WE Soda Ltd

Condensed Consolidated Interim Financial Statements

30 June 2024

Contents

WE Soda Ltd

Condensed Consolidated Interim Statement of Profit or Loss and Other Comprehensive Income
For the period ended 30 June 2024
(in thousands of US Dollars)

	Notes	Six months ended 30 June 2024 (Unaudited)	Six months ended 30 June 2023 (Unaudited)
Revenue	7	608,040	903,986
Cost of sales	8	(386,594)	(457,636)
Gross profit		**221,446**	**446,350**
Administrative expenses	9	(51,059)	(41,891)
Marketing expenses	10	(4,005)	(2,193)
Other operating income	11	12,410	30,958
Other operating expenses	11	(8,523)	(13,519)
Profit from operations		**170,269**	**419,705**
Finance income	12	159,491	64,314
Finance expenses	12	(192,697)	(262,135)
Share of net (loss) / profit of associates accounted for using the equity method		(10,041)	2,958
Profit before tax		**127,022**	**224,842**
Taxation	13	(11,465)	(187,488)
Total profit for the period		**115,557**	**37,354**
Profit for the period attributable to:			
Owners of the Company		80,319	18,985
Non-controlling interest		35,238	18,369
Total profit for the period		**115,557**	**37,354**
Basic and diluted earnings per share	**20**	**0.752**	**0.243**
Other comprehensive income / (loss)			
Items that will not be reclassified subsequently to profit or loss:			
- Accumulated gain/(loss) on remeasurement of defined benefit plans		-	-
- Accumulated gain/(loss) on remeasurement of defined benefit plans of investments accounted for using the equity method		-	-
Items that will be reclassified subsequently to profit or loss:			
- Hedge accounting of investments accounted for using the equity method		647	(7,214)
- Foreign currency translation reserve		(371)	796
Other comprehensive income / (loss) for the period, net of income tax		**276**	**(6,418)**
Total comprehensive income for the period		**115,833**	**30,936**
Total comprehensive income for the period attributable to:			
Owners of the Company		80,595	12,567
Non-controlling interest		35,238	18,369
Total comprehensive income for the period		**115,833**	**30,936**

The Notes on pages 7 to 34 form part of these condensed consolidated interim financial statements.

WE Soda Ltd

Condensed Consolidated Interim Statement of Financial Position

As at 30 June 2024

(in thousands of US Dollars)

	Notes	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Assets			
Non-current assets			
Property, plant, and equipment	14	539,890	527,312
Mining reserves	15	551,302	564,675
Intangible assets		66,200	67,981
Mining assets	16	137,457	112,759
Investment properties	23	66,873	-
Inventories		39,363	29,150
Prepaid expenses		233,437	3,286
Other receivables	23	622,274	837,925
Deferred tax assets	13	733,420	717,373
Goodwill		14,565	14,565
Right of use assets		28,188	27,903
Derivative financial instruments	26	47,294	54,857
Investments accounted for using the equity method	22	315,300	324,519
		3,395,563	**3,282,305**
Current assets			
Trade receivables	23	134,488	154,397
Other receivables	23	262,993	254,745
Cash and cash equivalents	17	155,791	169,621
Prepaid expenses		54,010	15,934
Inventories		39,337	27,721
Other current assets		38,665	43,616
		685,284	**666,034**
Total assets		**4,080,847**	**3,948,339**
Non-current Liabilities			
Borrowings	18	1,672,030	1,608,262
Lease liabilities		23,749	23,445
Other payables		13,917	13,917
Derivative financial instrument	26	1,041	-
Employee benefits		4,537	3,354
Mine closure provision		92,246	91,471
Deferred tax liability	13	153,839	163,301
Deferred income (contract liabilities)	19	26,753	22,130
		1,988,112	**1,925,880**
Current liabilities			
Borrowings	18	103,549	56,164
Derivative financial instruments	26	10,655	4,570
Lease liabilities		3,022	3,307
Trade payables	23	143,067	110,209
Other payables	23	49,376	49,809
Tax liability		9,320	18,196
Provisions		8	8
Employee benefits		6,332	4,598
Deferred income (contract liabilities)	19	104,771	140,688
Other current liabilities		16,438	39,176
		446,538	**426,725**
Total liabilities		**2,434,650**	**2,352,605**
Net assets		**1,646,197**	**1,595,734**

WE Soda Ltd

Condensed Consolidated Interim Statement of Financial Position (continued)
As at 30 June 2024
(in thousands of US Dollars)

	Notes	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Equity			
Share capital	20	153,636	153,636
Share premium	20	1,382,131	1,382,131
Capital contribution in kind		131,038	131,038
Restricted profit reserves	20	112,170	83,016
Acquisition of public shares of equity accounted investment's subsidiary		(15,594)	(15,594)
Accumulated other comprehensive income that will not be reclassified subsequently to profit or loss		4,620	4,620
- Actuarial gain on remeasurement of defined benefit plans		*4,620*	*4,620*
Accumulated other comprehensive loss that will be reclassified subsequently to profit or loss		(1,898,288)	(1,898,564)
- Foreign currency translation reserve		*(1,899,253)*	*(1,898,882)*
- Hedge accounting		*965*	*318*
Retained profits		1,596,027	1,544,862
Equity attributable to owners of the Company		**1,465,740**	**1,385,145**
Non-controlling interest	21	180,457	210,589
Total equity		**1,646,197**	**1,595,734**

The Notes on pages 7 to 34 form part of these condensed consolidated interim financial statements.

The condensed consolidated interim financial statements on pages 2 to 34 were approved by the Board on 27 August 2024 and were signed on its behalf.

Alasdair J. Warren
Chief Executive Officer / Director
27 August 2024

Ahmet Tohma
Chief Financial Officer / Director
27 August 2024

WE Soda Ltd

Condensed Consolidated Interim Statement of Changes in Equity

For the period ended 30 June 2024
(in thousands of US Dollars)

	Share capital	Share premium	Capital contribution in kind[3]	Restricted profit reserves	Acquisition of public shares of equity accounted investment's subsidiary	Accumulated (loss) / gain on remeasurement of defined benefit plans[1]	Other[2]	Foreign Currency Translation Reserve[2]	Retained profits	Equity attributable to owners of the Company	Non-controlling interest[3]	Total equity
At 1 January 2023 (audited)	**153,636**	**1,382,131**	**131,038**	**53,302**	**-**	**3,941**	**6,185**	**(1,899,153)**	**1,206,116**	**1,037,196**	**184,312**	**1,221,508**
Dividend distributions	-	-	-	-	-	-	-	-	(110,000)	(110,000)	-	(110,000)
Transfer	-	-	-	14,216	-	-	-	-	(14,216)	-	-	-
Acquisition of public shares of equity accounted investment's subsidiary	-	-	-	-	(15,594)	-	-	-	-	(15,594)	-	(15,594)
- Profit for the period	-	-	-	-	-	-	-	-	18,985	18,985	18,369	37,354
- Other comprehensive income / (loss) for the period	-	-	-	-	-	-	(7,214)	796	-	(6,418)	-	(6,418)
Total comprehensive (loss) / income for the period	**-**	**-**	**-**	**-**	**-**	**-**	**(7,214)**	**796**	**18,985**	**12,567**	**18,369**	**30,936**
Effect of purchase of subsidiary	-	-	-	-	-	-	-	-	-	-	11,098	11,098
At 30 June 2023 (unaudited)	**153,636**	**1,382,131**	**131,038**	**67,518**	**(15,594)**	**3,941**	**(1,029)**	**(1,898,357)**	**1,100,885**	**924,169**	**213,779**	**1,137,948**
At 1 January 2024 (audited)	**153,636**	**1,382,131**	**131,038**	**83,016**	**(15,594)**	**4,620**	**318**	**(1,898,882)**	**1,544,862**	**1,385,145**	**210,589**	**1,595,734**
Dividend distributions	-	-	-	-	-	-	-	-	-	-	(65,370)	**(65,370)**
Transfer	-	-	-	29,154	-	-	-	-	(29,154)	-	-	-
- Profit for the period	-	-	-	-	-	-	-	-	*80,319*	*80,319*	35,238	**115,557**
- Other comprehensive income / (loss) for the period	-	-	-	-	-	-	*647*	*(371)*	-	*276*	-	***276***
Total comprehensive income / (loss) for the period	-	-	-	-	**-**	**-**	**647**	**(371)**	**80,319**	**80,595**	**35,238**	**115,833**
At 30 June 2024 (unaudited)	**153,636**	**1,382,131**	**131,038**	**112,170**	**(15,594)**	**4,620**	**965**	**(1,899,253)**	**1,596,027**	**1,465,740**	**180,457**	**1,646,197**

Note 1 – Accumulated other comprehensive income that will not be reclassified subsequently to profit or loss.
Note 2 – Accumulated other comprehensive income that will be reclassified subsequently to profit or loss.
Note 3 – Since Kew Soda Ltd. acquired more than 90% of the shares in a company (TC Soda) by issuing its own shares in return, as required by the Companies Act, 2006, the difference between the USD131.0 million fair value of TC Soda and the nominal value of the shares issued by Kew Soda Ltd. Has been credited to equity under "Capital contribution in kind".

The Notes on pages 7 to 34 form part of these condensed consolidated interim financial statements.

WE Soda Ltd

Condensed Consolidated Interim Statement of Cash Flows

For the period ended 30 June 2024
(in thousands of US Dollars)

	Notes	Six months ended 30 June 2024 (Unaudited)	2023 (Unaudited)
Cash flow from operating activities:			
Total profit for the period		**115,557**	**37,354**
Adjustments for:			
Depreciation and amortisation expenses	8,9,10	38,901	31,224
Retirement benefits		2,951	867
Interest income		(155,280)	(66,312)
Interest expense		99,047	84,816
Discount expenses / (income) (net)	11	3,207	1,476
Bank charges	12	1,942	3,465
Net foreign exchange losses / (gains)		49,632	150,153
Income tax charges / (benefits)	13	11,465	187,488
Adjustments related to the share of net (profit) / loss of associates accounted for using the equity method	22	10,041	(2,958)
Fair value losses / (gains)		16,816	-
Increase in inventories		(11,495)	(2,692)
(Increase) / decrease in trade and other receivables		28,220	76,893
(Decrease) / Increase in trade and other payables		(25,340)	(169,819)
Other cash flows		-	7
Cash generated from operations		**185,664**	**331,962**
Tax return payments		(43,969)	(47,094)
Paid retirement benefit obligation		(224)	(870)
Total net cash generated from operating activities		**141,471**	**283,998**
Cash flow from investing activities:			
Payments made in conjunction with equity investment	22	-	(5,400)
Purchases of property, plant, and equipment		(68,453)	(51,801)
Cash outflow for acquisition of investment properties		(1,317)	-
Interest received		5,230	3,359
Cash received from acquisition of subsidiaries		66	22
Cash outflow for purchase of subsidiary		(22)	(9,298)
Cash inflows due to non-trading related party balances		-	26,335
Cash outflows due to non-trading related party balances		(46,666)	(297,131)
Net cash used in investing activities		**(111,162)**	**(333,914)**
Cash flow from financing activities:			
Proceeds from borrowings		571,473	7,459
Repayments of the borrowings		(478,323)	(124,889)
Repayment of lease liabilities		(4,704)	(2,416)
Interest paid		(61,661)	(62,009)
Borrowing costs incurred		(1,918)	(3,465)
Distributions to non-controlling interest shareholder of subsidiary		(66,794)	(30,342)
Other cash outflows		(2,096)	(546)
Net cash used in financing activities		**(44,023)**	**(216,208)**
Effects of exchange rate changes on cash and cash equivalents		(116)	3,655
Net used in cash and cash equivalents		**(13,830)**	**(262,469)**
Cash and cash equivalents at beginning of the period	17	169,621	308,733
Cash and cash equivalents at end of the period	**17**	**155,791**	**46,264**

The notes on pages 7 to 34 form part of these condensed consolidated interim financial statements.

31 December 2023 figures are audited. All other amounts are unaudited.

1. General information

2.

WE Soda Ltd (the "Company", "WE Soda" or the "Parent Company") is a private company limited by shares incorporated and domiciled in the United Kingdom on 6 July 2016 and registered in England and Wales under the Companies Act 2006. The address of the registered office is 23 College Hill, London, EC4R 2RP, United Kingdom. The copies of the most recent consolidated financial statements and annual report for the year ended 31 December 2023 of WE Soda Ltd. and its immediate parent Kew Soda Ltd. ("Kew Soda"), which are the smallest and largest groups to consolidate, can be obtained from the UK Companies House. The nature of the Company's subsidiaries and associates' operations and their principal activities are mining for trona and producing soda ash and sodium bicarbonate, which are essential raw materials in glass manufacturing, powder soaps and detergents, chemicals (including the production of lithium carbonate) and other consumer and industrial products. The Company and its subsidiaries (both direct and indirect) are referred to as the "Group".

The immediate parent and ultimate holding company of WE Soda are Kew Soda and Akkan Enerji Madencilik, Denizcilik ve Gemi İşletme Hizmetleri A.Ş. (formerly Akkan Enerji ve Madencilik A.Ş. "Akkan Enerji"), respectively, which are incorporated in the UK and Türkiye, respectively, are part of the wider "Ciner Group". Akkan Enerji and Kew Soda's ultimate controlling party is Mr. Turgay Ciner. The Company and Kew Soda Ltd. are parent companies in the Akkan Group, both preparing publicly available financial statements.

The global soda ash business of the Company comprises two controlled businesses, Eti Soda and Kazan Soda in Türkiye, and one controlled investment, West Soda LLC in the USA, and two investments, namely an indirect investment in Şişecam Wyoming LLC, and indirect investment Pacific Soda LLC.

On 1 February 2023, Şişecam Resources LP ("Şişecam") (NYSE: SIRE) and Şişecam Chemicals Resources LLC ("SCR") announced that Şişecam has entered into a definitive Agreement and Plan of Merger (the "Agreement" or the "Merger") pursuant to which Şişecam Chemicals Wyoming LLC, a wholly owned subsidiary of Şişecam Chemicals Resources LLC ("Parent") will acquire all of the outstanding common units of Şişecam not already owned by Parent and its affiliates (the "Public Common Units"). The Agreement follows the offer made by Parent on 6 July 2022 to acquire the Public Common Units.

As a result of this Merger, the Group's effective holding in Şişecam Wyoming LLC increased to approximately 20.4% from 15.1% and Şişecam Resources LP ("Şişecam") (NYSE: SIRE) is delisted and merged under Şişecam Chemicals Wyoming LLC.

On 24 June 2023, the Group acquired a 60% controlling stake of Denmar Depoculuk Nakliyat ve Ticaret A.Ş. ("Denmar Türkiye") from the Ciner Group for consideration of USD 39 million.

Soda World, a direct subsidiary of the Company, acquired Imperial Mining, Minerals and Chemicals GmbH ("IMMC") on 29 February 2024 for a consideration of EUR 20,000. Imperial Mining, Minerals and Chemicals GmbH is responsible for managing sales to the Group's clientele in Europe through warehouses located in the Netherlands and is consolidated. IMMC's title was changed to Soda World Europe GmbH ("Soda World Europe") on 22 May 2024.

As part of a simplification of the corporate structure in Türkiye, Kazan Soda and Ciner Kimya were merged on 12 June 2024. This transaction was completed under common control and did not have any effect on the consolidation or previously reported results of the Group.

These condensed interim financial statements were approved for issue on 27 August 2024.

These condensed interim financial statements do not comprise statutory accounts within the meaning of section 434 of the Companies Act 2006. Statutory accounts for the year ended 31 December 2023 were approved on 25 April 2024 by the Board of Directors. The report of the auditors on those accounts was unqualified, did not contain an emphasis of matter paragraph and did not contain any statement under section 498 of the Companies Act 2006.

1. General information (continued)

Significant changes in the current reporting period

There are no events and transactions, except for the acquisition of the investment properties detailed in Note 23 and senior secured notes issuance on 14 February 2024 and 6-year Cancellable Interest Rate Swap transactions detailed in Note 18, that are significant to an understanding of the changes in financial position and performance of the Group since the end of the last annual reporting period.

2. Material accounting policies

2.1 Financial information

The financial information is presented in US Dollars ($, USD). Foreign operations are included in accordance with the policies set out in this note.

2.2 Basis of preparation

This condensed consolidated interim financial statements for the Six-month reporting period ended 30 June 2024 have been prepared in accordance with the UK-adopted International Accounting Standard 34, "Interim Financial Reporting".

The condensed consolidated interim financial statements do not include all of the notes of the type normally included in the annual financial statements. Accordingly, the condensed consolidated interim financial statements are to be read in conjunction with the financial statements included in the 2023 Annual Report that can be obtained from the Company's registered office of the UK Companies House websites. The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except for the adoption of the new and amended standards and interpretations, as applicable and discussed below.

Investment property

Investment property, which is property held to earn rentals and/or for capital appreciation (including property under construction for such purposes), is measured initially at cost, including transaction costs. Subsequent to initial recognition, investment property is measured with cost method, which is initial cost less any accumulated depreciation and accumulated impairment losses. An investment property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of the property (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the period in which the property is derecognised.

Going concern

The financial statements as of and for period ended 30 June 2024 have been prepared on the going concern basis, as the Directors have determined that the Group has sufficient resources and liquidity to continue in operational existence and to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements. In assessing the Group's ability to adopt the going concern basis, the Directors have evaluated the Group's ability to meet its liabilities as they fall due in a variety of cash flow scenarios, including a severe but plausible downside scenario, which still results in positive operational cash flows. This scenario applies severe but plausible economic downside assumptions to the Group's base case forecast resulting from the continued economic and social uncertainties surrounding the general outlook in the global economy. Additionally, these forecasts show that the Group will have sufficient financial headroom to meet its financial covenants based on the Revolving Credit facility for a period of at least 12 months from the date of approval of the financial statements and the Directors have also considered the new bond issuance and royalty settlement on the liquidity of the Group. The key assumptions made included a sales volume sensitivity, a netback price sensitivity, a natural gas supply and price cost sensitivity.

2. Material accounting policies (continued)

2.3 New and revised IFRSs

The accounting policies applied in the preparation of the condensed consolidated interim financial statements as of and for the period ended 30 June 2024 are consistent with those applied in the preparation of the consolidated financial statements as of and for the year ended 31 December 2023, except for the new and amended IFRS standards which are valid as of 1 January 2024 and International Financial Reporting Interpretations Committee's ("IFRIC") interpretations summarised below.

Standards, amendments, and interpretations that are applicable from 1 January 2024

- ***Amendments to IAS 1 Classification of Liabilities as Current or Non-Current and Non-current liabilities with covenants;*** Amendments made to IAS 1 Presentation of Financial Statements in 2020 and 2022 clarified that liabilities are classified as either current or non-current, depending on the rights that exist at the end of the reporting period. Classification is unaffected by the entity's expectations or events after the reporting date (for example, the receipt of a waiver or a breach of covenant).

  Covenants of loan arrangements will not affect classification of a liability as current or non-current at the reporting date if the entity must only comply with the covenants after the reporting date. However, if the entity must comply with a covenant either before or at the reporting date, this will affect the classification as current or non-current even if the covenant is only tested for compliance after the reporting date.

  The amendments require disclosures if an entity classifies a liability as non-current and that liability is subject to covenants with which the entity must comply within 12 months of the reporting date. The disclosures include:
  - the carrying amount of the liability;
  - information about the covenants; and
  - facts and circumstances, if any, that indicate that the entity might have difficulty complying with the covenants.

  The amendments also clarify what IAS 1 means when it refers to the 'settlement' of a liability. Terms of a liability that could, at the option of the counterparty, result in its settlement by the transfer of the entity's own equity instrument can only be ignored for the purpose of classifying the liability as current or non-current if the entity classifies the option as an equity instrument. However, conversion options that are classified as a liability must be considered when determining the current/non-current classification of a convertible note.

  The amendments must be applied retrospectively in accordance with the normal requirements in IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors. Special transitional rules apply if an entity had early adopted the 2020 amendments regarding the classification of liabilities as current or non-current.

- ***Amendments to IFRS 16 Lease Liability in a Sale and Leaseback;*** In September 2022, the IASB finalised narrow-scope amendments to the requirements for sale and leaseback transactions in IFRS 16 Leases which explain how an entity accounts for a sale and leaseback after the date of the transaction.

  The amendments specify that, in measuring the lease liability subsequent to the sale and leaseback, the seller-lessee determines 'lease payments' and 'revised lease payments' in a way that does not result in the seller-lessee recognising any amount of the gain or loss that relates to the right of use that it retains. This could particularly impact sale and leaseback transactions where the lease payments include variable payments that do not depend on an index or a rate.

2. Material accounting policies (continued)

2.3 New and revised IFRSs (continued)

Standards, amendments, and interpretations that are applicable from 1 January 2024 (continued)

- ***Amendments to IAS 7 and IFRS 7 Supplier Finance Agreements;*** On 25 May 2023, the IASB issued amendments to IAS 7 and IFRS 7 to require specific disclosures about supplier finance arrangements ("SFAs"). The amendments respond to investors that said that they urgently needed more information about SFAs to be able to assess how these arrangements affect an entity's liabilities, cash flows and liquidity risk. To meet investors' needs, the new disclosures will provide information about:

  (1) The terms and conditions of SFAs.
  (2) The carrying amount of financial liabilities that are part of SFAs, and the line items in which those liabilities are presented. (3) The carrying amount of the financial liabilities in (2), for which the suppliers have already received payment from the finance providers.
  (3) The range of payment due dates for both the financial liabilities that are part of SFAs, and comparable trade payables that are not part of such arrangements.
  (4) Non-cash changes in the carrying amounts of financial liabilities in (2).
  (5) Access to SFA facilities and concentration of liquidity risk with the finance providers.

  Entities will be required to aggregate the information that they provide about SFAs. However, entities should disaggregate information about terms and conditions that are dissimilar, disclose explanatory information where the range of payment due dates is wide, and disclose the type and effect of non-cash changes that are needed for comparability between periods.

The impacts of these improvements and amendments on the financial position and performance of the Group is being assessed and the Management does not expect any significant effect on the existing disclosures.

Standards and amendments that are issued but not effective as of 1 January 2024

A number of new standards and amendments to existing standards are not effective at reporting date and earlier application is permitted; however, the Group has not early adopted are as follows.

- ***Amendments to IAS 21 - Lack of Exchangeability with covenants – Amendments to IAS 1;*** In August 2023, the IASB amended IAS 21 to add requirements to help entities to determine whether a currency is exchangeable into another currency, and the spot exchange rate to use when it is not. Prior to these amendments, IAS 21 set out the exchange rate to use when exchangeability is temporarily lacking, but not what to do when lack of exchangeability is not temporary.

The Group evaluates the effects of these standards, amendments, and improvements on the consolidated financial statements.

2.4 Critical accounting judgements and key source of estimation uncertainty

In preparing these condensed interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2023.

(tabular amounts in thousands of US dollars, except where noted)

3. Segmental analysis

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-makers ("CODM"). The Group considers that WE Soda Ltd.'s Board of Directors is CODM, which is responsible for allocating resources and assessing performance of the operating segments. The Group considers a combination of factors to determine their reportable segments, such as products and services and geographic areas. The Group's reportable segments are Eti Soda, Kazan Soda (including investment properties) and corporate and other (which includes the Group's corporate headquarters in London, United Kingdom, IMMC in Germany, Ciner Kimya, Denmar and WIDT in Türkiye, CEI and its subsidiaries and associates in the United States (which consists of Şişecam Chemicals Resources and its subsidiaries)). Eti Soda and Kazan Soda are reported as Türkiye for geographical reporting. Information regarding the Group's operating segments are reported below.

Segment revenues and results

The following is an analysis of the Group's revenue, results, assets, and liabilities by reportable segment (as reviewed by the Board of Directors).

	Türkiye			
Six months ended 30 June 2024	**Eti Soda**	**Kazan Soda**	**Corporate and Other**	**Total**
Domestic sales	56,604	57,228	-	113,832
Export sales	182,069	243,811	68,328	494,208
Segment revenue and other income	**238,673**	**301,039**	**68,328**	**608,040**
Finance income	9,235	129,757	20,499	159,491
Finance expense[1]	(36,784)	(32,140)	(123,773)	(192,697)
Profit / (loss) before taxation	93,753	122,466	(89,197)	127,022
Taxation	(21,361)	4,683	5,213	(11,465)
Net profit / (loss) for the period	**72,392**	**127,149**	**(83,984)**	**115,557**
Current assets	43,552	155,201	486,531	685,284
Non-current assets	472,941	2,185,870	736,752	3,395,563
Total liabilities	221,472	307,768	1,905,410	2,434,650
Capital expenditure	18,177	39,482	345	58,004
Taxes paid	30,372	12,801	796	43,969
Depreciation, depletion, and amortisation	14,980	17,982	5,939	38,901

	Türkiye			
Six months ended 30 June 2023	**Eti Soda**	**Kazan Soda**	**Corporate and Other**	**Total**
Domestic sales	82,926	93,880	-	176,806
Export sales	257,654	469,526	-	727,180
Segment revenue and other income	**340,580**	**563,406**	**-**	**903,986**
Finance income	6,021	20,251	38,042	64,314
Finance expense[1]	(151,585)	(129,043)	18,493	(262,135)
Profit / (loss) before taxation	90,221	110,837	23,784	224,842
Taxation	(40,453)	(131,759)	(15,276)	(187,488)
Net profit / (loss) for the period	**49,768**	**(20,922)**	**8,508**	**37,354**
Current assets	74,073	176,318	348,195	598,586
Non-current assets	505,142	1,374,405	859,254	2,738,801
Total liabilities	237,939	736,336	1,225,164	2,199,439
Capital expenditure	10,138	36,141	666	46,945
Taxes paid	42,561	3,447	1,086	47,094
Depreciation, depletion, and amortisation	13,933	16,028	1,263	31,224

Note 1 – By considering offsetting guidance IAS 1, foreign exchange gains and losses are presented on a net basis in finance expense. The foreign exchange gain in corporate and other segments has not been presented in finance income for simplicity purposes.

The accounting policies used for the reportable segments are the same as the Group's accounting policies.

(tabular amounts in thousands of US dollars, except where noted)

3. Segmental analysis (continued)

Segment revenues and results (continued)

The Group currently operates in Türkiye and the United States, in addition to its corporate activities in the United Kingdom and immediate parent in Türkiye. The operations of the Group comprise one class of business, being the extraction of trona and production of soda ash and sodium bicarbonate.

For the purposes of monitoring segment performance and allocating resources between segments, the Group's Directors monitor the tangible, intangible and financial assets attributable to each segment.

The segment revenue reported above represents revenue generated from external customers. There was USD 13.8 million inter-segment sales elimination between Eti Soda and Kazan Soda (2023: USD 14.3 million). Substantially all of the tax charge arises in United Kingdom and Türkiye.

4. Financial risk management

The primary financial instruments of the Group consist of bank loans, cash, short-term time deposits and other receivables and payables which arise from transaction. The main objective of the mentioned financial instruments is to finance the Group's operational activities. The Group has other financial instruments such as trade receivables and trade payables arising from direct business operations.

● Capital risk management

The Group manages its capital to ensure that it will be able to continue as a going concern while maximizing the return to stakeholders through the optimisation of the debt and equity structure.

The capital structure of the Group consists of equity, debt, which includes the borrowings and leases, cash and cash equivalents and working capital. The Group's capital management is subject to covenant requirements set out under the Revolving Credit Facility and bonds.

The Group controls its capital using net debt / total capital ratio. Net debt is calculated as total borrowings (including current and non-current borrowings and lease liabilities as shown in the Condensed Consolidated Interim Statement of Financial Position) less cash and cash equivalents and restricted cash. Total capital is calculated as 'equity' as shown in the Condensed Consolidated Interim Statement of Financial Position plus net debt.

	30 June 2024	31 December 2023
Borrowings (including transaction costs) (see Note 18 – *Borrowings*)	1,775,579	1,664,426
Lease liabilities	26,771	26,752
Total financial liabilities	**1,802,350**	**1,691,178**
Less: Cash and cash equivalents	(155,791)	(169,621)
Less: Embedded derivatives in borrowings	(26,045)	(20,742)
Net debt	**1,620,514**	**1,500,815**
Total equity	1,646,197	1,595,734
Total capital	3,266,711	3,096,549
Net debt ratio	**50%**	**48%**
Net debt	**1,620,514**	**1,500,815**
Less: Net Debt of Unrestricted Subsidiaries[1, 2]	(7,151)	(7,268)
Less: Working Capital Loans with a maturity of less than 1 year1	(63,169)	(33,196)
WE Soda Restricted Group Net Debt[1]	**1,550,194**	**1,460,351**

Note 1 – In accordance with the terms of the bonds and RCF.
Note 2 – Ciner Enterprises Inc. and its subsidiaries.

(tabular amounts in thousands of US dollars, except where noted)

4. Financial risk management (continued)

• *Financial risk factors*

The risks to the Group resulting from operations include market risk and liquidity risk. The Group's risk management program generally seeks to minimize the effects of uncertainty in financial markets on the financial performance of the Group.

Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. This risk relates to the Group's ability to generate or obtain sufficient cash or cash equivalents to satisfy these financial obligations as they become due. Ultimate responsibility for liquidity risk management rests with the Directors, who have built an appropriate liquidity risk management framework or management of the Group's short, medium, and long-term funding and liquidity management requirements. The Group manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities by continuously monitoring forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities.

The following tables present the contractual maturities of financial liabilities, including estimated interest payments. The tables have been drawn up based on the undiscounted cash flows of derivative and non-derivative financial liabilities based on the earliest date on which the Group can be required to pay. The table includes both interest and principal cash flows.

As at 30 June 2024	Carrying value	Contractual cash flows	Less than 1 year	1-5 years	5+ Years
Borrowings	1,775,579	2,444,987	213,146	2,231,841	-
Lease liabilities	26,771	34,591	4,581	17,531	12,479
Trade payables	106,322	106,322	106,322	-	-
Trade payables to related parties	36,745	36,745	36,745	-	-
Other payables	18,134	18,134	4,217	13,917	-
Other payables to related parties	45,159	45,159	45,159	-	-
Derivative financial instruments	11,696	11,696	10,655	1,041	-
Total liabilities	**2,020,406**	**2,697,634**	**420,825**	**2,264,330**	**12,479**

As at 31 December 2023	Carrying value	Contractual cash flows	Less than 1 year	1-5 years	5+ Years
Borrowings	1,664,426	2,204,869	162,292	2,042,577	-
Lease liabilities	26,752	30,324	3,390	18,965	7,969
Trade payables	82,113	82,113	82,113	-	-
Trade payables to related parties	28,096	28,096	28,096	-	-
Other payables	18,959	18,959	5,042	13,917	-
Other payables to related parties	44,767	44,767	44,767	-	-
Derivative financial instruments	4,570	4,570	4,570	-	-
Total liabilities	**1,869,683**	**2,413,698**	**330,270**	**2,075,459**	**7,969**

(tabular amounts in thousands of US dollars, except where noted)

4. Financial risk management (continued)

● *Financial risk factors (continued)*

Foreign exchange risk

The Group consists of two principal operating entities: Eti Soda and Kazan Soda. As such, the Group is principally exposed to risks resulting from fluctuations in foreign currency exchange rates to US dollars (the Group's presentational currency, due to US dollars denominated borrowings and revenue until 31 March 2022), Euro (due to Euro denominated borrowings, revenue, and procurements) and Turkish Lira (due to Turkish Lira denominated revenue and procurement).

The carrying amounts of the Group's significant foreign currency denominated monetary assets and liabilities at the reporting dates are as follows:

In USD equivalent as at 30 June 2024	**Total**	**EUR**	**GBP**	**CNY**	**TRY**
Trade receivables	30,392	23,930	206	-	6,256
Cash and cash equivalents	100,790	49,117	290	-	51,383
Other receivables and assets	935,650	237,045	6,347	-	692,258
Trade payables	(106,688)	(6,426)	(172)	-	(100,090)
Borrowings	(116,857)	(116,857)	-	-	-
Lease liabilities	(3,977)	(711)	(2,484)	-	(782)
Other payables and liabilities	(163,572)	(32,040)	(1,622)	-	(129,910)
Net exposure	**675,738**	**154,058**	**2,565**	**-**	**519,115**

In USD equivalent as at 31 December 2023	**Total**	**EUR**	**GBP**	**CNY**	**TRY**
Trade receivables	33,326	31,538	362	-	1,426
Cash and cash equivalents	57,974	56,834	544	60	536
Other receivables and assets	885,335	220,974	6,231	-	658,130
Trade payables	(89,666)	(3,380)	(1,013)	-	(85,273)
Borrowings	(407,320)	(407,320)	-	-	-
Lease liabilities	(4,836)	(473)	(3,388)	-	(975)
Other payables and liabilities	(162,143)	(61,319)	(11,638)	-	(89,186)
Net exposure	**312,670**	**(163,146)**	**(8,902)**	**60**	**484,658**

(tabular amounts in thousands of US dollars, except where noted)

4. Financial risk management (continued)

• Financial risk factors (continued)

Foreign exchange risk (continued)

Foreign exchange sensitivity:

The following table details the Group's sensitivity to a 10% movement against the respective foreign currencies, which represents management's assessment of a likely reasonable change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the year-end for a 10% change in foreign currency rates.

Effect to profit or (loss) before tax	**30 June 2024**	**31 December 2023**
EUR	15,406	(16,315)
GBP	257	(890)
TRY	51,912	48,466
CNY	-	6
Total	**67,575**	**31,267**

Effect to equity due to currency translation reserve	**30 June 2024**	**31 December 2023**
TRY	6	(45)
EUR	-	-
Total	**6**	**(45)**

A 10% strengthening of the currencies above at 30 June 2024 would have had an equal but opposite effect on the amounts shown above, assuming all other variables remained constant.

• Fair value categories

Fair values and categories of financial instruments:

As at 30 June 2024	**Financial liabilities at amortised cost**	**Financial assets at amortised cost**	**Financial assets that are measured at FVTPL**	**Financial liabilities that are measured at FVTPL**	**Carrying value**
Financial assets					
Cash and cash equivalents	-	155,791	-	-	155,791
Trade receivables	-	104,775	-	-	104,775
Trade receivables from related parties	-	29,713	-	-	29,713
Other receivables	-	4,819	-	-	4,819
Other receivables from related parties	-	880,448	-	-	880,448
Derivative financial instruments	-	-	47,294	-	47,294
	-	**1,175,546**	**47,294**	**-**	**1,222,840**
Financial liabilities					
Borrowings	1,770,416	-	-	-	1,775,579
- *Bonds (Level 1)*	*1,516,450*	-	-	-	*1,521,613*
- *RCF and working capital loans*	*253,966*	-	-	-	*253,966*
Lease Liabilities	26,771	-	-	-	26,771
Trade payables	106,322	-	-	-	106,322
Trade payables to related parties	36,745	-	-	-	36,745
Other payables to related parties	45,159	-	-	-	45,159
Other payables	18,134	-	-	-	18,134
Derivative financial instruments	-	-	-	11,696	11,696
	2,003,547	**-**	**-**	**11,696**	**2,020,406**

(tabular amounts in thousands of US dollars, except where noted)

4. Financial risk management (continued)

• Fair value categories (continued)

Fair values and categories of financial instruments (continued):

As at 31 December 2023	**Financial liabilities at amortised cost**	**Financial assets at amortised cost**	**Financial assets that are measured at FVTPL**	**Financial liabilities that are measured at FVTPL**	**Carrying value**
Financial assets					
Cash and cash equivalents	-	169,621	-	-	169,621
Trade receivables	-	131,445	-	-	131,445
Trade receivables from related parties	-	22,952	-	-	22,952
Other receivables	-	14,480	-	-	14,480
Other receivables from related parties	-	1,078,190	-	-	1,078,190
Derivative financial instruments	-	-	54,857	-	54,857
	-	**1,416,688**	**54,857**	**-**	**1,471,545**
Financial liabilities					
Borrowings	1,664,426	-	-	-	1,664,426
Lease Liabilities	26,752	-	-	-	26,752
Trade payables	82,113	-	-	-	82,113
Trade payables to related parties	28,096	-	-	-	28,096
Other payables to related parties	45,611	-	-	-	45,611
Other payables	18,115	-	-	-	18,115
Derivative financial instruments	-	-	-	4,570	4,570
	1,865,113	**-**	**-**	**4,570**	**1,869,683**

Fair value of financial instruments carried at amortised cost

The management consider that the carrying amounts of financial assets and liabilities recorded at amortised cost in the financial statements approximate to their fair values.

Valuation techniques and assumptions applied for the purposes of measuring fair value

The fair values of financial assets and liabilities are determined as follows:

- the fair values of financial assets and financial liabilities with standard terms and conditions and traded on active liquid markets are determined with reference to quoted market prices; and
- the fair values of other financial assets and financial liabilities (excluding derivative instruments) are determined in accordance with generally accepted pricing models based on discounted cash flow analysis using prices from observable current market transactions and dealer quotes for similar instruments.

(tabular amounts in thousands of US dollars, except where noted)

4. Financial risk management (continued)

• Fair value categories (continued)

Fair value by hierarchy

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets and liabilities;
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (ie, as prices) or indirectly (ie, derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

All of the Group's fair value financial assets and liabilities are deemed to be Level 2 except for the bonds issued (Level 1). There were no transfers between different levels during the period.

5. Business combination, acquisition of controlling interest

Acquisition of controlling interests in Imperial Mining, Minerals and Chemicals GmbH

Soda World acquired Imperial Mining, Minerals and Chemicals GmbH ("IMMC") on 29 February 2024 for a consideration of EUR 20,000. Imperial Mining, Minerals and Chemicals GmbH is responsible for managing sales to the Group's clientele in Europe through warehouses located in the Netherlands.

6. Employee numbers

The average monthly number of employees including the Directors employed was as follows:

	30 June 2024 Number	31 December 2023 Number
Professional	1,147	1,137
Administration/operational	457	434
Total average number of employees	**1,604**	**1,571**

7. Revenue

Revenue, excluding interest revenue, comprises:

	Six months ended 30 June	
	2024	**2023**
Domestic sales	113,832	176,806
Export sales	494,208	727,180
Total revenue (*)	**608,040**	**903,986**

(*) The classification between domestic and export sales refers to the final clientele.

(tabular amounts in thousands of US dollars, except where noted)

7. Revenue (continued)

The Group recognised sales amounting to USD608.0 million (30 June 2023: USD904.0 million) with respect to the performance obligations satisfied at a point in time for the period ended 30 June 2024. Segment information is disclosed in Note 3 - Segmental analysis.

Revenue and other income consist of:

	Six months ended 30 June	
	2024	**2023**
Soda ash / sodium bicarbonate sales	582,238	849,678
Electricity sales	22,666	53,884
Other income	3,136	424
Total revenue	**608,040**	**903,986**

8. Cost of sales

Cost of sales comprises:

	Six months ended 30 June	
	2024	**2023**
Raw material costs (*)	158,078	216,871
Personnel expenses	19,755	11,585
Production overheads	62,175	104,875
Transportation expenses (**)	101,548	78,343
Export expenses	18,062	22,621
Depreciation and amortisation expenses	34,828	29,254
Change in finished goods inventories	(7,852)	(5,913)
	386,594	**457,636**

(*) The decrease in raw material costs is directly attributable to general price decreases in natural gas procurement.

(**) The increase in transportation expenses is directly attributable to volume increase in deliveries to the customers by not using FOB type Incoterm.

9. Administrative expenses

Administrative expenses comprise:

	Six months ended 30 June	
	2024	**2023**
Consultancy expenses	15,164	16,980
Personnel expenses (*)	21,657	12,601
Transportation expenses	460	332
Outsourced benefits and services	1,774	1,438
Donations (**)	507	3,764
Travel expenses	874	798
Rent expenses	1,278	854
Depreciation and amortisation expenses	2,801	1,776
Office expenses	1,465	941
Other expenses	5,079	2,407
	51,059	**41,891**

(*) The increase is mostly attributable to the macro-economic conditions in Türkiye, where USD/TL rate devaluation is substantially lower than CPI increase, which is used as reference for wage and salary increases.

(**) The decrease in donations is attributable to nonrecurrence of one-off donations made as a result of the earthquake in Türkiye in February 2023.

(tabular amounts in thousands of US dollars, except where noted)

10. Marketing expenses

Marketing expenses comprise:

	Six months ended 30 June	
	2024	**2023**
Personnel expenses	1,531	1,154
Transportation expenses	154	112
Amortisation and depreciation expenses	982	194
Outsourced services and benefits	172	199
Rent expenses	966	339
Other sales and marketing expenses	200	195
	4,005	**2,193**

11. Other operating income and expenses

Other income from operating activities comprises:

	Six months ended 30 June	
Other income from operating activities	**2024**	**2023**
Foreign exchange gains	9,366	28,220
Interest income	44	1,978
Discount interest income	970	45
Rent income	132	-
Other income	1,898	715
	12,410	**30,958**

Other expenses from operating activities comprises:

	Six months ended 30 June	
Other expense from operating activities	**2024**	**2023**
Foreign exchange losses	2,564	5,158
Interest expense	404	5,558
Discount interest expense	4,177	1,521
Depreciation expenses of investment properties	290	-
Other expenses	1,088	1,282
	8,523	**13,519**

12. Finance income and finance expense

Finance income comprises of:

	Six months ended 30 June	
	2024	**2023**
Interest income	154,402	64,314
Fair value changes of derivative instruments	5,089	-
	159,491	**64,314**

Finance expense comprises of:

	Six months ended 30 June	
	2024	**2023**
Interest expense related to financial activities	94,826	74,839
Foreign exchange losses, net	58,686	172,753
Interest expenses related to the lease obligations	704	350
Bank charges related to financial activities	1,942	3,465
Fair value changes of derivative instruments	21,905	-
Interest expense related to funding activities with related parties, net	2,291	3,504
Other financial expenses	12,343	7,224
	192,697	**262,135**

(tabular amounts in thousands of US dollars, except where noted)

13. Taxation

Current and deferred tax

Taxation (charge) / credit comprises of:

	Six months ended 30 June 2024	2023
Tax charge:		
Income tax charge – UK entities	-	(14,373)
Income tax charge – foreign entities	(36,142)	(47,150)
Deferred tax (charge) / credit	24,677	(125,965)
Total tax (charge) / credit	**(11,465)**	**(187,488)**

Reconciliation of total tax (charge) / credit to profit before taxation

The Group is domiciled in the United Kingdom, but its operations are in Türkiye, and it is also active in the US.

The effective corporate tax rate in 2024 is 25% (2023: 25%) for Türkiye, 21% (2023: 21%) for the US and 25% (2023: 23.5%) for the United Kingdom, respectively. The provision for income taxes is different from the expected provision for income taxes for the following reasons:

	Six months ended 30 June 2024	2023
Profit before tax	127,022	224,842
Applicable rate of tax	25.0%	23.50%
Tax at applicable rate	**(31,756)**	**(52,838)**
Tax effect of:		
Disallowable expenses	(3,472)	(7,969)
Other tax incentives (patent)[1]	11,266	14,892
Net effect of indexation and translation on investment incentives	31,378	(90,900)
Additional tax charge	210	-
Effect of tax rates in different jurisdictions	6,678	10,388
Carry forward tax losses recognised / (not recognised) as deferred tax asset	(38,703)	(16,407)
Corporate interest restriction in UK	(18,056)	(12,996)
Disregarded foreign exchange and fair value gains	-	16,181
Loss on translation	(23,442)	(18,965)
Dividend withholding tax	-	(14,373)
Statutory inflation accounting effect on tax bases	55,132	-
One-off taxes[2]	-	(17,778)
Other	(700)	3,277
Total tax (charge) / credit	**(11,465)**	**(187,488)**

Note 1 – The Company has obtained a patent document which has been examined by the Turkish Patent Institute for the invention entitled "Production of heavy soda from bicarbonate containing solutions, sodium bicarbonate, light soda and sodium silicate" as of 11 November 2004, and the 20 years protection period for the patent is granted by TPI. Within the scope of the patent document examined during the protection period and in the scope of the "Exception in Industrial Property Rights" provisions of article 5/B of the Taxation Law No.5520, the exemption income amount for the year 2021 has been determined. For the Six months ended 30 June 2024, the amount of corporation tax exemption that is benefited is USD42.5 million (30 June 2023: USD76.0 million).

Note 2 – Subsequent to 31 December 2022, a Tax Amnesty Law, named as "the Law on the Restructuring of Certain Receivables and Amendments to Certain Laws", which introduced provisions regarding restructuring of tax receivables and tax base increase for all taxpayers was published on Official Gazette on 13 March 2023. This law introduced a one-time additional corporate tax for certain corporate taxpayers that benefit from certain exemptions and deductions in the calculation of their corporate income tax base. This one-time additional tax, also named as the "earthquake tax" aimed at creating more public funds to meet the urgent needs of the victims affected by the devastating earthquake that stroke the South-eastern provinces of Türkiye. USD17.8 million presents this additional tax amount accrued up until 30 June 2023.

(tabular amounts in thousands of US dollars, except where noted)

13. Taxation (continued)

Investment incentives – investment discount application

Under Turkish local legislation, Eti Soda and Kazan Soda come under the ruling of the Council of Ministers on Government Grants with respect of their status in obtaining central Turkish government investment incentive grants.

The decision of the Council of Ministers on Government Grants and Incentives no. 2012/3305 regulating investment incentives became effective after being published in the Official Gazette on 19 June 2012. Within the scope of that decision, Eti Soda has received an Investment Incentive Certificate numbered A129108, which is located in Region 1 and has a contribution rate of 40% for their investments. As of 31 December 2020, within the scope of this certificate, Eti Soda recognised a USD1.4 million deferred tax asset to reduce corporate tax and utilised all of them until 31 December 2022. In the same manner, Kazan Soda has received an Investment Incentive Certificate numbered E109393 and I109393 (together renumbered as J109393 in 2022), which is located in Region 1 and has a contribution rate of 50% for Kazan Soda's investments. As of the reporting date, within the scope of the certificate, Kazan Soda's investment incentive balance is equal USD597.5 million (31 December 2023: USD548.5 million) deferred tax asset to reduce corporate tax.

Deferred tax

The Group recognises deferred tax assets and liabilities based upon temporary differences arising between its financial statements as reported for IFRSs purposes and its statutory tax financial statements. These differences usually result in the recognition of revenue and expenses in different reporting periods for IFRSs and tax purposes and they are given below.

Deferred tax assets / (liabilities) comprises of:

	30 June 2024	31 December 2023
Deferred tax assets	733,420	717,373
Deferred tax liabilities	(153,839)	(163,301)
Net deferred tax asset	**579,581**	**554,072**

This may be analysed as follows:

	30 June 2024	31 December 2023
Differences on carrying values of PP&E, mining assets and reserves	(36,627)	1,677
Retirement pay provision	985	384
Unused annual leave	502	647
Previous year losses to be deducted from tax	7,564	7,564
Discount on trade receivables	589	344
Discount on trade payables	(455)	(928)
Investment incentives	628,374	571,424
Revenue recognition according to IFRS 15	556	1,174
Equity accounted investments	(40,813)	(40,813)
Asset retirement obligation assets	(18,225)	(18,357)
Asset retirement obligation liabilities	19,421	19,258
Interest expense accruals	6,633	3,636
Right of use assets	(3,780)	(5,088)
Lease liabilities	4,092	5,726
Statutory inflation accounting effect on inventories	6,844	6,020
Other	3,921	1,404
Closing balance at 30 June / 31 December	**579,581**	**554,072**

(tabular amounts in thousands of US dollars, except where noted)

13. Taxation (continued)

Deferred tax (continued)

Movements of deferred tax (liabilities) / assets for the period ended 30 June 2024 and 31 December 2023 are as follows:

	30 June 2024	31 December 2023
At 1 January	**554,072**	**404,711**
Credited to statement of profit or loss for the financial period	24,677	148,042
Credited to other comprehensive income or loss	(175)	(1,511)
Effect of subsidiary acquisition	-	(10,747)
Tax effect of acquisition of public shares of equity accounted investment's subsidiary	-	4,237
Presentation currency translation effect	1,007	9,340
Closing balance at 30 June / 31 December	**579,581**	**554,072**

At 30 June 2024, the Group has unused tax losses USD36.0 million (31 December 2023: USD36.0 million) available for offset against future profits and USD7.6 million (31 December 2023: USD7.6 million) of deferred tax assets have been recognised in respect of these losses.

Expiration schedule of carry forward tax losses is as follows:

	30 June 2024	31 December 2023
Will be expired in 2024	-	-
Will be expired in 2025	-	-
Will be expired in 2026	-	-
Will be expired in 2027 and beyond	36,020	36,020
Total	**36,020**	**36,020**

Deferred tax assets are recognised for tax losses carried forward only to the extent that realisation of the related tax benefit is probable.

Deferred tax assets, which are recognised for tax losses carried forward, arise in entities primarily domiciled in Türkiye and relate to tax losses during the investment period in 2018 and net operating losses in subsequent periods. In this respect, the Group has not utilised any previous year losses in 2024 (31 December 2023: USD72.7 million).

In evaluating whether it is probable that taxable profits will be earned in future accounting periods prior to any tax loss expiry, as may be the case, all available evidence was considered, including approved budgets, forecasts, and business plans and, in certain cases, analysis of historical operating results. These forecasts are consistent with those prepared and used internally for business planning and impairment testing purposes. Following this evaluation, it was determined there would be sufficient taxable income generated to realise the benefit of the deferred tax assets and that no reasonably possible change in any of the key assumptions would result in a material reduction in forecast headroom of tax profits so that the recognised deferred tax asset would not be realised.

These rates have been reflected in the calculation of deferred tax at the reporting date.

(tabular amounts in thousands of US dollars, except where noted)

31 December 2023 figures are audited. All other amounts are unaudited.

14. Property, plant, and equipment

2023	**Land**	**Land improvements**	**Buildings**	**Plant, machinery, and equipment**	**Leasehold improvements**	**Construction in progress**	**Other fixed assets[1]**	**Total**
As of 31 December 2023								
Cost	8,486	134,833	14,208	404,766	978	51,681	15,267	630,219
Accumulated depreciation	(127)	(15,794)	(2,327)	(80,552)	(343)	-	(3,764)	(102,907)
Net book value	**8,359**	**119,039**	**11,881**	**324,214**	**635**	**51,681**	**11,503**	**527,312**
Cost								
As of 1 January 2024	**8,486**	**134,833**	**14,208**	**404,766**	**978**	**51,681**	**15,267**	**630,219**
Additions	1,896	140	99	4,139	146	50,336	835	57,591
Disposals	-	-	-	-	-	-	-	-
Transfers to mine development	-	-	-	-	-	(29,967)	-	(29,967)
Transfers from CIP	-	175	1	5,221	-	(5,397)	-	-
Closing balance as of 30 June 2024	**10,382**	**135,148**	**14,308**	**414,126**	**1,124**	**66,653**	**16,102**	**657,843**
Accumulated depreciation								
As of 1 January 2024	**(127)**	**(15,794)**	**(2,327)**	**(80,552)**	**(343)**	**-**	**(3,764)**	**(102,907)**
Charge for the period	(132)	(3,378)	(280)	(9,515)	(70)	-	(1,671)	(15,046)
Closing balance as of 30 June 2024	**(259)**	**(19,172)**	**(2,607)**	**(90,067)**	**(413)**	**-**	**(5,435)**	**(117,953)**
Net book value as of 30 June 2024	**10,123**	**115,976**	**11,701**	**324,059**	**711**	**66,653**	**10,667**	**539,890**

Note 1 – Includes vehicles and furniture and fixtures.

As of 30 June 2024, the net carrying amounts of vehicles and plant, machinery, and equipment acquired through leasing agreements are USD5.8 million (31 December 2023: USD14.5 million) in total and amortisation charges for the period are USD0.2 million (2023: USD0.7 million).

15. Mining reserves

	Cost	**Accumulated amortisation**	**Total**
At 1 January 2024	**717,319**	**(152,644)**	**564,675**
Charge for the period	-	(13,373)	(13,373)
At 30 June 2024	**717,319**	**(166,017)**	**551,302**

Mining reserves include trona reserves that can be economically and legally extracted and processed into soda ash or sodium bicarbonate by the Group's operating companies.

(tabular amounts in thousands of US dollars, except where noted)

16. Mining assets

	Cost	Accumulated amortisation	Total
At 1 January 2024	**173,992**	**(61,233)**	**112,759**
Transfers from construction in progress	29,967	-	29,967
Charge for the period	-	(5,269)	(5,269)
At 30 June 2024	**203,959**	**(66,502)**	**137,457**

17. Cash and cash equivalents

Cash and cash equivalents comprise of:

	30 June 2024	31 December 2023
Cash	15	13
Cash in bank comprises of:	155,776	169,608
– Demand deposits	*59,426*	*6,678*
– Time deposits with maturities less than three months	*96,350*	*162,930*
	155,791	**169,621**

There is no restricted cash in cash and cash equivalents as at 30 June 2024 and 31 December 2023.

18. Borrowings

	30 June 2024	31 December 2023
Non-current:		
Bank borrowings and bonds – long-term portion of the long-term borrowings	1,704,725	1,630,091
Less: Transaction costs	(32,695)	(21,829)
	1,672,030	**1,608,262**
Current:		
Bank borrowings due within one year	63,169	33,196
Bank borrowings and bonds – short-term portion of the long-term borrowings	40,624	23,212
Less: Transaction costs	(244)	(244)
	103,549	**56,164**
	1,775,579	**1,664,426**

Notes Issued and interest rate swaps

WE Soda Investments Holding Plc has successfully completed the pricing of USD500 million aggregate principal amount of 9.375% senior secured notes due February 2031 at an issue price of par (the "Notes") and closed the Notes offering on 14 February 2024.

Additionally, the Group has executed US dollars denominated 6-year Cancellable Interest Rate Swap transactions, in order to economically hedge the fixed coupon payments of the Bond to floating.

As a result of this issuance, all outstanding balances of the Senior Facilities Agreements have been fully repaid and closed.

(tabular amounts in thousands of US dollars, except where noted)

18. Borrowings (continued)

Bank borrowings and notes issued comprise of:

	30 June 2024			31 December 2023		
Currency	**WAEIR[1]**	**Short-term**	**Long-term**	**WAEIR[1]**	**Short-term**	**Long-term**
USD	9.52%	40,445	1,651,219	9.25%	22,543	1,256,602
EUR	7.98%	63,348	53,506	6.16%	33,865	373,489
Total USD equivalent		**103,793**	**1,704,725**		**56,408**	**1,630,091**
Less: Transaction costs[2]						
USD		(244)	(32,695)		(244)	(21,829)
Net USD equivalent		**103,549**	**1,672,030**		**56,164**	**1,608,262**

Note 1 – Weighted average effective interest rate.
Note 2 – USD33.0 million (31 December 2023: USD22.9 million) are related to transaction costs of borrowings and they are capitalised and amortised as finance costs using effective interest rate basis in the profit or loss.

The Group has not capitalised any borrowing costs during the period (2023: USD nil).

The carrying value of the bank borrowings excluding notes issued is USD 254.0 million and their fair value of bank borrowings held at amortised cost approximates the carrying value.

The fair value of bonds held at amortised cost, considered as Level 1 of the fair value hierarchy, and calculated by applying the market traded price to the bonds outstanding, is USD1,516.4 million and their carrying value is USD 1,521.6 million.

Pledged assets

Due to repayment of Kazan Soda Project Finance Loan, there is not any pledge on property, plant, and equipment assets as of 31 December 2023 and onwards. Prior to this date there was pledge on property, plant and equipment using Commercial Enterprise Pledges ("CEP") in accordance with local Turkish regulation. CEP is a form of security that allows banks and financial institutions to create a pledge on all movable assets and certain intangible rights of a borrower without receiving the possession of the pledged asset, and with the possibility of the borrower continuing its business operations by using the pledged assets.

19. Deferred income (contract liabilities)

USD131.5 million (31 December 2023: USD162.8 million) of the deferred income consists of short-term and long-term advances received from customers mostly for soda ash and sodium bicarbonate sales of Turkish operating entities. Deferred income represents undelivered goods, which will be recognised as revenue upon delivery of such goods, which is consistent with the prior period. Movement in contract liabilities relates to timing differences.

(tabular amounts in thousands of US dollars, except where noted)

20. Share capital and other reserves

Issued and fully paid ordinary share capital as at 30 June 2024 amounted to USD153.6 million (31 December 2023: USD153.6 million).

Share capital **Authorised, allotted, and fully paid**	**Number**	**Share Capital**	**Share Premium**
At 1 January 2023	153,620,151	153,636	1,382,131
At 30 June 2023	153,620,151	153,636	1,382,131
At 31 December 2023	153,620,151	153,636	1,382,131
At 30 June 2024	153,620,151	153,636	1,382,131

50,000 shares were issued at GBP1.00 per share at incorporation and were denominated to USD1.32 per share in 2017. All other ordinary shares were issued at USD1.00.

Restricted profit reserve for Turkish operations

The Turkish Commercial Code stipulates that the first legal reserve is appropriated out of statutory profits at the rate of 5% per annum, until the total reserve reaches 20% of the Company's paid-in share capital. The second legal reserve is appropriated at the rate of 10% per annum of all cash distributions in excess of 5% of the paid-in share capital. As of 30 June 2024, Turkish operations' restricted profit reserves consist of legal reserves. The Group's legal reserve is USD112.1 million (31 December 2023: USD83.0 million).

Foreign currency translation reserve

The functional currency for each subsidiary is the currency of the primary economic environment in which it operates. The presentation currency of the Group is the US dollar based on the assessment that the Group's revenue mix will be predominantly US dollar denominated due to nature of the industry and US dollar presentation will enhance comparability with its industry peer group. Until 31 March 2022, which is the transition date of US dollars functional currency for Turkish subsidiaries, for the purposes of presenting these consolidated financial statements, the assets, and liabilities of the Group's foreign operations (mainly reportable segments in Türkiye) were translated into US dollars using exchange rates prevailing at the end of each reporting date. Income and expense items were translated at the average exchange rates for the period, unless exchange rates fluctuate significantly during that period, in which case the exchange rates at the dates of the transactions were used. Exchange differences arising, if any, were recognised in other comprehensive income and accumulated in equity (and attributed to non-controlling interests) until 31 March 2022. From 1 April 2022, all transactions are recorded in US dollars at the rates as on the dates of the transactions. Transactions which were originally not in US dollars are converted using exchange rates prevailing at the end of each reporting date.

Earnings per ordinary share

	Weighted average number of shares	**Earnings**	**Per share amount**
At 30 June 2024	153,620,151	115,557	0.752
At 30 June 2023	153,620,151	37,354	0.243

(tabular amounts in thousands of US dollars, except where noted)

21. Group companies

Non-controlling interest

Eti Maden

Eti Maden currently owns a 26% membership interest in Eti Soda. This non-controlling interest of Eti Maden has protective rights as follows;

- Eti Maden has certain blocking rights over change in ownership of existing shares and capital increases,
- Eti Maden has certain approval rights over budgets, additional borrowings, capital expenditure and merger transactions.

İMİSK İthalat İhracat A.Ş.

İMİSK currently owns a 40% membership interest in Denmar Türkiye. This non-controlling interest has no specific or protective rights on Denmar Türkiye.

22. Interest in equity accounted associates

Set out below are the associates of the Group as at 30 June 2024 which, in the opinion of the Directors, are material to the Group. The entities listed below have share capital consisting solely of ordinary shares, which are held directly by the Group. The country of incorporation is also their principal place of business, and the proportion of ownership interest is the same as the proportion of voting rights held.

Company	Country of Incorporation	Principal activity	Measurement method	Effective percentage holding	30 June 2024	31 December 2023
Şişecam Chemicals Resources LLC (formerly Ciner Resources Corporation)	USA	Holding company	Equity method	40%	193,260	194,093
Pacific Soda LLC	USA	Exploration project for natural resources	Equity method	40%	122,040	130,426
Total equity accounted investments					**315,300**	**324,519**

Movement of equity accounted investees

The table below provides the details of changes in the carrying amount of equity accounted investees.

	Sisecam Chemicals Resources	Pacific Soda	Total
Opening balance at 1 January 2024	**194,093**	**130,426**	**324,519**
Profit / (loss) for the period	(1,655)	(8,386)	(10,041)
Other comprehensive income	822	-	822
Closing balance at 30 June 2024	**193,260**	**122,040**	**315,300**

(tabular amounts in thousands of US dollars, except where noted)

23. Related party transactions

The immediate and ultimate parent undertaking is Akkan Enerji. The ultimate controlling party is Mr. Turgay Ciner. The Group entered into transactions with related parties for the rendering of services, which amounts, depending on their nature, have either been charged to the income statement or capitalised as non-current assets as follows:

Six months ended 30 June 2024	**Sales**	**Purchases**	**Financial income**	**Financial expense**
Parent company:				
Akkan Enerji ve Madencilik A.Ş.	6	-	96,924	36,094
Kew Soda Ltd.	-	880	7,552	7,300
Other related parties:				
AG Ciner İthalat İhracat ve Ticaret A.Ş.	11,651	7	629	-
Ciner Glass Property Ltd	332	-	-	2
Ciner Glass Ltd	1,117	-	-	-
Park Cam Sanayi ve Ticaret A.Ş.	12,127	2	1,406	-
Park Holding A.Ş.	9	15,809	38,656	26,656
Kasımpaşa Sportif Faaliyetler AŞ.	-	4,083	-	-
Turgay Ciner	-	-	5,272	-
Eti Maden İşletmeleri Genel Müdürlüğü	1,357	12,392	-	-
Alasdair Warren	-	-	47	43
Other	24	479	153	12
Total	**26,623**	**33,652**	**150,639**	**70,107**

Six months ended 30 June 2023	**Sales**	**Purchases**	**Financial income**	**Financial expense**
Parent company:				
Akkan Enerji ve Madencilik A.Ş.	-	-	44,405	157,807
Kew Soda Ltd.	-	-	26,511	17,962
Other related parties:				
AG Ciner İthalat İhracat ve Ticaret A.Ş.	9,093	-	40	-
Ciner İç ve Dış Ticaret A.Ş.[1]	117,326	2,797	26,395	32,824
Denmar Depoculuk Nakliyat A.Ş.	-	11,551	-	30
Eti Maden İşletmeleri Genel Müdürlüğü	2,162	18,596	-	-
Konya – Ilgın Elektrik Üretim ve Ticaret A.Ş.	-	4,078	-	11
Park Cam Sanayi ve Ticaret A.Ş.	17,850	-	-	754
Park Holding A.Ş.	4	26,916	8,097	20,942
Park Toptan Elektrik Enerjisi Satış	-	1,109	-	25
Silopi Elektrik Üretim A.Ş.	-	16,911	-	-
Turgay Ciner	-	788	5,367	-
Other	483	50	222	10
Total	**146,918**	**82,796**	**111,037**	**230,365**

Note 1 – The Group performs the majority of its export and domestic sales through Ciner İç ve Dış Ticaret A.Ş. which is an export intermediary company established for this purpose in Türkiye. The turnover generated through CIDT is USD 420,242 thousand during the period, out of which USD 302,916 thousand were repurchased by Soda World and sold to the end customers.

Goods are sold based on price lists in force and terms that would be available to third parties. Goods and services are bought from associates on normal commercial terms and conditions.

(tabular amounts in thousands of US dollars, except where noted)

23. Related party transactions (continued)

Period-end balances arising from sales / purchases of goods / services:

	Receivables				Payables	
	Current		Non-current		Current	
As at 30 June 2024	**Trade**	**Nontrade**	**Trade**	**Nontrade**	**Trade**	**Nontrade**
Parent company:						
Akkan Enerji ve Madencilik A.Ş.	6	-	-	400,397	-	-
Kew Soda Ltd.	-	226,887	-	-	-	-
Other related parties:						
Eti Maden İşletmeleri Genel Müdürlüğü [1]	-	-	-	-	31,737	41,174
Ciner Glass Ltd	1,373	-	-	-	-	-
Park Cam Sanayi ve Ticaret A.Ş.	9,171	-	-	-	-	-
Park Holding A.Ş. [2, 3]	-	1,146	-	9,880	40	-
Denmar Holdings LLC	-	4,120	-	-	-	-
AG Ciner İthalat İhracat ve Ticaret A.Ş.	6,474	-	-	-	-	-
Ciner Bulkers Limited	-	-	-	8,600	-	-
Mining Mineral Commodity Trading LLC	12,511	169	-	-	-	2,900
Pacific Soda LLC	-	254	-	-	-	1,000
Director[4]	-	-	-	4,491	-	-
Sisecam SCR	-	-	-	3,529	-	35
Turgay Ciner	-	25,858	-	195,100	-	-
Nedim Maritime Ltd	-	-	-	-	1,882	-
Siirt Maritime Ltd.	-	-	-	-	1,992	-
Other	178	17	-	-	1,094	50
Total	**29,713**	**258,451**	**-**	**621,997**	**36,745**	**45,159**

Note 1 – The agreement between Eti Soda and Eti Maden İşletmeleri Genel Müdürlüğü stipulates that Eti Soda is to pay a royalty fee of USD6.1 million or the amount greater than 6% of freight expenses deducted from revenue amount on an annual basis.

Note 2 – Long-term non-trade receivables amounting to USD9.9 million is due to intercompany non-trade finance arrangements made with Park Holding. It is management's intention that this receivable will not be collected in less than one year.

Note 3 – Interest bearing.

Note 4 – The balance presents a loan granted to a director secured with a pledge provided on property and with the maturity being July 2028 or if earlier the Director's Service Agreement ceased. This balance is interest bearing at HMRC's official interest rates for respective periods.

Period-end balances arising from sales / purchases of goods / services:

	Receivables				Payables	
	Current		Non-current		Current	
As at 31 December 2023	**Trade**	**Nontrade**	**Trade**	**Nontrade**	**Trade**	**Nontrade**
Parent company:						
Akkan Enerji ve Madencilik A.Ş.	-	-	-	557,614	4	-
Kew Soda Ltd	-	217,009	-	-	-	-
Other related parties:						
Eti Maden İşletmeleri Genel Müdürlüğü [1]	-	-	-	-	26,950	42,655
Park Cam Sanayi ve Ticaret A.Ş.	6,553	56	-	-	-	-
Park Holding A.Ş. [2, 3]	-	1,153	-	71,144	53	23
Denmar Holdings LLC	-	1,249	-	-	-	-
AG Ciner İthalat İhracat ve Ticaret A.Ş.	6,871	-	-	-	-	-
Ciner Bulkers Limited	-	-	-	6,000	-	-
Mining Mineral Commodity Trading LLC	9,163	126	-	-	-	1,000
Director[4]	-	-	-	4,477	-	-
Şişecam Chemicals Resources LLC	-	-	-	3,377	-	47
Turgay Ciner	-	20,586	-	195,100	-	-
Other	365	296	-	3	1,089	1,042
Total	**22,952**	**240,475**	**-**	**837,715**	**28,096**	**44,767**

Note 1 – The agreement between Eti Soda and Eti Maden İşletmeleri Genel Müdürlüğü stipulates that Eti Soda is to pay a royalty fee of USD6.1 million or the amount greater than 6% of freight expenses deducted from revenue amount on an annual basis.

Note 2 – Long-term non-trade receivables amounting to USD71.1 million is due to intercompany non-trade finance arrangements made with Park Holding. It is management's intention that this receivable will not be collected in less than one year.

Note 3 – Interest bearing.

Note 4 – The balance presents a loan granted to a director secured with a pledge provided on property and with the maturity being July 2028 or if earlier the Director's Service Agreement ceased. This balance is interest bearing at HMRC's official interest rates for respective periods.

Receivables and payables from / to related parties are unsecured and are repayable on demand.

23. Related party transactions (continued)

Receivables and payables from / to related parties are unsecured and are repayable on demand.

During 2023 WE Soda distributed dividends to Kew Soda by USD110.0 million, which is set off against current non-trade receivables from Kew Soda (non-cash settlement).

On 24 June 2024, Ordinary General Assembly of Eti Soda has declared a dividend amounting to TRY8,148.6 million (approximately USD248.6 million), which includes advance dividends distributed on 8 March 2024 and remaining TRY5,198.4 million (approximately USD158.6 million) will be distributed to Kazan Soda and Eti Maden İşletmeleri Genel Müdürlüğü proportionate to their shares up until 31 December 2024.

Royalty set-off for Kazan Soda

The Group has agreed on set-off of non-trade payables of Park Holding A.Ş. ("Park Holding") against future nine years' royalty payments to be made by Kazan Soda.

For the computation of the present value of the future royalty payments, the annual 9.50% interest rate of the bond issued by the Group has been applied to respective year's royalty computed based on the budget or forecasts financial model of WE Soda. This present value denominated in US dollars (USD276.3 million) is converted to Turkish Lira by using indicative US dollars/Turkish Lira exchange rate announced by The Central Bank of the Republic of Türkiye on 11 March 2024.

The parties have also agreed to mutually compensate each other in the event that the royalty, calculated based on projected ex-works sales, differs from the actual results of respective years. In order to avoid any confusion; if the actuals are lower than the projected future royalties, then Park Holding will pay the difference amount to Kazan Soda or vice versa, as applicable. The difference in payment amount will be limited to the difference between actual royalty and gross projected royalty of respective years.

As a result of this set-off, the Group's non-current and current prepaid expenses have been increased by USD230.2 million and USD30.7 million, respectively. USD15.4 million has been accounted for in cost of sales as quarterly royalty expense of USD7.7 million.

Investment property acquisition

On 29 May 2024 Kazan Soda has acquired two investment properties from Park Holding A.Ş. ("Park Holding") for a consideration of TL 2,115 million (USD65.8 million) which excludes value added tax of USD 13.2 million, and transfer taxes which is directly attributable expenditure included in cost of acquisition by USD1.3 million. Acquisition value excluding VAT and transfer taxes (registration costs) by USD 67.2 million are capitalized and presented in investment properties in the statement of financial position subsequent to deducting amortization expense of USD 0.3 million. Total of acquisition consideration and its VAT amounting to USD79.0 million has been set-off from non-trade payables of Park Holding A.Ş..

24. Commitments

Guarantee given on behalf of subsidiaries

Under committed and uncommitted receivable financing agreements, WE Soda has provided a parent guarantee; guaranteeing the performance obligations of Soda World as agent, not guaranteeing the performance of underlying customers/purchased receivables.

Under US Revolving Credit Facility, WE Soda has provided its guarantee as a primary obligor and not merely as a surety, to the relevant financial institution, due and punctual payment, and performance by the Borrowers obligations under the loan agreements.

Guarantee letters given

As at 30 June 2024, subsidiaries of the Company had provided bank guarantee letters to the value of USD12.6 million (31 December 2023: USD11.4 million), mainly in respect of future minimum royalty payment commitment to Eti Maden İşletmeleri Genel Müdürlüğü and purchases from various vendors.

Pledged assets

For the effectiveness of CEI RCF contract, WE Soda has entered into an agreement with the financial institution to (i) guarantee all of its subsidiaries under the respective loan agreement and (ii) grant to the financial institution a first priority security interest in all the ownership interests of its subsidiaries.

Guarantee letters received

As at 30 June 2024, subsidiaries of the Group, Eti Soda, Kazan Soda and Denmar had received bank guarantee letters to the value of USD10.6 million (31 December 2023: USD8.6 million) as a guarantee from third parties.

Firm commitments

The Group's operating subsidiaries lease trona mining rights from either local state or private entities. All of said lease agreements stipulate for a royalty to be paid by the lessees to the lessors based upon production volume generated from the trona mines. For Eti Soda, this royalty clause also includes a minimum threshold of USD6.180 million per year of royalty, regardless of production volume generated.

25. Post balance sheet events

Change in tax regulations

On 16 July 2024, the Turkish government proposed amendments to various tax laws and new applications, such as global and domestic minimum corporate taxes and on 28 July 2024, discussions on this proposal were finalized and The General Assembly of the Turkish Parliament enacted Law No. 7524.

Law No. 7524 (the "Law") was published in the Official Gazette dated 2 August 2024, as adopted by the General Assembly of the Turkish Parliament, with minor amendments.

The new Law broadens the scope of certain exemptions and deductions that will not be taken into account for the calculation of Turkish domestic minimum corporate tax (yurt içi asgari kurumlar vergisi). Domestic minimum corporate tax application will be effective for fiscal years commencing on 1 January 2025 or later.

Further, the Law implements several new regulations, most notably on the minimum tax. Türkiye's alignment with BEPS 2.0 and Pillar Two reflects its commitment to global tax practices. Global minimum corporate tax application will be effective for fiscal years commencing on 1 January 2024 or later. Although any of the application guidance is not published yet, the Group is in the process for the evaluation of these new regulations on a company-specific basis to ensure compliance.

Cross currency swap contracts

The Group has been executed USD 500.0 million Cross Currency Swap contracts with a maturity of February 2029, in order to convert USD 500 million floating interest exposure associated with its bonds including interest rate swap transactions to floating EUR interest exposure with two different financial institutions. The Group aims to reduce its interest rate exposure by benefiting from the spread between SOFR and 6M EURIBOR rates.

26. Derivative financial instruments

The Group may enter into derivative contracts from time to time to manage exposure to the risk of exchange rate changes on its foreign currency transactions, the risk of changes in natural gas prices, and the risk of the variability in interest rates on borrowings. Gains and losses on derivative contracts are recognised in profit or loss immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in profit or loss depends on the nature of the hedge relationship. The Group follows hedge accounting for its hedging activities. All derivative instruments are recorded on the balance sheet at their fair values. The accounting for changes in the fair value of a derivative depends on the intended use of the derivative and the resulting designation. The Group designates its derivatives based upon criteria established for hedge accounting under IFRS.

For a derivative designated as a fair value hedge, the gain or loss is recognised in earnings in the year of the change together with the offsetting gain or loss on the hedged item attributed to the risk being hedged. For a derivative designated as a cash flow hedge, the effective portion of the derivative's gain or loss is initially reported as a component of accumulated other comprehensive income (loss) and subsequently reclassified into earnings when the hedged exposure affects earnings. Any significant ineffective portion of the gain or loss is reported in earnings immediately. For derivatives not designated as hedges, the gain or loss is reported in earnings in the year of change. The Group had the following two derivative financial instruments: interest rate swap contracts and gas forward contracts.

(tabular amounts in thousands of US dollars, except where noted)

26. Derivative financial instruments

(a) Interest rate swap contracts

In 2023, the Group has executed US dollars denominated 4-year Cancellable Interest Rate Swap transactions, in order to economically hedge the fixed coupon payments of the Bond to floating.

Additionally, the Group has executed US dollars denominated 6-year Cancellable Interest Rate Swap transactions, in order to economically hedge the fixed coupon payments of the Bond issued in February 2024 to floating.

(b) Gas forward contracts

The Group does not have any gas forward contracts as of 31 December 2023 or 2022. However, the Group has executed two TTF Heren Day Ahead Index Asian Swaps in 2023, which were two separate swap transactions for November and December 2023 covering 50% of the natural gas consumption of the period with full production capacity of its subsidiaries. These contracts were settled in December 2023 and January 2024.

(c) Embedded derivatives

An embedded derivative is a component of a hybrid contract that also includes a non-derivative host – with the effect that some of the cash flows of the combined instrument vary in a way similar to a stand-alone derivative.

Derivatives embedded in hybrid contracts with hosts that are not financial assets within the scope of IFRS 9 'Financial Instruments' are treated as separate derivatives when they meet the definition of a derivative, their risks and characteristics are not closely related to those of the host contracts and the host contracts are not measured at FVTPL. As the Group has not designated the whole hybrid contract at FVTPL, the separated embedded derivatives are classified and measured at FVTPL.

An embedded derivative is presented as a non-current asset or non-current liability if the remaining maturity of the hybrid instrument to which the embedded derivative relates is more than 12 months and is not expected to be realised or settled within 12 months.

Since the Group elected to recognise the bonds issued at amortised cost, the early payment options associated with the bonds issued are considered as embedded derivatives, excluded from the host, and treated as separate derivative instrument in the financial statements.

	30 June 2024	**31 December 2023**
Non-current assets:		
Interest rate swap contracts	7,198	19,850
Bond early payment option	40,096	35,007
	47,294	**54,857**
Current liability:		
Interest rate swap contracts	(10,655)	(2,443)
Natural gas contracts	-	(2,127)
	(10,655)	**(4,570)**
Non-current liability:		
Interest rate swap contracts	(1,041)	-
	(1,041)	**-**
Total	**35,598**	**50,287**

As at 31 December 2023, the Group's gas forward contract for December 2024 has been closed but settlement payment of €1,922,382 has been made in January 2024 and presented as derivative financial instrument liability.

Glossary

Akkan Enerji ve Madencilik A.Ş.	Akkan Energy Mining Inc.
Ciner İç ve Dış Ticaret A.Ş.	Ciner Domestic and Foreign Trade Inc.
Ciner Kimya	Ciner Kimya Yatırımları A.Ş.
Ciner Turizm Ticaret İnşaat Servis Hizmetleri A.Ş.	Ciner Tourism Trade Construction Transportation Services Inc.
Cogeneration	The generation of electricity and useful heat jointly, especially the utilisation of the steam left over from electricity generation for heating.
Denmar Depoculuk Nakliyat ve Ticaret A.Ş.	Denmar Warehousing, Transportation and Trading Inc.
Eti Maden	Eti Maden İşletmeleri Genel Müdürlüğü / Eti Mining Enterprises General Directorate
Eti Soda	Eti Soda Üretim Pazarlama Nakliyat ve Elektrik Üretim Sanayi ve Ticaret A.Ş. / Eti Soda Production Marketing Transportation and Electricity Generation Industry and Trade Inc.
HSE	Health Safety and Environment
Kazan Soda	Kazan Soda Elektrik Üretim A.Ş. / Kazan Soda Electricity Production Inc.
Park Cam Sanayi ve Ticaret A.Ş.	Park Cam Industry and Trade Inc.
Park Elektrik Üretim Madencilik San. ve Tic. A.Ş.	Park Electricity Production Mining Industry and Trade Inc.
Park Holding A.Ş.	Park Holding Inc.
Park Sigorta Aracılık Hizmetleri Ltd. Şti.	Park Insurance Intermediary Services Ltd. Co.
Park Teknik Elektrik Madencilik Turizm San. ve Tic. A.Ş.	Park Technical Electricity Mining Tourism Industry and Trade Inc.
Ciner Enerji Madencilik Sanayi ve Ticaret A.Ş. (formerly Park Termik Elektrik Sanayi ve Ticaret A.Ş.)	Park Thermal Electricity Industry and Trade Inc.
Nameplate production capacity	Maximum output stipulated by manufacturer
Silopi Elektrik Üretim A.Ş.	Silopi Electricity Production Inc.
Sisecam Chemicals Resources	Sisecam Chemicals Resources LLC
Soda ash	Sodium carbonate. Mainly used as a flux in the production of glass, lowering the melting point of silica
The Group	We Soda Ltd and its subsidiaries
Trona	The raw material which is refined into soda ash. Soda ash, in turn, is used to make glass, paper products, laundry detergents, and many other products. It also is used in the manufacturing of other chemicals, such as sodium bicarbonate (baking soda) and sodium phosphates (detergents).