Koç Holding

Koç Holding posted a net profit of TL 19.7bn in 2Q26. The result came in roughly 46% above the TL 13.6bn market consensus and rose 93% year-on-year. Tüpraş was the main driver of the beat. Strong product margins lifted the energy segment's first-half contribution to more than four times last year's level. The non-energy side of the results, however, looks more cautious. Demand and profitability pressure persisted in automotive, while the recovery in consumer durables was largely driven by one-off gains. Downward revisions across the group — Ford Otosan and Arçelik cutting revenue guidance, Tofaş and TürkTraktör lowering market forecasts — reinforce this view. We view the quarter positively given the significant beat at the bottom line. We continue to like the company on the back of its strong holding-only balance sheet and net cash position, along with a NAV discount running above historical levels, and we maintain our 12-month target price of TL 337.00 and our BUY rating. Our target price implies roughly 64% upside to yesterday's close.

Revenue and operational outlook. Consolidated revenues rose 13% YoY to TL 904.2bn in 2Q26. Gross profit increased 21% to TL 166.9bn, while operating profit grew 70% to TL 63.4bn.

Segment outlook. The energy segment contributed TL 20.7bn to consolidated net profit in the first half, supported by strong product margins and Tüpraş's high capacity utilization (1H25: TL 4.9bn). The segment alone therefore accounted for more than the entirety of the Holding's first-half net profit. Automotive's contribution fell 60% YoY to TL 3.4bn, weighed down by a contracting domestic market, the strong TL's pressure on export profitability and rising costs. The finance segment contributed TL 2.2bn, supported by Yapı Kredi's strong core revenues and effective spread management. Consumer durables swung from a TL 3.1bn loss last year to a TL 0.4bn profit, although a significant portion of this improvement came from the one-off gain Arçelik booked on the Whirlpool transaction. Weak demand, pricing pressure and elevated leverage continued to weigh on the operational picture. The "other" segment's contribution was negative TL 6.5bn.

Balance sheet, liquidity and dividend flow. The holding-only net cash position rose from USD 969mn at end-1Q26 to USD 989mn at end-2Q26. The Holding collected TL 22.8bn in cash dividends from its subsidiaries in the first half, while distributing TL 17.3bn to shareholders in March. Combined net financial debt/EBITDA stood at 1.1x and the combined current ratio at 1.25x. Combined capex in the first half was USD 1.7bn.

Valuation and Net Asset Value discount. We estimate Koç Holding's NAV at approximately TL 781.2bn. The NAV discount stands at 33% based on the latest close, against a long-term average of around 15%.

KCHOL — BUY

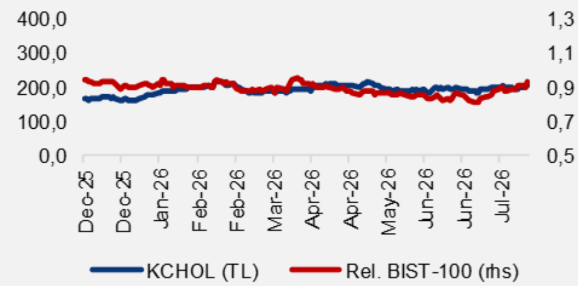
Target Price	TL 337
Return potential	64%

Share Data

Ticker:	KCHOL
Share price (as of 05.08.2026)	206,00
Share price (52 week range)	147 / 216
Market cap. (TL mn - USD mn)	522.395 - 11.001
# of shares (mn) & free float	2.536 - 22%
Foreign Ownership Rate	47%
Market	Star
Industry	Conglomerates

Avg. trading volume	1M	3M	12M
USD mn	87,0	82,1	118,5

Price performance	1M	3M	Y-t-D
TL	9%	2%	27%
USD	7%	-3%	14%
Rel. to BIST-100	14%	8%	4%



Serhan Yenigün
+90 212 355 2604
serhan.yenigun@tacirler.com.tr

Özgür Tosun
+90 212 355 2637
ozgur.tosun@tacirler.com.tr

Team

Tacirler Investment
Research and Content Management

Serhan Yenigün
Head of Research
serhan.yenigun@tacirler.com.tr

Oğuzhan Kaymak
All coverage and content management
oguzhan.kaymak@tacirler.com.tr

Anıl Deniz Altıay
Communication Services, Healthcare, Insurance & Global Markets
deniz.altiay@tacirler.com.tr

Ömer Tarman
REIT, Cement, Database administrator
omer.tarman@tacirler.com.tr

Ekin Çınar
Economist
ekin.akbas@tacirler.com.tr

Özgür Tosun
Holdings, Energy (refining & petrochemicals), Retail (apparel & technology)
ozgur.tosun@tacirler.com.tr

Berk Demirpolat
Consumer Durables, White Goods, Food & Beverage
berk.demirpolat@tacirler.com.tr

Disclaimer

This document was produced by Tacirler Yatırım Menkul Değerler A.Ş. ("Tacirler Investment"), solely for information purposes and for the use of the recipient. It is not to be reproduced under any circumstances and is not to be copied or made available to any person other than the recipient.

This document does not constitute an offer of, or an invitation by or on behalf of Tacirler Investment to any person to buy or sell any security. The information contained herein has been obtained from published information and other sources which Tacirler Investment considers to be reliable. Tacirler Investment does not accept any liability or responsibility whatsoever for the accuracy or completeness of any such information. All estimates, expressions of opinion and other subjective judgments contained herein are made as of the date of this document.

Recipients of this document are urged to base their investment decisions upon their own appropriate investigations that they deem necessary and they should make their own independent decisions as to whether an investment or instrument is proper or appropriate based on their own individual judgment and their risk-tolerance. Any loss or other consequence arising from the use of the material contained in this publication shall be the sole and exclusive responsibility of the investor and Tacirler Investment accepts no liability for any such loss or consequence. Not all investment strategies are appropriate at all times, and past performance is not necessarily a guide to future performance.

Tacirler Investment may, from time to time, have a long or short position in any of the securities mentioned herein and may buy or sell those securities or their derivative securities thereon either on their own account or on behalf of their clients.

Tacirler Investment may perform or seek to perform securities, investment banking or other services for such issuer or its affiliates presented in this document.