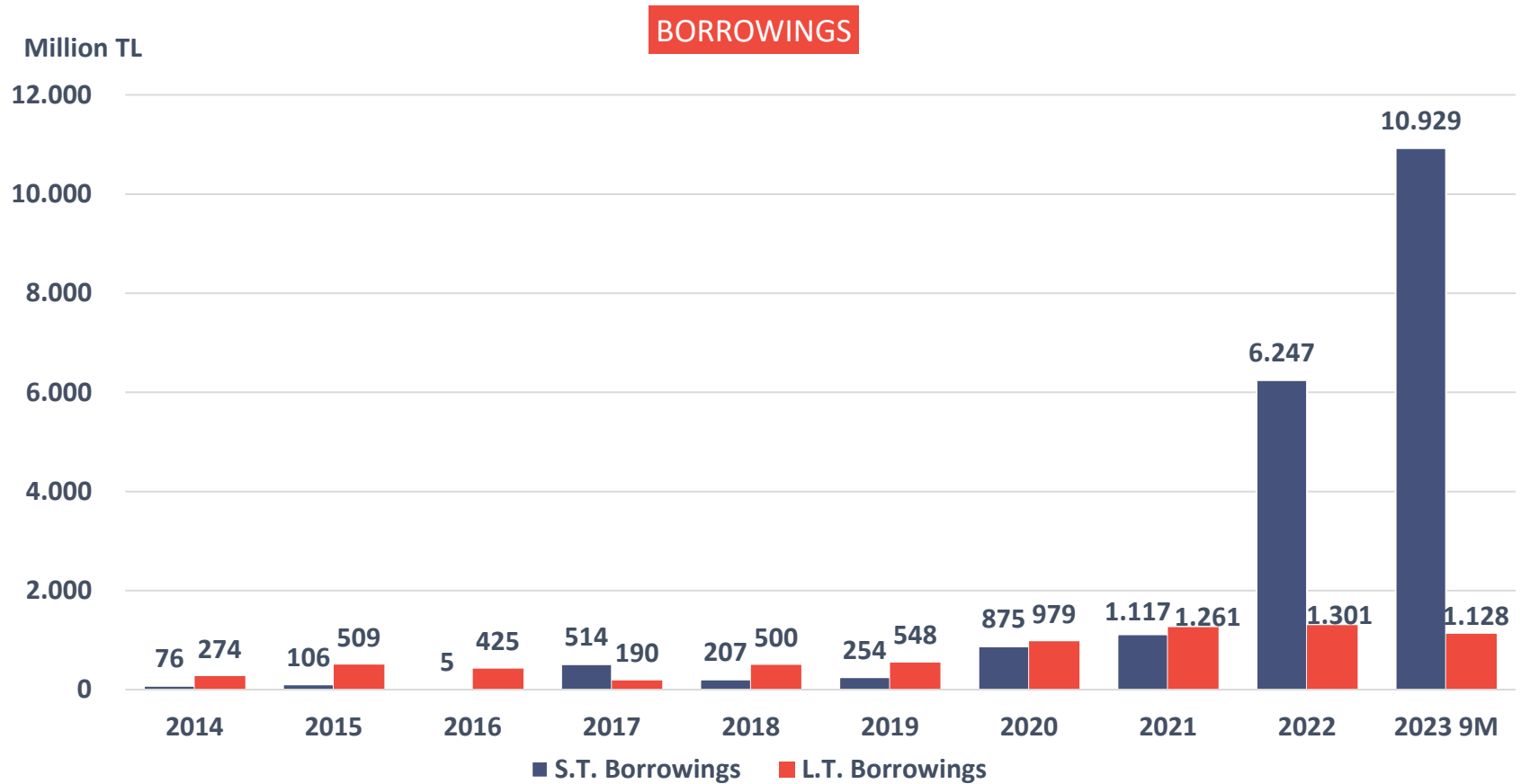
Net Profit



| Ratios | 2018 | 2019 | 2020 | 2021 | 2022 | 2022 9M | 2023 9M |
|--------------------------------|-------|-------|-------|-------|-------|---------|---------|
| ROE | 42,2% | 55,1% | 61,4% | 69,6% | 58,9% | 36,9% | 20,5% |
| EBITDA Margin | 13,5% | 17,8% | 23,1% | 20,2% | 12,9% | 11,7% | 13,6% |
| Net Margin | 9,8% | 14,5% | 21,3% | 23,1% | 12,9% | 11,7% | 3,9% |
| Net Debt/Equity | 1,4 | 0,9 | 1,3 | 1,2 | 2,8 | 2,7 | 3,5 |
| Net Debt/EBITDA | 2,4 | 1,3 | 2,0 | 1,9 | 4,7 | 4,4 | 3,6 |
| ST. Borrowing/Total Borrowings | 0,38 | 0,39 | 0,49 | 0,48 | 0,71 | 0,65 | 0,80 |
| Equity/Total Assets | 0,17 | 0,24 | 0,23 | 0,25 | 0,15 | 0,15 | 0,12 |
| Current Ratio | 2,1 | 1,9 | 1,5 | 1,4 | 1,1 | 1,1 | 1,0 |

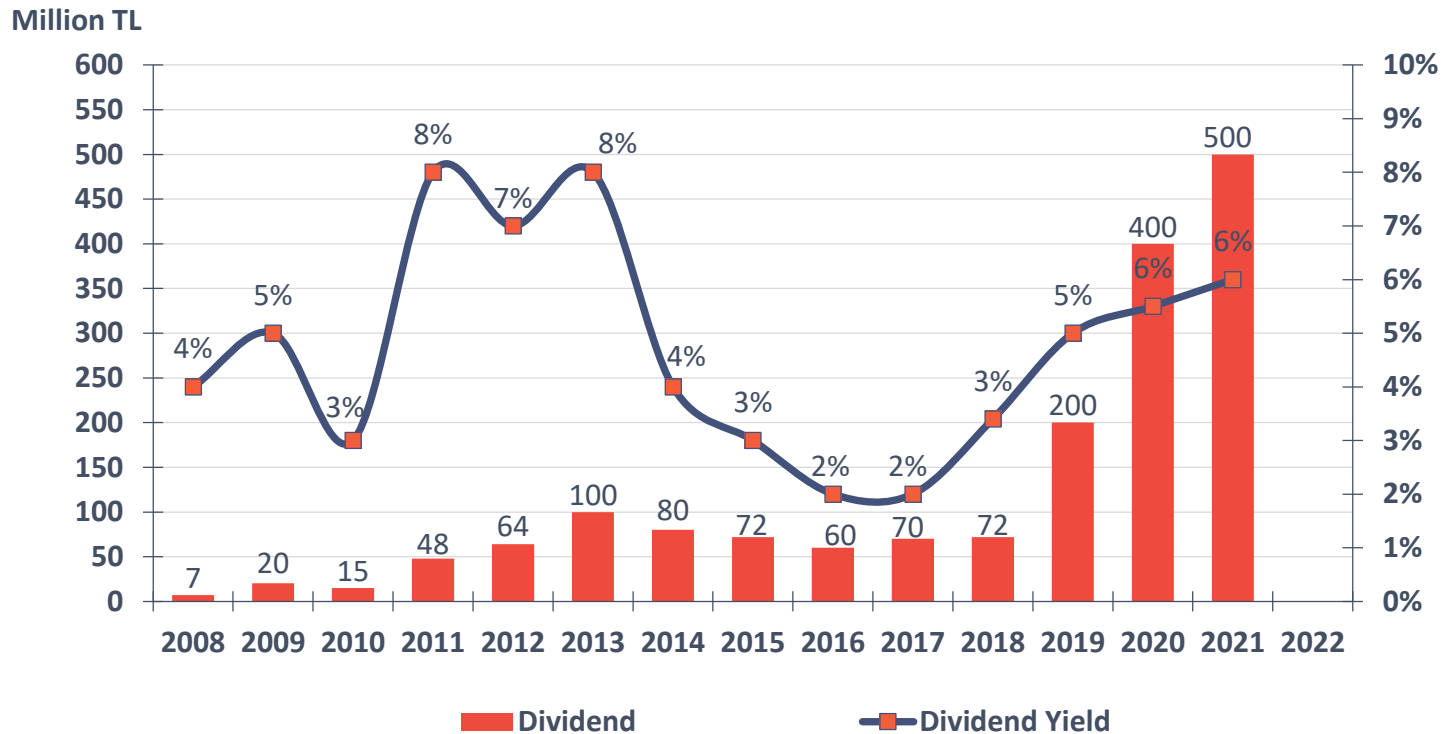




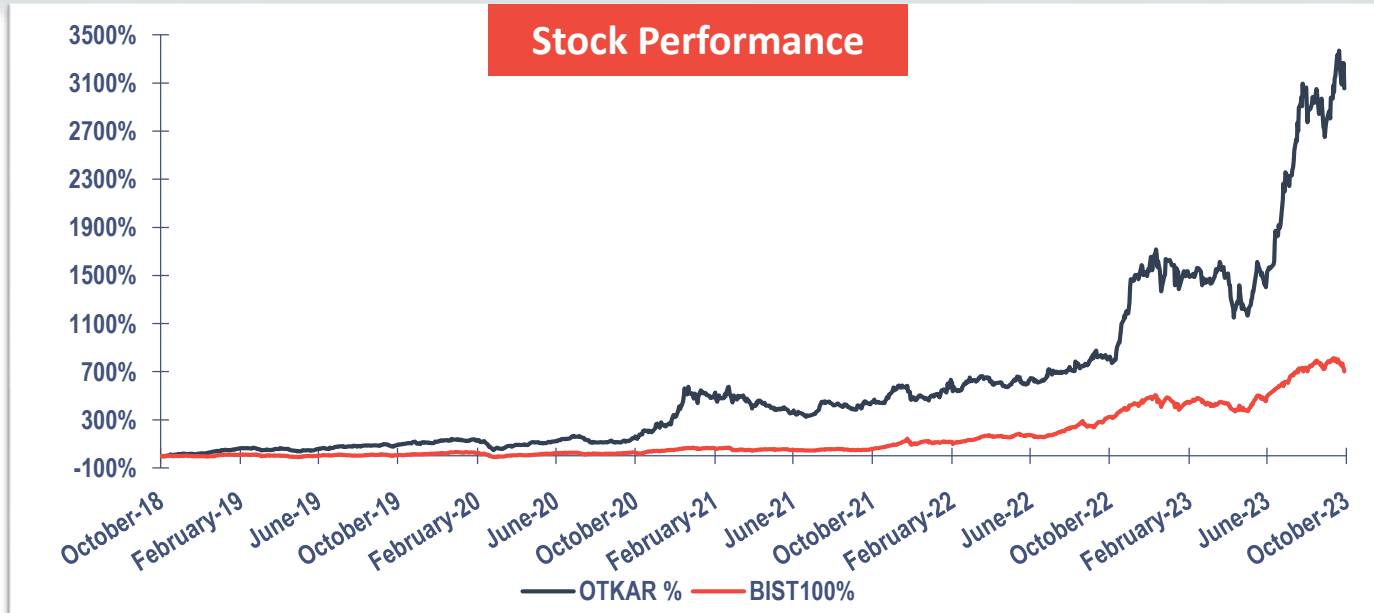


- Exchange rate risk and liquidity are monitored actively and the maturity of the borrowings and the currency type is determined by taking into consideration of the foreign currency position and liquidity risk.

Dividend Yield

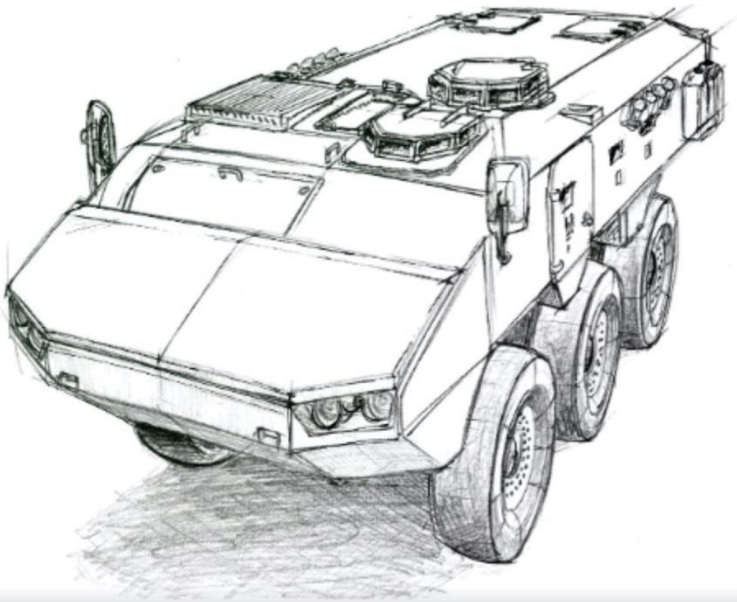


- Consistent dividend distribution is an indication of the importance given to creating shareholder value.





Otokar R&D Center houses a Climatic Test Chamber with Dynamometer, the one and only of its kind in Turkey, and among the top few in Europe, and Turkey's the highest capacity hydraulic road simulator as well as Turkey's the largest and the world's best state-of-the-art Electromagnetic Compatibility Test Center





Otokar and Milrem Robotics signed a teaming agreement to explore opportunities for unmanned and remote controlled ground vehicles.

Otokar added electric bus e-Kent C, Kent Hydrogen, Turkey's first electric-powered armored combat vehicle Akrep IIe and heavy duty unmanned platform to its product range, which both were developed by its own R&D.

Total of **677 R&D center employee**

Total R & D spending over the last 10 years **2.1 billion TL**

10 year R & D expenditures in turnover **7%**

DORUK HIBRA

Turkey's first hybrid bus



DORUK DG

Turkey's first natural gas powered mid-sized bus



KENT DG

12 m CNG bus



DORUK ELECTRA

Turkey's first electric bus



E-Kent C

12 m electric bus



AKREP IIe

Turkey's first electric armoured vehicle



KENT HYDROGEN

12 m hydrogen fuel cell bus



Otokar listed in the BIST Sustainability Index for the **sixth** consecutive term

Otokar considers its sustainability strategy, protecting domestic capital structure and the goal of profitability, its sensitivity to the environment, human and society, its focus on universal human rights and business ethics principles, operational excellence and customer satisfaction, and the development of high-tech, value-added products.

Otokar is strictly bound to the 10 principles of the **UN Global Compact** signed by Koç Holding.

Otokar is also signatory of the **Women's Empowerment Principles (WEPs)**, a joint initiative of the United Nations Women's Unit (UN Women) and the United Nations Global Compact (UN Global Compact).

Otokar **accepts 17 Global Goals for Sustainable Development** as defined by the United Nations General Assembly and carries out its activities accordingly.

R&D and Innovation for Continuous and Sustainable Development

- Product Quality
- Product Life Cycle
- Minimizing the Impact of Supply and Value Chains



Sustainable and Quality Products

- Applying New Technologies
- Alternative Fuel Vehicles
- Sustainable Product Design
- Digitalization



Innovative Solutions to Combating Climate Change

- Energy Efficiency in Production
- Zero Waste
- Shift to Low Carbon Economy



Brand Value and Customer Satisfaction

- Accessibility
- Customer Satisfaction
- Brand Value and Reputation



Employee Satisfaction

- Employee Loyalty
- Occupational Health and Safety
- Diversity and Human Rights
- Talent Management





60TH ORDINARY GENERAL
ASSEMBLY OF OTOKAR OTOMOTİV
VE SAVUNMA SANAYİ A.Ş. HELD ON
13.03.2023.

Otokar, as publicly disclosed with the material disclosure dated 23.03.2022, stated that SAHA Corporate Governance and Rating Services A.Ş. (SAHA) **increased its Corporate Governance Rating to 95.60 (9.56 out of 10)**

| Rating of Adaptation to Corporate Governance Principles | Weight | Rating |
|---|-------------|--------------|
| Shareholders | 25% | 95,92 |
| Public Disclosure & Treansperancy | 25% | 96,19 |
| Stakeholders | 15% | 97,13 |
| Board of Directors | 35% | 94,30 |
| Total | 100% | 95,60 |



Otokar Investor Relations Department

| Address | E-Mail | Phone |
|---|------------------------|----------------|
| Atatürk Cad. No:6 Arifiye 54580 Sakarya | otokarir@otokar.com.tr | 0549 834 06 79 |

| Authorized Person | Position | E-Mail | Phone | Internal |
|-------------------|--|--------------------------|----------------|----------|
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| H.Gülşah Mutlu | Investor Relations and Corporate Governance Leader | gmutlu@otokar.com.tr | 0264 229 22 44 | 6301 |
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Contact Us

Investor Relations

Corporate Information ▼

Corporate Governance ▼

General Meetings

Financial Results ▼

Investor Presentations ▼

Disclosures/ Announcements ▼