

Türkiye İş Bankası Anonim Şirketi

**Consolidated Financial Statements
As at and For the Year Ended
December 31, 2025**

With Independent Auditor's Report Thereon

(Convenience Translation of Consolidated Financial Statements
and Related Disclosures and Footnotes Originally Issued in Turkish)

*This report includes "Independent Auditor's Report"
comprising 8 pages and; "Consolidated Financial
Statements and Related Disclosures and Footnotes"
comprising 150 pages.*



**CONVENIENCE TRANSLATION INTO ENGLISH OF
INDEPENDENT AUDITOR’S REPORT
ORIGINALLY ISSUED IN TURKISH
(See Note I of Section Three)**

INDEPENDENT AUDITOR’S REPORT

To the General Assembly of Türkiye İş Bankası Anonim Şirketi

A. Audit of the Consolidated Financial Statements

1. Opinion

We have audited the accompanying consolidated financial statements of Türkiye İş Bankası Anonim Şirketi (“the Bank”) and its subsidiaries (collectively referred to as the “Group”), which comprise the statement of consolidated balance sheet as at 31 December 2025, consolidated statement of profit or loss, consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in shareholders’ equity, consolidated statement of cash flows for the year then ended, and the notes to the consolidated financial statements and a summary of significant accounting policies and consolidated financial statement notes.

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at 31 December 2025, and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with the Banking Regulation and Supervision Agency (“BRSA”) Accounting and Financial Reporting Legislation which includes “Regulation on Accounting Applications for Banks and Safeguarding of Documents” published in the Official Gazette No.26333 dated 1 November 2006, and other regulations on accounting records of Banks published by Banking Regulation and Supervision Board and circulars and interpretations published by BRSA and Turkish Financial Reporting Standards (“TFRS”) for those matters not regulated by the aforementioned regulations.



2. Basis for Opinion

Our audit was conducted in accordance with the “Regulation on Independent Audit of Banks” published by the BRSA on the Official Gazette No. 29314 dated 2 April 2015, the Standards on Independent Auditing (the “SIA”) that are part of Turkish Standards on Auditing issued by the Public Oversight Accounting and Auditing Standards Authority (the “POA”). Our responsibilities under these standards are further described in the “Auditor’s Responsibilities for the Audit of the Consolidated Financial Statements” section of our report. We hereby declare that we are independent of the Group in accordance with the Ethical Rules for Independent Auditors (Including Independence Standards) (the “Ethical Rules”) issued by the POA and applicable to audits of financial statements of public interest entities, the ethical requirements regarding independent audit in regulations issued by the POA as applicable to audits of financial statements of public interest entities. We have also fulfilled our other ethical responsibilities in accordance with the Ethical Rules and regulations. We believe that the audit evidence we have obtained during the independent audit provides a sufficient and appropriate basis for our opinion.

3. Key Audit Matters

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

Key Audit Matters	<i>How the key audit matter was addressed in the audit</i>
Expected credit losses for loans and receivables The Group has total provision for expected credit losses amounting to TL 102,392,002 thousand in respect to total loans and receivables amounting to TL 2,807,502,937 thousand which represent a significant portion of the Group's total assets in its consolidated financial statements as of 31 December 2025. Explanations and notes regarding expected credit losses on loans and receivables are represented in Notes VII of Section Three, VIII of Section Three, II of Section Four, XI.c of Section Four, I.f of Section Five of the accompanying consolidated financial statements as at 31 December 2025. The Group recognizes provision for expected credit losses in accordance with "TFRS 9 Financial Instruments" requirements in line with the "Regulation on the Procedures and Principles for Classification of Loans and Provisions to be Provided" as published in the Official Gazette dated 22 June 2016 with number 29750. TFRS 9 is a complex accounting standard which requires considerable judgement and interpretation. These judgements and interpretations are key in the development of the financial models built to measure the expected credit losses on loans recorded at amortized cost. Furthermore, in order to determine expected credit losses, the Group performs both quantitative and qualitative assessments and identifies significant increases in credit risk and default events, for stage classifications of loans and receivables	Within the scope of our audit we have assessed policy, procedure and management principles of the Group with respect to stage classification of loans and receivables and calculation of expected credit losses in accordance with TFRS 9. . We tested the design and the operating effectiveness of relevant controls implemented in accordance with these principles. We checked appropriateness of matters considered in the methodology applied by the Group with respect to TFRS 9 for calculation of the provision amount and stage classification of loans and receivables. For forward looking assumptions used by the Group's management in its expected credit losses calculations, we held discussions with management and evaluated these assumptions using publicly available information. Regarding expected credit losses methodology; we have assessed and tested appropriateness of model segmentation, lifetime probability of default model, exposure at default model, loss given default model, and approaches in relation to projection of macroeconomic expectations with our financial risk experts. We have assessed expert judgment utilized in interpretation of supportable forward looking expectations (including macroeconomic factors).

Key Audit Matters	How the key audit matter was addressed in the audit
Expected credit losses for loans and receivables (Continued) In addition, the operation of the models requires large data inputs that are generated through more than one system and the accuracy and completeness of data are key in the determination of expected credit losses on loans and receivables. Expected credit losses are calculated on a collective basis for portfolios of loans and receivables of a similar nature and on individual basis for significant loans, taking into account Management's best estimate at the balance sheet date and historical losses incurred. Our audit was focused on this area due to existence of complex estimates and information used in the assessment of expected credit losses, such as macroeconomic expectations, current conditions, historical loss experiences; the significance of the loan balances; the correct and timely stage classification of loans in accordance with applicable regulation and the importance of determination of the associated impairment allowances. The correct classification of loans, timely and correctly identification of loss event and other judgements and estimations made by the management have significant impacts on the amount of impairment provisions for loans. Therefore, this area is considered as key audit matter.	Our procedures also included the followings: Together with our financial risk experts, we evaluated and tested reasonableness of the changes in the expected credit loss allowance methodology and the performance of the impairment models used. For a sample of exposures, we checked the accuracy of determining Exposure at Default, including the consideration of prepayments and repayments in the cash flows and the resultant arithmetical calculations. We checked the calculation of the Loss Given Default (LGD) used by the Group in the expected credit losses calculations, and tested collaterals, recovery and costs in addition to arithmetical calculations. For a selected sample, we checked expected credit losses determined based on individual assessment per Group's policy using supporting data, and evaluated appropriateness via discussion with management. We checked key data sources for data used in expected credit losses calculations. We tested reliability and completeness of the data used in expected credit losses calculations with our information systems specialists. We checked accuracy of expected credit losses calculations. We have performed loan review procedures based on a selected sample to assess the appropriateness of the Group's determination of staging for credit risk and timely identification of impairment and appropriate provisioning for impairment. We have reviewed the consistency and adequacy of the disclosures in the consolidated financial statements of the Group with respect to expected credit losses on loans and receivables.

Key Audit Matters	How the key audit matter was addressed in the audit
Valuation of Pension Fund obligations The Group has recognised a provision of TL 16,325,090 thousand for the pension fund obligations related to pension fund foundations of the Parent Bank and of its certain subsidiaries in the consolidated financial statements as at 31 December 2025. Explanations regarding these Pension Fund Foundations and the recognized provision are disclosed in Note XX.2 of Section Three and Note II.ğ.4.1 of Section Five of the accompanying consolidated financial statements prepared as of 31 December 2025. The related Pension Funds were established in accordance with the Social Security Law numbered 506 article No 20 and they are within the scope of Funds whose members' rights are to be transferred to the Social Security Institution (SSI). The President of the Republic of Türkiye is authorized to determine the date of transfer. The calculation of the Pension Fund obligations and the selection of appropriate assumptions require significant judgment and technical expertise. The Group's management uses actuaries for the purpose of valuations of Fund obligations. During our audit, we determined this area to be a key audit matter, considering the fundamental assumptions and estimates used in the calculation of the Pension Fund obligations, the uncertainty regarding the transfer date, the technical interest rate applied in the present value calculation being determined in accordance with the law governing the transfer conditions, and the significant impact that may arise from possible changes in these assumptions on Pension Fund obligations.	Within our audit, we tested, on a sample basis, the accuracy of the retiree and employee data provided by the Group's management to the actuaries for the calculation of the Pension Fund obligations. Additionally, we tested the existence and valuation of the assets reported in the Fund's balance sheet. We assessed whether there were significant changes in the actuarial assumptions used in the calculation, employee benefits provided during the period, plan assets and liabilities, and regulatory requirements related to valuations. Together with our actuarial specialists, we evaluated the reasonableness of the assumptions and valuations applied by external actuaries in the calculation of the obligations. Additionally, we reviewed the disclosures related to pension fund obligations in the Group's consolidated financial statements.



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

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

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

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

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

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

Our aim is to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an independent auditor's report that includes our opinion. Reasonable assurance expressed as a result of an independent audit conducted in accordance with "Regulation on Independent Audit of Banks" published by the BRSA on the Official Gazette No.29314 dated 2 April 2015 and SIA is a high level of assurance but does not guarantee that a material misstatement will always be detected. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an independent audit conducted in accordance with "Regulation on Independent Audit of Banks" published by the BRSA on the Official Gazette No.29314 dated 2 April 2015 and SIA, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

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



- Assess the internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our independent auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the Group as a basis for forming an opinion on the consolidated financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the Group audit. We remain solely responsible for our audit opinion.

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

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

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

B. Other Responsibilities Arising from Regulatory Requirements

1. No matter has come to our attention that is significant according to subparagraph 4 of Article 402 of Turkish Commercial Code ("TCC") No. 6102 and that causes us to believe that the Bank's bookkeeping activities concerning the period from 1 January to 31 December 2025 period are not in compliance with the TCC and provisions of the Bank's articles of association related to financial reporting.
2. In accordance with subparagraph 4 of Article 402 of the TCC, the Board of Directors submitted the necessary explanations to us and provided the documents required within the context of our audit.

Additional Paragraph for Convenience Translation

BRSA Accounting and Financial Reporting Legislation explained in detail in Section Three differ from International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board including the application of IAS 29 - Financial Reporting in Hyperinflationary Economies as of 31 December 2025. Accordingly, the accompanying consolidated financial statements are not intended to present fairly the consolidated financial position, results of operations, changes in equity and cash flows of the Group in accordance with IFRS.

PwC Bağımsız Denetim ve
Serbest Muhasebeci Mali Müşavirlik A.Ş.



Talar Gül, SMMM
Independent Auditor

Istanbul, 6 February 2026

TÜRKİYE İŞ BANKASI A.Ş.**THE CONSOLIDATED FINANCIAL REPORT AS AT AND FOR THE YEAR ENDED DECEMBER 31, 2025**

Levent/İstanbul

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The consolidated financial report as at and for the year ended prepared in accordance with the communiqué of “Financial Statements and Related Disclosures and Footnotes to be announced to Public by Banks” as regulated by Banking Regulation and Supervision Agency, comprises the following sections:

GENERAL INFORMATION ABOUT THE PARENT BANK
CONSOLIDATED FINANCIAL STATEMENTS OF THE PARENT BANK
EXPLANATIONS ON THE ACCOUNTING POLICIES
INFORMATION ON FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP
DISCLOSURES AND FOOTNOTES ON THE CONSOLIDATED FINANCIAL STATEMENTS
OTHER EXPLANATIONS
INDEPENDENT AUDITOR’S REPORT

Associates, subsidiaries and structured entities whose financial statements have been consolidated in the consolidated financial report are as follows:

Subsidiaries	Associates
ANADOLU ANONİM TÜRK SİGORTA ŞİRKETİ	ARAP TÜRK BANKASI A.Ş.
ANADOLU HAYAT EMEKLİLİK A.Ş.	
EFES VARLIK YÖNETİM A.Ş.	Jointly controlled entities
İŞ FAKTÖRİNG A.Ş.	MOKA UNITED ÖDEME HİZMETLERİ VE ELEKTRONİK PARA KURULUŞU A.Ş.
İŞ FİNANSAL KİRALAMA A.Ş.	
İŞ GAYRİMENKUL YATIRIM ORTAKLIĞI A.Ş.	
İŞ GİRİŞİM SERMAYESİ YATIRIM ORTAKLIĞI A.Ş.	
İŞ PORTFÖY YÖNETİMİ A.Ş.	
İŞ YATIRIM MENKUL DEĞERLER A.Ş.	
İŞ YATIRIM ORTAKLIĞI A.Ş.	
İŞBANK AG	
JOINT STOCK COMPANY İŞBANK (JSC İŞBANK)	
JOINT STOCK COMPANY İSBANK GEORGIA (JSC İSBANK GEORGIA)	
LEVENT VARLIK KİRALAMA A.Ş.	
MAXİS GİRİŞİM SERMAYESİ PORTFÖY YÖNETİMİ A.Ş.	
MAXIS INVESTMENTS LTD.	
MILLİ REASÜRANS T.A.Ş.	
TSKB GAYRİMENKUL YATIRIM ORTAKLIĞI A.Ş.	
TÜRKİYE SİNAİ KALKINMA BANKASI A.Ş.	
YATIRIM FİNANSMAN MENKUL DEĞERLER A.Ş.	
YATIRIM VARLIK KİRALAMA A.Ş.	
Structured Entities	
TİB DIVERSIFIED PAYMENT RIGHTS FINANCE COMPANY	

The consolidated year-end financial statements and related disclosures and footnotes in this report are prepared, in accordance with the Regulation on the Procedures and Principles for Accounting Practices and Retention of Documents by Banks. Banking Regulation and Supervision Agency (BRSA) regulations, Turkish Accounting Standards, Turkish Financial Reporting Standards and the related statements and guidance and in compliance with the financial records of our Bank. Unless otherwise stated the accompanying consolidated financial report is presented in thousands of Turkish Lira (TL) and has been subjected to independent audit and presented as the attached.

Sadrettin Yurtsever
Member of the Board and
the Audit Committee

Güzide Meltem Kökden
Deputy Chairperson of the Board of
Directors and Chairperson of the Audit
Committee

Adnan Bali
Chairperson of the Board of Directors

Hürdoğan İrmak
Head of Financial Management Division

Mehmet Türk
Deputy Chief Executive
In Charge of Financial Reporting

Hakan Aran
Chief Executive Officer

The authorized contact person for questions on this consolidated financial report:
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investorrelations@isbank.com.tr

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FOR THE YEAR ENDED DECEMBER 31, 2025**

(Convenience Translation of Consolidated Financial Statements and Related Disclosures and Footnotes Originally Issued in Turkish, See Note I in Section Three)
(Amounts expressed in thousand Turkish Lira (TL) unless otherwise stated.)

SECTION ONE: GENERAL INFORMATION ABOUT THE PARENT BANK**I. Explanations on the Establishment Date and Initial Status of the Parent Bank, and History Including the Changes in the Former Status**

TÜRKİYE İŞ BANKASI A.Ş. (“the Bank” or “the Parent Bank”) was established on August 26, 1924 to operate in all kinds of banking activities and to initiate and/or participate in all kinds of financial and industrial sector undertakings when necessary. There is no change in the Bank’s status since its establishment.

II. Explanations on the Capital Structure, Shareholders who Directly or Indirectly, Solely or Jointly Undertake the Management and Control of the Parent Bank, any Changes in the Period, and Information on the Parent Bank’s Risk Group

As of December 31, 2025, the shareholder structure of the Bank is as follows:

- 38.66% of the shares are owned by the Türkiye İş Bankası A.Ş. Members' Supplementary Pension Fund Foundation (December 31, 2024:38.59%).
- 28.09% of the shares belong to Atatürk and, in accordance with his will, are represented by the Republican People's Party (CHP) (December 31, 2023:28.09%). As stipulated in Atatürk’s will, the dividend income from these shares is allocated to the Turkish Language Association and the Turkish Historical Society, and dividend payments are made to these institutions in accordance with the provisions of the will and applicable legal regulations.
- 33.25% is free float (December 31, 2024: 33.32%).

III. Explanations on the Chairperson’s, Directors’, Auditors’, Chief Executive Officer’s and Deputy Chief Executives’ Shares, if any, and the Areas of their Responsibility at the Bank**Chairperson and Members of the Board of Directors:**

Name and Surname	Areas of Responsibility
Adnan Bali	Chairperson of the Board of Directors, Remuneration Committee, Chairperson of the Risk Committee, Sustainability Committee, Chairperson of the Board of Directors Operating Principles Committee, and the Member of the Credit Committee
Güzide Meltem Kökden	Deputy Chairperson of the Board of Directors, Chairperson of the Audit Committee, TRNC Internal Systems Committee and Operational Risk Committee, Member of the Risk Committee
Hakan Aran	Chief Executive Officer and Board Member, Chairperson of the Credit Committee, Human Resources Committee, and Information Systems Strategy Committee, Member of the Operational Risk Committee and Risk Committee, and Chairperson of the Executive Committee
Sadrettin Yurtsever	Director, Chairperson of the Corporate Governance Committee, Member of the Audit Committee, Remuneration Committee, TRNC Internal Systems Committee, Sustainability Committee Risk Committee, Member of the Operational Risk Committee Corporate Social Responsibility Committee, and the Member of the Board of Directors Operating Principles Committee
Fazlı Bulut	Director, Member of Corporate Social Responsibility Committee, Corporate Governance Committee and Substitute Member of the Credit Committee
Durmuş Öztekin	Director, Member of Corporate Social Responsibility Committee, and the Member of the Board of Directors Operating Principles Committee
Şebnem Aydın	Director, Member of Corporate Governance Committee, Corporate Social Responsibility Committee, Credit Committee and Sustainability Committee, Substitute Member of the Credit Committee
Recep Hakan Özyıldız	Director
Mustafa Rıdvan Selçuk	Director
Ahmet Gökhan Sungur	Director
Bahattin Özarslantürk	Director, Member of the Credit Committee

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

(Convenience Translation of Consolidated Financial Statements and Related Disclosures and Footnotes Originally Issued in Turkish, See Note I in Section Three)
(Amounts expressed in thousand Turkish Lira (TL) unless otherwise stated.)

Chief Executive Officer and Deputy Chief Executives:

Name and Surname	Areas of Responsibility
Hakan Aran	Chief Executive Officer and Member of the Board of Directors, Chairperson of the Credit Committee, Human Resources Committee, and Information Technologies Strategy Committee, Member of the Operational Risk Committee and Risk Committee, and Chairperson of the Executive Committee
Ebru Özşuca	Financial Institutions, Treasury, Capital Markets, Economic Research, Investor Relations and Sustainability; Member of the Risk Committee and the Sustainability Committee
Hasan Cahit Çınar	Subsidiaries, Credit Strategy Management, Corporate, Retail and Commercial Loan Allocation, Project Finance; Member of the Risk Committee and the Sustainability Committee
Ozan Gürsoy	Transaction Banking, Corporate and Commercial Banking Marketing and Sales, Cross-Border Banking, Free Zone Branches, Member of the Corporate Social Responsibility Committee and the Sustainability Committee
Sezgin Yılmaz	Internal Control, Corporate Compliance, Risk Management, Natural Member of the Risk Committee, Member of Information Technologies Strategic Committee, Member of the Operational Risk Committee and Sustainability Committee
Sabri Gökmenler	Information Technologies, Data Analytics and Artificial Intelligence, Member of the Operational Risk Committee and Information Systems Strategy Committee
Sezgin Lüle	Retail Banking Marketing, Sales and Product, Digital Banking, Customer Relations, Payment Systems Ecosystem, Product and Operations, Member of Operational Risk Committee, and Sustainability Committee
Suat Ergenekon Sözen	General Secretariat, Corporate Communications, Private Banking Marketing and Sales, Member of the Corporate Social Responsibility Committee and Sustainability Committee
Olgun Tufan Kurbanoglu	Legal Affairs and Follow-Up, Legal Counsellorship, Credit Monitoring, Retail Loans and Commercial and Corporate Loans Follow-Up
Mehmet Celayir	Support Services, Construction and Real Estate Management, Consumer Relations Coordination Officer, Banking Core Operations, Foreign Transactions and Commercial Credit Operations, Member of the Sustainability Committee.
Mehmet Türk	Financial Management, Financial Legal Advisory and Tax Management, Procurement, Strategy and Corporate Performance Management, Management Reporting and Internal Accounting, Member of the Risk Committee, Information Systems Strategy Committee, and Sustainability Committee
Gürler Özkök	Internal Control, Corporate Compliance, Risk Management; Member of the Operational Risk Committee, the Risk Committee and the Sustainability Committee; Advisory Member of the Information Systems Strategy Committee
Ali Yalçın	Human Resources Management, Corporate Architecture, Talent Management; Member of the Information Systems Strategy Committee and the Operational Risk Committee

The Parent Bank's shares attributable to the Directors and members of the Audit Committee, to the CEO and the Deputy Chief Executives are of minor importance.

IV. Information on the Parent Bank's Qualified Shareholders

Name Surname/Company	Shares	Ownership	Paid-in Capital	Unpaid Capital
T. İş Bankası A.Ş. Mensupları Munzam Sosyal Güvenlik ve Yardımlaşma Sandığı Vakfı (İşbank Members' Supplementary Pension Fund)	9,665,357	38.66%	9,665,357	
Cumhuriyet Halk Partisi – Republican People's Party - (Atatürk's Shares)	7,023,013	28.09%	7,023,013	

V. Summary Information on the Parent Bank's Functions and Business Lines

In line with the relevant legislation and principles stated in the Articles of Incorporation of the Bank, the Bank's activities include operating in retail, commercial, corporate and private banking, foreign currency and money market operations, marketable securities operations, international banking services and other banking operations, as well as initiating or participating in all kinds of financial and industrial sector corporations as may be required.

(Yetkili İmza / Kaşe)

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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(Amounts expressed in thousand Turkish Lira (TL) unless otherwise stated.)

VI. Differences between the Communiqué on Preparation of Consolidated Financial Statements of Banks and Turkish Accounting Standards and Explanation about the Institutions Subject to Full Consolidation Method or Proportional Consolidation and Institutions which are deducted from Equity or not included in these Three Methods

Banks are obligated to prepare consolidated financial statements for credit institutions and financial subsidiaries for creating legal restrictions on a consolidated basis based on the “Communiqué on Preparation of Consolidated Financial Statements of Banks” by applying Turkish Accounting Standards. There is not any difference between the related Communiqué and the consolidation operations that is based on Turkish Accounting Standards and Turkish Financial Reporting Standards.

The consolidated financial statement in this report includes the subsidiaries of the Bank, which are credit or financial institutions, in accordance with the BRSA regulations. As of current period, there is no credit or financial institution subsidiaries which are excluded in the scope of the consolidation.

The Parent Bank and Its Subsidiaries That Qualify as Credit Institutions or Financial Institutions;

- ANADOLU ANONİM TÜRK SİGORTA ŞİRKETİ
- ANADOLU HAYAT EMEKLİLİK A.Ş.
- EFES VARLIK YÖNETİM A.Ş.
- İŞ FAKTORİNG A.Ş.
- İŞ FİNANSAL KİRALAMA A.Ş.
- İŞ GAYRİMENKUL YATIRIM ORTAKLIĞI A.Ş.
- İŞ GİRİŞİM SERMAYESİ YATIRIM ORTAKLIĞI A.Ş.
- İŞ PORTFÖY YÖNETİMİ A.Ş.
- İŞ YATIRIM MENKUL DEĞERLER A.Ş.
- İŞ YATIRIM ORTAKLIĞI A.Ş.
- İŞBANK AG
- JSC İŞBANK
- JSC İSBANK GEORGIA
- LEVENT VARLIK KİRALAMA A.Ş.
- MAXİS GİRİŞİM SERMAYESİ PORTFÖY YÖNETİMİ A.Ş.
- MAXIS INVESTMENTS LTD.
- MİLLİ REASÜRANS T.A.Ş.
- TSKB GAYRİMENKUL YATIRIM ORTAKLIĞI A.Ş.
- TÜRKİYE SİNAI KALKINMA BANKASI A.Ş.
- YATIRIM FİNANSMAN MENKUL DEĞERLER A.Ş.
- YATIRIM VARLIK KİRALAMA A.Ş.

and Structured Entity;

- TIB DIVERSIFIED PAYMENT RIGHTS FINANCE COMPANY

“is included in the consolidated financial statements with “full consolidation method”.

The Parent Bank’s credit institution or financial institution subsidiary;

- ARAP TÜRK BANKASI A.Ş.

and its jointly controlled entities that qualify as credit institutions or financial institutions

- MOKA UNITED ÖDEME HİZMETLERİ VE ELEKTRONİK PARA KURULUŞU A.Ş.

is accounted under equity accounting method in the consolidated financial statements.

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Consolidated entities provide services in the fields of banking, insurance and reinsurance, private pension, financial leasing, factoring, real estate investment, venture capital investment, brokerage and investment consultancy, portfolio management, asset management, and payment systems. Explanations regarding these subsidiaries are provided below.

Anadolu Anonim Türk Sigorta Şirketi

The Company was established in 1925 and operates in almost all non-life insurance service. The Company's shares are traded in the Borsa İstanbul A.Ş.

Anadolu Hayat Emeklilik A.Ş.

The Company was founded in 1990 and its' headquarter is located in Istanbul. The company's main activities are private or group pension and life/death insurance and all kinds of insurance services related to these branches. There are 40 private pension funds offered by the company to the subscribers. The company's shares are traded in the Borsa İstanbul A.Ş.

Efes Varlık Yönetim A.Ş.

The field of activity of the company, which was founded in February 2011, is to purchase and sell the receivables with other assets of deposit banks, participation banks and other financial institutions.

İş Faktoring A.Ş.

The Company, which operates in the factoring sector since 1993, is engaged in domestic and foreign factoring operations.

İş Finansal Kiralama A.Ş.

The Company, whose field of activity is financial leasing within the country and abroad started its business in 1988. The Company's shares are traded in the Borsa İstanbul A.Ş.

İş Gayrimenkul Yatırım Ortaklığı A.Ş.

The Company, whose main field of activity is investing in real estate, capital market instruments backed by real estate, real estate projects and capital market instruments, is conducting its business in the sector as a real estate investment trust since 1999. The Company's shares are traded in the Borsa İstanbul A.Ş. since its establishment.

İş Girişim Sermayesi Yatırım Ortaklığı A.Ş.

The Company, which started its venture capital business in the year 2000, aims to make long term investments in venture capital firms which established or to be founded in Türkiye, have potential development and need resources. The Company's shares are traded in the Borsa İstanbul A.Ş. since the year 2004.

İş Portföy Yönetimi A.Ş.

The Company which was founded in 2000 and operating under the supervision of the Capital Markets Board, establishes investment funds, provides portfolio management services to individual and institutional investors, manages pension funds, and offers investment advisory services.

İş Yatırım Menkul Değerler A.Ş.

The Company's main field of activity is composed of intermediary, corporate finance, investment consulting and private portfolio management services. The Company's shares are traded in the Borsa İstanbul A.Ş. since May 2007.

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İş Yatırım Ortaklığı A.Ş.

The aim of the Company, which was founded in İstanbul in the year 1995, is to operate in capital market activities which is stated in the principal agreement, and Company's main field of activities is portfolio management. The Company's shares are traded in the Borsa İstanbul A.Ş. since April 1996.

İşbank AG

İşbank AG was founded to carry out the banking transactions in Europe. İşbank AG has 9 branches in total, 8 branches in Germany and 1 branch in Netherlands.

JSC İşbank

İşbank AG was founded to carry out the banking transactions in Europe. İşbank AG has 9 branches in total, 8 branches in Germany and 1 branch in Netherlands.

JSC Isbank Georgia

The Bank, which was established in Georgia in the third quarter of 2015, is operating banking services mainly deposit, loan and exchange transactions. As part of the organizational structure of Parent Bank in abroad, it continues its operations through the Head Office in Tbilisi and the branch it opened in Tbilisi in 2014.

Levent Varlık Kiralama A.Ş.

Established in November 2023, the Company's main activity is to issue lease certificates in accordance with the Capital Markets Law and related legislation.

Maxis Girişim Sermayesi Portföy Yönetimi A.Ş.

The purpose of the Company, which was founded in November 2017, is to establish and manage capital investment funds in accordance with the Capital Markets Law and related legislations.

Maxis Investments Ltd.

The purpose of the Company, which was founded in England in the year 2005, is to operate in activities in foreign capital markets.

Milli Reasürans T.A.Ş.

The Company, which was founded in 1929, aims to provide reinsurance and retrocession services in foreign and domestic branches. It has 1 branch in Singapore.

TSKB Gayrimenkul Yatırım Ortaklığı A.Ş.

The core business activity of the Company, which was founded in 2006, is to create and develop an investment property portfolio and to invest in capital market instruments that are based on investment properties. The Company's shares are traded in the Borsa İstanbul A.Ş. since April 2010.

Türkiye Sınai Kalkınma Bankası A.Ş.

Türkiye Sınai Kalkınma Bankası A.Ş. (TSKB) which is an industrial development, and an investment bank is founded specially to support private sector investments in industry and to provide domestic and foreign capital to Turkish companies. The Bank's shares are traded in the Borsa İstanbul A.Ş.

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Yatırım Finansman Menkul Değerler A.Ş.

The Company was founded in 1976. The purpose of the Company is to engage in capital market operations stated in its articles of association.

Yatırım Varlık Kiralama A.Ş.

The purpose of the Company, which is founded on September 2019, is to issue lease certificates exclusively within the framework of the Capital Market Law and related legislation provisions.

VII. Existing or Potential, Actual or Legal Obstacles on the Transfer of Shareholders' Equity between the Parent Bank and its Subsidiaries or the Reimbursement of Liabilities

None.

VIII. Written Policies on Assessment of Ensuring Compliance on Market Discipline, Disclosure Obligations, Frequency and Accuracy of the Related Disclosures

The Parent Bank has written policies on assessment of ensuring compliance on market discipline, disclosure obligations, frequency and accuracy of related disclosures. The mentioned policies which are agreed by Board of Directors can be obtained from the Parent Bank's website.

TÜRKİYE İŞ BANKASI A.Ş.
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SECTION TWO: CONSOLIDATED FINANCIAL STATEMENTS

TÜRKİYE İŞ BANKASI A.Ş. CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)							
ASSETS		THOUSAND TL					
		CURRENT PERIOD (31/12/2025)			PRIOR PERIOD (31/12/2024)		
		TL	FC	Total	TL	FC	Total
I. FINANCIAL ASSETS (NET)		788,748,128	996,679,811	1,785,427,939	615,642,840	639,596,921	1,255,239,761
1.1 Cash and Cash Equivalents		394,840,534	681,395,081	1,076,235,615	311,967,779	421,360,397	733,328,176
1.1.1 Cash and Balances with Central Bank	V-I-a	346,704,017	535,873,486	882,577,503	278,450,061	354,096,475	632,546,536
1.1.2 Banks	V-I-ç	36,643,746	146,005,717	182,649,463	22,914,928	67,508,683	90,423,611
1.1.3 Money Market Placements		11,590,981	0	11,590,981	10,813,365	0	10,813,365
1.1.4 Expected Credit Loss (-)		98,210	484,122	582,332	210,575	244,761	455,336
1.2 Financial Assets at Fair Value Through Profit or Loss	V-I-b	61,234,996	52,966,109	114,201,105	46,089,229	29,685,102	75,774,331
1.2.1 Government Debt Securities		2,966,812	48,130,422	51,097,234	571,659	26,681,100	27,252,759
1.2.2 Equity Securities		2,470,315	271,757	2,742,072	6,407,420	467,439	6,874,859
1.2.3 Other Financial Assets		55,797,869	4,563,930	60,361,799	39,110,150	2,536,563	41,646,713
1.3 Financial Assets at Fair Value Through Other Comprehensive Income	V-I-d	330,573,999	242,113,593	572,687,592	254,347,393	171,801,635	426,149,028
1.3.1 Government Debt Securities		326,223,690	218,982,660	545,206,350	251,170,013	160,779,443	411,949,456
1.3.2 Equity Securities		1,386,433	5,801,567	7,188,000	417,432	4,023,536	4,440,968
1.3.3 Other Financial Assets		2,963,876	17,329,366	20,293,242	2,759,948	6,998,656	9,758,604
1.4 Derivative Financial Assets	V-I-c-i	2,098,599	20,205,028	22,303,627	3,238,439	16,749,787	19,988,226
1.4.1 Derivative Financial Assets at Fair Value Through Profit or Loss		2,098,599	20,205,028	22,303,627	3,238,439	16,749,787	19,988,226
1.4.2 Derivative Financial Assets at Fair Value Through Other Comprehensive Income		0	0	0	0	0	0
II. Financial Assets Measured at Amortised Cost (Net)		1,795,971,813	1,194,886,864	2,990,858,677	1,328,499,830	841,806,291	2,170,306,121
2.1 Loans	V-I-e	1,595,440,176	1,121,551,076	2,716,991,252	1,096,594,825	790,696,012	1,887,290,837
2.2 Lease Receivables	V-I-e-i	8,382,835	44,551,411	52,934,246	6,624,783	21,205,949	27,830,732
2.3 Factoring Receivables	V-I-e	28,335,747	9,241,692	37,577,439	26,216,589	9,294,028	35,510,617
2.4 Other Financial Assets Measured at Amortised Cost (Net)	V-I-f	240,128,937	45,758,908	285,887,845	240,288,834	41,068,345	281,357,179
2.4.1 Government Debt Securities		237,203,179	27,823,110	265,026,289	236,823,940	23,827,649	260,651,589
2.4.2 Other Financial Assets		2,925,758	17,935,798	20,861,556	3,464,894	17,240,696	20,705,590
2.5 Expected Credit Loss (-)		76,315,882	26,216,223	102,532,105	41,225,201	20,458,043	61,683,244
III. ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)	V-I-n	98,290	23,866	122,156	34,000	18,344	52,344
3.1 Held for Sale		98,290	23,866	122,156	34,000	18,344	52,344
3.2 Discontinued Operations		0	0	0	0	0	0
IV. EQUITY INVESTMENTS		152,343,463	0	152,343,463	111,411,807	0	111,411,807
4.1 Investments in Associates (Net)	V-I-g	1,350,248	0	1,350,248	651,282	0	651,282
4.1.1 Associates Accounted by using Equity Method		1,101,395	0	1,101,395	554,844	0	554,844
4.1.2 Unconsolidated Associates		248,853	0	248,853	96,438	0	96,438
4.2 Subsidiaries (Net)	V-I-ğ	146,826,320	0	146,826,320	110,616,058	0	110,616,058
4.2.1 Unconsolidated Financial Subsidiaries		0	0	0	0	0	0
4.2.2 Unconsolidated Non-Financial Subsidiaries		146,826,320	0	146,826,320	110,616,058	0	110,616,058
4.3 Joint Ventures (Net)	V-I-h	4,166,895	0	4,166,895	144,467	0	144,467
4.3.1 Joint Ventures Accounted by using Equity Method		4,050,472	0	4,050,472	0	0	0
4.3.2 Unconsolidated Joint Ventures		116,423	0	116,423	144,467	0	144,467
V. TANGIBLE ASSETS (Net)	V-I-j	96,993,617	701,122	97,694,739	70,597,501	548,097	71,145,598
VI. INTANGIBLE ASSETS (Net)	V-I-k	19,884,772	190,341	20,075,113	12,075,964	238,404	12,314,368
6.1 Goodwill		0	0	0	27,994	0	27,994
6.2 Other		19,884,772	190,341	20,075,113	12,047,970	238,404	12,286,374
VII. INVESTMENT PROPERTY (Net)	V-I-l	26,773,242	0	26,773,242	25,407,317	0	25,407,317
VIII. CURRENT TAX ASSET		317,701	84,219	401,920	96,312	13,761	110,073
IX. DEFERRED TAX ASSET	V-I-m	25,675,268	48,614	25,723,882	30,811,538	0	30,811,538
X. OTHER ASSETS	V-I-o	222,063,827	67,853,183	289,917,010	138,971,673	44,927,721	183,899,394
TOTAL ASSETS		3,128,870,121	2,260,468,020	5,389,338,141	2,333,548,782	1,527,149,539	3,860,698,321

(Yetkili İmza / Kaşe)

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TÜRKİYE İŞ BANKASI A.Ş. CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)								
LIABILITIES		Footnotes	THOUSAND TL					
			CURRENT PERIOD (31/12/2025)			PRIOR PERIOD (31/12/2024)		
			TL	FC	Total	TL	FC	Total
I.	DEPOSITS	V-II-a	1,712,132,121	1,460,706,379	3,172,838,500	1,203,500,844	975,916,686	2,179,417,530
II.	FUNDS BORROWED	V-II-c	17,975,842	383,189,708	401,165,550	48,988,007	252,713,125	301,701,132
III.	MONEY MARKETS		210,355,900	181,765,303	392,121,203	259,797,239	97,857,054	357,654,293
IV.	SECURITIES ISSUED (Net)	V-II-ç	30,792,270	226,477,672	257,269,942	14,609,149	157,927,691	172,536,840
4.1	Bills		30,792,270	0	30,792,270	6,964,236	0	6,964,236
4.2	Asset Backed Securities		0	0	0	2,052,309	0	2,052,309
4.3	Bonds			226,477,672	226,477,672	5,592,604	157,927,691	163,520,295
V.	FUNDS		32,001	978,219	1,010,220	30,945	652,954	683,899
5.1	Borrower Funds		32,001	978,219	1,010,220	30,945	652,954	683,899
5.2	Other		0	0	0	0	0	0
VI.	FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		0	0	0	0	0	0
VII.	DERIVATIVE FINANCIAL LIABILITIES	V-II-b-g	613,355	10,009,351	10,622,706	279,118	11,518,855	11,797,973
7.1	Derivative Financial Liabilities at Fair Value Through Profit or Loss		613,355	10,009,351	10,622,706	279,118	11,518,855	11,797,973
7.2	Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income		0	0	0	0	0	0
VIII.	FACTORING PAYABLES		0	0	0	0	0	0
IX.	LEASE PAYABLES (Net)	V-II-f	5,409,692	417,777	5,827,469	3,413,844	458,566	3,872,410
X.	PROVISIONS	V-II-ğ	144,232,331	66,341,939	210,574,270	109,178,239	49,411,690	158,589,929
10.1	Restructuring Provisions		0	0	0	0	0	0
10.2	Reserve for Employee Benefits		10,790,719	19,395	10,810,114	7,092,554	11,868	7,104,422
10.3	Insurance Technical Provisions (Net)		101,245,551	64,052,761	165,298,312	70,674,366	46,847,513	117,521,879
10.4	Other Provisions		32,196,061	2,269,783	34,465,844	31,411,319	2,552,309	33,963,628
XI.	CURRENT TAX LIABILITY	V-II-h	25,659,326	409,284	26,068,610	14,942,949	472,319	15,415,268
XII.	DEFERRED TAX LIABILITY	V-II-h	5,600,518	1,142	5,601,660	2,907,265	28,449	2,935,714
XIII.	LIABILITIES RELATED TO ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS	V-II-ı	0	0	0	0	0	0
13.1	Held for Sale		0	0	0	0	0	0
13.2	Discontinued Operations		0	0	0	0	0	0
XIV.	SUBORDINATED DEBT	V-II-i	2,340,553	78,361,195	80,701,748	2,340,183	55,446,014	57,786,197
14.1	Loans		0	0	0	0	0	0
14.2	Other Debt Instruments		2,340,553	78,361,195	80,701,748	2,340,183	55,446,014	57,786,197
XV.	OTHER LIABILITIES	V-II-e	268,615,951	52,101,529	320,717,480	179,493,801	46,101,221	225,595,022
XVI.	SHAREHOLDERS' EQUITY	V-II-j	490,715,368	14,103,415	504,818,783	367,632,994	5,079,120	372,712,114
16.1	Paid-in capital		25,000,000	0	25,000,000	25,000,000	0	25,000,000
16.2	Capital Reserves		4,108,625	0	4,108,625	4,597,476	0	4,597,476
16.2.1	Share Premium		590,277	0	590,277	121,391	0	121,391
16.2.2	Share Cancellation Profits		0	0	0	0	0	0
16.2.3	Other Capital Reserves		3,518,348	0	3,518,348	4,476,085	0	4,476,085
16.3	Accumulated Other Comprehensive Income or Loss Not Reclassified Through Profit or Loss		90,792,086	1,491,177	92,283,263	69,464,585	910	69,465,495
16.4	Accumulated Other Comprehensive Income or Loss Reclassified Through Profit or Loss		29,815,295	2,859,261	32,674,556	12,207,203	-925,800	11,281,403
16.5	Profit Reserves		195,068,313	3,498,109	198,566,422	154,643,193	2,060,375	156,703,568
16.5.1	Legal Reserves		20,119,244	261,152	20,380,396	16,351,074	136,513	16,487,587
16.5.2	Status Reserves		1,502,505	0	1,502,505	863,802	0	863,802
16.5.3	Extraordinary Reserves		173,446,564	3,236,957	176,683,521	137,428,317	1,923,862	139,352,179
16.5.4	Other Profit Reserves		0	0	0	0	0	0
16.6	Profit or Loss		69,496,093	5,932,066	75,428,159	47,486,855	3,634,089	51,120,944
16.6.1	Prior Periods' Profit or Loss		5,358,469	2,196,356	7,554,825	4,815,021	769,044	5,584,065
16.6.2	Current Period Profit or Loss		64,137,624	3,735,710	67,873,334	42,671,834	2,865,045	45,536,879
16.7	Minority Shares	V-II-k	76,434,956	322,802	76,757,758	54,233,682	309,546	54,543,228
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY			2,914,475,228	2,474,862,913	5,389,338,141	2,207,114,577	1,653,583,744	3,860,698,321

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			Footnotes	THOUSAND TL							
				CURRENT PERIOD			PRIOR PERIOD				
				(31/12/2025)			(31/12/2024)				
				TP	FC	Total	TP	FC	Total		
A. OFF-BALANCE SHEET CONTINGENCIES and COMMITMENTS (I+II+III)											
I. GUARANTEES AND SURETYSHIPS			V-III	3,169,964,981	2,554,534,680	5,724,499,661	1,515,029,648	1,858,850,923	3,373,880,571		
Letters of Guarantee				422,999,345	485,982,388	908,981,733	285,407,206	307,809,745	593,216,951		
Guarantees Subject to State Tender Law				392,168,085	297,109,896	689,277,981	262,874,566	191,978,642	454,853,208		
Guarantees Given for Foreign Trade Operations				2,955,192	2,805,788	5,760,980	2,241,617	2,241,930	4,483,547		
Other Letters of Guarantee				80,242,276	137,833,109	218,075,385	26,321,882	76,460,281	102,782,163		
Bank Acceptances				308,970,617	156,470,999	465,441,616	234,311,067	113,276,431	347,587,498		
Import Letter of Acceptance				30,728,671	12,653,744	43,382,415	20,465,688	5,747,638	26,213,326		
Other Bank Acceptances				0	5,036,613	5,036,613	0	2,450,307	2,450,307		
Letters of Credit				30,728,671	7,617,131	38,345,802	20,465,688	3,297,331	23,763,019		
Documentary Letters of Credit				102,589	170,026,233	170,128,822	2,063,314	104,381,611	106,444,925		
Other Letters of Credit				2,121	133,498,183	133,500,304	1,714,172	76,593,552	78,307,724		
Prefinancing Given as Guarantee				100,468	36,528,050	36,628,518	349,142	27,788,059	28,137,201		
Endorsements				0	0	0	0	0	0		
Endorsements to the Central Bank of Turkey				0	0	0	0	0	0		
Other Endorsements				0	0	0	0	0	0		
Purchase Guarantees for Securities Issued				0	0	0	0	0	0		
Factoring Guarantees				0	0	0	0	0	0		
Other Guarantees				0	6,192,515	6,192,515	3,638	5,701,854	5,705,492		
Other Suretyships				0	0	0	0	0	0		
II. COMMITMENTS				2,373,421,547	183,857,170	2,557,278,717	1,025,159,850	84,084,334	1,109,244,184		
Irrevocable Commitments				2,365,674,353	142,093,362	2,507,767,715	1,019,978,192	61,262,813	1,081,241,005		
Forward Asset Purchase Commitments				28,228,693	103,298,996	131,527,689	7,945,928	27,609,536	35,555,464		
Forward Deposit Purchase and Sales Commitments				0	0	0	0	0	0		
Capital Commitments to Associates and Subsidiaries				0	152,834	152,834	0	142,284	142,284		
Loan Granting Commitments				501,982,839	5,558,580	507,541,419	232,701,080	3,907,881	236,608,961		
Securities Underwriting Commitments				0	0	0	0	0	0		
Commitments for Reserve Deposit Requirements				0	0	0	0	0	0		
Commitments for Cheque Payments				23,754,395	0	23,754,395	15,115,800	0	15,115,800		
Tax and Fund Liabilities from Export Commitments				8,113,561	0	8,113,561	1,096,921	0	1,096,921		
Commitments for Credit Card Expenditure Limits				1,766,052,589	0	1,766,052,589	737,663,382	0	737,663,382		
Commitments for Credit Cards and Banking Services Promotions				3,084,196	0	3,084,196	2,267,499	0	2,267,499		
Receivables from Short Sale Commitments				0	0	0	0	0	0		
Payables for Short Sale Commitments				0	0	0	0	0	0		
Other Irrevocable Commitments				34,458,080	33,082,952	67,541,032	23,187,582	29,603,112	52,790,694		
Revolvable Commitments				7,747,194	41,763,808	49,511,002	5,181,658	22,821,521	28,003,179		
Revolvable Loan Granting Commitments				7,747,194	41,763,808	49,511,002	5,181,658	22,821,521	28,003,179		
Other Revolvable Commitments				0	0	0	0	0	0		
III. DERIVATIVE FINANCIAL INSTRUMENTS				373,544,089	1,884,695,122	2,258,239,211	204,462,592	1,466,956,844	1,671,419,436		
Derivative Financial Instruments Held for Risk Management				0	89,529,622	89,529,622	0	69,298,701	69,298,701		
Fair Value Hedges				0	89,529,622	89,529,622	0	69,298,701	69,298,701		
Cash Flow Hedges				0	0	0	0	0	0		
Net Foreign Investment Hedges				0	0	0	0	0	0		
Derivative Financial Instruments Held for Trading				373,544,089	1,795,165,500	2,168,709,589	204,462,592	1,397,658,143	1,602,120,735		
Forward Foreign Currency Buy/Sell Transactions				104,391,441	170,068,736	274,460,177	27,479,935	99,633,598	127,113,533		
Forward Foreign Currency Buy Transactions				21,073,277	114,721,667	135,794,944	14,835,593	48,888,485	63,724,078		
Forward Foreign Currency Sell Transactions				83,318,164	55,347,069	138,665,233	12,644,342	50,745,113	63,389,455		
Currency and Interest Rate Swaps				208,899,381	1,295,470,388	1,504,369,769	162,009,487	1,165,689,686	1,327,699,173		
Currency Swap Buy Transactions				20,737,483	308,325,293	329,062,776	11,029,664	312,159,655	323,189,319		
Currency Swap Sell Transactions				158,585,774	336,819,187	495,404,961	121,060,177	274,545,733	395,605,910		
Interest Rate Swap Buy Transactions				14,788,062	325,162,954	339,951,016	15,409,823	289,492,149	304,901,972		
Interest Rate Swap Sell Transactions				14,788,062	325,162,954	339,951,016	14,509,823	289,492,149	304,901,972		
Currency, Interest Rate and Security Options				54,472,663	87,471,174	141,943,837	11,229,965	43,904,183	55,134,148		
Currency Call Options				31,106,766	32,519,292	63,626,058	5,968,328	15,823,362	21,791,690		
Currency Put Options				22,973,644	40,673,675	63,647,319	4,119,355	16,421,795	20,541,150		
Interest Rate Call Options				0	7,139,004	7,139,004	0	5,829,513	5,829,513		
Interest Rate Put Options				0	7,139,004	7,139,004	0	5,829,513	5,829,513		
Securities Call Options				328,193	120	328,313	263,607	0	263,607		
Securities Put Options				64,060	79	64,139	878,675	0	878,675		
Currency Futures				4,700,044	12,589,010	17,289,054	1,366,040	1,711,884	3,067,934		
Currency Buy Futures				1,652,409	11,024,342	12,676,751	515,915	1,287,679	1,803,584		
Currency Sell Futures				3,047,635	1,564,668	4,612,303	840,125	424,215	1,264,340		
Interest Rate Futures				0	0	0	0	0	0		
Interest Rate Buy Futures				0	0	0	0	0	0		
Interest Rate Sell Futures				0	0	0	0	0	0		
Other				1,080,560	229,566,192	230,646,752	2,387,165	86,718,782	89,105,947		
B. CUSTODY AND PLEDGES RECEIVED (IV+V+VI)				4,014,214,982	6,737,602,228	10,751,817,210	2,821,321,627	5,100,248,268	7,921,569,895		
IV. ITEMS HELD IN CUSTODY				451,928,999	416,872,359	868,801,358	256,203,469	314,199,435	570,402,904		
Customers' Securities Held				105,572,670	2,614,618	108,187,288	73,879,683	2,250,470	76,130,153		
Investment Securities Held in Custody				194,767,157	9,749,800	204,516,957	72,088,356	7,888,091	79,776,447		
Cheques Received for Collection				136,025,342	184,777,833	320,803,175	98,646,479	145,603,209	244,249,688		
Commercial Notes Received for Collection				8,789,407	107,552,458	116,341,865	7,285,957	75,099,924	82,385,881		
Other Assets Received for Collection				0	0	0	0	0	0		
Assets Received for Public Offering				0	0	0	0	0	0		
Other Items Under Custody				6,774,423	112,177,650	118,952,073	4,302,994	83,557,741	87,860,735		
Custodians				0	0	0	0	0	0		
V. PLEDGED ITEMS				3,562,285,983	6,320,729,869	9,883,015,852	2,565,118,158	4,786,048,833	7,351,166,991		
Marketable Securities				132,996,737	637,782,400	770,779,137	100,345,097	472,290,340	572,635,437		
Guarantee Notes				45,012,313	145,834,493	190,846,806	36,931,932	115,217,517	152,149,449		
Commodity				609,115,597	894,137,842	1,503,253,439	474,402,725	683,951,078	1,158,353,803		
Warranty				0	0	0	0	0	0		
Real Estates				1,890,693,773	2,777,932,918	4,668,626,691	1,318,538,444	2,134,925,561	3,453,464,005		
Other Pledged Items				884,467,563	1,865,042,216	2,749,509,779	634,899,960	1,379,664,337	2,014,564,297		
Pledged Items-Depository				0	0	0	0	0	0		
VI. ACCEPTED BILL, GUARANTEES AND SURETIES				0	0	0	0	0	0		
TOTAL OFF-BALANCE SHEET COMMITMENTS (A+B)				7,184,179,963	9,292,136,908	16,476,316,871	4,336,351,275	6,959,099,191	11,295,450,466		

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(Convenience Translation of Consolidated Financial Statements and Related Disclosures and Footnotes Originally Issued in Turkish, See Note I in Section Three)
(Amounts expressed in thousand Turkish Lira (TL) unless otherwise stated.)

TÜRKİYE İŞ BANKASI A.Ş. CONSOLIDATED STATEMENT OF PROFIT OR LOSS				
STATEMENT OF PROFIT OR LOSS		Footnotes	THOUSAND TL	
			CURRENT PERIOD (01/01-31/12/2025)	PRIOR PERIOD (01/01-31/12/2024)
I. INTEREST INCOME	V-IV-a		842,104,116	599,018,187
1.1 Interest Income on Loans			536,729,068	380,317,581
1.2 Interest Income on Reserve Deposits			77,522,857	38,907,298
1.3 Interest Income on Banks			16,618,376	11,870,730
1.4 Interest Income on Money Market Placements			7,271,601	5,082,529
1.5 Interest Income on Marketable Securities Portfolio			185,037,701	149,873,888
1.5.1 Financial Assets At Fair Value Through Profit or Loss			1,963,588	834,417
1.5.2 Financial Assets At Fair Value Through Other Comprehensive Income			108,970,243	77,153,729
1.5.3 Financial Assets At Measured at Amortised Cost			74,103,870	71,885,742
1.6 Financial Lease Income			5,692,525	4,423,628
1.7 Other Interest Income			13,231,988	8,542,533
II. INTEREST EXPENSE (-)	V-IV-b		686,630,515	519,552,264
2.1 Interest on Deposits			511,017,422	363,043,560
2.2 Interest on Funds Borrowed			32,241,429	27,078,206
2.3 Interest on Money Market Funds			111,177,329	100,938,153
2.4 Interest on Securities Issued			29,778,873	22,586,177
2.5 Financial Lease Expense			1,322,279	762,950
2.6 Other Interest Expenses			1,093,183	5,143,218
III. NET INTEREST INCOME (I - II)			155,473,601	79,465,923
IV. NET FEES AND COMMISSIONS INCOME			123,147,736	85,362,010
4.1 Fees and Commissions Received			161,405,533	119,002,943
4.1.1 Non-cash Loans			7,773,431	5,682,387
4.1.2 Other			153,632,102	113,320,556
4.2 Fees and Commissions Paid			38,257,797	33,640,933
4.2.1 Non-cash Loans			187,156	182,192
4.2.2 Other			38,070,641	33,458,741
V. DIVIDEND INCOME	V-IV-c		450,893	318,657
VI. TRADING INCOME /(LOSS) (Net)	V-IV-ç		6,518,932	9,971,460
6.1 Gains/(Losses) on Securities Trading			22,755,247	36,473,316
6.2 Derivative Financial Transactions Gains/Losses			-39,448,717	-57,793,868
6.3 Foreign Exchange Gains / (Losses)			23,212,402	31,292,012
VII. OTHER OPERATING INCOME	V-IV-d		138,927,746	105,707,600
VIII. GROSS OPERATING INCOME (III+IV+V+VI+VII)			424,518,908	280,825,650
IX. EXPECTED CREDIT LOSS (-)	V-IV-e		62,740,471	24,863,488
X. OTHER PROVISION EXPENSES (-)	V-IV-e		1,990,896	837,375
XI. PERSONNEL EXPENSE (-)			76,352,927	58,041,531
XII. OTHER OPERATING EXPENSES (-)	V-IV-f		186,090,482	135,154,108
XIII. NET OPERATING INCOME/(LOSS) (VIII-IX-X-XI-XII)			97,344,132	61,929,148
XIV. AMOUNT IN EXCESS RECORDED AS GAIN AFTER MERGER			0	0
XV. PROFIT/LOSS FROM ASSOCIATES ACCOUNTED FOR USING THE EQUITY METHOD			16,078,328	10,167,726
XVI. NET MONETARY POSITION GAIN/LOSS			0	0
XVII. PROFIT/LOSS ON CONTINUING OPERATIONS BEFORE TAX (XIII+...+XVI)	V-IV-g		113,422,460	72,096,874
XVIII. TAX PROVISION FOR CONTINUING OPERATIONS (±)	V-IV-ğ		23,357,993	8,329,621
18.1 Current Tax Provision			20,286,496	14,969,691
18.2 Deferred Tax Income Effect (+)			16,015,934	16,495,076
18.3 Deferred Tax Expense Effect (-)			12,944,437	23,135,146
XIX. NET PERIOD PROFIT/LOSS FROM CONTUNUNG OPERATIONS (XVI±XVII)	V-IV-h		90,064,467	63,767,253
XX. INCOME ON DISCONTINUED OPERATIONS			0	0
20.1 Income on Assets Held for Sale			0	0
20.2 Gain on Sale of Associates, Subsidiaries and Jointly Controlled Entities (Joint Ventures)			0	0
20.3 Other Income on Discontinued Operations			0	0
XXI. EXPENSE ON DISCONTINUED OPERATIONS (-)			0	0
21.1 Expense on Assets Held for Sale			0	0
21.2 Loss on Sale of Associates, Subsidiaries and Jointly Controlled Entities (Joint Ventures)			0	0
21.3 Other Expense on Discontinued Operations			0	0
XXII. PROFIT/LOSS ON DISCONTINUED OPERATIONS BEFORE TAX (XX-XXI)	V-IV-g		0	0
XXIII. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)	V-IV-ğ		0	0
23.1 Current Tax Provision			0	0
23.2 Deferred Tax Expense Effect (+)			0	0
23.3 Deferred Tax Income Effect (-)			0	0
XXIV. NET PERIOD PROFIT/LOSS FROM DISCONTINUED OPERATIONS (XXII±XXIII)	V-IV-h		0	0
XXV. NET PERIOD PROFIT/LOSS (XIX+XXIV)	V-IV-i		90,064,467	63,767,253
25.1 Group's Profit / Loss			67,873,334	45,536,879
25.2 Non-controlling Interest Profit / Loss (-)			22,191,133	18,230,374
Earnings per Share (*)	III-XXIII		2.7149	1.8215

(*) Presentation of the earnings/losses per share corresponding to each share with a nominal value of

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

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(Amounts expressed in thousand Turkish Lira (TL) unless otherwise stated.)

TÜRKİYE İŞ BANKASI A.Ş. CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME		
PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	THOUSAND TL	
	CURRENT PERIOD (01/01-31/12/2025)	PRIOR PERIOD (01/01-31/12/2024)
PROFIT/LOSS FOR THE PERIOD	90,064,467	63,767,253
II. OTHER COMPREHENSIVE INCOME	50,079,934	9,685,017
2.1 Other comprehensive income that will not be reclassified to profit or loss	27,039,846	26,456,998
2.1.1 Revaluation Surplus on Tangible Assets	20,703,870	20,270,713
2.1.2 Revaluation Surplus on Intangible Assets	-	-
2.1.3 Gains/(Losses) on remeasurements of Defined Benefit Plans	(1,441,649)	(1,410,534)
2.1.4 Other Income/Expense Items of Other Comprehensive Income not to be Reclassified to Profit Or Loss	11,101,930	10,923,827
2.1.5 Taxes Relating To Components Of Other Comprehensive Income not to be Reclassified To Profit Or Loss	(3,324,305)	(3,327,008)
2.2 Other Income/Expense Items not be Reclassified to Profit or Loss	23,040,088	(16,771,981)
2.2.1 Exchange Differences on Translation	9,386,870	2,380,198
2.2.2 Valuation and/or Reclassification Profit or Loss from Financial Assets at Fair Value through Other Comprehensive Income	11,068,934	(33,107,806)
2.2.3 Income/(Loss) Related with Cash Flow Hedges	-	-
2.2.4 Income/(Loss) Related with Hedges of Net Investments in Foreign Operations	(6,382,567)	(1,691,123)
2.2.5 Other Income/Expense Items of Other Comprehensive Income to be Reclassified to Other Profit or Loss	10,287,274	5,120,684
2.2.6 Taxes Relating To Components Of Other Comprehensive Income to be Reclassified To Profit Or Loss	(1,320,423)	10,526,066
III. TOTAL COMPREHENSIVE INCOME (I+II)	140,144,401	73,452,270

TÜRKİYE İŞ BANKASI A.Ş.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

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(Amounts expressed in thousand Turkish Lira (TL) unless otherwise stated.)

TÜRKİYE İŞ BANKASI A.Ş. CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY																		
CHANGES IN SHAREHOLDERS' EQUITY		Footnotes	THOUSAND TL															
							Accumulated Other Comprehensive Income That will not be Reclassified in Profit/(Loss)			Accumulated Other Comprehensive Income That will be Reclassified in Profit/(Loss)								
			Paid-in Capital	Share Premium	Share Certificate Cancellation Profits	Other Capital Reserves	Tangible assets accumulated revaluation reserve Increase /(Decrease)	Accumulated gains/(losses) on remeasurements of defined benefit plans	Other (1)	Exchange differences on translation reserve	Accumulated gains/(losses) due to revaluation and/or reclassification	Other (2)	Profit Reserves	Prior Period Profit/(Loss)	Net Current Period Profit/(Loss)	Total Shareholders' Equity Except Non-controlling Interest	Non-controlling Interest	Total Shareholder's Equity
PRIOR PERIOD (31/12/2024)		V-V																
I.	Beginning Balance		10,000,000	138,553		1,131,401	31,172,456	-2,620,265	16,976,367	12,499,003	2,959,293	12,454,863	110,860,179	72,625,319		268,197,169	35,159,671	303,356,840
II.	Adjustment in accordance with TAS 8																	
2.1	The Effect of Adjustments																	
2.2	The Effect of Changes in Accounting Policies																	
III.	New Balance (I+II)		10,000,000	138,553		1,131,401	31,172,456	-2,620,265	16,976,367	12,499,003	2,959,293	12,454,863	110,860,179	72,625,319		268,197,169	35,159,671	303,356,840
IV.	Total Comprehensive Income						14,557,398	-916,424	10,932,881	2,359,194	-22,918,420	3,927,470			45,536,879	53,478,978	19,973,292	73,452,270
V.	Capital Increase in Cash																	
VI.	Capital Increase Through Internal Reserves		15,000,000										-15,000,000					
VII.	Paid-in-Capital inflation adjustment difference																	
VIII.	Convertible Bonds																	
IX.	Subordinated Debt																	
X.	Increase/(Decrease) Through Other Changes (*)			-17,162		3,344,684	-636,906	-12					121,530	670,834		3,482,968	32,092	3,515,060
XI.	Profit Distribution											60,721,859	-67,712,088		-6,990,229	-621,827	-7,612,056	
11.1	Dividend Paid												-7,017,722		-7,017,722	-631,084	-7,648,806	
11.2	Transfer to Reserves											60,694,366	-60,694,366					
11.3	Other (**)											27,493			27,493	9,257	36,750	
Ending Balance (III+IV+.....+X+XI)			25,000,000	121,391	0	4,476,085	45,092,948	-3,536,701	27,909,248	14,858,197	-19,959,127	16,382,333	156,703,568	5,584,065	45,536,879	318,168,886	54,543,228	372,712,114
CURRENT PERIOD (31/12/2025)																		
I.	Beginning Balance		25,000,000	121,391		4,476,085	45,092,948	-3,536,701	27,909,248	14,858,197	-19,959,127	16,382,333	156,703,568	51,120,944		318,168,886	54,543,228	372,712,114
II.	Adjustment in accordance with TAS 8																	
2.1	The Effect of Adjustments																	
2.2	The Effect of Changes in Accounting Policies																	
III.	New Balance (I+II)		25,000,000	121,391		4,476,085	45,092,948	-3,536,701	27,909,248	14,858,197	-19,959,127	16,382,333	156,703,568	51,120,944		318,168,886	54,543,228	372,712,114
IV.	Total Comprehensive Income					14,709,212	-956,278	10,885,823	9,356,453	7,133,129	5,839,887				67,873,334	114,841,560	25,302,841	140,144,401
V.	Capital Increase in Cash																	
VI.	Capital Increase Through Internal Reserves																	
VII.	Paid-in-Capital inflation adjustment difference																	
VIII.	Convertible Bonds																	
IX.	Subordinated Debt																	
X.	Increase/(Decrease) Through Other Changes (*)		468,886		-957,737	-419,510	-492	-1,400,987	1,197	-937,513		2,151,392	535,467		-559,297	758,725	199,428	
XI.	Profit Distribution											39,711,462	-44,101,586		-4,390,124	-3,847,036	-8,237,160	
11.1	Dividend Paid												-4,475,968		-4,475,968	-3,870,790	-8,346,758	
11.2	Transfer to Reserves											39,625,618	-39,625,618					
11.3	Other (**)											85,844			85,844	23,754	109,598	
Ending Balance (III+IV+.....+X+XI)			25,000,000	590,277	0	3,518,348	59,382,650	-4,493,471	37,394,084	24,215,847	-13,763,511	22,222,220	198,566,422	7,554,825	67,873,334	428,061,025	76,757,758	504,818,783

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2025

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(Amounts expressed in thousand Turkish Lira (TL) unless otherwise stated.)

TÜRKİYE İŞ BANKASI A.Ş. CONSOLIDATED STATEMENT OF CASH FLOWS			
		THOUSAND TL	
		CURRENT PERIOD (01/01-31/12/2025)	PRIOR PERIOD (01/01-31/12/2024)
A.	CASH FLOWS FROM BANKING OPERATIONS		
1.1	Operating Profit Before Changes in Operating Assets and Liabilities	146,457,464	104,366,687
1.1.1	Interest Received	801,966,438	553,873,874
1.1.2	Interest Paid	-691,149,040	-507,499,807
1.1.3	Dividend Received	450,893	318,657
1.1.4	Fees and Commissions Received	161,405,533	119,145,339
1.1.5	Other Income	127,475,746	104,620,903
1.1.6	Collections from Previously Written Off Loans and Other Receivables	8,905,302	6,777,599
1.1.7	Cash Payments to Personnel and Service Suppliers	-141,301,305	-105,511,641
1.1.8	Taxes Paid	-28,057,354	-26,009,879
1.1.9	Other	-93,238,749	-41,348,358
		V-VI	
1.2	Changes in Operating Assets and Liabilities	34,638,230	80,194,783
1.2.1	Net (Increase) / Decrease in Financial Assets at Fair Value Through Profit or Loss	-13,848,098	-21,379,730
1.2.2	Net (Increase) / Decrease in Due From Banks	-128,142,034	-90,454,554
1.2.3	Net (Increase) / Decrease in Loans	-595,283,105	-471,140,080
1.2.4	Net (Increase) / Decrease in Other Assets	-40,149,516	-57,172,024
1.2.5	Net Increase / (Decrease) in Bank Deposits	6,855,464	-38,478,707
1.2.6	Net Increase / (Decrease) in Other Deposits	683,077,178	393,135,704
1.2.7	Net Increase/ (Decrease) in Financial Liabilities at Fair Value Through Profit or Loss	0	0
1.2.8	Net Increase / (Decrease) in Funds Borrowed	16,470,835	75,579,093
1.2.9	Net Increase / (Decrease) in Matured Payables	0	0
1.2.10	Net Increase / (Decrease) in Other Liabilities	105,657,506	290,105,081
		V-VI	
I.	Net Cash Provided From Banking Operations	181,095,694	184,561,470
B.	CASH FLOWS FROM INVESTING ACTIVITIES		
II.	Net Cash Provided from Investing Activities	-87,041,956	-182,347,749
2.1	Cash Paid for the Purchase of Associates, Subsidiaries and Jointly Controlled Entities (Joint Ventures)	-6,254,255	-5,305,606
2.2	Cash Obtained from Sale of Associates, Subsidiaries and Jointly Controlled Entities (Joint Ventures)	704,705	804,499
2.3	Cash Paid for the Purchase of Tangible Asset	-11,370,417	-7,944,733
2.4	Cash Obtained from the Sale of Tangible Asset	7,379,102	3,334,482
2.5	Cash Paid for Purchase of Financial Assets at Fair Value Through Other Comprehensive Income	-541,124,243	-242,878,052
2.6	Cash Obtained from Sale of Financial Assets at Fair Value Through Other Comprehensive Income	453,327,081	111,642,047
2.7	Cash Paid for Purchase of Financial Assets Measured at Amortised Cost	-55,928,003	-125,503,427
2.8	Cash Obtained from Sale of Financial Assets Measured at Amortised Cost (*)	76,724,490	89,906,221
2.9	Other	-10,500,416	-6,403,180
		V-VI	
C.	CASH FLOWS FROM FINANCING ACTIVITIES		
III.	Net cash provided from financing activities	56,881,590	-6,332,343
3.1	Cash obtained from funds borrowed and securities issued	195,319,230	110,530,909
3.2	Cash used for repayment of funds borrowed and securities issued	-126,556,790	-111,205,611
3.3	Equity Instruments	0	0
3.4	Dividends Paid	-8,346,758	-7,648,806
3.5	Payments for Finance Leases	-3,534,092	-2,078,635
3.6	Other	0	4,069,800
		V-VI	
IV.	Effect of change in foreign exchange rate on cash and cash equivalents	6,177,673	1,954,703
V.	Net increase in cash and cash equivalents	157,113,001	-2,163,919
VI.	Cash and cash equivalents at beginning of the period	395,130,686	397,294,605
VII.	Cash and cash equivalents at end of the period	552,243,687	395,130,686

(*) It also includes financial assets measured at amortized cost.

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TÜRKİYE İŞ BANKASI A.Ş. CONSOLIDATED STATEMENT OF PROFIT DISTRIBUTION TABLE		
	THOUSAND TL	
	CURRENT PERIOD (31/12/2025)	PRIOR PERIOD (31/12/2024)
I. DISTRIBUTION OF CURRENT YEAR PROFIT (1)		
1.1 CURRENT PERIOD PROFIT (2)	71,686,989	40,031,215
1.2 TAXES AND DUES PAYABLE (-)	4,246,314	-7,343,678
1.2.1 Corporate Tax (Income Tax)	1,318,111	901,131
1.2.2 Income Tax Withholding	1,098,041	636,915
1.2.3 Other Taxes and Dues Payable (3)	1,830,162	-8,881,724
A. NET PROFIT FOR THE PERIOD (1.1-1.2)	67,440,675	47,374,893
1.3 PRIOR YEARS' LOSSES (-)	0	0
1.4 FIRST LEGAL RESERVES (-)	0	2,793,370
1.5 OTHER STATUTORY RESERVES (-)	0	100,341
B. NET PROFIT ATTRIBUTABLE TO [(A)-(1.3+1.4+1.5)]	67,440,675	44,481,182
1.6 FIRST DIVIDEND TO SHAREHOLDERS (-)	0	1,500,000
1.6.1 To Owners of Ordinary Shares	0	1,499,998
1.6.2 To Owners of Preferred Shares	0	2
1.6.3 To Preferred Shares (Preemptive Rights)	0	0
1.6.4 To Profit Sharing Bonds	0	0
1.6.5 To Holders of Profit/Loss Share Certificates	0	0
1.7 DIVIDENDS TO PERSONNAL (-)	0	994,682
1.8 DIVIDENDS TO THE BOARD OF DIRECTORS (-)	0	0
1.9 SECOND DIVIDEND TO SHAREHOLDERS (-)	0	3,051,745
1.9.1 To Owners of Ordinary Shares	0	3,051,735
1.9.2 To Owners of Privileged Shares	0	5
1.9.3 To Owners of Preferred Shares	0	5
1.9.4 To Profit Sharing Bonds	0	0
1.9.5 To Holders of Profit/Loss Share Certificates	0	0
1.10 STATUTORY RESERVES (-)	0	0
1.11 EXTRAORDINARY RESERVES	0	38,934,755
1.12 OTHER RESERVES	0	0
1.13 SPECIAL FUNDS	0	0
II. DISTRUBITION FROM RESERVES		
2.1 DISTRUBITED RESERVES	0	0
2.2 DIVIDENDS TO SHAREHOLDERS (-)	0	0
2.2.1 To Owners of Ordinary Shares	0	0
2.2.2 To Owners of Privileged Shares	0	0
2.2.3 To Owners of Preferred Shares	0	0
2.2.4 To Profit Sharing Bonds	0	0
2.2.5 To Holders of Profit/Loss Share Certificates	0	0
2.3 DIVIDENDS TO PERSONNAL (-)	0	0
2.4 DIVIDENDS TO THE BOARD OF DIRECTORS (-)	0	0
III. EARNINGS PERSHARE		
3.1 TO OWNERS OF ORDINARY SHARES (4)	2.6976	1.8207
3.2 TO OWNERS OF ORDINARY SHARES (%)	270	182
3.3 TO OWNERS OF PRIVILEGED SHARES (4)	0	0
3.4 TO OWNERS OF PRIVILEGED SHARES (%)	0	0
IV. DIVIDEND PER SHARE		
4.1 TO OWNERS OF ORDINARY SHARES (4)	0	0.1821
4.2 TO OWNERS OF ORDINARY SHARES (%)	0	18.21
4.3 TO OWNERS OF PRIVILEGED SHARES (4)	0	0.3529
4.4 TO OWNERS OF PRIVILEGED SHARES (%)	0	35.29

(1) The decision for dividend payment is made at the Annual General Meeting. Annual General Meeting has not been held as of the reporting date.

(2) In accordance with "TAS 19 Employee Benefits" TL 1,000,000 allocated for the profit share to be distributed to the personnel in 2024 and added to the profit distribution base of the same year, and TL 857,448 retained earnings added to the profit distribution base of the same year are added to the previous period's profit in the table.

(3) Deferred Tax Expense/Income.

(4) Expressed in exact TL.

(Yetkili İmza / Kaşe)

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SECTION THREE: EXPLANATION ON ACCOUNTING POLICIES**I. Basis of Presentation**

The consolidated financial statements, related notes and explanations in this report are prepared in accordance with the "Regulation on Accounting Applications for Banks and Safeguarding of Documents" and other regulations on accounting records of Banks published by Banking Regulation and Supervision Agency and circulars and interpretations published by Banking Regulation and Supervision Authority, (together referred as "BRSA Accounting and Financial Reporting Legislation") and requirements of Turkish Financial Reporting Standards (TFRS) published the Public Oversight Accounting and Auditing Standards Authority for the matters not regulated by the aforementioned legislations.

The format and content of the consolidated financial statements, as well as the explanations and footnotes, have been prepared in accordance with the "Communiqué on Financial Statements to be Disclosed to the Public by Banks and the Explanations and Footnotes Related to Them", published in the Official Gazette No. 28337 on June 28, 2012, and the "Communiqué on Public Disclosure of Risk Management by Banks", published in the Official Gazette No. 29511 on October 23, 2015, as well as the amendments and additions made to these communiqués. The Bank prepares its accounts in Turkish currency in accordance with the provisions of the Banking Law, the Turkish Commercial Code and the Turkish Tax Law.

TAS 29 Financial Reporting in Hyperinflationary Economies requires entities whose functional currency is that of a hyperinflationary economy to prepare their financial statements in terms of the measuring unit current at the end of the reporting period. TAS 29 describes characteristics that may indicate that an economy is hyperinflationary and mandates that all entities reporting in the currency of such a hyperinflationary economy apply this Standard from the same date. With the announcement made on November 23, 2023, the Public Oversight Authority (POA) stated that entities applying TFRS for annual reporting periods ending on or after December 31, 2023, should present their financial statements adjusted for the effects of inflation in accordance with the relevant accounting principles specified in TAS 29. On the other hand, the POA explained that authorized institutions or organizations responsible for regulation and supervision in their respective fields may determine different transition dates for the implementation of TAS 29 provisions. According to the Banking Regulation and Supervision Agency's (BRSA) decision dated December 12, 2023, and numbered 10744, banks and financial leasing, factoring, financing, savings financing, and asset management companies' financial statements dated December 31, 2023, are not subject to the inflation adjustment required under TAS 29. Furthermore, with Decision No. 10825 dated January 11, 2024, it was decided to transition to inflation accounting as of January 1, 2025. However, pursuant to the BRSA's decision dated December 5, 2024, numbered 11021, it was decided that banks along with financial leasing, factoring, financing, savings financing, and asset management companies would not apply inflation accounting in 2025. Subsequently, with the BRSA's decision dated December 18, 2025, numbered 11340, the January 11, 2024 decision (No. 10825) was repealed, and it was announced that banks and the aforementioned financial institutions will not be subject to inflation adjustments in 2026. Accordingly, TAS 29 was not applied and no inflation adjustments were made in the financial statements dated December 31, 2025.

TFRS 17 "Insurance Contracts" standard, published by the Public Oversight Authority (POA) on 16 February 2019 to be applied for accounting periods starting after December 31, 2022, sets out the principles regarding the recognition, measurement, presentation, and disclosure of insurance contracts within the scope of the standard. The purpose of TFRS 17 is to ensure that entities present these contracts in a fair manner. POA decided that TFRS 17 would be applied to the consolidated and individual financial statements of companies as of 1 January 2024. However, in a letter dated 15 February 2024 sent by POA to the Turkish Banking Association, it was stated that the effective date of TFRS 17 for insurance companies, reinsurance companies, pension companies, banks with investments or partnerships in these companies, and other companies with investments or partnerships in these companies was postponed to 1 January 2025. Furthermore, in a letter dated 14 January 2025, POA announced that the implementation date was further postponed to 1 January 2026. Accordingly, the standard was not applied in the financial statements for the period ended i December 31, 2025. Additionally, with a letter published by the Insurance and Pension Regulation and Supervision Authority (SEDDK) in the Official Gazette No. 33108 on December 15, 2025, the effective date was changed again to 1 January 2027. Consequently, in a letter dated 7 January 2026 sent by POA to the Turkish Banking Association, it was confirmed that the application date of TFRS 17 in the consolidated and individual financial statements of insurance companies,

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reinsurance companies, pension companies, banks with investments or partnerships in these companies, and other companies with such investments or partnerships was postponed to 1 January 2027.

The accounting policies applied in the current period are in line with the prior period consolidated financial statements. The accounting policies and the valuation principles used in the preparation of the consolidated financial statements are presented below in detail.

Explanation for convenience translation to English

The differences between accounting principles, as described in these preceding paragraphs and accounting principles generally accepted in countries in which consolidated financial statements are to be distributed and International Financial Reporting Standards ("IFRS") have not been quantified in these consolidated financial statements. Accordingly, these consolidated financial statements are not intended to present the financial position, results of operations and changes in financial position and cash flows in accordance with the accounting principles generally accepted in such countries and IFRS.

II. Strategy for Use of Financial Instruments and Foreign Currency Transactions**1. The Group's Strategy on Financial Instruments:**

The Group's main financial activities comprise a wide range of activities such as banking, insurance and reinsurance services, brokerage services, investment consulting, real estate portfolio and asset management, payment services, financial lease, factoring services, portfolio and asset management. The liabilities on the Group's balance sheet are mainly composed of relatively short-term deposits, parallel to general liability structure of the banking system, which is its main field of activity. As for the non-deposit liabilities, funds are collected through medium and long-term instruments. The liquidity risk that may arise from this liability structure can be easily controlled through deposit continuity, as well as widespread network of the correspondent banks, market maker status (The Parent Bank is one of the market maker banks) and using liquidity facilities of the Central Bank of the Republic of Türkiye (CBRT). As a result, the liquidity of the Group and the banking system can be easily monitored. On the other hand, foreign currency liquidity requirements are met by the money market operations and currency swaps.

Most of the funds collected bear fixed interest, and by closely monitoring sector developments, both fixed and floating rate placements are made according to the yields of alternative investment instruments. Some of the fixed interest liabilities issued or utilized by Group companies are subject to fair value hedge accounting. The fair value risk of these fixed interest financial liabilities is hedged through interest rate swaps. Explanations related to hedge accounting can be found in Section Three, footnote IV.2.

The principle of safety is prioritized in placement activities, and placements are directed towards high-yield and low-risk assets by considering their maturity structures. Accordingly, in long-term placements, a pricing policy generally aimed at high returns is applied, and attention is paid to maximizing opportunities for generating non-interest income. The Bank determines its lending strategy by taking into account international and national economic data and expectations, market conditions, the expectations and tendencies of current and potential loan customers, as well as interest rate, liquidity, currency, credit, and other risks. In addition, the Bank and its subsidiaries within the scope of consolidation act in line with this strategy and within legal limits in balance sheet management.

The primary objectives related to balance sheet components are set by the long-term plans shaped along with budgeting; and the Parent Bank takes the required positions against the short-term currency, interest rates and price fluctuations in accordance with these plans and the course of the market conditions.

Foreign currency, interest rate and price fluctuations in the markets are monitored instantaneously. While taking positions, in addition to the legal limits, the Parent Bank's own transaction and control limits are also effectively monitored to avoid limit overrides.

The Parent Bank's asset-liability management is executed by the Asset-Liability Management Committee, within the risk limits determined by the Board of Directors, to keep the liquidity risk, interest rate risk, currency risk and credit risk within certain limits depending on the equity adequacy and to maximize profitability.

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2. Foreign Currency Transactions:

The financial statements of the Parent Bank's branches and financial institutions that have been established abroad are prepared in functional currency prevailing in the economic environment that they operate in; and when they are consolidated, they are presented in TL, which are the functional currency of the Parent Bank and also the currency used in presentation of the financial statements.

Foreign currency monetary assets and liabilities on the balance sheet are converted into Turkish Lira by using the prevailing exchange rates at the balance sheet date. Non-monetary items in foreign currencies carried at fair value are converted into Turkish Lira by the rates at the date of which the fair value is determined. Exchange rate differences arising from the conversions of monetary foreign currency items and the collections of and payments in foreign currency transactions are reflected to the income statement.

While the Parent Bank and Türkiye Sınai Kalkınma Bankası A.Ş. one of the consolidated subsidiaries, use their own foreign currency exchange rates for their foreign currency transactions, other consolidated institutions residing domestically use the CBRT rates for their foreign currency transactions.

Assets and liabilities of the foreign branches of the Parent Bank and financial institutions that have been established abroad are converted into TL by using the prevailing exchange rates at the balance sheet date. Income and expenses of foreign branches are converted by at exchange rates at the dates of the transactions. Incomes and expenses of foreign financial institutions are converted into TL at average foreign currency rates of the balance sheet date as long as there is not a significant fluctuation in currency rates during the period. The exchange rate differences arising from the conversion to TL are recognized in the shareholders' equity.

The Parent Bank has been applying net investment hedge accounting as of November, 2023, to the 431 million EURO portion of its net investment in its subsidiary Isbank AG, headquartered in Germany and whose functional currency is Euro, in order to hedge against exchange rate risk. The part of the EURO demand deposit subject to hedge accounting has been determined as a hedging instrument. Exchange rate changes in the portion of foreign currency demand deposits subject to hedge accounting are recognized in equity under "Accumulated Other Comprehensive Income or Expense Reclassified to Profit or Loss".

III. Information on the Consolidated Companies**1. Basis of Consolidation:**

The consolidated financial statements have been prepared in accordance with the procedures and principles listed in the "Communiqué Related to Regulation on the Preparation of the Consolidated Financial Statements of Banks" published in the Official Gazette numbered 26340 dated November 8, 2006.

a. Subsidiaries:**b.**

A subsidiary is an entity that is controlled by the Parent.

Control; is the power of the Parent Bank to appoint or remove from office the decision-taking majority of members of board of directors through direct or indirect possession of the majority of a legal person's capital irrespective of the requirement of owning minimum fifty-one per cent of its capital; or by having control over the majority of the voting right as a consequence of holding privileged shares or of agreements with other shareholders although not owning the majority of capital.

As per the "Communiqué Related to the Preparation of Consolidated Financial Statements of Banks" published in the Official Gazette numbered 26340 dated November 8, 2006 there is no subsidiary or financial institution that is not included in the scope of consolidation as of the current period. Detailed information about the Bank's subsidiaries related to credit and financial institution is given in Section Five Note I.i.3

Under full consolidation method, the assets, liabilities, income and expenses, and off-balance sheet items of subsidiaries are combined with the equivalent items of the Parent Bank. The book value of the Parent Bank's investment in each of

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the subsidiaries and the Group's portion of equity of each subsidiary are eliminated. All significant transactions and balances between consolidated subsidiaries are eliminated reciprocally. Non-controlling interests in the net period profit/loss and in the equity of consolidated subsidiaries are calculated separately from the Group's net period profit/loss and the Group's shareholders' equity. Non-controlling interests are presented separately in the balance sheet and in the period profit/loss statement.

In preparing its consolidated financial statements, the Bank performed necessary corrections to ensure consistency of accounting policies used by consolidated subsidiaries. On the other hand, insurance companies under consolidation are obliged to carry their activities in accordance with the regulations and other legislations issued by Republic of Türkiye Ministry of Treasury and Finance and in the accompanying consolidated financial statements, financial reporting presentations of these companies are maintained in accordance with the insurance legislation.

TFRS 3 "Business Combinations" standard prescribes no depreciation to be recognized for goodwill arising on the acquisitions on or after March 31, 2004, realizing positive goodwill as an asset and application of impairment analysis as of balance sheet dates. In the same standard, it is also required from that date onwards that the negative goodwill, which occurs in the case of the Group's interest in the fair value of acquired identifiable assets and liabilities exceeds the acquisition cost to be recognized in profit or loss.

The positive goodwill amounting to TL 27,994 arising at the acquisition date of Moka Ödeme ve Elektronik Para Kuruluşu A.Ş., which was previously included in consolidation as a subsidiary, has been derecognized in the current period financial statements, as it no longer exists following the merger of the company with Birleşik Ödeme Hizmetleri ve Elektronik Para A.Ş.

The structured entity that is established within the Bank's securitization loan transactions are included in the consolidated financial statement although the bank does not have any subsidiaries.

c. Associates:

An associate is a domestic or foreign entity which the Parent Bank participates in its capital and over which it has a significant influence but no control.

Significant influence is the power to participate in the financial and operating policy of the investee. If the Parent Bank holds qualified shares in the associate, it is presumed that the Parent Bank has significant influence unless otherwise demonstrated. A substantial or majority ownership by another investor does not necessarily preclude the Parent Bank from having significant influence.

Qualified share is the share that directly or indirectly constitutes ten or more than ten percent of an entity's capital or voting rights and irrespective of this requirement, possession of privileged shares giving right to appoint members of board of directors.

Equity method is a method of accounting whereby the book value of the investor's share capital in the subsidiary or the joint venture is either added to or subtracted in proportion with investor's share from the change in the subsidiary's or joint venture's equity within the period. The method also foresees that profit will be deducted from the subsidiaries' or joint venture's accordingly recalculated value.

Arap Türk Bankası A.Ş. is a subsidiary of the Bank acting as a credit institution or financial institution, is accounted under the equity method in the consolidated financial statements according to the "Communiqué on the Preparation of Consolidated Financial Statements". Accounting policies of Arap Türk Bankası A.Ş. are not different than the Parent Bank's accounting policies. Detailed information about Arap Türk Bankası A.Ş. is given in Section Five Note I.h.2.

d. Jointly controlled entities:

A joint venture is an agreement in which the Group has joint control, whereby the Group has rights to the net assets of the arrangement, rather than rights to its assets and obligations for its liabilities.

Moka United Ödeme Hizmetleri ve Elektronik Para Kuruluşu A.Ş., the jointly controlled entity of the Bank that qualifies as a credit institution or financial institution, is accounted for using the equity method in the consolidated financial

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statements in accordance with the “Communiqué on the Preparation of Consolidated Financial Statements of Banks.” The accounting policies applied by Moka United Ödeme Hizmetleri ve Elektronik Para Kuruluşu A.Ş. do not differ from those of the Parent Bank. Explanatory information regarding Moka United Ödeme Hizmetleri ve Elektronik Para Kuruluşu A.Ş. is provided in Note I.h.2 of Section Five.

d Principles applied during share transfer, merger and acquisition:

Business combinations are considered as the merging of separate legal entities or businesses into a single reporting entity. In accordance with TFRS 3 “Business Combinations,” business combinations are accounted for using the acquisition method.

Legal mergers between entities controlled by the Group are not within the scope of TFRS 3. Accordingly, no goodwill is recognized in such mergers. In addition, transactions arising between the parties in legal mergers are adjusted during the preparation of the consolidated financial statements.

In a business combination achieved in stages, the Group remeasures its previously held equity interest in the acquired entity to fair value at the acquisition date. Any resulting gain or loss is recognized within the “Profit or Loss from Equity-Accounted Investees” line item. Amounts related to the acquired entity’s interest that were previously recognized in other comprehensive income are reclassified to profit or loss for the period or to retained earnings, assuming the disposal of those interests.

2. Presentation of subsidiaries, associates and jointly controlled entities which are not credit or financial institutions in consolidated financial statements:

The subsidiaries, associates and jointly controlled entities which are not credit or financial institutions owned by the Bank and its subsidiaries are accounted accordingly to the equity method described in TAS 28 “Investments in Associates and Joint Ventures”.

IV. Forward, Option Contracts and Derivative Instruments

Derivative transactions of the Group consist of foreign currency and interest rate swaps, forwards, foreign currency options and interest rate options. The Group has no derivative instruments decomposed from the main contract.

The Group classifies derivative products “Derivative Financial Instruments at Fair Value through Profit or Loss” or “Derivative Financial Instruments through Other Comprehensive Income” according to the “TFRS 9-Financial Instruments” principles.

1. Derivative Financial Instruments:

Derivative transactions are recorded at their fair value at the date of contract, receivables and payables arising from these transactions are recorded in off-balance sheet accounts. Derivative transactions are measured at fair value at subsequent reporting dates and if the valuation difference is positive, they are classified as “Derivative Financial Assets at Fair Value through Profit or Loss”, if it is negative they are classified as “Derivative Financial Liabilities at Fair Value through Profit or Loss”. The differences arising from the valuation of derivative transactions are associated with the income statement.

2. Hedging Derivative Financial Instruments:

TFRS 9 “Financial Instruments” rules that TAS 39 “Financial Instruments: Recognition and Measurement” value hedge accounting may continue to be implemented to hedge the fair value changes against interest rate risk. In this context, the principles of TAS 39 regarding hedge accounting for fair value hedge accounting continue to be applied in the accompanying financial statements.

Interest rate swaps are performed to hedge the changes in fair value of fixed interest rate financial instruments.

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In this context, if the valuation differences of the derivative transactions are positive, they are included in “Derivative financial assets at Fair Value through Profit or Loss” and if the valuation differences are negative, they are included in “Derivative Financial Liabilities at Fair Value through Profit or Loss”. Changes in the fair value of the fixed rate financial liabilities subject to hedge accounting and changes in the fair value of interest rate swaps as hedging instruments are recorded under “Trading Profit/Loss” in the income statement.

At the beginning of the hedging transaction and in each reporting period, it is expected that the hedging transaction will offset the changes in the hedged risk arising from the hedged transaction (related to the hedged risk) and effectiveness tests are performed in this context. Efficiency tests are carried out with the “Dollar off-set method” and the hedging accounting is continued if the efficiency is between 80% and 125%.

The hedge accounting is terminated if the hedging instrument is terminated, realized, sold or the effectiveness test is ineffective. In the case of termination of fair value hedge accounting, the valuation effects of the fair value hedge accounting applied on the hedged financial instruments is reflected to the statement of profit or loss on a straight-line basis over the life of the hedged financial instrument.

V. Interest Income and Expenses

Interest income is calculated by using the effective interest rate method (the rate that equals the future cash flows of a financial asset or liability to its present net book value) to gross carrying amount of financial asset in conformity with “TFRS 9 Financial Instruments” except financial asset that is not a purchased or originated credit-impaired financial asset but subsequently has become credit-impaired.

Under the scope of TFRS 9 application, the Group does not reverse the interest accruals and discounts of non-performing loans and other receivables and monitors the related amounts under interest income and calculates expected credit loss on these amounts according to the related methodology.

VI. Fees and Commission Income and Expenses

Fees and commissions, other than those that are an integral part of the effective interest rate of financial instruments measured at amortized cost, are recognized on an accrual basis in accordance with “TFRS 15 - Revenue from Customer Contracts.” Income earned in return for services provided through contracts or due to transactions such as the purchase or sale of assets on behalf of a third-party individual or legal entity is recognized in income accounts in the period of collection.

VII. Financial Assets

The Bank and its companies within the scope of “TFRS 9 Financial Instruments”, classifies and accounts its financial assets as “Financial Assets at Fair Value Through Profit or Loss”, “Financial Assets at Fair Value Through Other Comprehensive Income” or “Financial Assets at Measured at Amortized Cost” by considering their business model and contractual cash flow characteristics. Financial assets are recognized or derecognized according to TFRS 9 “Recognition and Derecognition in Statement of Financial Position” requirements. Financial asset is recognized in the statement of financial position when it becomes party to the contractual provisions of the financial instrument. Financial assets are measured at their fair value on initial recognition in the financial statements.

The Group has three different business models for classification of financial assets:

- Business model aimed at holding financial assets to collect contractual cash flows: Financial assets held under the mentioned business model are managed to collect contractual cash flows over the life of these assets. The Group manages its assets held under this portfolio to collect certain contractual cash flows.
- Business model aimed at collecting contracted cash flows of financial assets and selling; in this business model, the Group intends both to collect contractual cash flows of financial assets and to sell these assets.

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- -Other business models: A business model in which financial assets; are not held within the scope of a business model aimed at collection of contractual cash flows and within the scope of a business model aimed at collecting and selling contracted cash flows, are measured by reflecting fair value in profit or loss.

The Group is able to reclassify all affected financial assets in case it changes the business model that is used for the management of financial asset.

In the event of the termination of the rights related to the cash flows from a financial asset, the transfer of all risks and rewards of the financial asset to a significant extent or has no longer control of the financial assets, the financial asset is derecognized.

1. Financial Assets at Fair Value Through Profit or Loss

Financial assets except financial assets measured at amortized cost or at fair value through other comprehensive income, are measured at fair value through profit or loss. Financial assets at fair value through profit or loss are financial assets held for the purpose of generating profit from short-term fluctuations in price or similar factors in the market or being part of a portfolio for profitability in the short term, regardless of the acquisition reason or financial assets that are not held in a business model that aims at collecting and/or selling contractual cash flows of financial assets.

Financial assets at fair value through profit or loss are initially measured at fair value on the balance sheet and are subsequently re-measured at fair value. Gains or losses arising from the valuation are related to profit and loss accounts.

In some cases, restructuring, alteration or counterparty changes of contractual cash flows of loans may lead to derecognition of related loans in accordance with TFRS 9. When the change in the financial asset results from derecognizing the existing financial asset from the financial statements and the revised financial asset is recognized in the financial statements, the revised financial asset is considered as a new financial asset in accordance with TFRS 9. When it is determined that there are significant changes between the new conditions of the revised financial asset and the first conditions in related agreements, the Group evaluates the new financial asset according to the current business models. When it is determined that the contractual conditions do not only result in cash flows that include principal and interest payments at certain dates, but the financial asset is also recognized at fair value and is subject to valuation. The differences arising from the valuation are reflected in the nominal accounts.

The Group recognizes loans at fair value through profit or loss, if the contractual terms of the loan, do not result in cash flows including the principal payments and interest payments generated from principal amounts at certain dates. These loans are valued at their fair values after their recognition and the losses or gains arising from the valuation are included in the profit and loss accounts.

2. Financial Assets at Fair Value Through Other Comprehensive Income:

Financial assets at fair value through other comprehensive income are financial assets that are held under a business model that aims both to collect contractual cash flows and to sell financial assets, and financial assets with contractual terms that lead to cash flows that are solely payments of principal and interest on the principle amount outstanding at specific dates.

Financial assets at fair value through other comprehensive income are initially recognized at their fair value including their transaction costs on the financial statements. The initial recognition and subsequent valuation of such financial assets, including the transaction costs, are carried out on a fair value basis and the difference between amortized cost and the cost of borrowing instruments is recognized in profit or loss by using the effective interest method. Dividend income arising from investments in equity instruments that are classified as at fair value through other comprehensive income is also recognized in income statements.

Gains and losses, except impairment gain or loss and foreign exchange gain or loss, arising from changes in the fair value of financial assets at fair value through other comprehensive income are reflected to other comprehensive income until derecognized or reclassified. When the value of the financial asset is collected or financial asset is disposed, the related fair value differences accumulated in the shareholders' equity are transferred to the profit/loss statement.

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Equity instruments classified as financial assets at fair value through other comprehensive income are measured at their fair value. Exceptionally, cost may serve as an appropriate estimate of fair value. This is only permissible when there is insufficient recent information to determine fair value, or when fair value can be measured using multiple methods and cost best reflects the estimated fair value. If this option is applied, any accumulated fair value changes will not be reclassified to the income statement.

During the initial introduction to financial statements, amendments to the fair value of an investment in an equity instrument within the framework of TFRS 9 that are not held for trading or that are not valued in a financial statement of an entity that acquires business combinations under the “TFRS 3 Business Combinations” may be subject to an irreversible preference regarding these amendments being accounted in other comprehensive income. In such case, dividends taken from mentioned investment will be accounted in financial statement as profit or loss.

3. Financial Assets Measured at Amortized Cost:

Financial assets measured at amortized cost are those financial assets that are held within the framework of a business model aimed at collecting contractual cash flows over the life of the asset and which result in cash flows that include principal and interest on the principal amount outstanding at specific dates. Financial assets measured at amortized cost with the initial recognition at fair value including transaction costs are subject to valuation with their discounted cost value by using the effective interest rate method, after eliminating any provision for impairment if there is any. Interest income measured by using the effective interest rate method are recognized in the income statement as an “interest income”.

The Bank and subsidiaries evaluate their loans within the framework of current business models and depending on these evaluations, they can be classified as Financial Assets measured at Amortized Cost.

The Parent Bank’s securities portfolio also includes consumer price index (CPI)-linked government bonds classified as financial assets measured at fair value through other comprehensive income, financial assets measured at fair value through profit or loss, and financial assets measured at amortized cost. In discounting the interest income of these securities, the estimated inflation curve is used, which is created by taking into account the realized CPI data announced by the Turkish Statistical Institute (TÜİK) and the Central Bank of the Republic of Turkey’s (CBRT) Sectoral Inflation Expectations Survey (the average of annual inflation expectations 12 months ahead of market participants and the real sector). The future cash flows of the securities are periodically recalculated as actual CPI and expectations are disclosed, using the mentioned inflation curve. Interest income is discounted based on the effective interest method, considering the reference inflation index calculation formula provided in the Ministry of Treasury and Finance’s Investor Guide for CPI-Indexed Bonds.

VIII. Impairment of Financial Assets

In accordance with the “TFRS 9- Financial Instruments” and the regulation “Procedures and Principals regarding Classification of Loans and Allowances Allocated for Such Loans” issued by BRSA, the Bank recognizes expected credit loss allowance on financial assets at fair value through other comprehensive income, financial assets measured at amortized cost, impaired credit commitments and financial guarantee contracts.

Within the scope of TFRS 9, the expected credit loss is calculated according to the “three-stage” impairment model based on the change in the loan quality of financial assets after the initial recognition and detailed in the following headings

Stage 1:

An important determinant for calculating the expected credit loss in accordance with TFRS 9 is to assess whether there is a significant increase in the credit risk of the financial asset. Financial assets that have not experienced a significant increase in credit risk since the initial recognition are monitored in the stage 1. Impairment for credit risk for the Stage 1 financial assets is equal to the 12-month expected credit losses.

Stage 2:

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Financial assets that experienced a significant increase in the credit risk since initial recognition, are transferred to Stage 2. The expected credit loss of these financial assets are measured at an amount equal to the instrument's lifetime expected credit loss. In order to classify a financial asset in the Stage 2, the following criteria is considered:

- Overdue between 30-90 days
- Restructuring of the loan
- Significant deterioration in the probability of default

In case of a significant deterioration in the probability of default, the credit risk is increased significantly, and the financial asset is classified as stage 2. The absolute and gradual thresholds used to increase the probability of default are differentiated based on portfolio and product group. In this manner, for the commercial portfolio, definition of increase in the probability of default is the comparison between the probability of default on loan's opening date, obtained from the integrated rating/score based on internal rating and probability of default of the same loan on reporting date, obtained from the integrated rating/score based on internal rating. For each individual portfolio, the integrated score at the time of loan origination is compared with the current integrated score during the reporting period. If the deterioration in the score leads to an increase in the probability of default that exceeds the predetermined threshold, it is considered that a significant increase in credit risk has occurred.

Stage 3:

Financial assets with sufficient and fair information for impairment at the reporting date, are classified in the third stage. Expected credit loss of these financial assets is measured at an amount equal to the lifetime expected credit loss. The following basic factors are considered for the classification of a financial asset in the stage 3.

- More than 90 days past due
- Whether the credit rating is weakened, has suffered a significant weakness or cannot be collected or there is a certain opinion on this matter

While estimating the expected credit loss, statistical models, methods and tools are used in accordance with the relevant legislation and accounting standards. Expected credit loss is measured using reasonable and supportable information by taking current and forecasts of future economic information into consideration, including macroeconomic factors. Three scenarios, base scenario, optimistic scenario and the worst scenario, are used in forecasting studies made by macroeconomic models. The variables used in these macroeconomic estimates include Industrial Production Index, Employment Ratio and Credit Default Swap indicators. The validity of the risk parameter estimates used in the calculation of expected credit losses is reviewed and evaluated at least annually within the framework of model validation processes. In 2023, loss at default models were updated in individual and commercial portfolios, and statistical models that estimate the loss at default parameter through decision trees differentiated according to risk variables in the relevant portfolios began to be used in expected credit loss calculations. Macroeconomic forecasts and risk delinquency data used in risk parameter models are re-evaluated every quarter to reflect the changes in economic conjuncture and are updated if needed. In the expected credit loss calculations, macroeconomic information is taken into account under multiple scenarios. Except for demand or revolving loans, the maximum period for which expected credit losses are to be determined is the contractual life of the financial asset. For demand or revolving loans, maturity is determined by taking the future risk mitigation processes into account such as behavioural maturity analyses performed by the Bank and cancellation/revision of the Bank's credit limit.

While calculating the expected credit loss, aside from assessment of whether there is a significant increase in credit risk or not, basic parameters expressed as probability of default, loss given default and exposure at default are used.

Probability of Default: Represents the probability of default on the loan over a specified time period. In this context, the Bank has developed models to calculate 12-month and life-time default probabilities by using internal rating based credit rating models. As for the Group Companies historical probability of default data has also been observed.

Loss Given Default (LGD): Defined as the damage caused by the default of borrower to the total balance of the exposure at the time of default. The LGD estimates are determined by models in terms of credit risk groups that are detailed in the Bank's data resources and system facilities. The model used for LGD forecasting based on the Bank's historical collection

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data, statistical models are used to explain the LGD ratios formed in past periods, taking into account the direct cost items in the collection process, using risk variables that differ for each credit risk group.

Exposure at Default: For cash loans, the cash balance at the date of report, for non-cash loans the balance calculated using the Credit Conversion Factor (CCF) is represented by Exposure at Default.

Credit Conversion Factor: It is calculated for non-cash loans (undrawn limit for revolving loans, commitments, non-cash loans etc.) The historical limit usage data of the Bank for revolving loans are analyzed and the limit amount that can be used until the moment of default is estimated. For non-cash loans, the cash conversion ratio of the loan amount is estimated by analyzing the product type and the past compensation amount of the Group.

Credit risks, which require qualitative assessments due to their characteristics and differ followed by grouping in this manner, are considered as individual within the internal policies. Calculations are made by the method of discounted cash flows with the effective interest rate expected from the relevant financial instrument. Discounted cash flows are estimated for 3 different scenarios in which parameters are differentiated, and individual expected credit loss is calculated by taking into consideration the cash deficit amounts weighted according to probabilities.

As mentioned above, the Parent Bank allocated expected credit losses by reflecting additional provisions through individual assessments performed for the customers that operates in sectors where the impact might be high in accordance with the Bank's risk policies.

Expected credit loss is reflected in the income statement. Released provisions in the current year are accounted under "Expected Credit Loss Expenses" and released provision which is carried from the prior year are accounted under "Other Operating Income".

Receivables evidenced through the Legal Process that collection is not possible can be written-off by fulfilling the requirements of the Tax Procedure Law. Besides, loans for which specific provision is allocated and for which there is no reasonable expectation of recovery might be written-off.

IX. Offsetting Financial Instruments

Financial assets and financial liabilities shall be offset, and the net amount shall be presented in the balance sheet only when a party currently has a legally enforceable right to set off the recognized amounts or intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

X. Sale and Repurchase Agreements and Securities Lending Transactions

Marketable securities subject to repurchase agreements are classified under "Financial Assets at Fair Value through Profit and Loss", "Financial Assets at Fair Value through Other Comprehensive Income" or "Financial Assets Measured at Amortized Cost" in the portfolio and they are valued according to the valuation principles of the related portfolios.

Funds obtained from the repurchase agreements are recognized under "Funds from Repurchase Transactions" account in liabilities. For the difference between the sale and repurchase prices determined by the repo agreements for the period; expense accrual is calculated using the effective interest rate method.

Reverse repo transactions are recognized under the "Receivables from Reverse Repo Transactions" account. For the difference between the purchase and resale prices determined by the reverse repo agreements for the period, income accrual is calculated using the effective interest rate method.

XI. Non-current Assets Held for Sale and Discontinued Operations and Related Liabilities

Assets that meet the criteria to be classified as held for sale within the scope of "TFRS 5 – Non-current Assets Held for Sale and Discontinued Operations" are measured at the lower one of their fair value and their carrying amount which from the costs to sell are deducted and presented separately within the financial statements. In order to classify a tangible fixed asset as held for sale, the asset (or the disposal group) should be available for an immediate sale in its present

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condition subject to the terms of any regular sales of such assets (or such disposal groups) and the sale should be highly probable. For a highly probable sale, the appropriate level of management must be committed to a plan to sell the asset (or the disposal group), and an active programme to complete the plan should be initiated to locate a customer. Also, the asset (or the disposal group) should have an active market sale value, which is a reasonable value in relation to its current fair value. Events or circumstances may extend the completion of the sale more than one year. Such assets are still classified as held for sale if there is sufficient evidence that the delay in the sale process is due to the events and circumstances occurred beyond the control of the entity or the entity remains committed to its plan to sell the asset (or disposal group).

A discontinued operation is a component of a group that either has been disposed of or is classified as held for sale. Gains or losses relating to discontinued operations are presented separately in the income statement.

XII. Goodwill and Other Intangible Assets

The Group's intangible assets consist of consolidation goodwill, software programs and rights.

Goodwill arising from the acquisition of a subsidiary represents the excess of cost of acquisition over the fair value of Group's share of the identifiable assets, liabilities, or contingent liabilities of the acquired subsidiary at the date of acquisition of the control. Goodwill is recognized as an asset at cost and then carried at cost less accumulated impairment losses. In impairment-loss test, goodwill is allocated between the Group's every cash-generating unit that is expected to benefit from the synergies of the business combination. To control whether there is an impairment loss in the cash-generating units that goodwill is allocated, impairment-loss test is applied every year or more often if there are indications of impairment loss. In the cases, recoverable amount of cash-generating unit is smaller than its book value; impairment loss is firstly used in reduction of book value of the cash-generating unit, and then the other assets proportionally. Goodwill which is allocated for the impairment losses could not be reversed. When a subsidiary is to be sold, related goodwill amount is combined with the profit/loss relating to this disposal. Positive goodwill arising from the Group's investments in its subsidiaries is recognized in "Intangible Assets". Explanations on consolidation goodwill are given in Section Three, Note III.1.a.

As for other intangible assets, the purchased items are presented with their acquisition costs less the accumulated amortization and impairment provisions. In case there is an indication of impairment, the recoverable amount of the related intangible asset is estimated within the framework of TAS 36 "Impairment of Assets" and impairment provision is set aside in case the recoverable amount is below its acquisition cost. The related assets are amortized by the straight-line method considering their estimated useful life. The amortization method and period are periodically reviewed at the end of each year.

XIII. Tangible Assets

The Bank and Group companies follow their real estates in use, which are recorded under tangible fixed assets, according to the revaluation model within the framework of "TAS 16 – Property, Plant and Equipment". The positive difference between the net book value of real estate property values and the renewed expertise values which are determined by the licensed valuation companies, are recorded under the shareholders' equity in current period.

In case there is an indication of impairment, the recoverable amount of the related intangible asset is estimated within the framework of "TAS 36 – Impairment of Assets" and impairment provision is set aside in case the recoverable amount is below its acquisition cost.

Tangible assets other than the land and construction in progress are amortized by the straight-line method, according to their estimated useful lives. The estimated useful life, residual amount and the method of amortization are reviewed every year for the possible effects of the changes that occur in the estimates and if there is any change in the estimates, they are recognized prospectively.

Assets held under finance lease are depreciated over the expected useful life of the related assets. Assets subject to leasing are depreciated according to relevant contract periods.

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Within the scope of the TFRS 16 standard, development costs related to leases that cannot be added to the cost of the right-of-use asset and are within the scope of exceptions in the mentioned standard are amortized in equal amounts, taking into account the useful-life period. However, in any case the useful life cannot exceed leasing term. When the lease period is not certain or longer than 5 years, the amortization period is recognized as 5 years.

The difference between the sales proceeds arising from the disposal of tangible assets or the inactivation of tangible asset and the book value of the tangible assets are recognized in the profit and loss accounts.

Regular maintenance and repair cost incurred for tangible assets are recognized as expense. There are no pledges, mortgages and similar encumbrances on tangible assets.

The depreciation rates used in amortization of tangible assets and their estimated useful lives are as follows:

	Estimated Economic Life (Year)	Depreciation Rate
Buildings	50	2 %
Safe Boxes	2-50	2 % - 50 %
Other Movables	2-25	4 % - 50 %

XIV. Investment Property

Investment properties are kind of properties held by the Group to earn rent income or benefit from valuation surplus. The investment properties of the Group are measured at their fair values in the consolidated financial statements in accordance with "TAS 40 Investment Property". Any gains or losses arising from changes in fair values of investment properties are recognised in "Other Operating Incomes" and "Other Operating Expenses" for the related period.

XV. Leasing Transactions

Banks and companies within the scope of consolidation account for their leases within the scope of TFRS 16 "Leases" standard. For contracts within the scope of TFRS 16, right-of-use assets and lease liabilities are reflected in the financial statements, and these are shown under "Tangible Assets" and "Leasing Transactions Liabilities", respectively.

In accordance with TFRS 16, the right of use asset is first measured at cost. The cost of the right-of-use asset consists of the present value of the lease payments as of the date the lease obligation begins, the amount obtained by deducting all lease incentives received, and the sum of all initial direct costs incurred by the lessee. The right-of-use assets of banks and companies within the scope of consolidation are measured by the cost method. Fixed assets accounted for as right-of-use assets are depreciated taking into account the contract period.

In accordance with TFRS 16, lease liabilities are calculated by discounting future lease payments using the Bank's borrowing rate at the inception or contract date. The interest expense relating to the lease liability for each period is the amount determined by applying a fixed periodic interest rate to the remaining balance of the lease liability. Interest expense on lease liabilities and exchange differences are recognized in the income statement.

Within the scope of consolidation, there is 1 company (İş Finansal Kiralama A.Ş.) that exclusively engages in financial leasing transactions and 1 bank (Türkiye Sınai Gelişim Bankası A.Ş.) that engages in financial leasing activities in accordance with Article 4 of the Banking Law No. 5411, financial leasing activities are carried out within the framework of the Financial Leasing, Factoring, Financing and Saving Financing Companies Law No. 6361.

XVI. Insurance Technical Income and Expense

Claims are recognized as expenses as incurred, and a provision for outstanding claims is recognized for both reported but unpaid claims and incurred but not reported (IBNR) claims at the end of the period. Reinsurer shares of paid claims are netted off accordingly.

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Additionally, appropriate actuarial methods are used to estimate the amount of provision required in the current period based on past claim data. The resulting provision amount is either added to or deducted from the outstanding claims provision.

Insurance premium revenues represent the amount remaining from policy premiums issued during the period after deducting cancellations. Earned premium income is recognized in the financial statements on an accrual basis by establishing an unearned premium reserve over the written premiums.

XVII. Insurance Technical Provisions

TFRS 4 “Insurance Standards” requires that all contracts issued by insurance companies be classified as either insurance contracts or investment contracts. Contracts with significant insurance risk are considered insurance contracts. Insurance risk is defined as risk, other than financial risk, transferred from the holder of a contract to the issuer. Contracts issued by insurance companies without significant insurance risk are considered investment contracts. Investment contracts are accounted for in accordance with TAS 39 “Turkish Accounting Standard for Financial Instruments: Recognition and Measurement”.

Within the framework of the current insurance regulation, insurance technical provisions accounted by insurance companies for unearned premium claims, unexpired risk reserves, outstanding claims and life-mathematical reserves are presented in the consolidated financial statements.

Unearned premium reserve is recognized on accrued premiums without discount or commission which extends to the next period or periods on a daily basis for the current insurance contracts.

In respect of ongoing risks, any shortfall identified as a result of the assessment of the adequacy of the technical provisions recognised, using current estimates of future cash flows, is allocated.

If the outstanding claim reserve is established and confirmed by approximation and if there are unpaid or unidentified compensation amounts in both prior and current accounting periods; it is separated for estimated yet unreported compensation amounts.

Mathematical reserve is recognized on actuarial bases in order to meet the requirements of policyholders and beneficiaries for life, health and personal accident insurance contracts for a period longer than a year.

On the other hand, actuarial chain ladder method is used to estimate the reserve amount to be set aside in the current period by looking at the data of the past materialized losses. If the reserve amount found as a result of this method exceeds the amount of reserve for the amount of uncertain indemnity, additional reserve must be set aside for the difference.

Reinsurance companies recognize for the outstanding claims that is declared by the companies, accrued and determined on account.

Insurance companies of the Group cede premium and risks in the normal course of business in order to limit the potential for losses arising from risks accepted. Insurance premiums ceded to reinsurers on contracts that are deemed to transfer significant insurance risk are recognized as an expense in a manner that is consistent with the recognition of insurance premium revenue arising from the underlying risks being protected.

Costs which vary and are directly associated with the acquisition of insurance and reinsurance contracts including brokerage, commissions, underwriting expenses and other acquisition costs are deferred and amortized over the period of contract, consistent with the earning of premium.

XVIII. Provisions and Contingent Liabilities

As of the end of the reporting period, a past event is deemed to give rise to a present obligation if, taking account of all available evidence, it is more likely than not that a present obligation exists, the entity recognizes a provision in the financial statements. As of the end of the reporting period where it is more likely that no present obligation exists at the

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end of the reporting period, the entity discloses a contingent liability on footnotes unless the possibility of an outflow of resources embodying economic benefits is remote.

In the financial statements, a provision is made for an existing commitment resulted from past events if it is probable that the commitment will be settled, and a reliable estimate can be made of the amount of the obligation.

Provisions are calculated based on the reliable estimates of management of the Parent Bank and subsidiaries on the expenses to incur as of the balance sheet date to fulfill the liability by considering the risks and uncertainties related to the liability. In case the provision is measured by using the estimated cash flows required to fulfill the existing liability, the book value of the related liability is equal to the present value of the related cash flows.

If the amount is not reliably estimated and there is no probability of cash outflow from the Group to settle the liability, the related liability is considered as “contingent” and disclosed in the notes to the financial statements.

XIX. Contingent Assets

The contingent assets usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits to the Parent Bank and the Group. Since showing the contingent assets in the financial statements may result in the accounting of an income, which will never be generated, the related assets are not included in the financial statements, but if there is a possibility that an inflow of economic benefits of these assets may occur then it is explained in the footnotes of the financial statements. Nevertheless, the developments related to the contingent assets are constantly evaluated and if it has become virtually certain that an inflow of economic benefits will arise, the asset and the related income are recognized in the financial statements of the period in which the change occurs.

XX. Liabilities Regarding Employee Benefits**1. Severance Indemnities and Short-Term Employee Benefits:**

According to the related regulation and the collective bargaining agreements, the Parent Bank and consolidated Group companies (excluding the subsidiaries residing outside Türkiye) are obliged to pay termination benefits for employees who retire, die, quit for their military service obligations, who have been dismissed as defined in the related regulation or (for the female employees) who have voluntarily quit within one year after the date of their marriage. Within the scope of TAS 19 “Employee Benefits”, the Parent Bank allocates severance indemnity provisions for employee benefits by estimating the present value of the probable future liabilities. According to TAS 19, all actuarial gains and losses occurred are recognized under shareholders’ equity. As the legislations of the countries in which the Parent Bank’s non-resident subsidiaries operate do not require retirement pay provision, no provision liability has been recognized for the related companies. In addition, provision is also allocated for the unused paid vacation.

2. Retirement Benefit Obligations:

İşbank Pension Fund (Türkiye İş Bankası A.Ş. Emekli Sandığı Vakfı), of which each employee of the Parent Bank is a member, has been established according to the provisional Article 20 of the Social Security Act No 506. As per provisional article numbered 23 of the Banking Law numbered 5411, it is ruled that Bank pension funds, which were established within the framework of Social Security Act, will be transferred to the Social Security Institution, within 3 years after the publication of such law. Methods and principles related to transfer have been determined as per the Cabinet decision dated November 30, 2006 numbered 2006/11345. However, the related article of the act has been cancelled upon the President’s application dated November 2, 2005, by the Supreme Court’s decision dated March 22, 2007. Nr.E,2005/39. K,2007/33, which was published on the Official Gazette dated March 31, 2007 and numbered 26479 and the execution decision was ceased as of the issuance date of the related decision.

After the justified decree related to cancelling the provisional Article 23 of the Banking Law was announced by the Constitutional Court on the Official Gazette dated December 15, 2007 and numbered 26731. Turkish Grand National Assembly started to work on establishing new legal regulations, and after it was approved at the General Assembly of the TGNA, the Law numbered 5754 “Emendating Social Security and General Health Insurance Act and Certain Laws and Decree Laws”, which was published on the Official Gazette dated May 8, 2008 and numbered 26870, came into effect.

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The new law decrees that the contributors of the Bank pension funds, the ones who receive salaries or income from these funds and their rightful beneficiaries will be transferred to the Social Security Institution and will be subject to this Law within 3 years after the release date of the related article, without any need for further operation. The three-year transfer period can be prolonged for maximum 2 years by the Cabinet decision. However related transfer period has been prolonged for 2 years by the Cabinet decision dated, March 14, 2011. which was published on the Official Gazette dated April 9, 2011 and numbered 27900, In addition, by the Law “Emendating Social Security and General Health Insurance Act”, which was published on the Official Gazette dated March 8, 2012 and numbered 28227, this period of 2 years has been raised to 4 years after that related transfer period has been prolonged for one more year by the Cabinet decision dated April 8, 2013, which was published on the Official Gazette dated May 3, 2013 and numbered 28636 also this period has revalidated one more year by the Cabinet decision dated February 24, 2014, which was published on the Official Gazette dated April 30, 2014 and numbered 28987. The Council of Ministers has been lastly authorized to determine the transfer date in accordance with the last amendment in the first paragraph of the 20th provisional article of Law No,5510 implemented by the Law No. 6645 on Amendment of the “Occupational Health and Safety Law and Other Laws and Decree Laws” published in the Official Gazette dated April 23, 2015, and numbered 29335. This authority was transferred to the President with the delegated legislation No,703 which published in the repetitive Official Gazette No. 30473 dated July 9, 2018.

On the other hand, the application made on June 19, 2008 by the Republican People’s Party to the Constitutional Court for the annulment and motion for stay of some articles, including the first paragraph of the provisional article 20 of the Law, which covers provisions on transfers, was rejected in accordance with the decision taken at the meeting of the aforementioned court on March 30, 2011.

The aforementioned Law also states that:

- Through a commission constituted by the attendance of one representative separately from the Social Security Institution, Ministry of Finance, Turkish Treasury, State Planning Organization. Banking Regulation and Supervision Agency. Savings Deposit Insurance Fund, one from each pension fund, and one representative from the organization employing pension fund contributors, related to the transferred persons, the cash value of the liabilities of the pension fund as of the transfer date will be calculated by considering their income and expenses in terms of the lines of insurance within the context of the related Law, and technical interest rate of 9.8% will be used in the actuarial calculation of the value in cash
- And that after the transfer of the pension fund contributors, the ones who receive salaries or income from these funds and their rightful beneficiaries to the Social Security Institution, these persons’ uncovered social rights and payments, despite being included in the trust indenture that they are subject to, will be continued to be covered by the pension funds and the employers of pension fund contributors.

In line with the new law, the Parent Bank obtained a technical actuarial valuation report from a licensed actuary for the year ended December 31, 2025. The actuarial assumptions used in the related actuarial report are given in Section Five Note II-h-4-1. In related period’s financial statements, Bank provided full provision for the total amount of technical and actual deficit stated in the actuarial report of the aforementioned period In the calculation of the Fund’s liabilities, legislative amendments that had been enacted as of the reporting date were taken into consideration. Within this framework, the regulations increasing the ceiling for earnings subject to premiums from 7.5 times the minimum wage to 9 times the minimum wage, and raising the employer contribution rate for disability, old-age and survivors’ insurance within the scope of retirement from 11% to 12%, were published in the Official Gazette dated 19 December 2025 and will enter into force as of 1 January 2026. As these amendments had been enacted as of the reporting date, they have been incorporated into the actuarial liability calculations. As a result of the net effect of the aforementioned legislative changes, a decrease has occurred in the amount of the Fund’s liabilities.

Besides the Parent Bank; Anadolu Anonim Türk Sigorta Şirketi, Milli Reasürans T.A.Ş. and Türkiye Sınai Kalkınma Bankası A.Ş. also had actuarial valuations as of December 31, 2025 for their pension funds. The provision amount of actuarial and technical deficit, which was measured according to actuarial report of Milli Reasürans T.A.Ş., is added in the financial statements for the current period. According to actuarial report of Anadolu Anonim Türk Sigorta Şirketi and Türkiye Sınai Kalkınma Bankası, there is not any additional operational or actuarial liability.

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On the other hand, within the scope of the temporary article added to the Social Insurance and General Health Insurance Law dated May 31, 2006 and numbered 5510, with the Law No. 7438 published in the Official Gazette dated March 1, 2023 and numbered 32121, among those who request pension after the effective date of the relevant article, those who will be granted an old-age or retirement pension according to the relevant regulations, are provided with the opportunity to benefit from old-age and retirement pensions if they meet the conditions other than age in the said provisions.

İşbank Members' Supplementary Pension Fund has been founded by the Parent Bank to provide beneficiaries with additional social security and solidarity rights to compulsory social security benefits as per the provisions of the Turkish Commercial Code and Turkish Civil Code. Those are also valid for the supplementary pension funds of the employees of Anadolu Anonim Türk Sigorta Şirketi, Milli Reasürans T.A.Ş. and Türkiye Sınai Kalkınma Bankası A.Ş. which are among the other financial institutions of the Group.

XXI. Taxation**1. Corporate Tax:**

Turkish tax legislation does not permit a parent company and its subsidiary to file a consolidated tax return. Therefore, provisions for taxes, as reflected in the accompanying consolidated financial statements, have been calculated on a separate-entity basis.

Pursuant to the amendment made in Article 32 of the Corporate Tax Law with the Law No. 7394, the corporate tax rate has been determined as 25%, starting from the declarations that must be submitted as of January 1, 2022 and being valid for the corporate earnings for the taxation period starting from 01.01.2022. On the other hand, the Law No. 7456 published in the Official Gazette No. 32249 dated July 15, 2023 and the Corporate Tax Law No. 32. in accordance with the amendment made to the article, the corporate tax rate has been determined as 30% starting from the returns that must be submitted as of October 1, 2023 and applying to corporate earnings of institutions for the year 2023 and subsequent taxation periods. The corporate tax rate valid for the period December 31, 2025 is 30%.

The fourth provisional tax period, which was abolished by Law No. 7338, has been reinstated by Article 2 of Law No. 7566, published in the Official Gazette dated 19 December 2025 and numbered 33112. Therefore, as per the Corporate Tax Law, temporary tax is calculated and paid quarterly based on the principles set forth in the Income Tax Law and at the corporate tax rate. These temporary tax payments are offset against the corporate tax of the current taxation period.

Tax provision consists of current tax provision and deferred tax income/expense. The current tax liability is calculated over the portion of the period subject to taxation. The taxable profit differs from the profit involved in the statement of profit and loss, as the income and expense items that can be taxable or deductible at other periods, and items that are not taxable or deductible are excluded. The current tax amounts payable is netted off with prepaid tax amounts and presented on the financial statements.

Within the framework of the Corporate Tax Law numbered 5520, 75% of the gains on the sale of the participation shares, which were held in the assets for a minimum of 2 whole years and 75% of the gains on the sale of immovable are exempt from tax provided that they are added to the capital as set forth by the Law or that they are kept in a special fund under liabilities for a period of 5 years. However, in accordance with Article 89 / a of the Law No. 7061 and Article 5.1.e and Article 5.1.f of the Corporate Tax Law, which were published in the Official Gazette dated December 5, 2017, and numbered 30261, the 75% applied in terms of immovable sales mentioned above has been reduced to 50% which is effective from the date of publication of the Law. On the other hand, with the Law No. 7456 published in the Official Gazette dated July 15, 2023 and numbered 32249, the exception for 50% of the income arising from the sale of immovables in Article 5.1.e of the Corporate Tax Law has been abolished. However, pursuant to the temporary article 16 added to the Corporate Tax Law with the 22nd article of the Law No. 7456, the pre-amendment provisions will be taken into consideration for the immovables included in the assets of the institutions before July 15, 2023. The 50% rate will be applied as 25% for the real estate sales earnings to be made after July 15, 2023.

Additionally, with Presidential Decree No. 9160 published in the Official Gazette dated November 27, 2024, and numbered 32735, the exemption rate for gains arising from the sale of participation shares, founder's shares, usufruct shares, and pre-emptive rights has been reduced to 50%.

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In accordance with the provision of Article 298 / A of the Tax Procedure Law (TPL), the necessary conditions for inflation adjustment in the calculation of corporate tax as of the end of the 2021 calendar year have been met. However, the application of inflation adjustment in the calculation of corporate tax was postponed to 2023 with the regulation made with the "Law on the Amendment of the Tax Procedure Law and the Corporate Tax Law" numbered 7352 published in the Official Gazette dated January 29, 2022 and numbered 31734. Accordingly, the TPL financial statements were not subjected to inflation correction in the 2021, 2022 and 2023 accounting periods and the provisional tax periods of the 2023 accounting period, including the provisional tax periods, and the TPL financial statements dated December 31, 2023 were subject to inflation correction, regardless of whether the inflation adjustment conditions were met or not. In accordance with TPL Provisional Article 33, profit/loss differences arising from the inflation adjustment made on December 31, 2023 and required to be shown in previous years' profit/loss accounts do not affect the corporate tax base. However, with the regulation made by the Law No. 7491 on Amendments to Certain Laws and Decree Laws, the profit/loss difference arising from the inflation adjustment to be made by banks and financial institutions in the 2024 and 2025 accounting periods, including the provisional tax periods, will be taken into account in determining the earnings. It is regulated that it will not be taken.

However, Article 34 of Law No. 7571, published in the Official Gazette No. 3318 on 25 December 2025, added provisional Article 37 to the Tax Procedure Law No. 213, stipulating that financial statements will not be subject to inflation adjustment for the 2025 fiscal year and temporary tax periods, as well as for the 2026 and 2027 fiscal years (or for entities with a special fiscal year, for the fiscal years ending in 2026, 2027, and 2028), regardless of whether the conditions for inflation adjustment under Article 298 are met.

With the regulations in paragraph (Ç) of Article 298 of the Tax Procedure Law (TPL) and Provisional Article 32, taxpayers have been granted the option to perform revaluation within the scope defined by TPL General Communiqué No. 537. However, in accordance with paragraph (A) of Article 298 of the TPL and Provisional Article 33, revaluation cannot be performed under paragraph (Ç) of the same article in periods where inflation adjustment is mandatory. Therefore, due to the non-application of inflation adjustment in 2025, the Bank has utilized the opportunity to apply revaluation in the current period.

On July 16, 2024, Türkiye began adopting the OECD's Global Minimum Tax (Pillar 2) regulations through a Bill submitted to the Grand National Assembly of Turkey. These regulations entered into force with Law No. 7524, published in the Official Gazette No. 32620 on 2 August 2024. The law has been prepared based on OECD guidelines and is in line with the related regulations. According to the law, two separate filings are required: a Local Top-Up Minimum Corporate Tax return and a Global Top-Up Minimum Corporate Tax return. The law sets both the local and global minimum corporate tax rate at 15%. It is stipulated that the local top-up minimum corporate tax must be filed and paid from the first to the last day of the twelfth month following the end of the fiscal period. The Local Top-Up Minimum Corporate Tax for 2024 has been filed and did not give rise to any additional liability. As for the Global Top-Up Minimum Corporate Tax, it is generally required to be filed and paid by the last day of the fifteenth month following the end of the fiscal period. However, for the 2024 fiscal year, the returns are to be filed by the last day of the eighteenth month following the end of the fiscal period, and the taxes due are to be paid by the filing deadline. The Local and Global Top-Up Minimum Corporate Tax Implementation Communiqué regarding the relevant tax regulations was published on 26 December 2025. The related tax filings cover each country individually and include consolidated subsidiaries, and such filings will be made taking into account the exceptions, exemptions, and safe harbor provisions set forth in the law. These regulations are not expected to have a material impact on the Bank's financial position or performance.

Additionally, Article 36 of Law No. 7524 has introduced Article 32/C, titled "Domestic Minimum Corporate Tax," into the Corporate Tax Law. According to this regulation, the corporate tax calculated under Articles 32 and 32/A cannot be less than 10% of the corporate income before applying deductions and exemptions. This regulation entered into force upon publication and will apply to corporate income for the 2025 tax period. Furthermore, Communiqué No. 23 on Corporate Tax was published in the Official Gazette No. 32676 on September 28, 2024, regarding this matter.

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2. Deferred Tax:

Deferred tax asset or liability is determined by calculating the tax effects of temporary differences between the carrying amounts of assets and liabilities in the financial statements and the amounts considered in the legal tax base account, by taking the legal tax rates into account. Deferred tax debts are generally recognized for all taxable temporary differences and deferred tax assets are recognized to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilized. Free provisions that are allocated for possible future risks and they are not subject to deferred tax calculation. No tax assets or liabilities are recognized for the temporary timing difference that affects neither the taxable profit nor the accounting profit and that arises from the initial recognition in the balance sheet, of assets and liabilities, other than the goodwill and mergers. The Bank calculates deferred tax for the provisions allocated for Stage 1 and Stage 2 expected credit loss.

The carrying values of deferred tax assets are reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated over the tax rates that are valid or nearly effective in the period when the assets are realized, or the liabilities are fulfilled and are recorded as expense or income in the income statement. However, deferred tax is recognized directly in equity accounts if it relates to assets directly associated with equity in the same or a different period.

As per the amendment to Article 32 of the Corporate Tax Law introduced by Law No. 7456, published in the Official Gazette No. 32249 on 15 July 2023, the corporate tax rate has been adjusted to 30% for tax periods beginning on or after 1 October 2023, applicable to corporate earnings for 2023 and subsequent tax periods. The bank has used the 30% rate for its deferred tax calculations.

For the years 2023 and 2024, the tax effects arising from the inflation adjustment of corporate tax in the financial statements in accordance with provisional Article 33 of the Tax Procedure Law, as well as the revaluation effect carried out in 2025 under Article 298/Ç of the Tax Procedure Law, have been included in the deferred tax calculation.

Deferred tax assets and liability of the Bank and consolidated companies are shown by way of offsetting in separate financial statements of each entity. In the consolidated financial statements, on the other hand, the deferred tax assets and liabilities that come from the companies as offset are separately involved in the assets and liabilities.

3. Tax Practices in the Countries that Foreign Branches Operate:**Turkish Republic of Northern Cyprus (TRNC)**

In accordance with TRNC tax legislation, 15% income tax is accrued on the remaining tax base after 10% corporate tax is deducted from corporate income. The tax bases for companies are determined by adding the expenses that cannot be deducted according to TRNC regulations, to commercial gains and by subtracting exemptions and deductions from commercial gains. Income tax is paid in June, and corporate tax payment is made in two equal installments, in May and in October. On the other hand, withholding tax is paid in TRNC over interest income and similar gains of the companies. The related withholding tax payments and provisional tax paid every quarter during the year are deducted from corporate tax payable and the difference between withholding and provisional tax amounts and corporate tax payable is discounted from income tax provided that the withholding tax and paid provisional tax amounts are higher than corporate tax amount.

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England

Corporate earnings are subject to 25% corporate tax in England. The relevant rate is applied to the tax base that is determined by adding the expenses that cannot be deducted due to the regulations, to commercial gains and by subtracting exemptions and deductions from commercial gains. Respect to the current year, if the tax base calculated in accordance with the country legislation is within a certain range, the corporate tax is paid in July, October of the relevant year and in January and April of the following year; If it is over a certain amount, it is paid in 4 installments in March, June, September, and December of the relevant year. The corporate tax amount must be finalized and paid by the end of September of the year following the year of profit. In case the corporate tax payable as a result of the calculation is below the temporary taxes paid, the difference amount is deducted later or paid back to the Branch by the authority.

Bahrain

The corporate income tax in Bahrain has been set at 15% under the Local Top-Up Minimum Tax (DMTT) Law, effective from 1 January 2025. The DMTT applies to branches, subsidiaries, and similar entities of multinational companies with consolidated revenue exceeding EUR 750 million operating in Bahrain. Implemented in line with OECD Pillar Two rules, the law aims to top up any favorable difference between the local tax rate and the global minimum tax rate, requiring companies to make additional tax payments on their commercial profit balance, taking into account exemptions and deductions provided under local legislation.

Considering the Bank's consolidated revenue level, the Bahrain Branch falls within the scope of this tax law. However, taking into account the Bank's tax obligations in other countries where it operates on a consolidated basis, and given that the 15% tax rate applied in Bahrain is expected to be below the Bank's global effective tax rate, it is assessed that the Bahrain Branch will not be subject to any additional (top-up) tax, provided that the other conditions specified in the local law (DMTT) are met.

The Republic of Iraq (Iraq)

The corporate tax rate in Iraq is 15%, and the corporate tax is paid on a consolidated basis to the tax office of the foreign bank's central branch. The first branch established in Iraq is considered as the central branch. Foreign bank branches whose central branch is within the boundaries of the Central Government must present their consolidated financial statements and pay accrued tax to the relevant tax office by the end of May of the following year, and branches of foreign banks whose central branch is within the boundaries of the Northern Iraq Regional Government must present their financial statements and pay accrued tax by the end of June of the following year at the latest. Northern Iraq Regional Government tax offices can accrue fixed taxes other than the specified rate and can postpone the due date.

Kosovo

Corporate earnings are subject to income tax rate of 10% according to the Kosovo legislation. This ratio is applied to the tax base that will be calculated as a result of the implementation of exemptions, deductions, addition of disallowable expenses, to the corporate income and that are calculated in accordance with the tax laws. Tax has to be paid in advance until April, July, October and the 15th day of January of the following year by four installments. If those prepaid taxes are lower than the final corporate tax, the difference is paid until the end of March of the following year, in case of a claim made by company, if it is higher, then the difference is returned to the institution by the tax authorities after the inspection conducted by those institution.

Georgia

Corporate earnings are subject to income tax rate of 20% according to the Georgian legislation. This ratio is applied to the tax base that will be calculated as a result of the implementation of exemptions, deductions, addition of disallowable expenses, to the income of corporations and that are calculated in accordance with the tax laws. In addition, in accordance with the legislation of Georgia, each year during May, July, September and December the amount of tax, that calculated according to the previous year income tax, is paid to the tax office by four equal installments of the probable income that is likely to be obtained the current year. If those prepaid taxes are lower than the final corporate tax, the difference is paid until the beginning of April of the following year, if it is higher, then the difference is returned to the institution by the tax authorities.

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Germany

According to the tax regulations in Germany, corporate gains are subject to 15% corporate tax, 16.7% income and industrial tax. In addition to this, a solidarity tax of 5.5% is calculated over this corporate tax. The tax bases for corporate, income and industrial services are determined by adding the expenses that cannot be deducted according to Germany regulations, to interest, commissions and other operating gains and by subtracting exemptions and deductions from these. The corporate tax payments are made as temporary tax payments in four installments and are deducted from the corporate tax that is finalized at the end of the current year.

Russia

According to the Russian regulations, corporate gains are subject to 25% corporate tax. The taxable amount is determined on an accrual basis and calculated by adding non-deductible expenses to the corporate profit generated during the period. In Russia, corporations file tax returns on a quarterly basis and make provisional tax payments by offsetting the prepayments made during the period. The final taxation period for corporate income tax is one year, and the final tax payment, considering the provisional taxes paid during the year, must be made by March 28 of the following year. Coupon income derived from government bonds issued by the Russian Federation and Belarus, as well as Ruble-denominated and certain other specific bonds issued by Russian companies on or after January 1, 2017, and traded on the stock exchange, is subject to corporate income tax at a rate of 20%. The tax on income from these securities, similar to the taxation of other securities, is paid within a unified monthly tax payment framework.

4. Transfer Pricing:

Transfer pricing is regulated through Article 13 of Corporate Tax Law titled “Transfer Pricing through Camouflage of Earnings”. Detailed information for the practice regarding the subject is found in the “General Communiqué Regarding Camouflage of Earnings through Transfer Pricing”.

According to the aforementioned regulations, in the case of making purchase or sales of goods or services with relevant persons/corporations at a price that is determined against “arm’s length principle”, the gain is considered to be distributed implicitly through transfer pricing and such distribution of gains is not subject to deductions according to article 11 of Corporate Tax Law in means of corporate tax.

XXII. Additional Information on Borrowings

The Parent Bank and its consolidated companies, whenever required, generates funds from individuals and institutions residing domestically and abroad by approaching the borrowing instruments in the form of syndication, securitization, collateralized borrowing and issue of bonds/bills. Such transactions are at first carried at acquisition cost, and in the following periods they are valued at amortized cost measured by using the effective interest rate method.

Part of the bills issued by the Group with fixed interest and a part of its liabilities with fixed interest are subject to fair value hedge accounting. While the rediscounted credit risk and accumulated interest amount subject to hedging liability are recognized in “Interest Expenses” under profit/loss statement; net amount resulted of the hedge accounting other than the credit risk and accumulated interest amount are recognized in “Derivative Financial Transactions Gains/Losses” under profit/loss statement by using fair value model. In the balance sheet, these valuations are presented with the related liabilities.

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XXIII. Information on Equity Shares and Their Issuance

Transaction costs related to the issuance of shares are accounted for as expenses. Dividend income related with the equity shares are determined by the Parent Bank's General Assembly of the Shareholders. Dividends to be distributed are calculated independently of earnings/loss per share.

According to the "IAS 33 Earnings per Share" standard, the calculation of earnings per share considers the weighted average number of shares. In cases where the number of shares increases due to bonus issues resulting from capital increases via internal sources, earnings per share calculations for comparative periods are adjusted by recalculating the previously determined weighted average number of shares. This adjustment assumes that the bonus issue occurred at the beginning of the comparative period. If such changes in the number of shares occur after the balance sheet date but before the financial statements are approved for publication, earnings per share calculations are also based on the new number of shares.

The Bank's paid-in capital is 25,000,000 TL, which corresponds to a total of 625,002,250 shares divided into A, B, and C groups. This consists of 1 TL in A group shares, each with a nominal value of 1 Kuruş, 29,000 TL in B group shares, each valued at 1 Kuruş, and 24,999,970 TL in C group shares, each with a nominal value of 4 Kuruş. The earnings per share per 1 TL nominal value is presented in the table below.

	Current Period	Prior Period
Group's net profit	67,873,334	45,536,879
Number of shares in nominal TL equivalent (thousands)	25,000,000	25,000,000
Earnings per share – (in exact TL)	2,7149	1,8215

XXIV. Bank Acceptances and Bills of Guarantee

Bill guarantees and acceptances are realized simultaneously with the customer payments, and they are presented as possible liabilities and commitments in the off-balance sheet accounts.

XXV. Government Incentives

There are no government incentives utilized by the Bank or the companies included in consolidation, during the current or prior accounting periods.

XXVI. Segment Reporting

Business segment is the part of an enterprise.

- which conducts business operations where it can gain revenues and make expenditures (including the revenues and expenses related to the transactions made with the other parts of the enterprise).
- whose operating results are regularly monitored by the authorities with the power to make decisions related to the operations of the enterprise in order to make decisions related to the funds to be allocated to the segment and to evaluate the performance of the segment and
- which has its separate financial information.

Information on business segmentation and related information is explained in Section IV Footnote VII.

XXVII. Other Disclosures

None.

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SECTION FOUR: INFORMATION ON THE FINANCIAL POSITION AND RISK MANAGEMENT OF THE GROUP

I. Explanations on Shareholders' Equity

1. Explanations on Consolidated Shareholders' Equity:

The Bank's consolidated capital adequacy standard ratio is 17.14% (December 31, 2024: 18.15%). The capital adequacy standard ratio has been calculated based on the Regulation on Banks' Equity, the Regulation on the Measurement and Assessment of Banks' Capital Adequacy, the Banking Regulation and Supervision Agency (BRSA) decisions dated December 12, 2023, numbered 10747, and December 19, 2024, numbered 11038, as well as other relevant legal regulations. In accordance with the aforementioned Board decisions, the credit risk amount was calculated using the foreign exchange buying rates of the Central Bank of the Republic of Turkey as of June 28, 2024, while the equity component was calculated without considering the negative net valuation differences of securities classified under the "Financial Assets at Fair Value Through Other Comprehensive Income" portfolio that were acquired on or before January 1, 2024. The aforementioned regulations were repealed as of January 2026 pursuant to the BRSA's resolution No. 11286 dated 13 November 2025. Excluding the effects of these regulations, our consolidated capital adequacy standard ratio calculated as of December 2025 stands at 14.88%.

	Current Period	Prior Period
COMMON EQUITY TIER I CAPITAL		
Paid-in Capital to be Entitled for Compensation after All Creditors	26,615,938	26,615,938
Share Premium	590,277	121,391
Legal Reserves	197,114,717	155,363,002
Other Comprehensive Income According to TAS	172,655,447	120,761,699
Profit	75,428,159	51,120,944
Net Current Period Profit	67,873,334	45,536,879
Prior Period Profit	7,554,825	5,584,065
Bonus Shares from Associates, Subsidiaries and Joint-Ventures not Accounted in Current Period's Profit	-1,070	-1,070
Minority Shares	10,357,745	7,066,791
Common Equity Tier I Capital Before Deductions	482,761,213	361,048,695
Deductions From Common Equity Tier I Capital		
Valuation adjustments calculated as per the article 9, (i) of the Regulation on Bank Capital		
Current and prior periods' losses not covered by reserves, and losses accounted under equity according to TAS	24,898,787	11,989,792
Leasehold improvements on operational leases	976,340	524,607
Goodwill Netted with Deferred Tax Liabilities		27,994
Other Intangible Assets Netted with Deferred Tax Liabilities Except Mortgage Servicing Rights	18,331,524	11,553,162
Remaining after deducting from the related deferred tax liability with the deferred tax asset based on future taxable income, except for deferred tax assets based on temporary differences	3,224,186	3,861,893
Differences Arise When Assets and Liabilities Not Held at Fair Value, are Subjected to Cash Flow Hedge Accounting		
Total Credit Losses That Exceed Total Expected Loss Calculated According to the Regulation on Calculation of Credit Risk by Internal Ratings Based Approach		
Securitization Gains		
Unrealized Gains and Losses from Changes in Bank's Liabilities' Fair Values due to Changes in Creditworthiness		
Net Amount of Defined Benefit Plans		
Direct and Indirect Investments of the Bank on its own Tier 1 Capital	416,833	489,198

(Yetkili İmza / Kaşe)

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Shares Obtained against Article 56, Paragraph 4 of the Banking Law		
Total of Net Long Positions of the Investments in Equity Items of Consolidated Banks and Financial Institutions where the Bank owns 10% or less of the Issued Share Capital Exceeding the 10% Threshold of above Tier I Capital		
Total of Net Long Positions of the Investments in Equity Items of Consolidated Banks and Financial Institutions where the Bank owns more than 10% of the Issued Share Capital Exceeding the 10% Threshold of above Tier I Capital		
Mortgage Servicing Rights (amount above 10% threshold of above Tier I capital)		
Deferred Tax Assets Arising from Temporary Differences (amount above 10% threshold of above Tier I Capital)		
Amount Exceeding the 15% Threshold of Tier 1 Capital as per the Article 2, Clause 2 of the Regulation on Measurement and Evaluation of Capital Adequacy of Banks		
The Portion of Net Long Position of the Investments in Equity Items of Unconsolidated Banks and Financial Institutions where the Bank Owns 10% or more of the Issued Share Capital not deducted from Tier I Capital		
Excess Amount arising from Mortgage Servicing Rights		
Excess Amount arising from Deferred Tax Assets from Temporary Differences		
Other Items to be Defined by the BRSA		
Deductions from Tier I Capital in Cases where there are no Adequate Additional Tier I or Tier II Capitals		
Total Deductions from Common Equity Tier 1	47,847,670	28,446,646
Total Common Equity Tier I capital	434,913,543	332,602,049
ADDITIONAL TIER I CAPITAL		
Privileged stocks not included in common equity and share premiums		
Debt Instruments and the Related Issuance Premiums Defined by the BRSA	34,110,760	10,519,950
Debt Instruments and the Related Issuance Premiums Defined by the BRSA (Covered by Temporary Article 4)		
Shares of Third Parties in Additional Tier I Capital	12,102,357	8,628,444
Shares of Third Parties in Additional Tier I Capital (Covered by Temporary Article 3)		
Additional Tier I Capital before Deductions	46,213,117	19,148,394
Deductions from Additional Tier I Capital		
Direct and Indirect Investments of the Bank on its own Additional Core Capital		
Investments in Equity Instruments Issued by Banks or Financial Institutions Invested in Bank's Additional Tier I Capital and Having Conditions Stated in the Article 7 of the Regulation		
Total of Net Long Positions of the Investments in Equity Items of Unconsolidated Banks and Financial Institutions where the Bank Owns 10% or less of the Issued Share Capital Exceeding the 10% Threshold of above Tier I Capital		
The Total of Net Long Position of the Direct or Indirect Investments in Additional Tier I Capital of Unconsolidated Banks and Financial Institutions where the Bank Owns more than 10% of the Issued Share Capital		
Other items to be defined by the BRSA		
Items to be Deducted from Tier 1 Capital during the Transition Period		
Goodwill and Other Intangible Assets and Related Deferred Taxes not deducted from Tier 1 Capital as per the Temporary Article 2, Clause 1 of the Regulation on Measurement and Evaluation of Capital Adequacy of Banks (-)		
Net Deferred Tax Asset/Liability not deducted from Tier 1 Capital as per the Temporary Article 2, Clause 1 of the Regulation on Measurement and Evaluation of Capital Adequacy of Banks (-)		
Deduction from Additional Tier 1 Capital when there is not enough Tier II Capital (-)		
Total Deductions from Additional Tier I Capital		
Total Additional Tier I Capital	46,213,117	19,148,394
Total Tier I Capital (Tier I Capital= Common Equity Tier I Capital + Additional Tier I Capital)	481,126,660	351,750,443
TIER II CAPITAL		
Debt Instruments and the Related Issuance Premiums Defined by the BRSA	30,744,000	38,110,000
Debt Instruments and the Related Issuance Premiums Defined by the BRSA (Covered by Temporary Article 4)		
Shares of Third Parties in Additional Tier I Capital	5,135,995	3,606,241
Shares of Third Parties in Additional Tier I Capital (Covered by Temporary Article 3)		
Provisions (Amounts explained in the first paragraph of the article 8 of the Regulation on Bank Capital)	35,772,375	25,171,023

(Yetkili İmza / Kaşe)

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Tier II Capital before Regulatory Adjustments	71,652,370	66,887,264
Deductions from Tier II Capital		
Direct and Indirect Investments of the Bank on its own Tier II Capital (-)		
Investments in Equity Instruments Issued by Banks and Financial Institutions Invested in Bank's Tier II Capital and Having Conditions Stated in the Article 8 of the Regulation		
Total of Net Long Positions of the Investments in Equity Items of Unconsolidated Banks and Financial Institutions where the Bank Owns 10% or less of the Issued Share Capital Exceeding the 10% Threshold of above Tier I Capital (-)		
The Total of Net Long Position of the Direct or Indirect Investments in Additional Tier I Capital and Tier II Capital of Unconsolidated Banks and Financial Institutions where the Bank Owns 10% or more of the Issued Share Capital Exceeding the 10% Threshold of Tier I Capital		
Other items to be Defined by the BRSA (-)		
Total Deductions from Tier II Capital		
Total Tier II Capital	71,652,370	66,887,264
Total Equity (Total Tier I and Tier II Capital)	552,779,030	418,637,707
Deductions from Total Equity	23,809	6,269
Loans Granted against the Articles 50 and 51 of the Banking Law	23,809	6,269
Net Book Values of Movables and Immovables Exceeding the Limit Defined in the Article 57, Clause 1 of the Banking Law and the Assets Acquired against Overdue Receivables and Held for Sale but Retained more than Five Years		
Other items to be Defined by the BRSA		
Items to be Deducted from the Sum of Tier I and Tier II Capital (Capital) during the Transition Period		
The Portion of Total of Net Long Positions of the Investments in Equity Items of Unconsolidated Banks and Financial Institutions where the Bank Owns 10% or less of the Issued Share Capital Exceeding the 10% Threshold of above Tier I Capital not deducted from Tier I Capital, Additional Tier I Capital or Tier II Capital as per the Temporary Article 2, Clause 1 of the Regulation		
The Portion of Total of Net Long Positions of the Investments in Equity Items of Unconsolidated Banks and Financial Institutions where the Bank Owns more than 10% of the Issued Share Capital Exceeding the 10% Threshold of above Tier I Capital not deducted from Additional Tier I Capital or Tier II Capital as per the Temporary Article 2, Clause 1 of the Regulation		
The Portion of Net Long Position of the Investments in Equity Items of Unconsolidated Banks and Financial Institutions where the Bank Owns 10% or more of the Issued Share Capital, of the Net Deferred Tax Assets arising from Temporary Differences and of the Mortgage Servicing Rights not deducted from Tier I Capital as per the Temporary Article 2, Clause 2, Paragraph (1) and (2) and Temporary Article 2, Clause 1 of the Regulation		
CAPITAL		
Total Capital (Total of Tier I Capital and Tier II Capital)	552,755,221	418,631,438
Total Risk Weighted Assets	3,225,300,471	2,306,082,780
CAPITAL ADEQUACY RATIOS		
Consolidated CET1 Capital Ratio (%)	13.48	14.42
Consolidated Tier I Capital Ratio (%)	14.92	15.25
Consolidated Capital Adequacy Ratio (%)	17.14	18.15
BUFFERS		
Total Additional Common Equity Requirement Ratio (a+b+c)	4.08	4.08
a) Capital Conservation Buffer Ratio (%)	2.50	2.50
b) Bank-specific Counter-Cyclical Capital Buffer Ratio (%)	0.08	0.08
c) Systemic Bank Buffer Ratio (%)	1.50	1.50
Additional CET1 Capital Over Total Risk Weighted Assets Ratio Calculated According to the Article 4 of Capital Conservation and Counter-Cyclical Capital Buffers Regulation (%)	8.92	9.25
Amounts Lower Than Excesses as per Deduction Rules		
Remaining Total of Net Long Positions of the Investments in Equity Items of Unconsolidated Banks and Financial Institutions where the Bank Owns 10% or less of the Issued Share Capital		

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Remaining Total of Net Long Positions of the Investments in Tier I Capital of Unconsolidated Banks and Financial Institutions where the Bank Owns more than 10% or less of the Issued Share Capital	5,151,867	554,844
Remaining Mortgage Servicing Rights		
Net Deferred Tax Assets arising from Temporary Differences	25,723,882	30,811,538
Limits for Provisions Used in Tier II Capital Calculation		
General Loan Provisions for Exposures in Standard Approach (before limit of one hundred and twenty-five per	54,216,230	34,382,763
General Loan Provisions for Exposures in Standard Approach Limited by 1.25% of Risk Weighted Assets	35,772,375	25,171,023
Total Loan Provision that Exceeds Total Expected Loss Calculated According to Communiqué on Calculation of Credit Risk by Internal Ratings Based Approach		
Total Loan Provision that Exceeds Total Expected Loss Calculated According to Communiqué on Calculation of Credit Risk by Internal Ratings Based Approach, Limited by 0.6% Risk Weighted Assets		
Debt Instruments Covered by Temporary Article 4 (effective between January 1, 2018 - January 1, 2022)		
Upper Limit for Additional Tier I Capital Items subject to Temporary Article 4		
Amount of Additional Tier I Capital Items Subject to Temporary Article 4 that Exceeds Upper Limit		
Upper Limit for Additional Tier II Capital Items subject to Temporary Article 4		
Amount of Additional Tier II Capital Items Subject to Temporary Article 4 that Exceeds Upper Limit		

2. Information on instruments to be included in the consolidated capital calculation:

Issuer	Türkiye İş Bankası A.Ş.	Türkiye İş Bankası A.Ş.	Türkiye İş Bankası A.Ş.
Unique identifier (CUSIP, ISIN etc.)	US90016BAF58 / XS1623796072	US900151AM36 / XS2970145012	US900151AN19 / XS3174368152
Governing law(s) of the instrument	It is subject to English Law except for certain articles that will be subject to Turkish Law. Issued within the scope of BRSA Regulation on Banks' Equity	It is subject to English Law except for certain articles that will be subject to Turkish Law. Issued within the scope of BRSA Regulation on Banks' Equity	It is subject to English Law except for certain articles that will be subject to Turkish Law. Issued within the scope of BRSA Regulation on Banks' Equity
Subject to 10% deduction as of January 1, 2015	No	No	No
Eligible at unconsolidated / consolidated	Unconsolidated -Consolidated	Unconsolidated -Consolidated	Unconsolidated -Consolidated
Instrument type (types to be specified by each jurisdiction)	Bond	Bond	Bond
Amount recognized in regulatory capital (Currency in mil. as of most recent reporting date)	8,524	21,310	21,310
Par value of instrument (Expressed in million TL)	21,310	21,310	21,310
Accounting classification	Subordinated Liabilities	Subordinated Liabilities	Subordinated Liabilities
Original date of issuance	29.06.2017	15.01.2025	29.09.2025
Perpetual or dated	Dated	Undated	Dated
Original maturity date	11 Years		10,5 Years
Issuer call subject to prior supervisory approval	Yes	Yes	Yes
Optional call date. contingent call dates and redemption amount	The Bank; (1) provided that subject to having obtained the prior approval of the related legislation, can purchase or otherwise acquire treasury stock (2) provided that subject to having obtained the prior approval of the BRSA, (a) can redeem all bonds if any taxes	The Bank has an option to redeem all of the bonds between January 2, 2031, and April 2, 2031, subject to the approval of the Banking Regulation and Supervision Agency (BRSA). In addition, the Bank may (1) repurchase or otherwise acquire the bonds,	The Bank has the option to fully redeem the bonds between 02.01.2031 and 02.04.2031, subject to the approval of the BRSA. In addition, the Bank may (1) purchase or otherwise acquire the bonds, provided that the relevant legislation permits; and (2) subject to the approval of

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	imposed or levied (b) can redeem all bonds in case of the deduction from equity.	provided that such actions are permitted under the applicable regulations, and (2) redeem all of the bonds, subject to BRSA approval, in the event of (a) a tax event or (b) a capital reduction.	the BRSA, redeem all of the bonds in the event of (a) a tax event arising, or (b) a capital reduction situation occurring.
Subsequent call dates, if applicable	None	There is a redemption option on coupon payment dates following 15 July 2030.	None
Coupons / dividends			
Fixed or floating dividend/coupon	Fixed	Fixed	Fixed
Coupon rate and any related index	9.19%	9.13%	7.38%
Existence of a dividend stopper	None	None	None
Fully discretionary, partially discretionary or mandatory	None	Fully at the Bank's discretion.	None
Existence of step up or other incentive to redeem	None	None	None
Noncumulative or cumulative	Noncumulative	Noncumulative	Noncumulative
Convertible or non-convertible	None	None	None
If convertible, conversion trigger (s)			
If convertible, fully or partially			
If convertible, conversion rate			
If convertible, mandatory or optional conversion			
If convertible, specify instrument type convertible into			
If convertible, specify issuer of instrument it converts into			
Write-down feature	In accordance with Regulations on Equities of Banks.Article 8 (2)(g) bonds have deleted option from records.	In accordance with Regulations on Equities of Banks.Article (8)2(i) bonds have deleted option from records.	In accordance with Regulations on Equities of Banks.Article 8 (2)(g) bonds have deleted option from records.
If write-down, write-down trigger(s)	In the event that the Bank incurs losses leading to (1) the revocation of its operating license and liquidation pursuant to Article 71 of the Banking Law, or (2) the transfer of its shareholders' rights (excluding dividends), as well as the Bank's management and supervision to the Savings Deposit Insurance Fund (TMSF), provided that the losses are deducted from the existing shareholders' equity, or if there is a possibility of such circumstances, the related amounts may be derecognized from the records based on a decision to be taken by the Banking Regulation and Supervision Agency (BRSA).	In the event that the Bank incurs losses leading to (1) the revocation of its operating license and liquidation pursuant to Article 71 of the Banking Law, or (2) the transfer of its shareholders' rights (excluding dividends) along with the Bank's management and supervision to the Savings Deposit Insurance Fund (TMSF), provided that the losses are deducted from the existing shareholders' equity, or if there is a possibility of such circumstances, the related amounts may be derecognized from the records based on a decision to be made by the Banking Regulation and Supervision Agency (BRSA), or if the Core Capital Adequacy Ratio falls below 5,125%.	In the event that the Bank incurs losses leading to (1) the revocation of its operating license and liquidation pursuant to Article 71 of the Banking Law, or (2) the transfer of its shareholders' rights (excluding dividends), as well as the Bank's management and supervision to the Savings Deposit Insurance Fund (TMSF), provided that the losses are deducted from the existing shareholders' equity, or if there is a possibility of such circumstances, the related amounts may be derecognized from the records based on a decision to be taken by the Banking Regulation and Supervision Agency (BRSA).
If write-down, full or partial	Partially or completely	Partially or completely	Partially or completely
If write-down, permanent or temporary	Permanent	Temporary	Permanent

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If temporary write-down, description of write-up mechanism		The impairment will be reversed if the trigger event(s) cease to exist and the Core Capital Adequacy Ratio exceeds 5.125%.	
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Paid before shares and subordinated debt with core capital characteristics and after all other debts.	It will be paid after the contributed capital and all other debts have been settled.	Paid before shares and subordinated debt with core capital characteristics and after all other debts.
Incompliance with article number 7 and 8 of "Own fund regulation"	None	None	None
Details of incompliances with article number 7 and 8 of "Own fund regulation"	To vest conditions stated in clause of the Article 8 and don't vest the conditions stated in clause of the Article 7.	To vest conditions stated in clause of the Article 7 and don't vest the conditions stated in clause of the Article 8.	To vest conditions stated in clause of the Article 8 and don't vest the conditions stated in clause of the Article 7.

Issuer	Türkiye İş Bankası A.Ş.	Türkiye İş Bankası A.Ş.	Türkiye İş Bankası A.Ş.
Unique identifier (CUSIP, ISIN etc.)	TRSTISB72712	TRSTISB62911	TRSTISB92918
Governing law(s) of the instrument	Is subject to Turkish Law. Has been issued in accordance with the BRSA Communiqué regarding the Equity of Banks.	Is subject to Turkish Law. Has been issued in accordance with the BRSA Communiqué regarding the Equity of Banks.	Is subject to Turkish Law. Has been issued in accordance with the BRSA Communiqué regarding the Equity of Banks.
Taking into account in equity calculation			
Subject to 10% deduction as of January 1, 2015	No	No.	No.
Eligible at unconsolidated / consolidated	Unconsolidated – Consolidated	Unconsolidated - Consolidated	Unconsolidated - Consolidated
Instrument type (types to be specified by each jurisdiction)	Bond	Bond	Bond
Amount recognized in regulatory capital (Currency in TL million, as of most recent reporting data)	220	480	210
Nominal value of instrument (TL Million)	1,100	800	350
Accounting classification	Subordinated Liabilities	Subordinated Liabilities	Subordinated Liabilities
Original date of issuance	08.08.2017	19.06.2019	26.09.2019
Perpetual or dated	Dated	Dated	Dated
Original maturity date	10 Years	10 Years	10 Years
Issuer call subject to prior supervisory approval	Yes	Yes	Yes
Optional call date, contingent call dates and redemption amount	No earlier than 5 years after issuance.	No earlier than 5 years after issuance.	No earlier than 5 years after issuance.
Subsequent call dates, if applicable	No earlier than 5 years after issuance.	No earlier than 5 years after issuance.	No earlier than 5 years after issuance.
Interest/Dividend Payment			
Fixed or floating coupon/dividend payments	Floating	Floating	Floating
Coupon rate and any related index	Government Debt Security for 5 years+350 basis points	Turkish Lira Overnight Reference Interest Rate (TLREF) + 193 basis points	Government Debt Security for 5 years + 350 basis points
Existence of a dividend stopper	None.	None.	None.
Fully discretionary, partially discretionary or mandatory	None.	None.	None.
Existence of step up or other incentive to redeem	None.	None.	None.
Noncumulative or cumulative	Non-cumulative	Non-cumulative	Non-cumulative

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Convertible into equity shares	None.	None.	None.
If convertible, conversion trigger (s)			
If convertible, fully or partially			
If convertible, conversion rate			
If convertible, mandatory or optional conversion			
If convertible, specify instrument type convertible into			
If convertible, specify issuer of instrument it converts into			
Write-down feature	In accordance with Regulations on Equities of Banks, Article 8.2.(ğ) bonds have deleted option from records.	In accordance with Regulations on Equities of Banks, Article 8.2.(ğ) bonds have deleted option from records.	In accordance with Regulations on Equities of Banks, Article 8.2.(ğ) bonds have deleted option from records.
If write-down, write-down trigger(s)	In the event that the Bank incurs losses leading to (1) the revocation of its operating license and liquidation pursuant to Article 71 of the Banking Law, or (2) the transfer of its shareholders' rights (excluding dividends), as well as the Bank's management and supervision to the Savings Deposit Insurance Fund (SDIF), provided that the losses are deducted from the existing shareholders' capital, or if there is a possibility of such circumstances, the relevant amounts may be derecognized from the records based on a decision to be made by the Banking Regulation and Supervision Agency (BRSA).	In the event that the Bank incurs losses leading to (1) the revocation of its operating license and liquidation pursuant to Article 71 of the Banking Law, or (2) the transfer of its shareholders' rights (excluding dividends), as well as the Bank's management and supervision to the Savings Deposit Insurance Fund (SDIF), provided that the losses are deducted from the existing shareholders' capital, or if there is a possibility of such circumstances, the relevant amounts may be derecognized from the records based on a decision to be made by the Banking Regulation and Supervision Agency (BRSA).	In the event that the Bank incurs losses leading to (1) the revocation of its operating license and liquidation pursuant to Article 71 of the Banking Law, or (2) the transfer of its shareholders' rights (excluding dividends), as well as the Bank's management and supervision to the Savings Deposit Insurance Fund (SDIF), provided that the losses are deducted from the existing shareholders' capital, or if there is a possibility of such circumstances, the relevant amounts may be derecognized from the records based on a decision to be made by the Banking Regulation and Supervision Agency (BRSA).
If bond can be written-down, full or partially	Partially or Completely	Partially or Completely	Partially or Completely
If bond can be written-down, permanent or temporary	Permanent	Temporary	Permanent
If temporary write-down, description of write-up mechanism			
Position in subordination hierarchy in case of liquidation (instrument type immediately senior to the instrument)	Paid before shares and subordinated debt with core capital characteristics and after all other debts.	Paid before shares and subordinated debt with core capital characteristics and after all other debts.	Paid before shares and subordinated debt with core capital characteristics and after all other debts.
Incompliance with article number 7 and 8 of Regulation on Bank Capital	Yes.	Yes.	Yes.
Details of incompliance with article number 7 and 8 of Regulation on Bank Capital	To vest conditions stated in clause of the Article 8 and don't vest the conditions stated in clause of the Article 7.	To vest conditions stated in clause of the Article 8 and don't vest the conditions stated in clause of the Article 7.	To vest conditions stated in clause of the Article 8 and don't vest the conditions stated in clause of the Article 7.

Issuer	Türkiye Sınai Kalkınma Bankası A.Ş.
Unique identifier (CUSIP, ISIN etc.)	XS2778918834 US90015YAF60

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Governing law(s) of the instrument	Regulation on Equity of Banks (Official Gazette Date: 05 September 2013 Official Gazette Number: 28756) Capital Markets Board Communiqué on Debt Instruments VII-128.8 (Official Gazette Date: 07 June 2013 Official Gazette Number: 28670)
Taking into account in equity calculation	
Subject to 10% deduction as of January 1, 2015	No
Eligible at unconsolidated / consolidated	Applicable on consolidated and unconsolidated basis
Instrument type (types to be specified by each jurisdiction)	Bond issuance to be included in the calculation of Additional Tier I Capital
Amount recognized in regulatory capital (Currency in TL million, as of most recent reporting data)	300
Nominal value of instrument (TL Million)	300
Accounting classification	347001 (Passive Account) - Subordinated Bonds
Original date of issuance	21 March 2024
Perpetual or dated	Perpetual
Original maturity date	21 March 2024
Issuer call subject to prior supervisory approval	No
Optional call date, contingent call dates and redemption amount	On 21 March 2029, there is an option to repay for the first 5 years (after the 5th year).
Subsequent call dates, if applicable	After the 5th year, the option can be exercised, if not exercised after the 5th year, it can be exercised on each 5th anniversary.
Interest/Dividend Payment	
Fixed or floating coupon/dividend payments	Pay fixed interest every 6 months
Coupon rate and any related index	9.75%
Existence of a dividend stopper	No
Fully discretionary, partially discretionary or mandatory	Partially discretionary
Existence of step up or other incentive to redeem	No
Noncumulative or cumulative	Noncumulative
Convertible into equity shares	
If convertible, conversion trigger (s)	None.
If convertible, fully or partially	None.
If convertible, conversion rate	None.
If convertible, mandatory or optional conversion	None.
If convertible, specify instrument type convertible into	None.
If convertible, specify issuer of instrument it converts into	None.
Write-down feature	
If write-down, write-down trigger(s)	None.
If bond can be written-down, full or partially	Partially or Completely
If bond can be written-down, permanent or temporary	Permanent and temporary
If temporary write-down, description of write-up mechanism	None.
Position in subordination hierarchy in case of liquidation (instrument type immediately senior to the instrument)	After contributed capital
Meets the conditions in Article 7. Does not meet the conditions in Article 8.	Meets the conditions in Article 7. Does not meet the conditions in Article 8.
Details of incompliance with article number 7 and 8 of Regulation on Bank Capital	Meets the conditions in Article 7. Does not meet the conditions in Article 8.

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3. Explanations on Reconciliations of Amounts in the Consolidated Capital Items Table and Carrying Amounts in the Consolidated Financial Statements:

	Carrying Amount	Amounts in Equity Calculation ⁽¹⁾
Shareholders' Equity	504,818,783	474,795,165
Group Share	428,061,025	447,199,068
Minority Interest	76,757,758	27,596,097
Leasehold improvements on operational leases	976,340	-976,340
Goodwill and intangible assets	20,075,113	-18,331,524
Provisions	54,216,230	35,772,375
Subordinated debt	80,701,748	64,854,760
Deductions from shareholders' equity	3,359,215	-3,359,215
Capital		552,755,221

(1) These values are calculated in accordance with the provisions of the Regulation on Banks' Own Funds. Within this framework, up to 1.25% of Stage 1 and Stage 2 expected credit loss provisions relative to the credit risk exposure amount, as well as the amount of subordinated debt instruments determined in accordance with the Regulation, have been considered in the own funds calculation. Furthermore, the own funds amount and credit risk exposure amount calculated pursuant to the Banking Regulation and Supervision Agency's regulation dated December 12, 2023, and numbered 10747 have been used in the calculation.

II. Explanations on Credit Risk

1. Credit risk is defined as the possibility of incurring loss where the counterparty in a transaction, partially or completely fails to meet its contractual obligations in due time in an agreement with the Bank and its consolidated financial subsidiaries.

Banks and financial institutions subject to consolidation, carry out their placement activities in accordance with the credit limitations stipulated by legal regulations of the countries in which they operate.

The Parent Bank's position against the credit risk limits defined by the current legislation is monitored by the Board. Within this framework, loans extended to Risk Groups and the Parent Bank's Risk Group, including the Parent Bank; loans in high amounts and limitations regarding the shares in participations are monitored according to the limits determined in connection with the size of the shareholders' equity calculated on a bank-only and consolidated basis.

Credit risk limits of customers are determined depending on the financial situation and loan requirements of the borrowers, in strict compliance with the relevant banking legislation, within the framework of loan authorization limits of Branches, Regional Offices, Loan Divisions, and the Deputy Chief Executives responsible for loans, the CEO, the Credit Committee and the Board of Directors. These limits may be changed as may be deemed necessary by the Bank. Moreover, all commercial credit limits are revised periodically, provided that each period does not exceed a year. Furthermore, the borrowers and borrower groups forming a large proportion of the overall placement are subject to risk limits in order to provide further minimization of potential risk.

The geographical distribution of borrowers is consistent with the concentration of industrial and commercial activities in Türkiye.

The distribution of borrowers by sector is monitored closely for each period and sectoral risk limits have been determined to prevent concentration of risk in sectoral sense.

The creditworthiness of customers is monitored on a consistent basis by using company rating and scoring models specially developed for this purpose, and the audit of statements of account received is assured to have been made in accordance with the provisions as stipulated by the relevant legislation.

The Parent Bank and its financial affiliates give utmost importance to ensure that loans are furnished with collaterals. In accordance with the credit risk policy, the allocation decision is not based on the assumption that the collateral can be collected by redeeming it in principle. However, to minimize the credit risk, an appropriate level of collateral is obtained

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by accurately analyzing the credit worthiness and credit need of the customer. Legal recourse of collaterals in case of default, their redemption period, and their ability to maintain their expected value are taken into account from the beginning of the loan allocation process. Most of the loans extended are collateralized by taking real estate, movable or commercial enterprise under pledge, promissory notes and other liquid assets as collateral, or by acceptance of bank letters of guarantee and individual or corporate guarantees. The absence of concentration in terms of collateral is an important element of the credit policy.

Non-performing and impaired loans have been classified in accordance with the “TFRS 9-Financial Instruments” and BRSA’s “Regulation on Procedures and Principles for Classification of Loans and Provisions to be set aside”. The detailed descriptions of these methods correspond with accounting practices, are included in Section Three Note VIII.

Credit risk is the risk reduction effects without taking into consideration the total amount of exposures after offsetting transactions with different risk classes according to the types and amounts of disaggregated risks are listed below the average for the period.

Amount subject to credit risk ⁽¹⁾	Current Period Risk Amount	Average Risk Amount ⁽²⁾
Risk Classifications		
Conditional and Unconditional Exposures to Central Governments or Central Banks	1,540,292,135	1,450,872,166
Conditional and Unconditional Exposures to Regional Governments or Local Authorities	2,692,098	2,007,301
Conditional and Unconditional Exposures to Administrative Bodies and Non-Commercial Undertakings	1,879,686	1,718,171
Conditional and Unconditional Exposures to Multilateral Development Banks	1,077,466	1,224,970
Conditional and Unconditional Exposures to International Organizations		
Conditional and Unconditional Exposures to Banks and Brokerage Houses	259,545,838	262,028,233
Conditional and Unconditional Exposures to Corporate	1,543,343,836	1,497,003,489
Conditional and Unconditional Retail Exposures	1,088,664,240	881,038,740
Exposures Secured by Residential Real Estate Property	125,637,784	109,499,107
Exposures Secured by Commercial Real Estate Property	111,225,501	100,501,501
Past Due Loans	30,660,853	21,296,808
Items in Regulatory High-risk Categories	2,999,046	3,135,099
Exposures in the Form of Bonds Secured by Mortgages		
Short Term Exposures to Banks, Brokerage Houses and Corporates		
Exposures in the Form of Collective Investment Undertakings	53,831,265	43,117,996
Stock Investments	276,631,172	249,246,205
Other Items	158,405,563	140,465,519

(1) The figures represent total risk amounts after credit risk mitigation and after credit conversion factor.

(2) Average risk amount is identified by using arithmetical averages of risk amounts calculated quarterly in the current period reports.

2. There are certain control limits on forward transactions in terms of counter parties, and the risks taken for derivative instruments are evaluated along with other potential risks resulting from the market fluctuations.

3. As a result of the current level of customers’ needs and the progress in the domestic derivatives market in this particular area, the Parent Bank uses derivative transactions either for hedging or for commercial purposes. Derivative instruments are monitored with consideration that they can always be liquidated in case of need.

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4. Indemnified non-cash loans are considered as having the same risk weights as unpaid cash loans.

The rating and scoring systems applied by the Parent Bank, includes detailed company analysis and enables rating of all companies and loans without any restrictions regarding credibility. Loans and companies, which have been renewed, restructured or rescheduled, are rated within the scope of this system. Specialized loans are evaluated by a special rating system, which is based on the credibility of the counterparty as well as the feasibility and risk analysis of the cash flows created mainly by the projects undertaken or the asset financed.

5. Determining the country risks of the countries concerned in the context of the current rating system credit transactions carried out abroad, market conditions, legal constraints and risks related to the country on this issue into account. In addition, banks and other financial institutions credit worthiness abroad, foreign rating agencies by based on credit ratings that are determined and CDS-IR (based on credit default swaps) a supported developed degree approach is allocated and monitored.

6. i) The share of the Group's receivables from the top 100 and 200 cash loan customers in the overall cash loan portfolio stands at 19% and 25% respectively (December 31, 2024: 23%, 31%).

ii) The share of the Group's receivables from the top 100 and 200 non-cash loan customers in the overall non-cash portfolio stands at 39% and 50% respectively (December 31, 2024: 41%, 52%).

iii) The share of the Group's cash and non-cash receivables from the top 100 and 200 credit customers in the overall assets and non-cash loans stands at 12% and 17% (December 31, 2024: 12%, 17%).

Companies that are among the top loan customers ranked according to cash, non-cash and total risks are leaders in their own sectors, the loans advanced to them are in line with their volume of industrial and commercial activity. A significant part of such loans is extended on a project basis, with their repayment sources being analyzed in accordance with the banking principles to be considered as satisfactory, and associated risks are determined and duly covered by obtaining appropriate guarantees when deemed necessary.

7. Total value of the Stage 1 and Stage 2 expected credit loss allocated for the credit risk carried by Parent Bank and consolidated companies is TL 48,186,323 (December 31, 2024: TL 31,794,826).

8. The Parent Bank measures the quality of its loan portfolio by applying different rating/scoring models on cash commercial/corporate loans, retail loans and credit cards. The breakdown of the rating/scoring results, which are classified as "Strong", "Standard" and "Below Standard" by considering their default features, is shown below.

The loans whose borrowers' capacity to fulfill their obligations is very good, are defined as "Strong", whose borrowers' capacity to fulfill its obligations in due time is reasonable, are defined as "Standard" and whose borrowers' capacity to fulfill their obligations is poor, are defined as "Below Standard".

	Current Period	Prior Period
Strong	48.54%	56.02%
Standard	38.70%	33.70%
Below Standard	12.76%	10.28%

Table shows rating/scoring results.

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9. The net values of the collaterals of the Group's closely monitored loans are given below in terms of collateral types and risk matches.

Type of Collateral	Current Period			Prior Period		
	Personal	Commercial and Corporate	Credit Cards	Personal	Commercial and Corporate	Credit Cards
Real Estate Mortgage (1)	6,238,433	45,435,115		3,858,013	15,091,156	
Cash Collateral (Cash, securities pledge, etc.)	195,555	505,300		171,032	534,432	
Pledge on Wages and Vehicles	12,069,343	5,094,806		9,209,580	2,185,368	
Cheques & Notes		63,511			81,763	
Other (Suretyship, commercial enterprise under pledge, commercial papers, etc.)	853,766	68,117,452		815,937	53,993,155	
Non-collateralized	39,637,632	19,274,267	88,422,523	20,363,162	13,827,811	42,206,705
Total	58,994,729	138,490,451	88,422,523	34,417,724	85,713,685	42,206,705

(1) The mortgage and/or pledge amounts on which third parties have priorities are deducted from the fair values of collaterals in expertise reports; and after comparing the results to the mortgage/pledge amounts and loan balances, the smallest figures are considered to be the net value of collaterals.

10. The net values of the collaterals of the Group's non-performing loans are given below in terms of collateral types and risk matches.

Type of Collateral	Current Period		Prior Period	
	Net Value of the Collateral	Loan Balance	Net Value of the Collateral	Loan Balance
Real Estate Mortgage (1)	18,923,601	18,923,601	6,188,174	6,188,174
Cash Collateral	34,054	34,054	45,666	45,666
Vehicle Pledge	3,160,609	3,160,609	1,025,250	1,025,250
Other (Suretyship, commercial enterprise under pledge, commercial papers, etc.)	19,303,027	19,303,027	12,184,853	12,184,853

(1) The mortgage and/or pledge amounts on which third parties have priorities are deducted from the fair values of collaterals in expertise reports; and after comparing the results to the mortgage/pledge amounts and loan balances, the smallest figures are considered to be the net value of collaterals.

11. The aging analysis of the receivables past due but not impaired in terms of financial asset classes, is as follows:

Current Period	31-60 Days ⁽²⁾	61-90 Days ⁽²⁾	Total
Loans ⁽¹⁾	20,704,916	10,686,464	31,391,380
Corporate / Commercial Loans ⁽³⁾	2,327,643	1,839,531	4,167,174
Consumer Loans	4,148,011	1,892,590	6,040,601
Credit Cards	14,229,262	6,954,343	21,183,605
Lease Receivables ⁽¹⁾	518,729	36,439	555,168
Insurance Receivables	338,936	284,498	623,434
Total	21,562,581	11,007,401	32,569,982

1) The loans classified under close monitoring that are not past due or past due for less than 31 days is TL 240,308,503.

(2) Related figures show only overdue amounts of installment based commercial loans and installment-based consumer loans; the principal amounts of the loans which are not due as of the balance sheet date are equal to TL 6,347,721 and TL 7,304,931 respectively.

(3) Includes factoring receivables.

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Prior Period	31-60 Days ⁽²⁾	61-90 Days ⁽²⁾	Total
Loans ⁽¹⁾	9,155,753	4,093,867	13,249,620
Corporate / Commercial Loans ⁽³⁾	628,836	765,539	1,394,375
Consumer Loans	1,956,899	890,325	2,847,224
Credit Cards	6,570,018	2,438,003	9,008,021
Lease Receivables ⁽¹⁾	26,991	730,635	757,626
Insurance Receivables	351,671	186,155	537,826
Total	9,534,415	5,010,657	14,545,072

1) The loans classified under close monitoring that are not past due or past due for less than 31 days is TL 141,634,297.

2) Related figures show only overdue amounts of installment based commercial loans and installment-based consumer loans; the principal amounts of the loans which are not due as of the balance sheet date are equal to TL 2,882,670 and TL 3,813,901 respectively.

3) Includes factoring receivables.

12. Profile of Significant Risk Exposures in Major Regions:

Current Period	Domestic	European Union	OECD Countries ⁽²⁾	Off-Shore Banking Regions	USA, Canada	Other Countries	Investments in Associates, Subsidiaries and Jointly Controlled Entities	Unallocated Assets/Liabilities ⁽³⁾	Total
Risk Groups ⁽¹⁾									
Receivables from Central Governments or Central Banks	1,479,344,288	11,581,428	1,449,411		1,998,733	45,918,275			1,540,292,135
Receivables from Regional Government or Domestic Government	2,692,070					28			2,692,098
Receivables from Administrative Units and Non-Commercial Enterprises	1,348,050	531,168				468			1,879,686
Receivables from Multilateral Development Banks		268,347	809,119						1,077,466
Receivables from International Organizations									
Receivables from Banks and Intermediaries	133,786,939	42,571,876	39,322,393	888,234	26,027,081	16,949,315			259,545,838
Corporate Receivables	1,454,769,092	16,802,968	35,127,734	2,646,950	184,195	33,812,897			1,543,343,836
Retail Receivables	1,073,074,852	2,276,927	1,174,371	10,802	343,558	11,783,730			1,088,664,240
Receivables Secured by Residential Property	234,374,367	1,122,304	85,408	2,807	83,113	1,195,286			236,863,285
Non-Performing Receivables	30,359,167	143,255	43,566	530	19,742	94,593			30,660,853
Receivables are identified as high risk by the Board	2,961,299	37,278	1			468			2,999,046
Secured Marketable Securities									
Short-term Receivables and Short-term									

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Corporate Receivables from Banks and Intermediaries									
Investments as Collective Investment Institutions	53,831,265								53,831,265
Other Receivables	276,608,581	22,591							276,631,172
Stock Investments							158,405,563		158,405,563
Total	4,743,149,970	75,358,142	78,012,003	3,549,323	28,656,42	109,755,060	158,405,563		5,196,886,483

(1) The figures represent total risk amounts before credit risk mitigation and after credit conversion factor.

(2) OECD Countries other than EU countries, USA and Canada.

(3) Assets and liabilities that are not consistently allocated.

Prior Period	Domestic	European Union	OECD Countries ⁽²⁾	Off-Shore Banking Regions	USA, Canada	Other Countries	Investments in Associates, Subsidiaries and Jointly Controlled Entities	Unallocated Assets/Liabilities ⁽³⁾	Total
Risk Groups ⁽¹⁾									
Receivables from Central Governments or Central Banks	1,169,245,680	8,227,202			494,693	32,348,062			1,210,315,637
Receivables from Regional Government or Domestic Government	1,989,784					31			1,989,815
Receivables from Administrative Units and Non-Commercial Enterprises	1,021,387					155			1,021,542
Receivables from Multilateral Development Banks		215,541	1,012,225						1,227,766
Receivables from International Organizations									
Receivables from Banks and Intermediaries	135,602,327	33,136,706	42,534,070	665,780	8,949,441	5,933,584			226,821,908
Corporate Receivables	1,125,058,779	11,325,177	20,531,966	2,119,571	176,561	25,738,106			1,184,950,160
Retail Receivables	641,842,936	1,499,087	564,626	5,810	207,318	7,442,967			651,562,744
Receivables Secured by Residential Property	163,787,121	353,651	211,133	2,983	82,649	546,823			164,984,360
Non-Performing Receivables	10,521,522	120,438	25,871	66	10,702	42,852			10,721,451
Receivables are identified as high risk by the Board	2,529,230	60,156	9			12			2,589,407
Secured Marketable Securities									
Short-term Receivables and Short-term Corporate Receivables from Banks and Intermediaries									
Investments as Collective Investment Institutions	35,564,124								35,564,124
Other Receivables	199,875,557		324,419						200,199,976
Stock Investments							115,142,8		115,142,874
Total	3,487,038,447	54,937,958	65,204,319	2,794,210	9,921,364	72,052,592	115,142,8		3,807,091,764

(1) The figures represent total risk amounts before credit risk mitigation and after credit conversion factor.

(2) OECD Countries other than EU countries, USA and Canada.

(3) Assets and liabilities that are not consistently allocated.

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13. Risk Profile by Sectors or Counterparties:

Current Period																	
Consolidated																	
	(1) ^(**)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	TL	FC	Total
Sectors/Counterparty ^(*)																	
Agriculture	74,182		6,364				18,942,621	51,936,218	3,224,378	848,394	11,781				67,861,568	7,182,370	75,043,938
Farming and Stockbreeding	72,952		6,364				15,733,591	51,586,853	3,163,854	839,093	7,993				67,251,546	4,159,154	71,410,700
Forestry	1,230						168,635	180,881	27,739	6,805	3,783				367,082	21,991	389,073
Fishing							3,040,395	168,484	32,785	2,496	5				242,940	3,001,225	3,244,165
Industry	4,634,821		1,172				729,234,787	75,383,760	44,197,888	3,821,411	402,547			103,854,038	408,567,086	552,963,338	961,530,424
Mining	62,345						12,604,726	1,663,951	1,033,329	29,440	82,779				6,249,834	9,226,736	15,476,570
Production	4,562,164						554,097,109	72,431,161	41,738,955	2,975,163	311,577			103,854,038	369,545,142	410,425,025	779,970,167
Electricity, gas, and water	10,312		1,172				162,532,952	1,288,648	1,425,604	816,808	8,191				32,772,110	133,311,577	166,083,687
Construction	131,270		8,957				125,771,966	36,147,232	20,169,538	1,967,399	2,058,963				110,566,574	75,688,751	186,255,325
Services	672,059,599		1,150,481	1,077,466		230,869,641	531,802,629	275,640,420	93,370,682	11,161,122	432,631	45,975,519	34,865	8,975,509	1,088,324,778	784,225,786	1,872,550,564
Wholesale and Retail Trade	1,051,341						205,790,155	157,604,506	45,961,308	8,927,490	207,404			522,997	332,097,685	87,967,516	420,065,201
Hotel, Food and Beverage Services	39,868						26,200,389	20,424,143	16,991,973	506,183	2,326				33,755,521	30,409,361	64,164,882
Transportation and Telecommunication	28,149						116,916,558	59,991,555	9,729,949	1,112,962	192,667			330,487	90,244,815	98,057,512	188,302,327
Financial Institutions	670,777,359		150,094	1,077,466		230,869,641	91,010,057	6,820,843	5,840,519	35,452	465	45,975,519	34,865	8,122,025	557,731,414	502,982,891	1,060,714,305
Real Estate and Renting Services	6,187		882,726				39,051,009	10,588,629	10,203,355	240,365	18,740				37,865,333	23,125,678	60,991,011
Self-Employment Services	10,537		108,069				6,990,482	8,147,458	1,654,153	232,895	5,252				12,346,907	4,801,939	17,148,846
Education Services	9,779		2,364				4,209,694	2,892,102	896,910	30,598	108				4,761,775	3,279,780	8,041,555
Health and Social Services	136,379		7,228				41,634,285	9,171,184	2,092,515	75,177	5,669				19,521,328	33,601,109	53,122,437
Other	863,392,263	2,692,098	712,712			28,676,197	137,591,833	649,556,610	75,900,799	12,862,527	93,124	7,855,746	276,596,307	45,576,016	1,670,031,618	431,474,614	2,101,506,232
Total	1,540,292,135	2,692,098	1,879,686	1,077,466		259,545,838	1,543,343,836	1,088,664,240	236,863,285	30,660,853	2,999,046	53,831,265	276,631,172	158,405,563	3,345,351,624	1,851,534,859	5,196,886,483

(1) Receivables from Central Governments or Central Banks (2) Receivables from Regional Governments or Local Authorities (3) Receivables from Administrative Bodies and Non-commercial Undertakings (4) Receivables from Multilateral Development Banks (5) Receivables from International Organizations (6) Receivables from Banks and Brokerage Houses (7) Receivables from Corporate Receivables (8) Receivables from Retail Receivables (9) Receivables from Secured by Real Estate Property (10) Past due receivables (11) Receivables in regulatory high-risk categories (12) Investments in the nature of collective investment enterprise (13) Other Receivables. (14) Stock Investments.
(*) Risk amounts after the credit conversions and the effects of credit risk mitigation (**) Credit Guarantee Fund guaranteed by the undersecretariat of treasury are included in the receivables from central governments.

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14. Analysis of maturity-bearing exposures according to remaining maturities:

	Current Period					
	Remaining Maturities					
	1 Month	1-3 Months	3-6 Months	6-12 Months	Over 1 Year	Total
Risk Groups ⁽¹⁾						
Receivables from Central Governments or Central Banks	725,326,607	22,401,075	24,552,720	28,406,004	677,891,168	1,478,577,574
Receivables from Regional Governments or Domestic Governments	1,643	12,621	1,877	167,362	1,109,442	1,292,945
Receivables from Administrative Units and Non-Commercial Enterprises	6,160	7,686	69	896,896	937,180	1,847,991
The multilateral development banks and non-contingent receivables	131,266				946,200	1,077,466
Receivables from Banks and Intermediaries	66,524,402	21,699,828	17,698,397	32,388,868	34,172,401	172,483,896
Corporate Receivables	88,728,223	159,864,290	164,851,502	264,829,066	854,566,969	1,532,840,050
Retail Receivables	9,062,177	25,924,324	48,382,593	161,534,271	723,149,626	968,052,991
Collateralized Receivables with Real Estate Mortgages	3,813,209	8,710,800	13,345,036	29,023,207	177,285,665	232,177,917
Receivables are identified as High Risk by the Board	223,453	286,683	103,493	429,792	1,929,621	2,973,042
Total	893,817,140	238,907,307	268,935,687	517,675,466	2,471,988,272	4,391,323,872

(1) The figures represent total risk amounts before credit risk mitigation and after credit conversion factor.

15. Information on Risk Classes:

In the calculation of the amount subject to credit risk, determining the risk weights related to risk classes stated on the article “Regulation on Measurement and Evaluation of Capital Adequacy of Banks”, is based on the Fitch Ratings’ and JCR Avrasya Derecelendirme A.Ş. international rating.

“Receivables from Banks and Intermediaries” are receivables from related parties residing in foreign countries against the risk evaluated in class with “Receivables from Central Governments or Central Banks” are receivables that are evaluated in the class will be the subject of risk weights determined in accordance with Fitch Ratings issued by the rating of the risk. “Receivables from Banks and Intermediaries” in the class with resident banks and brokerage firms in the dorm evaluated risk “Corporate Receivables” in the class evaluated dorm resident companies and financial institutions in the TL-denominated receivables, the risk weights that will be the subject of JCR Avrasya Derecelendirme A.Ş. international rating grades assigned by it are used.

The table related to mapping the ratings used in the calculations and credit quality grades, which is stated in the Annex of Regulation on Measurement and Evaluation of Capital Adequacy of Banks, is given below:

Credit Quality Grades	1	2	3	4	5	6
Risk Rating	AAA via AA-	A+ via A-	BBB+ via BBB-	BB+ via BB-	B+ via B-	CCC+ and lower

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Risk Amounts according to Risk Weights:

Risk Weight	0%	20%	35%	50%	75%	100%	150%	250%	Other	Mitigation in Shareholders' Equity
Amount Before Credit Risk Mitigation (1)	1,570,413,152	288,691,823	125,756,617	367,850,785	1,080,666,148	1,775,758,864	5,101,452	5,151,867	14,974,661	22,532,050
Amount After Credit Risk Mitigation	1,576,586,517	288,383,761	125,637,784	366,473,066	1,067,098,698	1,747,831,166	4,748,962	5,151,867	14,974,662	22,532,050

(1) The figures represent total risk amounts before credit risk mitigation and after credit conversion factor.

16. Miscellaneous Information According to Type of Counterparty of Major Sectors:

Significant Sectors/Counterparty	Loans		Provisions
Current Period	Depreciated (TFRS 9)		Expected Credit Loss (TFRS 9)
	Significant Increase in Credit Risk (Stage 2)	Non-Performing (Stage 3)	
Agricultural	8,617,448	1,312,119	1,349,159
Farming and Raising Livestock	8,593,590	1,292,022	1,335,251
Forestry	18,067	14,426	10,096
Fishing	5,791	5,671	3,812
Industry	67,461,155	16,217,593	26,705,562
Mining	430,554	219,657	210,680
Production	23,656,490	12,492,696	11,493,140
Electricity, gas, and water	43,374,111	3,505,240	15,001,742
Construction	12,613,501	11,906,115	11,939,648
Services	55,088,664	22,096,352	19,411,291
Wholesale and Retail Trade	17,117,506	14,175,391	9,970,380
Hotel, Food and Beverage Services	9,842,293	666,681	1,494,144
Transportation and Telecommunication	10,197,925	2,262,226	2,426,871
Financial Institutions	417,265	281,631	232,399
Real Estate and Renting Services	14,694,156	4,213,075	4,678,750
Self-Employment Services	1,894,542	266,958	401,051
Education Services	323,636	53,823	60,314
Health and Social Services	601,341	176,567	147,382
Other	142,126,935	34,124,659	29,801,436
Total	285,907,703	85,656,838	89,207,096

17. Information on Value Adjustments and Change in Credit Provisions

	Beginning Balance	Provisions	Reversal of Provisions	Other Value Adjustments	Ending Balance
Stage 3 Provisions	29,696,238	40,542,352	-16,032,911		54,205,679
Stage 1 and Stage 2 Provisions	31,794,826	38,841,788	-22,450,291		48,186,323

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18. Exposures Subject to Countercyclical Capital Buffer

Explanations about exposures subject to consolidated private sector receivables:

Country	RWA Calculations for Private Sector Loans in Banking Book	RWA calculations for Trading Book	Total
Türkiye	2,189,967,976	3,869,958	2,193,837,934
England	28,542,399	943	28,543,342
TRNC	27,712,108		27,712,108
Germany	11,834,044	4,550	11,838,594
Georgia	4,581,732		4,581,732
Cayman Islands	2,501,313		2,501,313
Netherlands	2,395,111	753	2,395,864
Russia	2,258,102		2,258,102
Iraq	2,102,932		2,102,932
United Arab Emirates	1,383,245		1,383,245
Other	17,878,390	169,562	18,047,952

III. Explanations on Currency Risk

The exposed currency risk of the Group is result of the difference between the assets denominated in and indexed to foreign currencies and liabilities denominated in foreign currencies. Furthermore, parity fluctuations of different foreign currencies are another element of the currency risk.

The currency risk of the Parent Bank is managed by the internal currency risk limits which are established as a part of the Parent Bank's risk policies. The Assets and Liabilities Committee and the Assets and Liabilities Management Unit meet regularly to take the necessary decisions for hedging exchange rate and parity risks, within the framework of the determined by the "Net Foreign Currency Overall Position/ Shareholders' Equity" ratio, which is a part of the legal limits requirement and the internal currency risk limits specified by the Board of Directors. Foreign exchange risk management decisions are strictly applied.

In measuring the exposed currency risk of the Group, the Standard Method, the Value at Risk Model (VAR) and Expected Shortfall Model are used as applied in the statutory reporting.

Measurements made for the Parent Bank within the scope of the Standard Method are carried out on a monthly basis and form the basis of determining the capital requirement for hedging currency risk.

Risk measurements made within the context of the VAR are practiced on a daily basis using the historical and Monte Carlo simulation methods. Scenario analyses are conducted to support the calculations made within the VAR context. Expected loss calculations are also carried out daily.

The results of the measurements made on currency risk are reported to the Key Management and the risks are closely monitored by taking into account the market and the economic conditions.

The Parent Bank's foreign currency purchase rates at the date of balance sheet and for the last five working days of the period announced by the Parent Bank in TL are as follows:

Date	USD	EUR
31.12.2025 ⁽¹⁾	42,6200	50,1173
30.12.2025	42,6043	50,1367
29.12.2025	42,5938	50,1670
26.12.2025	42,5790	50,2219
25.12.2025	42,5103	50,0857
24.12.2025	42,5078	50,2400

(1) Balance sheet valuation exchange rate.

(Yetkili İmza / Kaşe)

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The Parent Bank's last 30-days arithmetical average foreign currency purchase rates:

USD: 42.2912 TL

EUR: 49.6021 TL

Sensitivity to currency risk:

The Group's sensitivity to any potential change in foreign currency rates has been analyzed. Within this framework, 10% change is anticipated in USD, EUR, IQD and GEL currencies and the possible impact of the related change is presented below. 10% is the ratio that is used in the internal reporting of the Parent Bank.

	Change in Foreign Currency	Effects on Profit/Loss ⁽¹⁾	
		Current Period	Prior Period
USD	%10 increase	-1,497,864	-2,607,656
	%10 decrease	1,497,864	2,607,656
EUR	%10 increase	621,357	-221,685
	%10 decrease	-621,357	221,685
IQD	%10 increase	430,160	326,761
	%10 decrease	-430,160	-326,761
GBP	%10 increase	311,703	116,959
	%10 decrease	-311,703	-116,959

(1) Indicates the values before tax.

Information on currency risk:

	EUR	USD	Other FC	Total
Current Period				
Assets				
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased) and Balances with the Central Bank of Türkiye (1)	157,922,471	189,212,586	188,738,429	535,873,486
Banks	20,155,564	26,046,187	99,803,966	146,005,717
Financial Assets at Fair Value through Profit/Loss (2)	3,761,883	7,165,650	48,239,804	59,167,337
Money Market Placements				
Financial Assets at Fair Value through Other Comprehensive Income	44,196,726	197,741,943	174,924	242,113,593
Loans (3)	724,648,201	418,479,329	32,645,679	1,175,773,209
Investments in Associates, Subsidiaries and Jointly Controlled Entities (Joint Ventures)				
Financial Assets measured at Amortized Cost	3,002,002	28,893,975	13,862,931	45,758,908
Derivative Financial Assets Held for Risk Management (2)		419,768		419,768
Tangible Assets (4)	308,063	2,949	413,976	724,988
Intangible Assets	83,149	1,300	105,892	190,341
Other Assets (2)	2,520,662	32,338,971	5,695,008	40,554,641
Total Assets	956,598,721	900,302,658	389,680,609	2,246,581,988
Liabilities				
Bank Deposits	17,041,761	3,746,673	2,685,453	23,473,887
Foreign Currency Deposits (5)	438,777,638	403,607,093	594,847,761	1,437,232,492
Money Market Funds	42,202,563	138,962,908	599,832	181,765,303
Funds Provided from Other Financial Inst,	160,531,104	222,439,771	218,833	383,189,708
Marketable Securities Issued (6)	15,882,005	278,360,680	10,596,182	304,838,867
Miscellaneous Payables	11,543,957	23,581,655	4,639,710	39,765,322

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Derivative Financial Liabilities Held for Risk Management (2)		94,907		94,907
Other Liabilities (2) (7)	22,800,862	57,798,977	3,799,823	84,399,662
Total Liabilities	708,779,890	1,128,592,664	617,387,594	2,454,760,148
Net Balance Sheet Position	247,818,831	-228,290,006	-227,706,985	-208,178,160
Net Off Balance Sheet Position	-245,007,284	215,151,886	244,579,317	214,723,919
Derivative Financial Assets (8)	111,280,552	323,001,908	249,059,980	683,342,440
Derivative Financial Liabilities (8)	356,287,836	107,850,022	4,480,663	468,618,521
Non-Cash Loans	221,362,124	243,900,529	20,719,735	485,982,388
Prior Period				
Total Assets	626,233,983	715,330,518	175,985,205	1,517,549,706
Total Liabilities	469,846,226	879,250,564	293,035,005	1,642,131,795
Net Balance Sheet Position	156,387,757	-163,920,046	-117,049,800	-124,582,089
Net Off Balance Sheet Position	-160,129,109	139,942,871	131,539,459	111,353,221
Derivative Financial Assets	46,809,632	282,813,126	143,579,842	473,202,600
Derivative Financial Liabilities	206,938,741	142,870,255	12,040,383	361,849,379
Non-Cash Loans	131,807,664	161,153,596	14,848,485	307,809,745

(1) This item includes precious metal accounts amounting to TL 183,493,346.

(2) In accordance with the provisions of the Regulation on the Calculation and Application of the Foreign Currency Net General Position/Equity Standard Ratio on a Consolidated and Non-Consolidated Basis by Banks, the following items have been excluded from the exchange rate risk calculation: TL 13,584,032 of Derivative Financial Asset Discounts from assets, TL (723,156 TL) of Prepaid Expenses, TL5,999,350 of Derivative Financial Liability Discounts from liabilities, and TL (14,103,415 TL) from Equity. Other Assets and Other Liabilities include Expected Credit Loss Provisions, with the expected loss provision balance for foreign currency-indexed loans amounting to TL 7,874

(3) This item includes balances from leasing receivables and factoring receivables, as well as foreign currency-indexed loans tracked in Turkish Lira accounts. Of the total TL 429,030 in foreign currency-indexed loans and receivables, TL 203,619 is indexed to USD, and TL 225,411 is indexed to EUR.

(4) Includes Non-Current Assets Held for Sale and Assets Related to Discontinued Operations (Net).

(5) This item includes precious metal deposit accounts amounting to TL 470,043,963.

(6) Includes subordinated debt instruments classified under subordinated borrowings in the balance sheet.

(7) Borrower funds are reported under the Other Liabilities line item based on the relevant foreign currency.

(8) Derivative transactions within the scope of forward foreign currency purchase and forward foreign currency sale commitments as defined in the aforementioned Regulation have been considered.

IV. Explanations on Interest Rate Risk

Interest rate risk is defined as the impairment in the value of the interest sensitive assets, liabilities and off-balance sheet items due to interest rate fluctuations. A method which takes into consideration the effect of standard interest shocks on the economic values of the Parent Bank's on, and off-balance sheet interest sensitive accounts is used for measuring the interest rate risk arising from the banking accounts, whereas the interest rate risk related to interest sensitive financial instruments followed under trading accounts is assessed within the scope of market risk.

Potential effects of interest rate risk on the Parent Bank's assets and liabilities, market developments, the general economic environment and expectations are regularly followed in meetings of the Asset-Liability Management Committee, where further measures to reduce risk are taken when necessary.

The Parent Bank's on and off-balance sheet interest sensitive accounts other than the assets and liabilities exposed to market risk are monitored and controlled by the limits on the ratio of structural interest rate risk to equity and tier 1 capital determined by the Board within the scope of "Asset-Liability Management Risk Policy". Moreover, scenario analyses formed in line with the average maturity gaps and the historical data and expectations are also used in the management of the related risk.

In addition, the effect of the change in interest rates on the Parent Bank's net interest income is analyzed regularly. Within this scope, the ratio of the change expected to occur in net interest income under various scenarios to the limit on Tier I capital is monitored and regularly reported to the top management.

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Interest rate sensitivity:

In this part, the sensitivity of the Bank's assets and liabilities to the interest rates has been analyzed assuming that the yearend balance figures were the same throughout the year. Mentioned analysis shows how the FC and TL changes in interest rates by one point during the one-year period affect the Group's income accounts and shareholders' equity under the assumption maturity structure and balances are remain the same all year round at the end of the year.

During the measurement of the Group's interest rate sensitivity, the profit/loss on the asset and liability items that are evaluated with market value are determined by adding to/deducting from the difference between the expectancy value of the portfolio after one year in case there is no change in interest rates and the value of the portfolio one year later, which is measured after the interest shock, the interest income to be additionally earned/to be deprived of during the one year period due to the renewal or repricing of the related portfolio at the interest rates formed after the interest shock.

On the other hand, in the profit/loss calculation of assets and liabilities that are not evaluated by the current market prices, it is assumed that assets and liabilities with fixed interest rates will be renewed at maturity date and the assets and liabilities having variable interest rates will be renewed at the end of repricing period with the market interest rates generated after the interest shock.

Within this context, ceteris paribus, the possible changes that may occur in the Bank's profit and shareholders' equity in case of 100 base point increase/decrease in TL and FC interest rates on the reporting day are given below:

% Change in the Interest Rate ⁽¹⁾		Effect On Profit/Loss		Effect on Equity ⁽²⁾	
TL	FC	Current Period	Prior Period	Current Period	Prior Period
100 bps increase	100 bps increase	687,349	-1,277,484	-12,546,231	-10,780,052
100 bps decrease	100 bps decrease	645,314	1,971,423	13,514,515	11,653,854

(1) Changes in interest rates is calculated assuming that the expectations reflected in inflation. The effects on the profit/loss and shareholders' equity are stated with their before tax values.

(2) (2) The effect on the shareholders' equity is arising from the change of the fair value of securities followed under Financial Assets at Fair Value through other comprehensive income.

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a. Interest sensitivity of assets, liabilities and off-balance sheet items (Based on time remaining to repricing date):

Current Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Year and Over	Non-interest Bearing	Total
Assets							
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased) and Balances with the Central Bank of Türkiye	276,563,545					606,013,958	882,577,503
Banks	80,907,734	7,305,875	1,336,027			93,099,827	182,649,463
Financial Assets at Fair Value through Profit/Loss (1)	16,579,844	27,717,349	28,287,090	2,557,286	367,773	60,995,390	136,504,732
Money Market Placements	7,523,755	3,231,935	835,291				11,590,981
Financial Assets at Fair Value Through Other Comprehensive Income	98,987,033	57,604,204	92,188,671	189,084,050	127,635,633	7,188,001	572,687,592
Loans (2)	976,948,775	274,712,207	862,514,717	584,207,181	107,491,809	1,628,248	2,807,502,937
Financial Assets Measured at Cost	28,911,361	71,512,046	70,837,465	79,777,257	34,849,716		285,887,845
Other Assets (3)	33,264,218	3,164,442	377,892	365,865		472,764,671	509,937,088
Total Assets	1,519,686,265	445,248,058	1,056,377,15	855,991,639	270,344,931	1,241,690,095	5,389,338,141
Liabilities							
Bank Deposits	54,883,143	6,228,807	5,551,982			5,873,850	72,537,782
Other Deposits	1,427,984,830	247,341,053	72,189,618	10,567,236	2,245,381	1,339,972,600	3,100,300,718
Money Market Funds	330,715,152	40,763,042	20,643,009				392,121,203
Miscellaneous Payables	14,027,289	80,682	2,523			253,959,722	268,070,216
Marketable Securities Issued (4)	19,960,330	80,963,849	62,599,434	151,102,512	23,345,565		337,971,690
Funds Provided from Other Financial Institutions	119,826,856	120,824,493	111,016,069	16,760,664	32,737,468		401,165,550
Other Liabilities (5) (6)	6,676,395	5,095,115	3,538,436	1,572,244	4,633,802	795,654,990	817,170,982
Total Liabilities	1,974,073,995	501,297,041	275,541,071	180,002,656	62,962,216	2,395,461,162	5,389,338,141
Balance Sheet Long Position			780,836,082	675,988,983	207,382,715		1,664,207,780
Balance Sheet Short Position	-454,387,730	-56,048,983				-	-
Off Balance Sheet Long Position		28,619,879		60,057,871	5,641,608		94,319,358
Off Balance Sheet Short Position	-7,869,195		-80,979,535				-88,848,730
Total Position	-462,256,925	-27,429,104	699,856,547	736,046,854	213,024,323	-	5,470,628

Includes derivative financial assets.

(2) Includes balances from leasing receivables and factoring receivables.

(3) Expected credit loss provisions are presented under the non-interest-bearing column.

(4) Includes subordinated debt instruments classified under subordinated borrowings in the balance sheet.

(5) Total equity is presented under the non-interest-bearing column.

(6) Borrower funds are presented within the maturity bracket of up to one month.

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Interest rate sensitivity of assets, liabilities and off-balance sheet items (Based on time remaining to repricing date):

Prior Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non-interest Bearing	Total
Assets							
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased) and Balances with the Central Bank of Türkiye	229,509,781					403,036,755	632,546,536
Banks	43,295,948	6,860,187	1,401,892			38,865,584	90,423,611
Financial Assets at Fair Value through Profit/Loss (1)	11,780,978	8,070,626	9,876,301	17,525,666	319,289	48,189,697	95,762,557
Money Market Placements	7,338,988	1,395,838	2,078,539				10,813,365
Financial Assets at Fair Value Through Other Comprehensive Income	75,904,055	38,513,176	66,692,411	124,465,558	116,104,915	4,468,913	426,149,028
Loans (2)	661,102,497	196,417,042	589,741,531	403,715,600	98,161,334	1,494,182	1,950,632,186
Financial Assets Measured at Cost	39,237,150	61,045,791	76,904,323	68,853,324	35,316,591		281,357,179
Other Assets (3)	30,290,901	3,425,217	2,512,596	216,697		336,568,448	373,013,859
Total Assets	1,098,460,298	315,727,877	749,207,593	614,776,845	249,902,129	832,623,579	3,860,698,321
Liabilities							
Bank Deposits	50,809,208	1,517,783	3,867,624			3,346,709	59,541,324
Other Deposits	936,917,204	245,819,977	72,412,685	12,356,651	2,802,934	849,566,755	2,119,876,206
Money Market Funds	325,652,696	25,678,929	6,301,572	21,096			357,654,293
Miscellaneous Payables	14,902,807	78,320	72,205			168,650,943	183,704,275
Marketable Securities Issued (4)	18,500,946	63,872,751	33,382,948	87,081,081	27,485,311		230,323,037
Funds Provided from Other Financial Institutions	154,579,278	86,720,421	45,482,364	13,942,611	976,458		301,701,132
Other Liabilities (5) (6)	6,258,851	4,373,767	4,650,977	1,052,458	3,018,288	588,543,713	607,898,054
Total Liabilities	1,507,620,990	428,061,948	166,170,375	114,453,897	34,282,991	1,610,108,120	3,860,698,321
Balance Sheet Long Position			583,037,218	500,322,948	215,619,138		1,298,979,304
Balance Sheet Short Position	-409,160,692	-112,334,071				-777,484,541	-1,298,979,304
Off Balance Sheet Long Position	26,900,051	31,720,515		19,704,446			78,325,012
Off Balance Sheet Short Position			-72,110,785		-446,141		-72,556,926
Total Position	-382,260,641	-80,613,556	510,926,433	520,027,394	215,172,997	-777,484,541	5,768,086

Includes derivative financial assets.

(2) Includes balances from leasing receivables and factoring receivables.

(3) Expected credit loss provisions are presented under the non-interest-bearing column.

(4) Includes subordinated debt instruments classified under subordinated borrowings in the balance sheet.

(5) Total equity is presented under the non-interest-bearing column.

(6) Borrower funds are presented within the maturity bracket of up to one month.

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b. Average interest rates applied to monetary financial instruments:

Current Period	EUR	USD	JPY	TL
	%	%	%	%
Assets				
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased) and Balances with the Central Bank of Türkiye	2.75	2.76		33.12
Banks	1.42	3.33		37.31
Financial Assets at Fair Value through Profit/Loss	3.23	4.18		23.65
Money Market Placements				39.86
Financial Assets at Fair Value Through Other Comprehensive Income	4.57	6.75		31.61
Loans (1)	6.20	7.92		46.90
Financial Assets Measured at Cost	4.81	7.26		30.10
Liabilities				
Bank Deposits	2.33	5.06		37.77
Other Deposits	0.19	0.25		31.78
Money Market Funds	2.62	4.98		37.67
Miscellaneous Payables				
Debt Securities Issued (2)	4.00	6.93		42.32
Funds	0.25	0.50		28.00
Funds Provided from Other Financial Institutions	3.68	5.23		35.01

(1) Includes leasing receivables and factoring receivables.

(2) Includes Tier 2 subordinated bond which is classified on the balance sheet as subordinated loan.

Prior Period	EUR	USD	JPY	TL
	%	%	%	%
Assets				
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased) and Balances with the Central Bank of Türkiye	3.50	3.50		35.11
Banks	2.77	4.31		52.53
Financial Assets at Fair Value through Profit/Loss	2.31	4.70		50.21
Money Market Placements				48.32
Financial Assets at Fair Value Through Other Comprehensive Income	4.81	6.75		34.87
Loans (1)	6.62	8.25		49.21
Financial Assets Measured at Amortized Cost	3.71	7.11		34.18
Liabilities				
Bank Deposits	3.62	6.99		48.09
Other Deposits	0.31	0.25		37.27
Money Market Funds	3.33	6.00		48.68
Miscellaneous Payables				
Debt Securities Issued (2)	5.51	7.25		48.08
Funds	0.25	0.50		39.00
Funds Provided from Other Financial Institutions	4.73	6.28		46.35

(1) Includes leasing receivables and factoring receivables.

(2) Includes Tier 2 subordinated bond which is classified on the balance sheet as subordinated loan.

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V. Explanations on Equity Shares Risk Arising from Banking Book

a. Accounting policies related to equity investments in associates , joint ventures and subsidiaries can be seen in the Section Three Note III.2.

b. Balance sheet value of equity investment, fair value and for publicly traded, if the market value is different from the fair value comparison to the market price:

Investment in Shares	Comparison		
	Book Value	Fair Value	Market Value ⁽³⁾
Quoted			
Subsidiaries ⁽¹⁾	103,908,186		62,325,213
Associates			
Joint Ventures			
Non-Quoted			
Subsidiaries	42,918,134		
Associates ⁽²⁾	1,350,248		
Joint Ventures ⁽²⁾	4,166,895		

(1) Türkiye Şişe ve Cam Fabrikaları A.Ş.

(2) Accounted under the equity method in the consolidated financial statements according to TAS 28 and 1st clause of Article 5 of the "Communiqué on the Preparation of Consolidated Financial Statements".

(3) Refers to the total market value of the company.

c. Information on revaluation surpluses and unrealised gains/losses on equity securities and results included in Common Equity and Tier II Capital:

Portfolio	Realised Gains/losses During the period	Revaluation Increases		Unrealized Gains and Losses		
		Total	Including into Tier I Capital	Total	Including into Tier I Capital	Total
Private Equity Investments						
Shares Traded on a Stock Exchange		100,474,024	100,474,024			
Other Stocks		23,189,350	23,189,350			
Total		123,663,374	123,663,374			

ç. Capital requirement as per equity shares:

Portfolio	Carrying Value	Total RWA	Minimum Capital Requirement
Private Equity Investments			
Share Traded on a Stock Exchange	103,908,186	103,908,186	8,312,655
Other Stocks	48,435,277	56,163,078	4,493,046
Total	152,343,463	160,071,264	12,805,701

(1) It includes equity investments in associates, subsidiaries, and jointly controlled entities (joint ventures).

(Yetkili İmza / Kaşe)

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VI. Explanations on Liquidity Risk Management and Consolidated Liquidity Coverage Ratio

Liquidity risk may occur as a result of funding long-term assets with short-term liabilities; The Bank's liquidity is managed by the Asset-Liability Management Committee in accordance with the business strategies, legal requirements, current market conditions and expectations regarding the economic and financial conjuncture.

The Bank's principal source of funding is deposits. Although the average maturity of deposits is shorter than that assets as a result of the market conditions, the Bank's wide network of branches and stable core deposit base are its most important safeguards of funding. Additionally, the Bank borrows medium and long-term funds from institutions abroad.

Effective management of liquidity risk requires preventing the concentration of liquidity sources and uses in specific items. The Bank's primary funding source, deposits, is obtained from a large number of customers as a natural outcome of a stable core deposit base. However, liquidity concentration limits are actively utilized to ensure diversification in liquidity sources and uses. Deposits or non-deposit borrowings obtained from a single counterparty or group are closely monitored in accordance with the liquidity concentration limits considered at the transaction time, based on the calculated risk. Additionally, cumulative liquidity gaps faced by the Parent Bank across various maturity buckets are regularly monitored and reported to Senior Management.

In order to meet the liquidity requirements that may arise from market fluctuations, considerable attention is paid to the need to preserve liquidity and efforts in this respect are supported by projections of Turkish Lira and Foreign Currency (FC) cash flows. The term structure of TL and FC deposits, their costs and amounts are monitored on a daily basis. During these studies historical events and future expectations are taken into account as well, based upon cash flow projections, prices are differentiated for different maturities and measures are taken accordingly to meet liquidity requirements. Moreover, potential alternative sources of liquidity are determined to be used in case of extraordinary circumstances.

The liquidity risk exposure of the Group has to be within the risk capacity limits which are prescribed by the legislation and the Group's risk appetite defined in its business strategy. It is essential for the Bank to have an adequate level of unencumbered liquid asset stock which can be sold or pledged, in case a large amount of reduction in liquidity sources occurs. The level of liquid asset buffer is determined in accordance with the liquidity risk tolerance which is set by the Board of Directors. The Bank's Asset Liability Management Committee (ALCO) is responsible for reviewing the liquidity situation and determining the appropriate liquidity level, determining the required funding source and maturity structure within the limits approved by the Board of Directors.

The Treasury Division is responsible for monitoring the liquidity risk, in accordance with the Asset and Liability Management Risk Policy limits, objectives set out in the business plan and the decisions taken at the meetings of Asset-Liability Management Committee. The Treasury Division is also responsible for making liquidity projections and taking necessary precautions to reduce liquidity risk, by using the results of stress testing and scenario analysis. Within this scope, Treasury Division is monitoring the Turkish Lira (TL) and foreign currency (FC) liquidity position instantly and prospectively based on the information provided from the branches, business units and IT infrastructure of the Bank. In order to balance cash flows and thus reduce liquidity risk exposure, in addition to managing the portfolio of free securities that may be subject to repurchase agreements and collateralized borrowing, the Bank also evaluates liquidity generation and long-term borrowing opportunities through transactions based on remittance flows, mortgage-backed securities based on asset pools created from relatively small amounts of mortgage loans distributed over a large number of borrowers, or other structured financing products.

The liquidity risk to which the Bank itself, its foreign branches, and its consolidated subsidiaries are exposed is managed within the regulatory limits and in alignment with the Group's core strategies. To ensure the effectiveness of liquidity management and maintain its sustainability, the funding sources of Group companies and the possibilities for diversifying these sources across markets, instruments, and maturities are maximized. Additionally, the liquidity position of the Group companies is continuously monitored by the Parent Bank.

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The Bank applies liquidity stress tests to measure liquidity risk. In this approach, in liquidity stress scenarios in which parameters are determined by the Board of Directors, the ability of the Bank's liquid assets' in covering cash outflows within a one-month horizon has been described. Liquidity adequacy limits for TL and FC are determined by Board of Directors, based on the liquidity requirements and risk tolerance of the Bank. The liquidity risk is measured by the Risk Management Division and results are reported to the related executive functions, senior management and Board of Directors.

It is essential for the Bank to monitor the liquidity position and funding strategy continuously. In case of a liquidity crisis that may arise from unfavorable market conditions, extraordinary macroeconomic situations and other reasons which are beyond the control of the Bank. "Emergency Action and Funding Plan" is expected to be commissioned. In that case, related committees have to report the precautions taken and their results to the Board of Directors through Audit Committee.

The Group's Foreign Currency (FC) and total (TL+FC) liquidity coverage ratio (LCR) averaged for the last three months are given below.

	Current Period	
	TL+FC	FC
31.10.2025	135.73	413.41
30.11.2025	121.88	325.73
31.12.2025	122.99	352.14

	Prior Period	
	TL+FC	FC
31.10.2024	158.05	362.72
30.11.2024	151.87	323.27
31.12.2024	148.26	313.79

The Bank's Foreign Currency (FC) and total (TL+FC) liquidity coverage ratio (LCR) averaged for the last three months are given below.

Liquidity Coverage Ratio:

Current Period	Total Unweighted Value ⁽¹⁾		Total Weighted Value ⁽¹⁾	
	TL+FC	FC	TL+FC	FC
High Quality Liquid Assets				
High Quality Liquid Assets			1,138,535,605	576,856,185
Cash Outflows				
Retail and Small Business Customers, of which;	2,027,548,689	1,064,426,119	180,813,920	106,442,612
Stable deposits	438,818,968		21,940,948	
Less stable deposits	1,588,729,721	1,064,426,119	158,872,972	106,442,612
Unsecured wholesale funding, of which;	1,332,537,901	402,222,514	827,358,886	230,838,257
Operational deposits	14,409,143	106,558	3,565,677	26,639
Non-operational deposits	917,301,626	310,570,335	534,498,386	142,570,490
Other unsecured funding	400,827,132	91,545,621	289,294,823	88,241,128
Secured funding			26,389,519	26,553,929
Other cash outflows, of which;	6,923,618	14,678,567	6,923,618	14,678,567
Derivatives cash outflow and liquidity needs related to market valuation changes on derivatives or other transactions	6,923,618	14,678,567	6,923,618	14,678,567
Obligations related to structured financial products				

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Commitments related to debts to financial markets and other off-balance sheet obligations				
Other revocable off-balance sheet commitments and contractual obligations	25,030,344	20,117,534	1,251,517	1,005,877
Other irrevocable or conditionally revocable off-balance sheet obligations	3,168,316,786	511,658,947	237,389,314	53,273,858
Total Cash Outflows			1,280,126,774	432,793,100
Cash Inflows				
Secured lending	197,357	670	389	
Unsecured lending	500,025,499	204,342,869	371,533,965	182,453,344
Other cash inflows	8,784,952	88,186,746	8,784,952	88,186,746
Total Cash Inflows	509,007,808	292,530,285	380,319,306	270,640,090
			Values with Upper Limit Applied	
Total HQLA Stock			1,138,535,605	576,856,185
Total Net Cash Outflows			899,807,468	162,153,010
Liquidity Coverage Ratio (%)			126.87	363.76

(1) The simple arithmetic average calculated for the last three months of weekly simple arithmetic average.

Prior Period	Total Unweighted Value ⁽¹⁾		Total Weighted Value ⁽¹⁾	
	TL+FC	FC	TL+FC	FC
High Quality Liquid Assets				
High Quality Liquid Assets			710,111,189	379,980,700
Cash Outflows				
Retail and Small Business Customers, of which;	1,471,169,035	717,639,244	132,261,179	71,763,924
Stable deposits	297,114,489		14,855,724	
Less stable deposits	1,174,054,546	717,639,244	117,405,455	71,763,924
Unsecured funding, of which;	836,196,014	302,745,626	466,450,993	177,214,286
Operational deposits	8,561,676	39,011	2,117,409	9,753
Non-operational deposits	583,362,197	231,062,831	302,016,961	110,542,139
Other unsecured funding	244,272,141	71,643,784	162,316,623	66,662,394
Secured funding			9,895,838	10,187,890
Other cash outflows, of which;	9,192,000	19,836,349	9,192,000	19,836,349
Derivatives cash outflow and liquidity needs related to market valuation changes on derivative or other transactions	5,114,852	15,759,201	5,114,852	15,759,201
Obligations related to structured financial products				
Commitments related to debts to financial markets and other off-balance sheet obligations	4,077,148	4,077,148	4,077,148	4,077,148
Other revocable off-balance sheet commitments and contractual obligations	12,734,928	8,936,712	636,746	446,836
Other irrevocable or conditionally revocable off-balance sheet obligations	1,562,026,387	328,725,435	120,924,977	29,638,556
Total Cash Outflows			739,361,733	309,087,841
Cash Inflows				
Secured lending	430,480			
Unsecured lending	378,287,833	158,104,116	265,922,362	138,158,271
Other cash inflows	6,620,240	54,304,775	6,620,240	54,304,775
Total Cash Inflows	385,338,553	212,408,891	272,542,602	192,463,046
			Upper Limit Applied Values	

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Total HQLA Stock		710,111,189	379,980,700
Total Net Cash Outflows		466,819,131	116,624,795
Liquidity Coverage Ratio (%)		152.73	333.26

(1) The simple arithmetic average calculated for the last three months of the monthly simple arithmetic average.

As of December 31, 2025, the consolidated liquidity coverage ratios were realized at 126.87% overall and 363.76% in foreign currency (previous period: 152.73% overall and 333.26% in foreign currency).

Compared to the previous quarter, in the last quarter of 2025, the foreign currency liquidity coverage ratio increased due to a rise in the stock of high-quality liquid assets, while the total liquidity coverage ratio decreased as a result of increased net cash outflows despite the increase in the high-quality liquid asset stock (previous quarter: 128.94% overall and 295.88% in foreign currency). Nevertheless, both the total and FX liquidity coverage ratios continue to remain well above the minimum regulatory thresholds of 100% and 80%, respectively.

The Liquidity Coverage Ratio which has been introduced to ensure banks to preserve sufficient stock of high-quality assets to meet their net cash outflows that may occur in the short term is calculated as per the Communiqué on “Measurement and Assessment of the Liquidity Coverage Ratio of Banks” published by BRSA. The ratio is directly affected by the level of unencumbered high-quality assets which can be liquidated at any time and net cash inflows and outflows arising from the Group’s assets, liabilities and off-balance sheet transactions.

The Group’s high quality liquid asset stock primarily consists of cash and the accounts held at CBRT and unencumbered government bonds which are issued by Turkish Treasury.

The Bank’s principal source of funding is deposits. In terms of non-deposit borrowing, funds received from repurchase agreements, marketable securities issued, and funds borrowed from financial institutions are among the most significant funding sources of the Bank.

Cash flows of derivatives that will take place within 30 days are considered in calculation of liquidity coverage ratio. Cash outflows of derivatives that arise from margin obligations, are reflected to the results in accordance with the methodology articulated in the related legislation.

The consolidated total results of the net stable funding ratio, which is complementary to the liquidity coverage ratio and another indicator used in the measurement of liquidity risk, are presented below for the current and prior periods.

Net Stable Funding Ratio:

Current Period		a	b	c	d	e
		Unweighted amount by residual maturity				Weighted Amount
		Undated / No Maturity	Up to 6 months	6 months to 1 year	1 year and more than 1 year	
Available Stable Funding						
1	Capital Instruments				557,121,578	557,121,578
2	Regulatory capital				542,971,769	542,971,769
3	Other capital instruments				14,149,809	14,149,809
4	Deposits (from retail and small business customers)	1,016,944,869	1,014,154,866	20,506,194	8,162,935	1,875,783,227
5	Stable Deposits (from retail and small business customers)	147,615,247	291,615,942	581,724	12,080	417,833,743
6	Less Stable Deposits (from retail and small business customers)	869,329,622	722,538,924	19,924,470	8,150,855	1,457,949,484
7	Wholesale funding	309,791,490	1,417,871,597	141,616,101	407,549,076	891,000,468
8	Operational deposits	16,885,295	35,708,758			26,297,026
9	Other wholesale funding	292,906,195	1,382,162,839	141,616,101	407,549,076	864,703,442
10	Liabilities with matching interdependent assets					
11	Other liabilities	7,052,744	428,888,756	12,601,445	127,504,313	289,695,709
12	Net Derivatives Liabilities			7,052,744		

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13	All other liabilities and equity not included in the above categories		428,888,756	12,601,445	127,504,313	289,695,709
14	TOTAL AVAILABLE STABLE FUNDING					3,613,600,982
Required Stable Funding						
15	High Quality Liquid Assets (HQLA)					37,875,841
16	Deposits held at other financial institutions for operational purposes					
17	Performing loans and securities:	421,826,540	1,180,340,884	443,015,583	994,590,706	2,056,895,933
18	Performing loans to financial institutions secured by Level 1 HQLA		1,115,362			111,536
19	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	92,421,343	94,697,804	25,563,566	7,964,213	50,759,746
20	Performing loans to non- financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs	329,405,197	1,065,308,816	401,273,830	799,942,350	1,825,757,055
21	35% or Lower Risk Weight	7,579,571	7,853,144	5,749,188	5,865,379	15,540,383
22	Residential Mortgage Secured Loans		10,512,430	8,417,628	77,609,222	63,267,593
23	35% or Lower Risk Weight		5,883,222	6,249,355	60,826,374	45,603,432
24	Securities that are not in default and do not qualify as HQLA, including exchange-traded equities		8,706,472	7,760,559	109,074,921	117,000,003
25	Assets with matching interdependent liabilities					
26	Other assets		315,011,107	2,020,089	577,395,251	808,107,417
27	Physical traded commodities (including gold)	9,599,676				8,159,725
28	Initial Margin of Derivative Contracts or Default Funds Provided to a Central Counterparty			35,920,341		30,532,290
29	Net Derivative Assets			18,875,975		18,875,975
30	Derivatives Liabilities Before Deducting Variation Margin Posted			483,582		483,582
31	All other assets not included in the above categories		305,411,431	2,020,089	522,115,353	750,055,845
32	Off Balance Sheet Liabilities		931,085,739	8,057,020	2,375,642,361	165,739,256
33	TOTAL REQUIRED STABLE FUNDING					3,068,618,447
34	NET STABLE FUNDING RATIO (%)					117.76

As of December 31, 2025, the consolidated total net stable funding rate was 117.76%. (Previous Period: 123.56%)

Compared to the previous quarter, in the fourth quarter of 2025, the net stable funding ratio decreased due to an increase in the required stable funding that exceeded the marginal increase in the existing stable funding amount (previous quarter: 121.05%). The total net stable funding ratio continues to remain well above the minimum level of 100% stipulated by regulatory requirements.

Net stable funding rate, which was created to make the liability-structure of banks more stable and reliable by directing banks to medium and long-term funding sources, is the minimum stable funding required by the banks funding structure and activities, with a maturity perspective longer than one month, unlike liquidity coverage ratio, it is based on comparing the requirements. The rate is calculated by dividing the “current stable funding amount” by the “required stable funding amount”. While the current stable funding amount is determined according to the maturity and counterparties of the items in the liabilities, including equity; the required stable funding amount is calculated by taking into account varying rates depending on the maturity and liquidity quality of the items in assets.

The development of the relevant ratio in October, November, and December 2025, along with the three-month average, is presented in the table below.

Period	Ratio
31.10.2025	123.36%
30.11.2025	118.43%
31.12.2025	117.76%
Average of 3 Months	119.85%

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Prior Period	a	b	c	d	e
	Unweighted amount by residual maturity				Weighted Amount
	Undated / No Maturity	Up to 6 month	6 months to 1 year	1 year and more than 1 year	
Available Stable Funding					
1 Capital Instruments				408,930,520	408,930,520
2 Regulatory capital				401,034,251	401,034,251
3 Other capital instruments				7,896,269	7,896,269
4 Deposits (from retail and small business customers)	627,121,374	822,400,771	21,564,815	10,425,683	1,348,530,957
5 Stable Deposits (from retail and small business customers)	104,005,713	198,548,581	812,538	24,732	288,221,986
6 Less Stable Deposits (from retail and small business customers)	523,115,661	623,852,190	20,752,277	10,400,951	1,060,308,971
7 Wholesale funding	186,385,981	1,081,921,469	110,374,128	270,665,130	653,322,756
8 Operational deposits	8,637,980	26,703,601			17,670,791
9 Other wholesale funding	177,748,001	1,055,217,868	110,374,128	270,665,130	635,651,965
10 Liabilities with matching interdependent assets					
11 Other liabilities		267,364,415	10,182,173	88,453,059	201,309,720
12 Net Derivatives Liabilities					
13 All other liabilities and equity not included in the above categories		267,364,415	10,182,173	88,453,059	201,309,720
14 TOTAL AVAILABLE STABLE FUNDING					2,612,093,953
Required Stable Funding					
15 High Quality Liquid Assets (HQLA)					31,248,863
16 Deposits held at other financial institutions for operational purposes					
17 Performing loans and securities:	270,506,164	904,213,943	278,337,558	692,607,590	1,451,692,414
18 Performing loans to financial institutions secured by Level 1 HQLA		2,482,757			248,276
19 Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions	29,499,724	90,644,890	23,765,880	4,584,905	36,629,405
20 Performing loans to non- financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs	241,006,440	799,100,378	244,706,675	551,961,230	1,287,033,414
21 35% or Lower Risk Weight	4,093,739	5,541,319	3,752,204	3,995,011	9,904,449
22 Residential Mortgage Secured Loans		6,450,836	5,000,655	55,128,520	43,641,951
23 35% or Lower Risk Weight		4,472,933	3,982,598	44,715,183	33,292,635
24 Securities that are not in default and do not qualify as HQLA, including exchange-traded equities		5,535,082	4,864,348	80,932,935	84,139,368
25 Assets with matching interdependent liabilities					
26 Other assets		225,024,911	1,621,648	368,864,514	549,214,950
27 Physical traded commodities (including gold)	2,451,535				2,083,804
28 Initial Margin of Derivative Contracts or Default Funds Provided to a Central Counterparty			34,689,641		29,486,195
29 Net Derivative Assets			11,499,936		11,499,936
30 Derivatives Liabilities Before Deducting Variation Margin Posted			516,240		516,240
31 All other assets not included in the above categories		222,573,377	1,621,648	322,158,698	505,628,775
32 Off Balance Sheet Liabilities		605,505,290	3,373,181	1,028,717,412	81,879,794
33 TOTAL REQUIRED STABLE FUNDING					2,114,036,021
34 NET STABLE FUNDING RATIO (%)					123.56

The progress of the relevant rate in October, November and December 2025 and its 3-month averages are shown in the table below.

Period	Ratio
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(Yetkili İmza / Kaşe)

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31.10.2025	126.34%
30.11.2025	127.23%
31.12.2025	123.56%
Average of 3-months	125.71%

Presentation of assets and liabilities according to their remaining maturities:

	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Unallocated (1)	Total
Current Period								
Assets								
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased) and Balances with the Central Bank of Türkiye	391,189,790	491,387,713						882,577,503
Banks	118,834,906	55,172,655	7,305,875	1,336,027				182,649,463
Financial Assets at Fair Value through Profit/Loss (2)	60,993,665	17,146,112	27,040,049	28,249,577	2,560,186	515,143		136,504,732
Money Market Placements		7,523,755	3,231,935	835,291				11,590,981
Financial Assets at Fair Value Through Other Comprehensive Income	7,188,001	28,677,572	13,795,725	46,273,855	321,866,310	154,886,129		572,687,592
Loans (3)(4)	166,001,406	618,637,762	313,042,772	745,184,747	746,341,237	132,638,175	85,656,838	2,807,502,937
Financial Assets Measured at Amortized Cost		6,590,090	7,674,887	17,208,903	179,259,931	75,154,034		285,887,845
Other Assets	34,050,160	65,933,788	5,336,504	2,905,271	5,694,126		396,017,239	509,937,088
Total Assets	778,257,928	1,291,069,447	377,427,747	841,993,671	1,255,721,790	363,193,481	481,674,077	5,389,338,141
Liabilities								
Bank Deposits	5,873,850	54,883,143	6,228,807	5,551,982				72,537,782
Other Deposits	1,339,972,600	1,427,984,114	247,340,271	72,187,051	10,571,301	2,245,381		3,100,300,718
Funds Provided from Other Financial Institutions		41,197,417	14,639,826	152,033,433	106,063,395	87,231,479		401,165,550
Money Market Funds		322,580,783	14,430,989	34,764,668	20,344,763			392,121,203
Marketable Securities Issued (5)		18,486,765	20,273,377	73,811,378	181,956,438	43,443,732		337,971,690
Miscellaneous Payables	58,432,510	204,960,359	2,014,020	10,152	2,653,175			268,070,216
Other Liabilities (6)	3,161,492	57,181,522	6,858,964	5,025,418	2,825,476	840,389	741,277,721	817,170,982
Total Liabilities	1,407,440,452	2,127,274,103	311,786,254	343,384,082	324,414,548	133,760,981	741,277,721	5,389,338,141
Liquidity Gap	-629,182,524	-836,204,656	65,641,493	498,609,589	931,307,242	229,432,500	-259,603,644	
Net Off Balance Sheet Position		419,661	-1,790,832	-948,847	4,276,855	2,062,596		4,019,433
Derivative Financial Assets		392,566,666	208,250,975	162,329,849	254,422,050	113,559,782		1,131,129,322
Derivative Financial Liabilities		392,147,005	210,041,807	163,278,696	250,145,195	111,497,186		1,127,109,889
Non-cash Loans	421,453,168	23,060,703	81,861,556	252,748,182	110,549,560	19,308,564		908,981,733
Prior Period								
Total Assets	524,341,770	849,299,410	284,749,821	655,454,629	912,428,776	304,919,237	329,504,678	3,860,698,321
Total Liabilities	898,852,279	1,547,663,942	280,760,135	273,798,153	203,984,210	105,698,696	549,940,906	3,860,698,321
Liquidity Gap	-374,510,509	-698,364,532	3,989,686	381,656,476	708,444,566	199,220,541	-220,436,228	
Net Off Balance Sheet Position		-5,183,657	1,707,949	901,201	2,637,323	1,371,114		1,433,930
Derivative Financial Assets		292,008,626	125,567,146	105,964,486	229,357,818	83,528,607		836,426,683
Derivative Financial Liabilities		297,192,283	123,859,197	105,063,285	226,720,495	82,157,493		834,992,753
Non-cash Loans	295,328,604	22,044,332	54,420,882	155,804,663	51,712,653	13,905,817		593,216,951

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- (1) Assets, such as Tangible Assets, Subsidiaries and Associates, Office Supply Inventory, Prepaid Expenses and Non-Performing Loans, which are required for banking operations and which cannot be converted into cash in short-term, other liabilities such as Provisions which are not considered as payables and Shareholders' Equity, are shown in "Unallocated" column.
(2) The balances include financial derivative assets.
(3) Includes leasing and factoring receivables.
(4) Stage 3 Non performing loans are included in "Unallocated" column.
(5) Includes Tier 2 subordinated bond which is classified on the balance sheet as subordinated loan.
(6) The borrower funds are presented in "Up to 1 month" column in other liabilities.

In compliance with the "TFRS 7", the following table indicates the maturities of the Group's major financial liabilities which are not qualified as derivatives. The following tables have been prepared in accordance with the provisions of TFRS 7 "Financial Instruments: Disclosures." and by referencing the earliest dates of payments without discounting the liabilities. The interest to be paid to the related liabilities is included in the following table. Adjustments column shows the items that may cause possible cash flows in the following periods. The values of the related liabilities registered in balance sheet do not include these amounts. The adjustments column represents the total amount of interest cash flows to be received in future periods, and the carrying amounts of the related liabilities on the balance sheet do not include these amounts.

Current Period	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Total	Adjustments (-)	Balance Sheet Value
Liabilities									
Deposits	1,345,846,450	1,496,240,476	263,551,845	80,254,126	11,594,632	2,404,244	3,199,891,773	27,053,273	3,172,838,500
Funds Provided from Other Financial Institutions		41,917,099	16,986,032	167,336,797	132,794,011	107,997,136	467,031,075	65,865,525	401,165,550
Money Market Funds		323,202,540	15,104,222	36,636,691	21,682,724		396,626,177	4,504,974	392,121,203
Marketable Securities Issued (Net) (1)		21,699,591	22,902,833	87,277,668	225,725,930	52,529,689	410,135,711	72,164,021	337,971,690
Leasing Liabilities		257,833	604,337	1,915,852	5,035,465	2,449,813	10,263,300	4,435,831	5,827,469

(1) Includes bonds that have the nature of issued secondary subordinated loans, which are classified as subordinated loans on the balance sheet.

Prior Period	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Total	Adjustments (-)	Balance Sheet Value
Liabilities									
Deposits	852,913,464	1,000,274,340	258,091,809	80,925,106	13,735,314	3,019,060	2,208,959,093	29,541,563	2,179,417,530
Funds Provided from Other Financial Institutions		46,937,943	16,588,901	141,826,211	74,814,246	73,798,638	353,965,939	52,264,807	301,701,132
Money Market Funds		317,716,335	6,135,345	20,948,147	17,360,542		362,160,369	4,506,076	357,654,293
Marketable Securities Issued (Net) (1)		18,966,367	9,236,491	53,465,415	159,112,360	49,164,846	289,945,479	59,622,442	230,323,037
Leasing Liabilities		142,765	329,679	1,261,439	3,251,266	1,287,855	6,273,004	2,400,594	3,872,410

(1) Includes Tier 2 subordinated bond which is classified on the balance sheet as subordinated loan.

The following table shows the remaining maturities of non-cash loans of the Group.

Current Period	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Total
Letters of Credit	35,141,927	10,168,439	32,458,845	80,983,303	8,672,297	2,704,011	170,128,822
Letters of Guarantee	384,203,331	10,832,750	44,114,019	137,628,748	97,661,583	14,837,550	689,277,981
Acceptances	173,405	2,059,514	5,252,330	34,065,641	1,032,304	799,221	43,382,415
Other	1,934,505		36,362	70,490	3,183,376	967,782	6,192,515
Total	421,453,168	23,060,703	81,861,556	252,748,182	110,549,560	19,308,564	908,981,733

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Prior Period	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Total
Letters of Credit	27,327,705	10,883,869	23,330,516	38,053,213	3,728,549	3,121,073	106,444,925
Letters of Guarantee	266,384,126	8,629,822	27,215,758	98,060,946	46,420,026	8,142,530	454,853,208
Acceptances	48,936	2,530,641	3,874,608	19,269,082	358,720	131,339	26,213,326
Other	1,567,837			421,422	1,205,358	2,510,875	5,705,492
Total	295,328,604	22,044,332	54,420,882	155,804,663	51,712,653	13,905,817	593,216,951

The following table shows the remaining maturities of derivative financial assets and liabilities of the Group.

Current Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Total
Forwards Contracts- Buy	53,307,475	31,557,507	43,278,414	7,525,392	126,156	135,794,944
Forwards Contracts- Sell	51,561,069	33,781,513	45,690,445	7,465,426	166,780	138,665,233
Swaps Contracts -Buy	182,590,345	73,889,825	106,179,345	244,488,961	106,294,622	713,443,098
Swaps Contracts -Sell	285,713,271	144,829,746	105,615,651	240,106,224	104,191,401	880,456,293
Futures Transactions-Buy	1,364,778	9,870,637	1,441,336			12,676,751
Futures Transactions-Sell	1,409,367	2,844,889	358,047			4,612,303
Options-Call	34,284,561	18,415,058	8,847,055	2,407,697	7,139,004	71,093,375
Options-Put	34,155,005	17,952,300	9,030,608	2,573,545	7,139,004	70,850,462
Other	140,327,798	85,151,307	5,167,647			230,646,752
Total	784,713,669	418,292,782	325,608,548	504,567,245	225,056,967	2,258,239,211

Prior Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Total
Forwards Contracts- Buy	14,177,988	21,768,374	26,014,118	1,763,598		63,724,078
Forwards Contracts- Sell	13,560,864	21,985,747	26,064,482	1,778,362		63,389,455
Swaps Contracts -Buy	219,738,255	69,352,819	69,263,013	227,119,220	77,699,095	663,172,402
Swaps Contracts -Sell	267,633,559	96,719,026	68,552,775	224,592,133	76,327,979	733,825,472
Futures Transactions-Buy	763,000	1,016,462	24,132			1,803,594
Futures Transactions-Sell	814,806	436,394	13,140			1,264,340
Options-Call	8,420,419	3,475,392	9,684,486	475,000	5,829,513	27,884,810
Options-Put	7,774,674	3,852,060	9,443,091	350,000	5,829,513	27,249,338
Other	56,317,344	30,820,069	1,968,534			89,105,947
Total	589,200,909	249,426,343	211,027,771	456,078,313	165,686,100	1,671,419,436

VII. Explanations on Leverage Ratio

a. Explanations on Differences Between Current and Prior Years' Leverage Ratios

The Bank's consolidated leverage ratio is calculated in accordance with the principles of the "Regulation on Measurement and Evaluation of Banks' Leverage Level". The Bank's consolidated Leverage ratio is 5.11% (December, 31 2024: 5.65%). According to Regulation the minimum leverage ratio is 3%. The decrease in the leverage ratio is due to the increase in total risk exposure exceeding the growth rate of core capital.

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b. Summary Comparison Table Related to Total Amount of Asset and Risk Situated in The Consolidated Financial Statements Prepared in Accordance with TAS:

	Current Period	Prior Period
Summary Comparison Table Related to Total Amount of Asset and Risk Situated in The Consolidated Financial Statements Prepared in Accordance with TAS (1)	4,922,924,624	4,111,752,239
The difference between Total Amount of Asset in the Consolidated Financial Statements Prepared in Accordance with TAS and the Communiqué on Preparation of Consolidated Financial Statements of Banks	277,776,273	251,053,918
The difference between total amount and total risk amount of derivative financial instruments with credit derivative in the Communiqué on Preparation of Consolidated Financial Statements of Banks (2)	-15,401,530	-8,069,522
The difference between total amount and total risk amount of risk investment securities or commodity collateral financing transactions in the Communiqué on Preparation of Consolidated Financial Statements of Banks (2)	315,577,051	268,232,366
The difference between total amount and total risk amount of off-balance sheet transactions in the Communiqué on Preparation of Consolidated Financial Statements of Banks (2)	48,106,855	27,205,080
The other differences between amount of assets and risk in the Communiqué on Preparation of Consolidated Financial Statements of Banks (2)	-28,495,950	-13,140,307
Total Exposures (2)	8,602,172,893	5,469,097,900

- (1) Since the consolidated financial statements dated 31.12.2025, prepared in accordance with Article 5, Paragraph 6 of the "Communiqué on the Preparation of Consolidated Financial Statements of Banks," have not yet been published as of the reporting date in compliance with legal regulations, the balances from the consolidated financial statements dated 30.06.2025 have been presented.
- (2) The amounts presented in the table represent three-month averages.

c. Explanations on consolidated leverage ratio

	Current Period ⁽¹⁾	Prior Period ⁽¹⁾
On-Balance Sheet Items		
On-balance sheet items (excluding derivatives and SFTs. but including collateral)	5,231,613,152	3,764,909,286
Asset amounts deducted in determining Basel III Tier 1	-19,667,072	-16,735,219
The total amount of risk on-balance sheet exposures	5,211,946,080	3,748,174,067
Derivative exposures and credit derivatives		
Replacement cost associated with derivative financial instruments and credit derivatives	20,221,306	20,301,107
The potential amount of credit risk with derivative financial instruments and credit derivatives	15,401,530	8,069,522
The total amount of risk on derivative financial instruments with credit derivatives	35,622,836	28,370,629
Investment securities or commodity collateral financing		
The amount of risk investment securities or commodity collateral financing transactions (Excluding on balance sheet items)	60,502,996	70,153,325
Risk amount of exchange brokerage operations		
The total amount of risk investment securities or commodity collateral financial transactions	60,502,996	70,153,325
Off -Balance Sheet Items		
Gross notional amount for off-balance sheet items	3,339,456,705	1,647,026,584
Adjustments for conversion to credit equivalent amounts	-45,355,724	-24,626,705
The total amount of risk for off-balance sheet items	3,294,100,981	1,622,399,879
Capital and Total Exposures		

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Tier 1 Capital	439,860,107	309,019,533
Total Exposures	8,602,172,893	5,469,097,900
Leverage Ratio		
Leverage Ratio	5.11	5.65

(1) Three-month average of the amounts in Leverage Ratio table.

VIII. Explanations on Other Price Risk

The Group is exposed to equity price risk arising from investments in companies listed on Borsa İstanbul A.Ş. and foreign stock exchanges.

The Group's sensitivity to stock price risk at the reporting date was measured with an analysis. In the analysis, with the assumption of all other variables were held constant and the data (stock prices) used in the valuation method are 10 % higher or lower. According to this assumption in shares traded in Borsa Istanbul and followed under Financial Assets at Fair Value through Profit or Loss account, expected to have an effect amounting to TL 247,032 increase/decrease.

IX. Explanations on Presentation of Assets and Liabilities at Fair Value

1. Information on fair values of financial assets and liabilities

	Book Value		Fair Value	
	Current Period	Prior Period	Current Period	Prior Period
Financial Assets				
Money Market Placements	11,590,981	10,813,365	11,590,981	10,813,365
Banks	182,649,463	90,423,611	182,827,937	90,407,299
Financial Assets at Fair Value Through Other Comprehensive Income	572,687,592	426,149,028	572,687,592	426,149,028
Financial Assets Measured at Amortized Cost	285,887,845	281,357,179	266,939,571	254,977,157
Loans (1)	2,721,846,099	1,909,797,854	2,769,409,134	1,961,143,197
Financial Liabilities				
Banks Deposits	72,537,782	59,541,324	72,538,164	59,742,083
Other Deposits	3,100,300,718	2,119,876,206	3,101,272,119	2,121,434,607
Funds Provided from Other Financial Institutions	401,165,550	301,701,132	397,482,067	301,114,434
Marketable Securities Issued (2)	337,971,690	230,323,037	353,368,997	234,697,796
Miscellaneous Payables and funds borrowed	269,080,436	184,388,174	269,080,436	184,388,174

(1) Factoring and Leasing Receivables are included.

(2) Includes Tier 2 subordinated bond which is classified on the balance sheet as subordinated loan.

Strike prices, quotations, market prices determined by the CBRT and published in the Official Gazette and the values calculated by using alternative models, are taken as the basis in the fair value determination of financial assets at fair value through other comprehensive income.

When the prices of the financial assets measured at amortized cost cannot be measured in an active market, fair values are not deemed to be reliably determined and amortized cost, calculated by the internal rate of return method, are taken into account as the fair values.

Fair values of banks, loans granted, deposits and funds borrowed from other financial institutions are calculated by discounting the amounts in each maturity bracket formed according to repricing periods, using the rate corresponding to relevant maturity bracket in the discount curves based on current market conditions.

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2. Information on fair value measurements recognized in the financial statements

TFRS 13 – “Fair Value Measurement” standard requires the items, which are recognized in the balance sheet at their fair values to be shown in the notes by being classified within a range. According to this, the related financial instruments are classified into three levels in such a way that they will express the significance of the data used in fair value measurements. At the first level, there are financial instruments, whose fair values are determined according to quoted prices in active markets for identical assets or liabilities, at the second level, there are financial instruments, whose fair values are determined by directly or indirectly observable market data, and at the third level, there are financial instruments, whose fair values are determined by the data, which are not based on observable market data. The financial assets, which are recognized in the balance sheet at their values, are shown below as classified according to the aforementioned principles of ranking.

Current Period	Level 1	Level 2	Level 3
Financial Assets at Fair Value Through Profit and Loss			
Debt Securities	40,139,493	11,358,975	1,708,969
Equity Securities	2,742,072		
Derivative Financial Assets at Fair Value through Profit and Loss		22,303,627	
Other	38,315,417	19,936,179	
Financial Assets at Fair Value Through Other Comprehensive Income(1)			
Debt Securities	276,230,054	288,862,003	407,535
Equity Securities	4,687,576	2,319,600	
Other			
Derivative Financial Liabilities		10,622,706	

(1) Securities classified under financial assets at fair value through other comprehensive income (TL 180,824) have been recognized in the financial statements at acquisition cost due to the absence of an active market. Accordingly, these securities are not included in this table.

Prior Period	Level 1	Level 2	Level 3
Financial Assets at Fair Value Through Profit and Loss			
Debt Securities	25,905,825	1,768,437	534,261
Equity Securities	6,407,420	467,439	
Derivative Financial Assets Held for Trading		19,988,226	
Other	27,665,623	13,025,326	
Financial Assets Available-for-Sale(1)			
Debt Securities	141,797,995	278,844,416	1,037,704
Equity Securities	206,640	4,081,354	
Other	27,945		
Derivative Financial Liabilities		11,797,973	

(1) Securities classified under financial assets at fair value through other comprehensive income (TL 152,974) have been recognized in the financial statements at acquisition cost due to the absence of an active market. Accordingly, these securities are not included in this table.

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The movement table of financial assets at level 3 is given below:

	Current Period	Prior Period
Balance at the Beginning of the Period	1,571,965	473,742
Purchases	1,756,976	1,533,652
Redemption or Sales	-1,418,664	-492,175
Valuation Difference	43,906	22,299
Transfers		
Foreign Currency Difference	162,321	34,447
Balance at the end of the Period	2,116,504	1,571,965

Properties that are recorded under tangible assets at fair value by the Bank and consolidated companies are classified in the 3rd level, whereas investment properties are classified both in the 2nd and 3rd level.

X. Explanations on Transactions Carried Out on Behalf of Third Parties and Fiduciary Transactions

The Group gives trading, custody, fund management services in the name and on the account of its customers. The Group has no fiduciary transactions.

XI. Explanations on Risk Management Objectives and Policies

Explanations according to “Communiqué on Public Disclosures about Risk Management” published on the Official Gazette No,29511 dated 23 October 2015, are included below. Parent Bank uses standardised approach for calculation of capital adequacy, therefore other explanations within internal ratings-based approach are not included.

a. General Information on Risk Management and Risk Weighted Amounts

a.1. Risk Management Approach of the Group

The Group is exposed to financial and non-financial risks which are required to be analyzed, monitored and reported within specific risk management principles and with the perspective of Group risk management. This is not merely a legal reporting requirement but has become an industry standard for corporate governance today. The risk management process is organized within the framework of risk management and serves the creation of a common risk culture in corporate level; which brings “corporate governance” to forefront, the independence of the internal audit and monitoring units from the business units that undertake risks is established risk is defined in accordance with international regulations and in this context measurement, analysis, monitoring, reporting and control functions are carried.

Risk management process and the functions involved in the process is one of the primary responsibilities of the Board of Directors. The Risk Committee operates to prepare the Group's risk management strategies and policies, submit them to the Board of Directors for approval and monitor the implementations. Evaluating the capital adequacy and observing the active use of results in planning and decision-making processes, establishing and monitoring limits related to main risks, monitoring the activities of risk management (determining, defining, measuring, evaluating and managing risk) and monitoring results and methods in measuring risk are also under their authority and responsibility of the Committee. Committee reports activity results to the Board of Directors through Audit Committee.

The Operational Risk Committee operates to determine strategies and policies for managing operational risks that the Bank may be exposed to, to develop an operational risk management framework and to strengthen the governance model for operational risks. The Committee reports the results of the activity to the Board of Directors through the Audit Committee.

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The Risk Management Department, which reports to the Board of Directors of the Parent Bank through the Internal Systems Manager; organized as Asset-Liability Management Unit, Credit Risk Management Unit, Credit Risk Analytics and Control Unit, Operational Risk and Affiliate Risk Unit, Model Risk and Validation Unit, Internal Capital Assessment Process and Economic Capital Unit.

The Group's risk management process is carried out within the framework of risk policies which are issued by the Board of the Directors by taking the recommendations of the Risk Management Department into account and which include the written standards that are implemented by the business units. These policies which are entered into force in line with the international practices are general standards which contain organization and scope of the risk management function, risk measurement policies, duties and responsibilities of the risk management group, procedures for determining risk limits, ways to eliminate limit violations, compulsory approvals and confirmations to be given in a variety of events and situations.

In the aforementioned risk policies, the Group's risk appetite framework is defined as a set of approaches that determine the risk capacity, the risk appetite, the risk tolerance and that include the policies, procedures, controls and systems for reporting and monitoring of the limits set for the Group's risk profile and the indicators in the framework. The Group's risk appetite framework, which is formed in accordance with the above-mentioned factors and entered into force with the Board of Directors approval, includes indicators that are aligned with the business plan, the strategic programme, capital and remuneration planning and comparable on a business unit level to the extent possible. The compliance to the limits within the framework is periodically monitored and the realization of the risk appetite indicators are reported to the Risk Committee and the Boards on a monthly basis.

In order to build a strong corporate culture that has a risk management perspective, the Group has policies, processes, systems and a control system that is integrated with the risk management system. All employees of the Group essentially perform their duties in a responsible manner that aims to develop controls to reduce or eliminate the probability of the Group to incur losses related to the operational risks. In the process risk analysis studies, risks and the related controls are evaluated together with employees performing the relevant process in a holistic approach. Procedures to be followed in case of a risk threshold breach and risk definitions are given in the risk policies. Code of conducts, operation manuals, the sharing of duties between business units and risk units are announced to staff.

The risk reports that analyse the results reached by the Parent Bank and the comprehensive risk assessment and comparison of these results with a risk management perspective are periodically submitted to the Risk Committee and to the Board through the Audit Committee. The content of the above-mentioned reports could be summarised as follows:

- Capital adequacy ratio, the progression of the components of this ratio and the issues that affect the aforementioned ratio,
- Monitoring the compliance status of the limits set by the Board of Directors as a part of the risk appetite framework and based on the components of the main risk types,
- In addition to the assesment of the loan portfolio on the basis of counterparties and loan types, monitoring of the portfolio as a whole according to parameters such as maturity, sector, geography, risk ratings, arrears, defaults,
- Measuring the assets and liabilities management risk, and reporting of measurement results,
- Monitoring all risks assessed within the scope of non-financial risks, including operational risk, reputational risk and climate change risk, and operational risk qualified loss events and risk indicators occurring at the Bank,
- Testing measurement results for their integrity and reliability,
- Analysing the level of risk indicators under various stress scenarios,
- Examining various concentration indicators and the course followed by these indicators.

In addition, analyzes and evaluations regarding the risk level of the companies included in the consolidated risk policies are also included in the mentioned report.

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As per the communique on “Bank’s Internal Systems and Internal Capital Adequacy and Assessment Process” and “Guidelines for Stress Testing of Banks to Use in Capital and Liquidity Planning”, stress tests are conducted for the entire risks that the Group is exposed to and on the basis of significant risk categories. As a part of the holistic stress tests, risk appetite, capital planning, strategic plan and budget, action plans for emergencies and unexpected situations related to miscellaneous risks and other issues considered as significant are taken into consideration. In the above-mentioned stress tests, the methods that form the basis of regulatory reporting (standard method for credit and market risk, basic indicator method for operational risk) are used. On the other hand, in the stress tests for individual risk types the most advanced approaches used for risk measurement in the Parent Bank are leveraged.

In the stress tests, both the first pillar risks (credit risk, market risk, operational risk) in scope of the regulatory framework and all the other risks that the Group is exposed to independent of the regulatory framework are taken into account in a holistic perspective. In determining the course of capital adequacy under various scenarios during the planning horizon, the actions that the Group will take in case of stress conditions and the impact of the diversified growth strategies of business units on the capital adequacy and the balance sheet are considered.

The levels at which the capital adequacy ratio of the Bank will reach are estimated and monitored with stress tests. In addition, reverse stress tests are carried out regularly, by determining the problematic loan growth rate and increase in exchange rates, which will cause the Bank's capital adequacy to fall within the legal limits.

The scope and content of the Parent Bank's risk management system in terms of the main risk types are listed below. Risk mitigation strategies and processes for the assessment of their effectiveness are given in Fourth Section II No. "Explanations on Credit Risk" under the Fourth Chapter XI-e.1 notes. No. "The Public Disclosure of Qualitative Information Related to the Market Risk " mentioned in the section.

Credit Risk

Credit risk is defined as the risk of the failure to comply with the requirements or failing to fulfill its obligations partially or totally of the counter side of the transaction contract with the Parent Bank. The methodology and responsibilities of the credit risk management, controlling and monitoring and the framework of credit risk limitations specified with the credit risk policy.

The Bank defines measures and manages credit risk of the all products and activities. Board of Directors review the Parent Bank’s credit risk policies and credit risk strategy on an annual basis as a minimum. Key Management is responsible for the implementation of credit risk policies which are approved by Board of Directors.

As a result of loans and credit risks analysis all findings are reported to Board of Directors and Key Management on a regular basis. In addition to transaction and company based credit risk assessment process, monitoring of credit risk also refers to an approach with monitoring and managing the credit as a whole maturity, sector, security, geography, currency, credit type and credit rating.

In the management of credit risk, the Bank employs risk limits mandated by regulatory requirements, as well as those established by the Board of Directors, which define the maximum credit risk exposure permissible across various risk groups and sectors. These limits are structured to prevent risk concentration. In the event of a breach, the exceedance and its underlying causes are promptly reported to the Risk Committee and the Board of Directors. The Board of Directors holds the authority to determine the necessary remedial actions and the timeframe for resolution. The results of limit breach assessments, along with comprehensive evaluations, are submitted to Senior Management and the Board of Directors by the Internal Audit and Risk Management Group.

The Bank uses credit decision support systems which are created for the purpose of credit risk management, lending decisions, controlling the credit process and credit provisioning. The consistency of the credit decision support systems with the structure of the Parent Bank’s activities, size and complexity is examined continuously by internal systems. Credit decision support systems contain the Risk Committee assessment and approval of Board of Directors.

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Asset and Liability Management Risk

Asset-liability management risk defined as the risk of Group's incurring loss due to managing all financial risks that are inflicted from the assets, liabilities and off-balance sheet transactions, ineffectively. Trading book portfolio's market risk, structural interest rate risk and liquidity risk of the banking portfolio; are considered within the scope of the asset liability management.

Complying the established risk limits and being at the limits that stipulated by the legislation are the primary priority of Asset-liability management risk. Risk limits are determined by the Board of Directors by taking into consideration of the Group's liquidity, target income level and general expectations about changes in risk factors

Board of Directors and the Audit Committee are responsible for following the Group's capital is used optimally; for this purpose, checking the status against risk limits and providing the necessary actions are taken.

Asset and Liability Management Committee is responsible for managing the Asset and Liability risk within the framework of operating principles that are involved in the risk appetite and risk limits are set by the Board of Directors in accordance with the policy statement.

Asset and liability management processes and compliance with the provisions of the policy are controlled and audited by the internal audit system. The execution of the audit, reporting the audit results, action plans for the elimination of errors and gaps identified as a result of inspections regarding the fulfillment of the principles, are determined by the Board of Directors.

Operational Risk

Operational risk is defined as "insufficient or unsuccessful internal processes, people and systems, or external events resulting from and legal it is defined as "the possibility of causing harm", which also includes the risk that may arise. Studies consisted and are formed of occur by execution of identification, definition, measurement, analysis, monitoring of operational risk, providing and reporting the necessary control related to monitoring the progress of our country and the world, the development of techniques and methods, necessary legal reporting, notification and conduct of follow-up transactions. Studies on the subject are conducted by the Department of Risk Management.

Operational risks that arise due to the activities are defined in "Bank Risk Catalogue" and classified in respect of species. Bank Risk Catalogue is kind of the fundamental document that used for identification and classification of all at the risk that may be encountered. It is updated in line with the changes in the nature of the processes and activities.

Qualitative and quantitative methods are used in a combination for measurement and evaluation of the operational risks. In this process, information use that obtained from "Impact-Probability Analysis", "Missing Event Data Analysis", "Risk Indicators", "Scenario Analysis", "Top-Down Risk Assessment", "Internal Model" methods. Methods prescribed by legal regulations are applied as minimum in determining the capital requirement level for the operating risk.

Operational Risk Committee, the management of operational risks that the bank may be exposed for the determination of policies and strategies, the development of an operational risk management framework and operational risks include activities with the aim of strengthening the governance model. The Committee works in cooperation with the Risk Committee and reports the results of its activities to the Board of Directors through the Audit Committee.

All risks are assessed in the context of operational risk, loss events and the risk indicators same as operational risks that occurred in the Parent Bank, are monitored on a regular basis by the Department of Risk Management and reported periodically to the Risk Committee, Audit Committee, Operational Risk Committee and the Board of Directors.

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Model Risk Management and Validation Operations

Model risk is the risk of financial losses and / or loss of reputation that the Bank may be exposed to due to errors and / or malfunctions that occur during the creation, implementation or use of models used in its activities. In order to address the model risk in a holistic manner, the model definition, model life cycle and triple line of defense structure and the duties and responsibilities of all functions of the Bank in this structure are defined in the model risk management policy.

Model risk management and validation activities in the second line of defense of the triple line of defense structure; creating the model inventory, determining and approving the model class, validating the models, preparing periodic reports on the Bank's model risk and reporting to the Risk Committee, Audit Committee. and submission to the Board of Directors.

Risk measurement models are validated at least once a year under international standards. Within the scope of validation, activities are carried out to test the performance and validity of models with statistical methods, to examine the quality of the data used in the model development phase and the conceptual soundness of the selected methods, and to evaluate the health of the processes created for the use of the models. The results of the validation activities are reported to the Risk Committee and the Board of Directors.

Subsidiaries Risk Operations

Corporations within the Bank's consolidated risk policy, in terms of their own business lines, measure, evaluate and monitor risks, establish risk limits. Risk limits are approved by their own Board of Directors. Risk levels are reported to the Bank's Risk Committee within the periods set by the Bank, to monitor risk levels on consolidated basis. The Bank's Risk Committee, assesses the risk levels and report the results to the Board of the Directors of the Bank.

a.2. General Information on Risk Weighted Amounts

	Risk Weighted Amount		Minimum Capital Requirements
	Current Period	Prior Period	Current Period
Credit risk (excluding counterparty credit risk) (CCR)	2,757,448,273	1,946,292,860	220,595,862
Of which standardised approach (SA)	2,757,448,273	1,946,292,860	220,595,862
Of which internal rating-based (IRB) approach			
Counterparty credit risk	37,630,789	30,437,706	3,010,463
Of which standardised approach for counterparty credit risk	37,630,789	30,437,706	3,010,463
Of which internal model method (IMM)			
Equity positions in banking book under basic risk weighting or internal rating-based approach			
Equity investments in funds – look-through approach	53,831,265	35,564,124	4,306,501
Equity investments in funds – mandate-based approach			
Equity investments in funds - 1250% weighted risk approach			
Settlement risk		13	
Securitization positions in banking accounts			
Of which IRB ratings-based approach (RBA)			
Of which IRB Supervisory formula approach (SFA)			
Of which SA/simplified supervisory formula approach (SSFA)			
Market risk	58,498,163	73,974,638	4,679,853
Of which standardised approach (SA)	58,498,163	73,974,638	4,679,853
Of which internal model approaches (IMM)			
Operational Risk	305,012,313	218,426,329	24,400,985
Of which Basic Indicator Approach	305,012,313	218,426,329	24,400,985
Of which Standardised approach (SA)			
Of which Advanced measurement approach			
The amounts below the thresholds for deduction from capital (subject to a 250% risk weight)	12,879,668	1,387,110	1,030,373
Floor adjustment			
Total	3,225,300,471	2,306,082,780	258,024,037

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b. Linkages Between Financial Statements and Risk Amounts

b.1. Differences and linkage between scopes of accounting consolidation and regulated consolidation

Current Period	Carrying values in financial statements prepared as per TAS (1)	Carrying values in consolidated financial statements prepared as per TAS	Carrying values of items in accordance with Turkish Accounting Standards (TAS)				
			Subject to credit risk	Subject to counterparty credit risk	Securitization Positions	Subject to market risk	Not subject to capital requirements or subject to deduction from capital
Assets							
Cash and CBRT	767,718,053	882,577,503	882,577,503				
Banks and Money Market Placements	161,092,496	194,240,444	194,240,444				
Financial Assets at Fair Value Through Profit/Loss	89,317,980	114,201,105	95,058,395			19,142,710	
Financial Assets at Fair Value Through Other Comprehensive Income	510,621,223	572,687,592	572,687,592			7,431,954	
Derivative Financial Assets at Fair Value Through Profit/Loss	15,562,510	22,303,627		22,303,627		6,863,905	
Derivative Financial Assets at Fair Value Through Other Comprehensive Income	1,282,313						
Financial Assets at Measured at Amortised Cost – Loans (2)	2,370,235,109	2,807,502,937	2,807,479,128				23,809
Financial Assets at Measured at Amortised Cost – Other Financial Assets	281,807,375	285,887,845	285,887,845				
Financial Assets at Measured at Amortised Cost – Expected Credit Loss (-)	76,307,830	102,532,105	102,532,105				
Assets Held for Sale and Discontinued Operations	53,630	122,156	122,156				
Investment in Associates, Subsidiaries	22,448,715	152,343,463	152,343,463				
Tangible Assets	260,380,404	97,694,739	96,718,399				976,340
Intangible Assets	79,901,367	20,075,113	1,743,589				18,331,524
Investment Properties	50,860,660	26,773,242	26,773,242				
Current Tax Asset	1,523,402	401,920	401,920				
Deferred Tax Asset	52,189,728	25,723,882	22,499,696				3,224,186
Other Assets	334,237,489	289,334,678	289,334,678				
Total Assets	4,922,924,624	5,389,338,141	5,325,335,945	22,303,627		33,438,569	22,555,859
Liabilities							
Deposits	2,685,638,068	3,172,838,500					3,172,838,500
Funds Borrowed	400,381,957	401,165,550		29,823,227			371,342,323
Money Market Funds	384,271,029	392,121,203		376,773,774			15,347,429
Marketable Securities Issued	308,457,634	257,269,942					257,269,942
Derivative Financial Liabilities at Fair Value Through Profit/Loss	16,469,843	10,622,706		10,622,706		7,137,960	
Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income	6,103,686						
Leasing Liability	9,883,307	5,827,469					5,827,469
Provisions	185,626,449	210,574,270					210,574,270
Current Tax Liability	25,793,634	26,068,610					26,068,610
Deferred Tax Liability	6,737,502	5,601,660					5,601,660
Subordinated Debts	54,856,391	80,701,748					
Other Liabilities	307,408,265	321,727,700					321,727,700
Shareholders' Equity	531,296,859	504,818,783					
Total Liabilities	4,922,924,624	5,389,338,141		417,219,707		7,137,960	4,386,597,903

(1) Since the consolidated financial statements dated 31.12.2025, prepared in accordance with Article 5, Paragraph 6 of the "Communiqué on the Preparation of Consolidated Financial Statements of Banks," have not yet been published as of the reporting date in compliance with legal regulations, the balances from the consolidated financial statements dated 30.06.2025 have been presented.

(2) Includes balances from leasing receivables and factoring receivables.

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Prior Period	Carrying values in financial statements prepared as per TAS	Carrying values in consolidated financial statements prepared as per TAS	Carrying values of items in accordance with Turkish Accounting Standards (TAS)				
			Subject to credit risk	Subject to counterparty credit risk	Securitization Positions	Subject to market risk	Not subject to capital requirements or subject to deduction from capital
Assets							
Cash and CBRT	630,011,080	632,546,536	632,546,536				
Banks and Money Market Placements	140,263,899	101,236,976	101,236,976				
Financial Assets at Fair Value Through Profit/Loss	81,638,108	75,774,331	54,973,228			20,801,103	
Financial Assets at Fair Value Through Other Comprehensive Income	426,601,685	426,149,028	426,149,028			7,749,684	
Derivative Financial Assets at Fair Value Through Profit/Loss	20,715,769	19,988,226		19,988,226		7,671,973	
Derivative Financial Assets at Fair Value Through Other Comprehensive Income	1,810,518						
Financial Assets at Measured at Amortised Cost – Loans (1)	1,923,328,469	1,950,632,186	1,950,625,917				6,269
Financial Assets at Measured at Amortised Cost – Other Financial Assets	284,734,945	281,357,179	281,357,179				
Financial Assets at Measured at Amortised Cost – Expected Credit Loss (-)	61,678,681	61,683,244	61,683,244				
Assets Held for Sale and Discontinued Operations	52,346	52,344	52,344				
Investment in Associates, Subsidiaries and Joint-Ventures	18,308,906	111,411,807	111,411,807				
Tangible Assets	225,384,147	71,145,598	70,620,991				524,607
Intangible Assets	61,966,849	12,314,368	733,212				11,581,156
Investment Properties	45,064,636	25,407,317	25,407,317				
Current Tax Asset	777,380	110,073	110,073				
Deferred Tax Asset	42,499,786	30,811,538	26,949,645				3,861,893
Other Assets	270,272,397	183,444,058	183,444,058				
Total Assets	4,111,752,239	3,860,698,321	3,803,935,067	19,988,226		36,222,760	15,973,925
Liabilities							
Deposits	2,163,038,093	2,179,417,530					2,179,417,530
Funds Borrowed	392,923,150	301,701,132		61,678,205			240,022,927
Money Market Funds	357,654,293	357,654,293		343,056,947			14,597,346
Marketable Securities Issued	197,571,189	172,536,840					172,536,840
Derivative Financial Liabilities at Fair Value Through Profit/Loss	11,799,012	11,797,973		11,797,973		7,262,654	
Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income	668,336						
Leasing Liability	7,123,670	3,872,410					3,872,410
Provisions	160,467,822	158,589,929					158,589,929
Current Tax Liability	18,809,672	15,415,268					15,415,268
Deferred Tax Liability	6,760,294	2,935,714					2,935,714
Subordinated Debts	57,773,702	57,786,197					
Other Liabilities	269,704,158	226,278,921					226,278,921
Shareholders' Equity	467,458,848	372,712,114					
Total Liabilities	4,111,752,239	3,860,698,321		416,533,125		7,262,654	3,013,666,885

(1) Leasing and Factoring Receivables are included.

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b.2. The main sources of the differences between the risk amounts and the amounts assessed in accordance with TAS in the financial statements

	Current Period	Total	Credit Risk	Securitization Position	Counterparty credit risk	Market risk
1	Asset carrying value amount under scope of TAS	5,389,338,141	5,325,335,945		22,303,627	33,438,569
2	Liabilities carrying value amount under scope of TAS				-406,597,001	7,137,960
3	Total net amount under regulatory scope of consolidation	5,389,338,141	5,325,335,945		428,900,628	26,300,609
4	Off-balance sheet amounts	4,675,015,686	607,638,516		38,203,039	
5	Repurchase Transactions Valuation Adjustments (1)				50,992,502	
6	Differences in valuations					
7	Differences due to different netting rules					
8	Differences due to consideration of provisions					
9	Differences due to prudential filters		-792,077,141			
10	Differences due to risk mitigation (2)		-14,244,022			
11	Risk Amounts		5,126,653,298		89,195,541	26,300,609

(1) According to the "Regulation on Measurement and Evaluation of Capital Adequacy of Banks", it is the counterparty credit risk amount calculated for repo style transactions.

(2) The source of the difference is the collateral for receivables under credit risk mitigation in the calculation of capital adequacy.

	Prior Period	Total	Credit Risk	Securitization Position	Counterparty credit risk	Market risk
1	Asset carrying value amount under scope of TAS	3,860,698,321	3,803,935,067		19,988,226	36,222,760
2	Liabilities carrying value amount under scope of TAS				-400,428,553	7,262,654
3	Total net amount under regulatory scope of consolidation	3,860,698,321	3,803,935,067		420,416,779	28,960,106
4	Off-balance sheet amounts	2,582,369,556	390,579,003		29,753,051	
5	Repurchase Transactions Valuation Adjustments (1)				74,789,892	
6	Differences in valuations					
7	Differences due to different netting rules					
8	Differences due to consideration of provisions					
9	Differences due to prudential filters		-437,980,371			
10	Differences due to risk mitigation (2)		-36,633,697			
11	Risk Amounts		3,719,900,002		104,542,943	28,960,106

(1) According to the "Regulation on Measurement and Evaluation of Capital Adequacy of Banks", it is the counterparty credit risk amount calculated for repo style transactions.

(2) The source of the difference is the collateral for receivables under credit risk mitigation in the calculation of capital adequacy.

The differences between financial statements resulting from legal consolidation and the ones resulting from accounting consolidation are mainly due to the differences in the scope of companies included in consolidation. Legal consolidation only includes partnerships that are in the form of credit institutions or financial institutions in accordance with Article No 5 of Clause No 1 in the "Communiqué on Preparation of Consolidated Financial Statements of Banks" while accounting consolidation includes all partnerships regardless of them being in the form of credit institutions or financial institutions in accordance with Article No 5 of Clause No 6 in the same communiqué.

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Bank using the valuation methodology are mainly based on data observed may in accordance with TFRS 13 aims to use methods that measure the fair value. In this context, securities qualification reality in the fair value measurement of financial assets in the transaction prices, quotes, set by the CBRT and as the price published in the Official Gazette as are used also necessary from internal pricing models. As for the derivative transactions interest rates, yield curves, foreign exchange, the basis of valuation models using market data such as volatility curves, valuation service is also available from third parties.

The market prices used to value the scope of the independent price verification process, data and / or model inputs for accuracy is regularly subjected to control, as well as compliance of the results provided by the pricing services obtained from third parties with respect to certain ranges tested.

c. Explanations on Credit Risk

c.1. General Information on Credit Risk

c.1.1. General Qualitative Information on Credit risk

Relevant information is given in the footnotes below Section Four footnote II “Explanations on Credit Risk” and Section Four footnote numbered XI-a.1.

c.1.2. Credit Quality of Assets:

	Gross carrying value in financial statements prepared in accordance with Turkish Accounting Standards (TAS)		Allowances/ Amortization and Impairments	Net Values
	Defaulted	Non-defaulted		
Current Period				
Loans	85,656,838	2,721,846,099	54,205,679	2,753,297,258
Debt Securities		877,112,496	23,311,060	853,801,436
Off-balance sheet exposures	8,540,029	3,408,209,419	2,617,067	3,414,132,381
Total	94,196,867	7,007,168,014	80,133,806	7,021,231,075

	Gross carrying value in financial statements prepared in accordance with Turkish Accounting Standards (TAS)		Allowances/ amortization and impairments	Net Values
	Defaulted	Non-defaulted		
Prior Period				
Loans	40,834,332	1,909,797,854	29,696,238	1,920,935,948
Debt Securities		725,366,751	27,957,131	697,409,620
Off-balance sheet exposures	5,689,081	1,668,768,875	2,631,737	1,671,826,219
Total	46,523,413	4,303,933,480	60,285,106	4,290,171,787

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c.1.3. Changes in Stock of Default Loans and Debt Securities ⁽¹⁾:

	Current Period	Prior Period
Defaulted loans and debt securities at end of the previous reporting period	40,834,332	31,160,049
Loans and debt securities that have defaulted since the last reporting period	83,772,942	32,307,641
Receivables back to non-defaulted status	-2,172,119	-1,184,023
Amounts written off	-9,948,147	-5,135,033
Other Changes	-26,830,170	-16,314,302
Defaulted loans and debt securities at end of the reporting period	85,656,838	40,834,332

(1) Indemnified non-cash loans or non-cash loans not converted into cash, of the firms which are followed under "Non-performing Loans" accounts are not included in the table.

c.1.4. Additional Information on Credit Quality of Assets

Bank's methods for determining provision amounts and classification of its loans are mentioned in the Section Three Note VIII.

The bank is restructuring its loans classified as first and second group as well as non-performing loans and receivables. Restructuring in performing loans are made by granting a new loan or extending the term date of credit given to customer by Bank with changing conditions of contract aiming the enhancing of solvency of customer or customer's demand. Restructuring in non-performing loans are generally made by establishing a new redemption plan within the context of a protocol aiming the collection of those receivables whose redemption plan are not valid because of delinquency previously.

The breakdown of receivables in terms of geographic regions, sectors and remaining maturities are represented in "Explanations on Credit Risk" in the Fourth Section note II.

On the basis of sector-based provisions for receivables are presented in the footnote numbered Section Four II-16. The amounts of the receivables that are set aside for the geographical regions are as follows. The amount of non-performing loans which are written off in 2025 is TL 9,948,147.

	Current Period		Prior Period	
	Non-Performing Loans	Specific Provisions	Non-Performing Loans	Specific Provisions
Domestic	83,946,317	52,836,453	39,252,593	28,453,005
EU Countries	870,357	705,424	990,570	842,525
OECD Countries (1)	358,305	298,616	253,282	119,334
Off-Shore Banking Regions	1,249	719	198	132
USA, Canada	50,246	30,504	33,392	22,777
Other Countries	430,364	333,963	304,297	258,465
Total	85,656,838	54,205,679	40,834,332	29,696,238

(1) OECD Countries other than EU countries, USA and Canada.

The aging analysis of past-due receivables are disclosed under Section Four note II-11.

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c.2. Credit Risk Mitigation

c.2.1. Qualitative Public Disclosures on Credit Risk Mitigation Techniques

In the calculation of the Group's Credit Risk Mitigation in accordance with the "Communiqué on Credit Risk Mitigation Techniques" published in the Official Gazette numbered 29111 on September 6, 2014, the financial collaterals are taken into consideration. The Group takes local currency and foreign currency deposit pledges into consideration as financial collaterals in calculating regulatory capital adequacy.

Collateral valuation and its management policy and primary features processes are given at Section Four note.II under "Information on Credit Risk" disclosure.

c.2.2. Credit Risk Mitigation Techniques – Standard Approach

Current Period	Exposures unsecured	Exposures secured by collateral	Collateralized amount of exposures secured by collateral	Exposures secured by financial guarantees	Collateralized amount of exposures secured by financial guarantees	Exposures secured by credit derivatives	Collateralized amount of exposures secured by credit derivatives
Loans	2,688,873,458	56,761,462	44,508,715	7,662,338	6,180,815		
Debt securities	853,801,436						
Total	3,542,674,894	56,761,462	44,508,715	7,662,338	6,180,815		
Of which defaulted	85,656,838						

Prior Period	Exposures unsecured	Exposures secured by collateral	Collateralized amount of exposures secured by collateral	Exposures secured by financial guarantees	Collateralized amount of exposures secured by financial guarantees	Exposures secured by credit derivatives	Collateralized amount of exposures secured by credit derivatives
Loans (1)	1,852,860,375	57,786,104	43,472,599	10,289,469	8,529,234		
Debt securities	697,409,620						
Total	2,550,269,995	57,786,104	43,472,599	10,289,469	8,529,234		
Of which defaulted	40,834,332						

c.3. Credit Risk Under Standardised Approach

c.3.1. Qualitative Disclosures on Banks' Use of External Credit Ratings Under the Standardised Approach for Credit Risk

Aformentioned explanations are disclosed under Section Four note XI-a.1.

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c.3.2. Standard Approach: Credit risk exposure and credit risk mitigation effects:

Current Period ⁽¹⁾	Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density	
	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	Risk- Weighted Amount	Risk-Weighted Amount Density
Exposures to sovereigns and their central banks	1,533,091,471	99,702	1,539,195,635	1,096,500	34,030,335	2.21%
Exposures to regional and local governments	2,624,011	142,008	2,624,011	68,087	1,346,063	50.00%
Exposures to administrative bodies and non-commercial entities	1,663,362	1,674,101	1,659,473	220,213	1,879,686	100.00%
Exposures to multilateral development banks	1,077,466		1,077,466			0.00%
Exposures to international organizations						
Exposures to banks and securities firms	170,459,424	79,679,308	170,156,278	89,389,560	78,886,722	30.39%
Exposures to corporates	1,159,016,618	871,084,204	1,132,824,507	410,519,329	1,352,952,920	87.66%
Retail exposures	1,056,149,862	2,173,332,482	1,044,146,969	44,517,271	800,324,024	75.00%
Exposures secured by residential property	121,188,447	9,148,783	121,097,755	4,540,029	43,973,224	35.00%
Exposures secured by commercial property	100,812,314	16,783,244	100,812,313	10,413,188	64,188,546	57.71%
Past-due Receivables	30,660,853		30,660,853		22,363,165	72.94%
Exposures in higher-risk categories	773,324	6,868,295	773,324	2,225,722	3,588,325	119.65%
Exposures in the form of bonds secured by mortgages						
Short term exposures to banks, brokerage houses and corporates						
Equity investments in the form of collective investment Undertakings	53,831,265		53,831,265		53,831,265	100.00%
Other exposures	276,615,828	99,177,399	276,615,828	15,344	229,846,667	83.09%
Equity investments	158,405,562		158,405,563		166,133,361	104.88%
Total	4,666,369,807	3,257,989,526	4,633,881,240	563,005,243	2,853,344,303	54.90%

(1) The off-balance sheet receivable amount after the credit conversion rate and credit risk reduction includes the counterparty credit risk amount.

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Prior Period ⁽¹⁾	Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density	
	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	Risk- Weighted Amount	Risk-Weighted Amount Density
Exposures to sovereigns and their central banks	1,201,751,282	32,934	1,210,258,296	57,341	26,964,066	%2.23
Exposures to regional and local governments	1,988,050	4,439	1,988,049	1,766	994,923	%50.00
Exposures to administrative bodies and non-commercial entities	1,120,277	1,106,546	873,122	148,420	1,021,542	%100.00
Exposures to multilateral development banks	1,221,608	30,790	1,221,608	6,158		%0.00
Exposures to international organizations						
Exposures to banks and securities firms	124,955,521	48,169,836	124,955,522	101,866,386	66,837,091	%29.47
Exposures to corporates	942,890,706	615,920,743	908,910,541	276,039,619	1,023,116,559	%86.34
Retail exposures	640,773,935	868,468,740	632,095,865	19,466,879	474,561,825	%75.00
Exposures secured by residential property	84,039,871	6,450,634	83,965,024	3,105,678	30,474,746	%35.00
Exposures secured by commercial property	69,728,563	13,123,725	69,728,563	8,185,095	45,664,798	%58.61
Past-due loans	10,721,451		10,721,451		7,370,788	%68.75
Exposures in higher-risk categories	1,379,276	4,470,224	1,379,115	1,210,292	6,399,432	%247.14
Exposures in the form of bonds secured by mortgages						
Short term exposures to banks, brokerage houses and corporates						
Equity investments in the form of collective investment	35,564,124		35,564,124		35,564,124	%100.00
Equity investments	199,867,839	28,283,662	199,867,839	332,137	169,756,772	%84.79
Other exposures	115,142,873		115,142,874		115,975,137	%100.72
Total	3,431,145,376	1,586,062,273	3,396,671,993	410,419,771	2,004,701,803	%52.66

(1) The off-balance sheet receivable amount after the credit conversion rate and credit risk reduction includes the counterparty credit risk amount..

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c.3.3. Standardised Approach: Receivables according to risk classes and risk weights:

Current Period	Risk Weights											
	Consolidated											
	0 % ⁽¹⁾	10%	20%	25%	35%	50%	75%	100%	150%	250%	Other	Total
Risk Groups												
Exposures to sovereigns and their central banks	1,505,989,532					544,536		33,758,067				1,540,292,135
Exposures to regional and local governments						2,692,070		28				2,692,098
Exposures to administrative bodies and non-commercial entities								1,879,686				1,879,686
Exposures to multilateral development banks	1,077,466											1,077,466
Exposures to international organizations												
Exposures to banks and securities firms	1,078,844		159,795,029			88,165,232		2,656,689	21,223		7,828,821	259,545,838
Exposures to corporates	109,732		128,564,852			162,501,184		1,243,373,797	1,648,430		7,145,841	1,543,343,836
Retail exposures	21,565,542						1,067,098,698					1,088,664,240
Exposures secured by residential property					125,637,784							125,637,784
Exposures secured by commercial property						94,073,913		17,151,588				111,225,501
Past-due loans						18,080,969		11,094,292	1,485,592			30,660,853
Exposures in higher-risk categories						415,162		990,167	1,593,717			2,999,046
Exposures in the form of bonds secured by mortgages												
Short term exposures to banks, brokerage houses and corporates												
Equity investments in the form of collective investment Undertakings								53,831,265				53,831,265
Equity investments								153,253,696		5,151,867		158,405,563
Other exposures	46,765,401		23,880					229,841,891				276,631,172
Total	1,576,586,517		288,383,761		125,637,784	366,473,066	1,067,098,698	1,747,831,166	4,748,962	5,151,867	14,974,662	5,196,886,483

(1) Includes securities and private pension receivables blocked by Anadolu Hayat Emeklilik A.Ş., one of Group Companies and it also includes the transactions of that are not subject to credit risk Yatırım Varlık Kiralama A.Ş. a group companies

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Prior Period	Risk Weights											
	Consolidated											
	0 % ⁽¹⁾	10%	20%	25%	35%	50%	75%	100%	150%	250%	Other	Total
Risk Groups												
Exposures to sovereigns and their central banks	1,183,351,571							26,964,066				1,210,315,637
Exposures to regional and local governments						1,989,784		31				1,989,815
Exposures to administrative bodies and non-commercial entities								1,021,542				1,021,542
Exposures to multilateral development banks	1,227,766											1,227,766
Exposures to international organizations												
Exposures to banks and securities firms	54,309		116,764,249			78,519,337		3,221,187	296,033		27,966,793	226,821,908
Exposures to corporates	2,223,576		122,496,368			113,028,086		937,069,465	3,264,273		6,868,392	1,184,950,160
Retail exposures	18,813,644						632,749,100					651,562,744
Exposures secured by residential property					87,070,702							87,070,702
Exposures secured by commercial property						64,497,720		13,415,938				77,913,658
Past-due loans						7,418,085		2,586,608	716,758			10,721,451
Exposures in higher-risk categories						150,982		267,668	1,370,718		800,039	2,589,407
Exposures in the form of bonds secured by mortgages												
Short term exposures to banks, brokerage houses and corporates												
Equity investments in the form of collective investment Undertakings								35,564,124				35,564,124
Equity investments								114,588,030		554,844		115,142,874
Other exposures	30,443,204							169,756,772				200,199,976
Total	1,236,114,070		239,260,617		87,070,702	265,603,994	632,749,100	1,304,455,431	5,647,782	554,844	35,635,224	3,807,091,764

(1) Includes securities and private pension receivables blocked by Anadolu Hayat Emeklilik A.Ş., one of Group Companies and it also includes the transactions of that are not subject to credit risk Yatırım Varlık Kiralama A.Ş. a group companies.

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d. Explanations on Counterparty credit risk

d.1. Qualitative Disclosures on Counterparty Credit Risk Approach

The counterparty credit risk that the Parent Bank exposed to is managed within the framework of general limit allocation and credit risk mitigation that are outlined the Credit Risk Policy of the Bank. In setting general credit limits, the counterparty credit risks of customers as well as their cash and noncash risks are taken into account with a holistic view. Moreover, the total position of the transactions which create counterparty credit risk is also monitored under a separate risk limit.

The counterparty credit risk, which stems from derivatives and repo like transactions including transactions with qualified central counterparties that result in liabilities for both sides, is measured according to the Appendix-2 and Appendix-4 of the "Regulation on Measurement and Evaluation of Capital Adequacy of Banks" Counterparty credit risk valuation method based on the calculation of fair values of the derivative transactions is implemented. In the process of calculating the counterparty credit risk, the Standard Approach is used to determine the risk amounts of derivative transactions. In calculating the risk amount related to derivative transactions; 1.4 times the sum of potential credit risk amounts and positive replacement costs is charged.

Most of the credit risk related to the derivative transactions with other banks is subject to daily collateral clearing agreements mutually signed with related parties and the counterparty credit risk is hence reduced. There are no guarantees received or sold by credit derivatives by the Bank in the context of trading or banking accounts.

d.2. Counterparty Credit Risk (CCR) Approach Analysis:

	Replacement Cost	Potential Future Exposure	EEPE (Effective Expected Positive Exposure)	Alpha used for computing regulatory EAD	Exposure after Credit Risk Mitigation	Risk Weighted Amounts
Current Period						
Standardised Approach- CCR (for derivatives)	6,548,298	6,212,365		1,4	17,864,929	9,463,862
Internal Model Method (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)						
Simple Approach for credit risk mitigation (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)						
Comprehensive Approach for credit risk mitigation (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)					37,393,595	19,421,741
Value-at-Risk (VaR) (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)						
Total						28,885,603

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Prior Period	Replacement Cost	Potential Future Exposure	EEPE (Effective Expected Positive Exposure)	Alpha used for computing regulatory EAD	Exposure after Credit Risk Mitigation	Risk Weighted Amounts
Standardised Approach- CCR (for derivatives)	5,625,722	5,579,691		1,4	15,687,578	6,739,164
Internal Model Method (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)						
Simple Approach for credit risk mitigation (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)						
Comprehensive Approach for credit risk mitigation (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)					36,668,998	14,021,840
Value-at-Risk (VaR) (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)						
Total						20,761,004

d.3. Capital obligation for credit valuation adjustment (CVA):

	Current Period		Prior Period	
	Risk Amounts	Risk Weighted Amounts	Risk Amounts	Risk Weighted Amounts
Total portfolios subject to the Advanced CVA capital obligation				
(i) VaR component (including the 3x multiplier)				
(ii) Stressed VaR component (including the 3x multiplier)				
All portfolios subject to the Standardised CVA capital obligation	17,864,929	8,392,593	15,687,578	8,896,813
Total subject to the CVA capital change	17,864,929	8,392,593	15,687,578	8,896,813

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d.4. CCR Exposures by risk class and risk weights:

	Risk Weights								
Current Period	0%	10%	20%	50%	75%	100%	150%	Other	Total Credit Exposure
Risk Groups									
Conditional and unconditional exposures to sovereigns and their central banks	1,001,617								1,001,617
Conditional and unconditional exposures to regional and local governments									
Conditional and unconditional exposures to administrative bodies and non-commercial entities						555			555
Conditional and unconditional exposures to multilateral development banks									
Conditional and unconditional exposures to international organizations									
Conditional and unconditional exposures to banks and securities firms			16,380,098	22,771,369					39,151,467
Exposures to corporates			483,483	954,358		13,596,739			15,034,580
Retail exposures					70,305				70,305
Other exposures (1)								14,974,661	14,974,661
Total	1,001,617		16,863,581	23,725,727	70,305	13,597,294		14,974,661	70,233,185

(1) Other receivables include the amounts reported in the table "d.7. Risks to the Central Counterparty."

	Risk Weights								
Prior Period	0%	10%	20%	50%	75%	100%	150%	Other	Total Credit Exposure
Risk Groups									
Conditional and unconditional exposures to sovereigns and their central banks	35,658								35,658
Conditional and unconditional exposures to regional and local governments									
Conditional and unconditional exposures to administrative bodies and non-commercial entities						12,859			12,859
Conditional and unconditional exposures to multilateral development banks									
Conditional and unconditional exposures to international organizations							41,342		41,342
Conditional and unconditional exposures to banks and securities firms			23,308,099	24,445,009		612,307			48,365,415
Exposures to corporates			640,294	387,326		2,850,869			3,878,489
Retail exposures					22,813				22,813
Other exposures (1)								34,835,185	34,835,185
Total	35,658		23,948,393	24,832,335	22,813	3,476,035	41,342	34,835,185	87,191,761

(1) Other receivables include the amounts reported in the table "d.7. Risks to the Central Counterparty."

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d.5. Collateral for CCR:

Current Period	Collateral used in derivative transactions				Collateral used in other transactions	
	Received Collateral		Given Collateral		Received Collateral	Given Collateral
	Segregated	Not Segregated	Segregated	Not Segregated		
Cash- Domestic Currency					195,485,876	
Cash- Other Currencies					156,059,478	
Government bills/bonds-Domestic					164,070	
Total					351,709,424	

Prior Period	Collateral used in derivative transactions				Collateral used in other transactions	
	Received Collateral		Given Collateral		Received Collateral	Given Collateral
	Segregated	Not Segregated	Segregated	Not Segregated		
Cash- Domestic Currency					281,116,706	
Cash- Other Currencies					87,208,365	
Government bills/bonds-Domestic					143,215	
Total					368,468,286	

d.6. Credit derivatives exposures:

None.

d.7. Exposures to central counterparties (CCP):

	Current Period		Prior Period	
	Post CRM risk exposure	RWA	Post CRM risk exposure	RWA
Exposure to Qualified Central Counterparties (QCCPs) (total)		352,593		779,889
Exposures for trades at WCCPs (excluding initial margin and default fund contributions); of which	14,974,661	299,494	34,835,185	696,705
(i) OTC Derivatives	8,833,747	176,675	7,681,438	153,629
(ii) Exchange-traded Derivatives				
(iii) Repo-reverse transactions, credit securities transactions and securities or commodities	6,140,914	122,819.00	27,153,747	543,076
(iv) Netting sets where cross-product has been				
Segregated initial margin	411,813		270,301	
Non-segregated initial margin				
Paid guarantee fund amount	361,979	53,099	2,309,750	83,184
Unpaid guarantee fund commitment				
Exposures to non-QCCPs (total)				

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Exposures for trades at non-QCCPs (excluding initial margin and default fund contributions); of which				
(i) OTC Derivatives				
(ii) Exchange-traded Derivatives				
(iii) Repo-reverse transactions, credit securities transactions and securities or commodities				
(iv) Netting sets where cross-product has been				
Segregated initial margin				
Non-segregated initial margin				
Pre-funded default fund contributions				
Unfunded default fund contributions				

e. Explanations on securitisations:

None.

f. Explanations on Market Risk:

f.1. Qualitative information disclosed to the public regarding Market Risk

Market risk is defined as the risk that may reduce the market value of the trading portfolio due to the changes in the risk factors named interest rate, exchange rates, equities and the price of commodities and options.

The procedures for the management of market risk are discussed in the Parent Bank's "Asset and Liability Management Risk Policy" and those procedures are in line with the risk/return expectations and with the limits that are defined in the risk appetite framework. Limits related to market risk; are established by the Board and are revised periodically in order to reflect market conditions and best practices in the industry. Compliance to those limits is closely monitored by the Risk Management Department, Asset and Liability Management Committee and by the executive departments. Additionally, compliance with the provisions relating to the procedures and policies of market risk management is audited by the internal audit system.

Trading activities of the securities that are included in the calculation of market risk is carried out by taking the Asset-Liability Management Committee decisions, risk policies and established limits into consideration and risks arising due to these activities are hedged using derivatives transactions where necessary.

Measurement of market risk, reporting of results, and monitoring compliance with the risk limits are among the key responsibilities of the Risk Management Department. Analyses related to market risk are reported to the Risk Committee and to the Board via the Audit Committee by the Risk Management Department.

The trading book of the Parent Bank included in market risk calculations consists of on balance-sheet financial assets that are held for trading intent, derivatives that provide hedge to those instruments and foreign currency positions. The market risk carried by the Group is measured and monitored using methods known respectively as the Standard Method and the Value at Risk Model (VAR) and Expected Shortfall in accordance with the local regulations which are established in compliance with the international legislations. In this context, the exchange rate risk emerges as the most important component of the market risk.

The market risk calculations using the Standard Method are performed at the end of each month and the measurement results are included in the statutory reports as well as being reported to the Bank's top management.

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The Value at Risk Model and Expected Shortfall is another alternative for the Standard Method used for measuring and monitoring market risk. This model is used to measure the market risk on a daily basis in terms of interest rate risk, currency risk and equity share risk and is a part of the Bank's daily internal reporting. Further retrospective testing (back-testing) is carried out on a daily basis to determine the reliability of the daily risk calculation by the VAR model, which is used to estimate the maximum possible loss for the following day.

Scenario analyses which support the VAR model used to measure the losses that may occur in the ordinary market conditions are practiced, and the possible impacts of scenarios that are developed based on the future predictions and the past crises, on the value of the Bank's portfolio are determined and the results are reported to the Bank's top management.

f.2. Standardised Approach

	RWA	
	Current Period	Prior Period
Outright Products	56,423,626	72,692,251
Interest rate risk (general and specific)	10,934,400	11,349,650
Equity risk (general and specific)	7,766,588	17,987,488
Foreign exchange risk	26,586,013	41,297,400
Commodity risk	11,136,625	2,057,713
Options	2,074,537	1,282,387
Simplified approach		
Delta-plus method	2,074,537	1,282,387
Scenario approach		
Securitisations		
Total	58,498,163	73,974,638

g. Explanations on Operational Risk

The operational risk capital requirement is calculated according to "Regulation on Measurement and Evaluation of Capital Adequacy of Banks" article number 24, is measured using the Basic Indicator Approach once a year in parallel with domestic regulations. As of December, 31 2025, the consolidated operational risk amount is TL 305,012,313 information about the calculation is given below (December, 31 2024: TL 218,426,329).

Current Period	2PP Amount	1PP Amount	CP Amount	Total/Positive Years of Gross Income Amount	Rate (%)	Total
Gross Income	123,722,534	180,505,567	183,791,600	3	15	24,400,985
Value at operational risk (Total*12.5)						305,012,313

Prior Period	2PP Amount	1PP Amount	CP Amount	Total/Positive Years of Gross Income Amount	Rate (%)	Total
Gross Income	45,254,025	123,722,534	180,505,567	3	15	17,474,106
Value at operational risk (Total*12.5)						218,426,329

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h. The interest rate risk of the banking book items

Interest rate risk arising from banking accounts, defined as the risk of adverse impact on capital due to changes in market interest rates caused by differences in repricing periods and interest rate structures of interest-earning assets, interest-bearing liabilities, and interest-sensitive derivative transactions, comprises repricing risk, yield curve risk, basis risk, and option risk components. Both the Economic Value of Equity (EVE) and Net Interest Income (NII) approaches are employed in the calculation of the banking book interest rate risk (BHFOR). These two approaches reflect the effects of interest rate risk over different time horizons and are complementary to each other. The Economic Value of Equity (EVE) approach measures the impact of interest rate changes on the present value of interest-sensitive assets, liabilities, and off-balance-sheet items, capturing the long-term effects of interest rate risk arising from banking activities and revealing the potential impact of interest rate movements on the Parent Bank's capital position. The Net Interest Income (NII) approach, on the other hand, measures the effect of interest rate changes on the Parent Bank's expected net interest income over a specified forward-looking time horizon, reflecting short- and medium-term profitability sensitivity and thereby complementing the EVE measurement. Both measurements are calculated not only under the scenarios specified by the BRSA, which include standard parallel and non-parallel yield curve shocks, but also under internally defined scenarios designed to incorporate stress by considering historical occurrences beyond the standard shock levels to assess risks specific to the Group's balance sheet structure. These internally defined scenarios include parallel shocks exceeding standard levels and non-parallel shocks accounting for asymmetric movements across different maturities of the yield curve. The calculations are consistently applied across all major currencies.

The framework for the Group's risk management approach is detailed in Note XI.a.1 of Chapter Four. The Banking Book Interest Rate Risk (BHFOR), which falls under Asset-Liability Management Risk, is managed within the strategies determined by the Asset-Liability Management Committee and in accordance with policies established by the Board of Directors. To manage the risk, position management can be conducted on a currency basis using fixed or variable interest rate products within the balance sheet, while various derivative instruments such as interest rate swaps and interest rate options outside the balance sheet may also be utilized.

Compliance with the indicators determined within the risk appetite framework for the banking portfolio and internal risk limits is monitored by the Risk Management Department and the Asset-Liability Management Committee, with measurement results regularly reported to the Board of Directors on a monthly basis.

Within the scope of BHFOR, the Economic Value of Equity (EVE) calculation takes into account the principles set forth in the "Regulation on the Measurement and Evaluation of Interest Rate Risk Arising from Banking Accounts Using the Standard Shock Method," published in the Official Gazette dated May 12, 2025, number 32898, as well as the guidelines outlined in General Communiqué No. 2025/1.

Due to changes in market conditions, the projected cash flows of certain products may differ from their contractual terms. According to the relevant legal provisions, behavioral optionality risk must be incorporated into the calculations. Within the framework of the regulation, model results developed for demand deposits—which have low sensitivity to interest rate changes and a longer effective maturity than their contractual maturity—time deposits subject to early withdrawal risk, and fixed-rate loans with prepayment risk can be utilized in the calculations. These models are regularly monitored, reviewed, and validated as part of Model Risk Management and Validation Activities. In cases where the Bank is unable to calculate these ratios internally, the rates determined by the BRSA may be applied. To account for behavioral cash flows in EVE calculations on the Bank's balance sheet, results generated by the internally developed demand core deposit model are used for demand deposit products, while the rates set by the BRSA are applied for all fixed-rate loans and fixed-rate time deposit products.

The behavioral modeling studies for demand deposit products, conducted using long-term time series data segmented by currency and customer groups, aim to identify the amount and maturity profile of core deposits that tend to remain stable on the Parent Bank's balance sheet across different currencies and segments. The model, referred to as the demand core deposit model, is designed to reflect the impact of market dynamics on core deposits for segments with distinct behavioral characteristics and for significant currencies. Within the framework of the regulation, maturity profile assignments are made in accordance with the core deposit decay patterns indicated by the model results calculated at sub-segment levels, while ensuring that the upper limits set at 5 years for individual and retail customers and 4 years for other customer types are not exceeded. The table below presents the details of repricing periods for demand deposits obtained using model outputs as of December 31, 2025, which are also subject to reporting.

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Repricing Period (Month)			
Currency		Real Person and Retail Client	Other Person
Average Repricing Date	TL	8.98	6
	USD	17.20	9
	EUR	30.85	10
	XAU	13.05	7
Longest Repricing Date		60	48

For portfolios subject to early loan repayments and early withdrawals of time deposits, the rates determined by the BRSA have been used in the EVE calculations presented below. No other assumptions, aside from the matters detailed above that could materially impact the EVE results, have been applied in the calculations.

EVE (thousand TL) ⁽¹⁾	
Period	31.12.2025
Parallel Upwards	-23,418,501
Parallel Downwards	25,141,166
Increasing Slope	6,205,710
Decreasing Slope	-9,221,656
Short Term Upwards	-16,525,616
Short Term Downwards	15,527,751
Maximum	-23,418,501
Period	31.12.2025
Total Capital	428,199,077

(1) Negative balances represent impairment under the EVE (Economic Value of Equity) framework.

The significant currencies subject to EVE calculations for the relevant period are determined as TRY, USD, EUR, and XAU. Interest-sensitive positions in these currencies are classified according to their repricing and interest rate structures, and cash flows are generated to include interest margins. The resulting figures are converted into Turkish Lira and aggregated for reporting purposes. The discount yield curve used is based on risk-free reference interest rates shared with banks by the BRSA. As of December 31, 2025, the economic value sensitivity of the Bank's capital under the parallel upward shock scenario was recorded at negative 23 billion TRY, and the BHFOR Standard ratio stood at 5.47%.

Pursuant to the provisional article of the Communiqué on Disclosures to be Made Public by Banks Regarding Risk Management:

- Disclosures related to the NSFR,
- Current and prior period figures related to the NSFR, and
- Prior period figures related to the LCR,x

will start to be presented in the footnotes as of the reporting period ending 31 December 2026

Additionally, pursuant to the provisional article of the Regulation on the Measurement and Evaluation of Interest Rate Risk Arising from Banking Accounts Using the Standard Approach, which came into effect in October 2025, it has been stated that the reporting of EVE amounts on a consolidated basis will commence as of the April 2026 period. Consolidated measurement results will begin to be included in the relevant section as of the end of 2026, while for the current period, the EVE measurement results of the Parent Bank have been presented.

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i. Remuneration policy

The Remuneration Committee, which is established to carry out the duties and activities related to the monitoring and supervision of the Bank's remuneration applications on behalf of the Board of Directors, consists of two members. The Remuneration Committee meets at least twice a year, not exceeding six months, and reports to the Board of Directors on the results of the activities carried out and important matters considered to have an impact on the Bank's position. As of the end of 2025, the Remuneration Committee met 9 times and made a total of 11 decisions.

Regarding compliance with the Corporate Governance Principles, the Remuneration Committee monitors and supervises the practices related to wage management on behalf of the Board of Directors; the fees are in line with the Bank's ethical values, internal balances and strategic objectives; the evaluation of the remuneration policy and its practices in the context of risk management; it is responsible for the presentation of the proposals determined in line with the requirements of the salary policy and the other responsibilities determined by the provisions of the applicable legislation and the fulfillment of the duties given by the Board of Directors in this framework.

As of the end of 2025, the number of qualified employees working at the Bank is 27.

The monetary and social rights of employees are determined in accordance with the Chartering Policy in the framework of the legislation related to the Collective Labor Agreement. The Bank carries out its practices with regard to remuneration policies within the framework of relevant banking and capital market legislation. This policy includes all managers and employees.

Premium payments are made once a year to managers and managers who work in branches and headquarters units. It is considered that managerial premium payments are in line with the Bank's long-term strategy and the risks assumed, as well as the performance of its employees. There are no variable fees for qualified employees in the Bank.

The compliance of the wage levels in the bank with the sector wage levels is monitored by participating in independent and anonymous wage surveys, which are held twice a year.

Within the scope of the remuneration policy, the Bank's pricing practices are planned and executed on the basis of effective risk management, prevention of excessive risk taking, compliance with relevant legislation and scope and structure of the bank's activities, strategies, long-term objectives and risk management structures.

The fees to be paid to the managers and employees of the Bank at every stage; It is essential that the Bank is in line with its ethical values, internal balances and strategic objectives, and that it is not only associated with its short-term performance.

Payments made to employees are determined in a manner that will positively impact the Bank's corporate values and on the basis of objective conditions.

Payments to be made to the managers of the units within the internal systems and to their staff are determined by taking into account the performance of the relevant personnel in relation to their functions, as they are in the audit or oversight, or are independent of the performance of the activity unit they control.

XII. Explanations on Segment Reporting

The Group's activities are classified under corporate/commercial banking, retail/private banking, treasury operations and investment activities, insurance and reinsurance activities and others.

Services to the large corporations, SMEs and other trading companies are provided through various financial instruments within the scope of the corporate and commercial operations. Services such as project financing, operating and investment loans, deposit and cash management, credit cards, cheques and bills, foreign trade transactions and financing, letter of guarantee, letter of credit, forfeiting, foreign currency trading, bill collections, payrolls, investment accounts, tax collections and other banking services are provided to the aforementioned customer segments.

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Retail banking services include deposits, consumer loans, overdraft accounts, credit cards, bill collections, remittances, foreign currency trading, safe-deposit boxes, insurance, tax collections, and investment accounts and other banking services for individuals. All kinds of financing and cash management services provided to individuals in the high-income level are recognized as Private Banking activities.

Treasury transactions are comprised of medium and long-term funding tools such as securities trading, money market transactions, spot and forward TL and foreign currency trading, and derivative transactions such as forwards, swaps, futures and options, as well as syndications and securitizations. Investment activities of intermediary institutions and venture capital and real estate investment partnerships are also classified in this area. Investments of subsidiaries who operate in the real sector, investments of associates who operate both in financial and real sector and investments of jointly controlled entities that are presented in the consolidated financial statements are evaluated within the scope of investment activities.

Insurance and reinsurance activities include individual pension, life/non-life insurance transactions and reinsurance transactions.

The Group's financial leasing, factoring, asset management, portfolio management and payment service activities are classified under the 'Other' heading.

Information about The Group's segments are presented below.

Current Period	Corporate / Commercial Banking	Individual / Private Banking	Treasury Transaction/Investment Activities	Insurance and Reinsurance Activities	Other/ Unallocated	Total
Interest Income	345,168,691	171,548,447	298,481,186		26,905,792	842,104,116
Interest Expense	224,345,229	229,682,654	161,658,709	410	70,943,513	686,630,515
Fees and Commissions Income/Expense (Net)	84,696,070	42,431,988	4,316,957	-12,646,347	4,349,068	123,147,736
Dividend Income			450,893			450,893
Trading Income/Loss (Net)			6,518,932			6,518,932
Other Income	5,932,479	2,383,020	9,276,257	104,958,634	16,377,356	138,927,746
Expected Credit Loss and Other Provision Expenses	24,193,860	14,027,003		1,482,178	25,028,326	64,731,367
Other Operating Expense	28,966,073	71,143,020	6,995,428	97,977,263	57,361,625	262,443,409
Income/Loss from Investments in Subsidiaries Accounted by Equity Method			16,078,328			16,078,328
Income Before Tax						113,422,460
Tax Provision						23,357,993
Net Period Profit						90,064,467
Group Profit/Loss						67,873,334
Minority Interest Profit/Loss						22,191,133
Total Assets	1,822,540,040	810,335,850	1,470,225,839	86,954,751	1,199,281,661	5,389,338,141
Total Liabilities	1,320,796,250	1,948,926,308	1,127,441,455	251,043,871	741,130,257	5,389,338,141

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Prior Period	Corporate /Commercial Banking	Individual / Private Banking	Treasury Transaction/ Investment Activities	Insurance and Reinsurance Activities	Other/ Unallocated	Total
Interest Income	264,506,067	103,434,195	214,500,656		16,577,269	599,018,187
Interest Expense	167,918,235	167,892,851	139,525,660	387	44,215,131	519,552,264
Fees and Commissions Income/Expense (Net)	62,121,056	25,708,022	3,455,266	-7,904,458	1,982,124	85,362,010
Dividend Income			318,657			318,657
Trading Income/Loss (Net)			9,971,460			9,971,460
Other Income	5,937,256	1,280,124	12,164,102	67,871,489	18,454,629	105,707,600
Expected Credit Loss and Other Provision Expenses	8,945,936	7,436,493	148,449	656,445	8,513,540	25,700,863
Other Operating Expense	20,616,985	51,029,733	4,891,380	65,976,224	50,681,317	193,195,639
Income/Loss from Investments in Subsidiaries Accounted by Equity Method			10,167,726			10,167,726
Income Before Tax						72,096,874
Tax Provision						8,329,621
Net Period Profit						63,767,253
Group Profit/Loss						45,536,879
Minority Interest Profit/Loss						18,230,374
Total Assets	1,338,198,054	500,417,145	1,115,843,993	66,609,390	839,629,739	3,860,698,321
Total Liabilities	792,287,602	1,403,465,304	933,256,291	173,620,470	558,068,654	3,860,698,321

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SECTION FIVE: DISCLOSURES AND FOOTNOTES ON THE CONSOLIDATED FINANCIAL STATEMENTS

I. DISCLOSURES AND FOOTNOTES ON CONSOLIDATED ASSETS

a. Cash and Central Bank of the Republic of Türkiye:

a.1. Information on Cash and Balances with the Central Bank of the Republic of Türkiye:

	Current Period		Prior Period	
	TL	FC	TL	FC
Cash in TL / Foreign Currency	13,641,678	34,151,301	9,316,465	26,152,260
Central Bank of the Republic of Türkiye	333,062,339	492,088,440	269,133,596	325,467,494
Other		9,633,745		2,476,721
Total	346,704,017	535,873,486	278,450,061	354,096,475

a.2. Information on Balances with the CBRT:

	Current Period		Prior Period	
	TL	FC	TL	FC
Unrestricted Demand Deposit	175,342,991	158,429,825	161,735,514	120,322,609
Unrestricted Time Deposit				
Restricted Time Deposit				
Other (1)	157,719,348	333,658,615	107,398,082	205,144,885
Total	333,062,339	492,088,440	269,133,596	325,467,494

(1) The amount of reserve deposits held at the Central Bank of the Republic of Türkiye.

a.3. Explanations on reserve requirement application:

As per the Communiqué no. 2013/15 “Reserve Deposits” of the Central Bank of the Republic of Türkiye (“CBRT”), banks keep reserve deposits at the CBRT for their TL and FC liabilities mentioned in the communiqué.

The reserve deposit rates vary according to their maturity compositions; the reserve deposit rates are realized between 3% - 40% for TL deposits and other liabilities, between 22% - 32% for FC deposits and precious metal deposit accounts and between 5% - 25% for other FC liabilities. Additionally, an additional TL-denominated required reserve of 2,5% is applied to foreign currency deposits, excluding foreign bank deposits and precious metal deposit accounts.

Obligations subject to reserve requirements are calculated and set aside every two weeks on Friday for 14-day periods.

For the required reserves in Turkish Lira held by deposit banks, the Central Bank pays interest differentiated according to the "Renewal and Transition to TL Ratio" for accounts with exchange rate/price protection support provided by the Central Bank and for Turkish Lira deposit accounts

For foreign currency deposit/participation fund liabilities (excluding foreign bank deposits/participation funds), there is a commission applied by the Central Bank based on the renewal of accounts with exchange rate/price protection support (conversion accounts) and the transition to Turkish Lira and the share of Turkish Lira, calculated on the amount required for reserve requirements and notice foreign currency deposit accounts (excluding the portion held in Turkish Lira).

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b. Information on Financial Assets at Fair Value through Profit and Loss:

b.1. Financial assets at fair value through profit and loss, which are given as collateral or blocked:

Financial assets at fair value through profit and loss, which are given as collateral or blocked as of i December 31, 2025 amount to TL 439,881 (December 31, 2024: TL 605,425).

b.2. Financial assets at fair value through profit and loss, which are subject to repurchase agreements:

Financial assets at fair value through profit and loss, which are subject to repurchase agreements as of i December 31, 2025, amount to 46,171,164 TL (December 31, 2024: TL 22,268,576).

b.3. TL 4,804,518 of other financial assets consists of the mutual funds; Quasar İstanbul Konut Gayrimenkul and Quasar İstanbul Ticari Gayrimenkul which were founded by İş Portföy Yönetimi A.Ş. (December 31, 2024: TL 3,559,392).

c. Positive differences on derivative financial assets held for trading:

Derivative Financial Assets at Fair Value through Profit or Loss (1)	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	1,243,902	446,861	924,847	813,588
Swap Transactions	803,391	19,187,951	2,208,751	14,451,024
Futures				
Options	51,306	354,448	104,841	365,768
Other				
Total	2,098,599	19,989,260	3,238,439	15,630,380

(1) Includes information related to derivative financial assets held for trading in derivative financial assets. Information on derivative financial assets for hedging purposes is disclosed in Section Five footnote 1.1.

d. Banks Account

d.1. Information on Banks:

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
Domestic Banks	18,003,810	9,758,090	13,263,189	7,937,492
Foreign Banks	18,639,936	136,247,627	9,651,739	59,571,191
Foreign Head Office and Branches				
Total	36,643,746	146,005,717	22,914,928	67,508,683

(Yetkili İmza / Kaşe)

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d.2. Information on foreign banks:

	Current Period		Prior Period	
	Unrestricted Amount	Restricted Amount	Unrestricted Amount	Restricted Amount
EU Countries	54,802,132	357,220	16,551,238	734,675
USA, Canada	6,137,159	142,617	4,413,852	
OECD Countries (1)	37,867,600	1,882,923	13,586,901	2,670,582
Off-shore Banking Regions				
Other	32,480,323	21,217,589	16,766,120	14,499,562
Total	131,287,214	23,600,349	51,318,111	17,904,819

(1) OECD countries other than the EU countries, USA and Canada.

Expected credit loss for cash and cash equivalents:

	Current Period			Prior Period		
	Stage 1	Stage 2	Stage 3	Stage 1	Stage 2	Stage 3
Provisions beginning of the period	455,336			382,386		
Additional provisions within the period	72,249		15	146,630		
Transfers within the period	-100,101			-109,433		
Write-offs from Assets						
Transfer to Stage 1						
Transfer to Stage 2						
Transfer to Stage 3	-1		1			
Currency Exchange Difference	154,833			35,753		
Provisions at the end of the period	582,316		16	455,336		

e. Information on Financial Assets at Fair Value through Other Comprehensive Income:

e.1. Information on financial assets at fair value through other comprehensive income, which are given as collateral or blocked:

Financial assets at fair value through other comprehensive income, which are given as collateral or blocked, amount to TL 114,400,084 as of December 31, 2025 (December 31, 2024: TL 98,247,680).

e.2. Information on financial assets at fair value through other comprehensive income, which are subject to repurchase agreements:

Financial assets at fair value through other comprehensive income which are subject to repurchase agreements amount to TL 251,580,752 as of December 31, 2025 (December 31, 2024: TL 226,227,108).

e.3. Information on financial assets at fair value through other comprehensive income:

	Current Period	Prior Period
Debt Securities	588,922,858	449,644,464
Quoted on a Stock Exchange	323,986,774	171,264,692

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Not-Quoted (1)	264,936,084	278,379,772
Share Certificates	7,192,701	4,445,669
Quoted on a Stock Exchange	4,660,936	3,282,722
Not-Quoted	2,531,765	1,162,947
Provision for Impairment Losses (-)	23,427,967	27,969,050
Other		27,945
Total	572,687,592	426,149,028

(1) Refers to the debt securities, which are not quoted on the Stock Exchange, or which are not traded, while quoted, on the Stock Exchange at the end of the related period.

f. Information related to loans:

Leasing and factoring receivables are considered as loans in the footnotes of this section.

f.1. Information on all types of loans and advances given to shareholders and employees of the group:

	Current Period		Prior Period	
	Cash	Non-Cash	Cash	Non-Cash
Direct Lending to Shareholders				
Corporate Shareholders				
Individual Shareholders				
Indirect Lending to Shareholders				
Loans and Other Receivables to Employees	2,987,882	4,233	1,969,598	1,686
Total	2,987,882	4,233	1,969,598	1,686

f.2. Information about the Standard Loans and Loans Under Close Monitoring and Loans Under Close Monitoring that have been restructured:

Cash Loans	Standard Loans	Loans Under Close Monitoring		
		Loans Not Subject to Restructuring	Restructured Loans	
			Loans with Revised Contract Terms	Refinanced
Non-specialized loans	2,435,938,396	137,287,443	100,702,092	47,918,168
Corporation Loans	720,148,729	32,862,462	28,528,584	32,301,067
Export Loans	333,644,228	4,969,231	996,233	1,932,733
Import Loans				
Loans Extended to Financial Sector	61,555,002	164,489		
Consumer Loans	304,873,043	46,615,586	4,265	12,374,878
Credit Cards	457,001,152	38,368,237	50,054,286	
Other	558,716,242	14,307,438	21,118,724	1,309,490
Specialized Loans				
Other Receivables				
Total	2,435,938,396	137,287,443	100,702,092	47,918,168

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	Current Period		Prior Period	
	Standard Loans	Loans Under Close Monitoring	Standard Loans	Loans Under Close Monitoring
12 Month Expected Credit Losses	13,184,906		7,863,144	
Significant Increase in Credit Risk		35,001,417		23,931,682

f.3. Information on Maturity analysis of cash loans:

Cash Credit	Standard Loans	Loans Under Close Monitoring	
		Loans Not Subject to Restructuring	Refinanced
Short-term Loans	1,160,095,034	85,253,873	28,094,099
Medium and Long-term Loans	1,275,843,362	52,033,570	120,526,161

f.4. Information on consumer loans, retail credit cards, personnel loans and personnel credit cards: ⁽¹⁾:

	Short-Term	Medium and Long Term-	Short-Term	Medium and Long-Term
Consumer Loans-TL	87,139,247	188,431,842	6,824,267	282,395,356
Real Estate Loans	142,671	85,685,647	1,449,645	87,277,963
Vehicle Loans	1,588,011	3,136,614	56,881	4,781,506
General Purpose Consumer Loans	85,408,565	99,609,581	5,317,741	190,335,887
Other				
Consumer Loans – FC Indexed		118	3,790	3,908
Real Estate Loans		118	3,790	3,908
Vehicle Loans				
General Purpose Consumer Loans				
Other				
Consumer Loans – FC	10,156	141,269	689	152,114
Real Estate Loans		19,549	111	19,660
Vehicle Loans		3,293	16	3,309
General Purpose Consumer Loans	10,156	118,427	562	129,145
Other				
Retail Credit Cards-TL	386,878,486	38,513,668	9,816,302	435,208,456
With Installments	119,673,063	38,513,668	5,513,078	163,699,809
Without Installments	267,205,423		4,303,224	271,508,647
Retail Credit Cards-FC	1,683,746			1,683,746
With Installments				
Without Installments	1,683,746			1,683,746
Personnel Loans-TL	466,231	641,461	84,992	1,192,684
Real Estate Loans	240	14,244	226	14,710
Vehicle Loans	2,797	5,695	100	8,592
Vehicle Loans	463,194	621,522	84,666	1,169,382
General Purpose Consumer Loans				

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Other				
Personnel Loans- FC Indexed				
Real Estate Loans				
Vehicle Loans				
General Purpose Consumer Loans				
Other	430	24,125	192	24,747
Real Estate Loans		16,867	111	16,978
Vehicle Loans		2,975	32	3,007
General Purpose Consumer Loans	430	4,283	49	4,762
Other				
Personnel Credit Cards-TL	1,299,024	16,960	6,103	1,322,087
With Installments	394,126	16,960		411,086
Without Installments	904,898		6,103	911,001
Personnel Credit Cards-FC	13,726			13,726
With Installments				
Without Installments	13,726			13,726
Overdraft Accounts – TL (real persons)	77,312,521		2,734,000	80,046,521
Overdraft Accounts – FC (real persons)	52,442			52,442
Total	554,856,009	227,769,443	19,470,335	802,095,787

(1) Individual loans amounting to 20,140,315 TRY, extended by the Parent Bank to non-resident individuals abroad, have not been included in the table (credit cards: 5,733,358 TRY; other consumer loans: 14,406,957 TRY).

f.5. Information on commercial installments loans and corporate credit cards:

	Short-Term	Medium and Long Term-	Short-Term	Medium and Long-Term
Commercial Loans with Installments-TL	35,366,473	204,102,634	9,884,227	249,353,334
Real Estate Loans	19,045	3,847,959	444,884	4,311,888
Vehicle Loans	5,210,624	28,543,782	1,315,209	35,069,615
General Purpose Commercial Loans	30,136,804	171,484,548	8,092,069	209,713,421
Other		226,345	32,065	258,410
Commercial Loans with Installments-FC Indexed		9,034	98,372	107,406
Real Estate Loans				
Vehicle Loans				
General Purpose Commercial Loans		9,034	98,372	107,406
Other				
Commercial Loans with Installments-FC	3,325,829	27,904,406	502,910	31,733,145
Real Estate Loans				
Vehicle Loans		3,474		3,474
General Purpose Commercial Loans	655,858	16,210,317	366,752	17,232,927
Other	2,669,971	11,690,615	136,158	14,496,744
Corporate Credit Cards-TL	104,880,161	862,797	1,325,567	107,068,525
With Installments	29,488,448	862,797		30,351,245
Without Installments	75,391,713		1,325,567	76,717,280
Corporate Credit Cards-FC	127,135			127,135
With Installments				
Without Installments	127,135			127,135
Overdraft Accounts – TL (corporate)	28,640,742		553,203	29,193,945
Overdraft Accounts – FC (corporate)	2,582			2,582
Total	172,342,922	232,878,871	12,364,279	417,586,072

(Yetkili İmza / Kaşe)

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f.6. Distribution of credits according to users:

	Current Period	Prior Period
Public	12,985,056	11,227,056
Private	2,708,861,043	1,898,570,798
Total	2,721,846,099	1,909,797,854

f.7. Domestic and foreign loans:

	Current Period	Prior Period
Domestic Loans	2,609,453,825	1,847,269,708
Foreign Loans	112,392,274	62,528,146
Total	2,721,846,099	1,909,797,854

f.8. Loans granted to subsidiaries and associates:

	Current Period	Prior Period
Direct Loans Granted to Subsidiaries and Associates	11,945,536	14,844,971
Indirect Loans Granted to Subsidiaries and Associates		
Total	11,945,536	14,844,971

f.9. Information on impairment provisions of Loans (Stage 3):

	Current Period	Prior Period
Loans with Limited Collectability	15,707,635	6,159,988
Loans with Doubtful Collectability	14,068,005	6,185,079
Uncollectible Loans	24,430,039	17,351,171
Total	54,205,679	29,696,238

f.10. Information on non-performing loans (Net):

f.10.1. Information on non-performing loans, which are restructured by the Group:

	Group III	Group IV	Group V
	Loans with Limited Collectability	Loans with Doubtful Collectability	Uncollectible Loans
Current Period			
(Gross amounts before the provisions)	2,320,353	1,286,102	11,532,366
Restructured Loans	2,320,353	1,286,102	11,532,366
Prior Period			
(Gross amounts before the provisions)	1,579,065	499,384	6,642,519
Restructured Loans	1,579,065	499,384	6,642,519

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f.10.2. Information on the movement of total non-performing loans:

	Group III	Group IV	Group V
	Loans with Limited Collectability	Loans with Doubtful Collectability	Uncollectible Loans
Prior Period Ending Balance	10,680,063	9,581,530	20,572,739
Corporate and Commercial Loans	4,610,737	2,517,952	16,478,571
Retail Loans	2,409,591	2,592,467	2,272,962
Credit Cards	3,659,735	4,471,111	1,690,211
Other			130,995
Additions (+)	80,818,465	1,195,096	1,759,381
Corporate and Commercial Loans	36,008,686	830,915	1,163,371
Retail Loans	16,450,606	60,250	486,101
Credit Cards	28,359,173	303,931	16,056
Other			93,853
Transfers from Other NPL Categories (+)		47,178,199	27,113,716
Corporate and Commercial Loans		18,801,462	11,195,483
Retail Loans		10,603,607	5,855,805
Credit Cards		17,773,130	10,062,428
Other			
Transfers to Other NPL Categories (-)	47,178,199	27,113,716	
Corporate and Commercial Loans	18,801,462	11,195,483	
Retail Loans	10,603,607	5,855,805	
Credit Cards	17,773,130	10,062,428	
Other			
Collections (-)	14,556,165	7,270,167	7,623,887
Corporate and Commercial Loans	4,084,659	2,271,192	5,354,299
Retail Loans	4,040,478	2,078,603	1,186,677
Credit Cards	6,431,028	2,920,372	1,009,250
Other			73,661
Write-Offs (-) (1)	782	5,022	375,874
Corporate and Commercial Loans	171	177	352,660
Retail Loans	367	4,207	12,363
Credit Cards	244	638	10,851
Other			
Debt Sale (-) (2)			9,566,469
Corporate and Commercial Loans			704,280
Retail Loans			2,768,540
Credit Cards			6,093,649
Other			
Currency Exchange Effect	44,604	20,119	383,207
Corporate and Commercial Loans	32,968	11,595	329,315
Retail Loans	11,636	8,524	53,892
Credit Cards			
Other			
Current Period Ending Balance	29,807,986	23,586,039	32,262,813
Corporate and Commercial Loans	17,766,099	8,695,072	22,755,501
Retail Loans	4,227,381	5,326,233	4,701,180
Credit Cards	7,814,506	9,564,734	4,654,945
Other			151,187
Specific Provisions (-)	15,707,635	14,068,005	24,430,039
Corporate and Commercial Loans	9,650,379	5,475,381	18,763,432
Retail Loans	1,654,986	2,440,940	2,066,807
Credit Cards	4,402,270	6,151,684	3,448,713
Other			151,087
Net Balance on Balance Sheet	14,100,351	9,518,034	7,832,774

(1) In March 2025, non-performing loan receivables amounting to TL 1,738,890 were transferred to Gelecek Varlık Yönetim A.Ş. for a cash consideration of TL 617,500. In August 2025, non-performing loan receivables amounting to TL 5,049,750 were transferred to Sümer Varlık Yönetim A.Ş., Ortak Varlık Yönetim A.Ş., and Gelecek Varlık Yönetim A.Ş. for a total cash consideration of TL 998,500. In November 2025, non-performing loan receivables amounting to TL 2,777,829 were transferred to GSD Varlık Yönetim A.Ş., Birleşim Varlık Yönetim A.Ş., Dünya Varlık Yönetim A.Ş., Doğru Varlık Yönetim A.Ş., Birikim Varlık Yönetim A.Ş. ve İlke Varlık Yönetim A.Ş. for a cash consideration of TL 598,000.

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Had the specified portfolio sales related to non-performing loan receivables not been made, the Group's non-performing loan ratio as of December 31, 2025, would have been 3.38% instead of 3.05%.

f.10.3. Information on foreign currency non-performing loans:

	Group III	Group IV	Group V
	Loans with Limited Collectability	Loans with Doubtful Collectability	Uncollectible Loans
Current Period			
Balance at the End of the Period	2,810,460	1,339,638	11,806,437
Provisions (-)	1,495,286	899,381	9,815,884
Net Balance on Balance Sheet (1)	1,315,174	440,257	1,990,553
Prior Period			
Balance at the End of the Period	428,243	319,073	10,202,193
Provisions (-)	155,541	216,865	9,041,876
Net Balance on Balance Sheet (1)	272,702	102,208	1,160,317

(1) In addition to the loans extended in foreign currency, loans which are monitored in Turkish Lira are included.

f.10.4. Information on gross and net non-performing loans as per customer categories:

	Group III	Group IV	Group V
	Loans with Limited Collectability	Loans with Doubtful Collectability	Uncollectible Loans
Current Period (Net)	14,100,351	9,518,034	7,832,774
Loans to Individuals and Corporate (Gross)	29,807,986	23,586,039	32,111,626
Provisions (-)	15,707,635	14,068,005	24,278,952
Loans to Individuals and Corporate (Net)	14,100,351	9,518,034	7,832,674
Banks (Gross)			
Provisions (-)			
Banks (Net)			
Other Loans (Gross)			151,187
Provisions (-)			151,087
Other Loans (Net)			100
Prior Period (Net)	4,520,075	3,396,451	3,221,568
Loans to Individuals and Corporate (Gross)	10,680,063	9,581,530	20,441,744
Provisions (-)	6,159,988	6,185,079	17,238,197
Loans to Individuals and Corporate (Net)	4,520,075	3,396,451	3,203,547
Banks (Gross)			
Provisions (-)			
Banks (Net)			
Other Loans (Gross)			130,995
Provisions (-)			112,974
Other Loans (Net)			18,021

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f.10.5. Information on interest accruals, valuation differences and related provisions calculated for non-performing loans:

	Group III	Group IV	Group V
	Loans with Limited Collectability	Loans with Doubtful Collectability	Uncollectible Loans
Current Period (Net)	1,457,751	1,560,805	918,696
Interest accruals and valuation differences	3,023,050	3,825,389	3,765,704
Provisions (-)	1,565,299	2,264,584	2,847,008
Prior Period (Net)	528,797	497,693	244,593
Interest accruals and valuation differences	1,123,506	1,408,183	1,915,043
Provisions (-)	594,709	910,490	1,670,450

f.10.6. Outline of the liquidation policy for impaired loans and other receivables:

All possible alternatives permitted within the regulatory framework are evaluated to maximize recovery from non-performing receivables. Initially, administrative efforts are made to establish an agreement with the borrowers. For receivables where collection, liquidation, or restructuring is not achievable through negotiations, legal enforcement proceedings are pursued to secure repayment.

Receivables that cannot be collected through administrative or legal efforts may be removed from the assets through portfolio-based receivable sales or write-off applications, provided that the requirements of the Tax Procedure Law are fulfilled.

f.10.7. Explanations on write-off policy:

Receivables classified as non-performing loans are collected primarily within the framework of administrative contacts with the debtors, and if no result is obtained, through legal means. In this context, if our uncollected receivables are deleted from assets, one of the methods of destruction, receivable sale and deregistration can be applied.

In the Bank's write-off policy within the framework following the amendment made in Article 53 of the Banking Law with the Law on Income Tax and amending Certain Laws No. 19.07.2019/7186, along with the "Classification of Loans and the Procedures and Principles for the Reserves to be Allocated for Them" published in the Official Gazette No. 27.11.2019 / 30961, the following statements are issued:

- The portion of the receivables, which are followed under the Fifth Group-Loans with a Loss Qualification and for which a lifetime expected credit loss provision has been made due to the default of the debtor, for which there is no reasonable expectation of its collection, can be write-off to the extent of the maximum provision amount,
- Write-off is an accounting practice and does not result in the waiver of the receivable,

The Bank's general policy for write-offs of receivables under follow-up is to write off such receivables that are proven to be uncollectible in legal follow-up process within the instructions of Tax Procedure Law.

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Expected Credit Loss:

	Current Period			Prior Period		
	Stage 1	Stage 2	Stage 1	Stage 2	Stage 1	Stage 2
Provisions beginning of the period	7,863,144	23,931,682	29,696,238	5,878,898	18,972,440	23,447,175
Additional provisions within the period	17,415,908	16,609,546	37,084,539	11,048,388	16,222,779	14,429,206
Transfers within the period	-12,089,744	-4,662,994	-5,986,834	-9,328,487	-11,311,577	-3,672,664
Write-offs from Assets			-9,948,147			-5,135,033
Transfer to Stage 1	1,172,885	-1,161,539	-11,346	661,386	-645,901	-15,485
Transfer to Stage 2	-1,429,530	1,516,114	-86,584	-518,626	546,935	-28,309
Transfer to Stage 3	-198,940	-2,907,544	3,106,484	-94,225	-479,523	573,748
Currency Exchange Difference	451,183	1,676,152	351,329	215,810	626,529	97,600
Provisions at the end of the period	13,184,906	35,001,417	54,205,679	7,863,144	23,931,682	29,696,238

g. Financial Assets Measured at Amortized Cost:

g.1. Financial Assets Measured at Amortized Cost given as collateral or blocked:

Financial assets measured at Amortized cost given as collateral or blocked amount to TL 35,712,871 as at December 31, 2025 (December 31, 2024: TL 62,331,689).

g.2. Financial Assets Measured at Amortized Cost subject to repurchase agreements:

Financial assets measured at Amortized cost, which are subject to repurchase agreements amount to TL 124,707,453 at December 31, 2025 (December 31, 2024: TL 136,950,399).

g.3. Information on government securities measured at Amortized cost:

	Current Period	Prior Period
Government Bonds	265,026,289	260,651,589
Treasury Bills		
Other Public Debt Securities		
Total	265,026,289	260,651,589

g.4. Information on financial assets measured at amortized cost:

	Current Period	Prior Period
Debt Securities	285,887,845	281,357,179
Quoted on a Stock Exchange	251,520,842	249,273,030
Not Quoted (1)	34,367,003	32,084,149
Impairment Losses (-)		
Total	285,887,845	281,357,179

(1) Indicates unlisted debt securities, and debt securities that have not been traded at the end of the related periods while they are listed.

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g.5. Movement of financial assets measured at amortized cost within the year:

	Current Period	Prior Period
Beginning Balance	281,357,179	216,178,048
Foreign Exchange Differences Arising on Monetary Assets	9,525,534	5,968,244
Purchases During the Year	55,928,003	125,503,427
Transfers		
Disposals through Sales and Redemption	-76,724,490	-89,906,221
Impairment Losses (-)		
Valuation Effect	15,801,619	23,613,681
Balance at the End of the Period	285,887,845	281,357,179

Expected credit loss for financial assets measured at amortised cost:

	Current Period			Prior Period		
	Stage 1	Stage 2	Stage 3	Stage 1	Stage 2	Stage 3
Provisions beginning of the period	192,180			211,281		
Additional provisions within the period	68,605		21,582	167,891		
Transfers within the period	-144,329			-190,123		
Write-offs from Assets						
Transfer to Stage 1						
Transfer to Stage 2						
Transfer to Stage 3	-3		3			
Currency Exchange Difference	2,065			3,131		
Provisions at the end of the period	118,518		21,585	192,180		

h. Information on Associates (Net):

As per the “Communiqué on Preparation of Consolidated Financial Statements of Banks”, credit institutions or financial institutions associates are included in the scope of consolidated financial statements. Within this context, credit institutions and financial associates are accounted in the consolidated financial statements according to TAS 28 - Investments in Associates and Joint Ventures”.

h.1. Information on credit institution or financial institution associates that are not accounted by the equity method: None.

h.2. Information on credit institution or financial institution associates that are accounted by the equity method:

Title	Address (City/ Country)	Bank's Share Percentage-If Different. Voting Percentage (%)	Bank's Risk Group Share Percentage (%)
Arap Türk Bankası A.Ş.	İstanbul/Türkiye	20.58	79.42

Information on financial statements of associates in the above order:

Total Assets	Shareholders' Equity	Total Tangible Assets	Interest Income (1)	Securities Income	Current Period Profit/Loss	Prior Period Profit/Loss	Fair Value
30,147,342	5,352,850	1,975,746	2,366,428	3,719	584,521	198,554	

(1) Includes interest income on securities.

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h.3. Movement of investments in consolidated associates (1):

	Current Period	Prior Period
Beginning Balance	554,844	453,026
Movements during the period		
Purchases	351,992	
Bonus shares acquired		
Dividends received from the current year profit		
Sales		
Revaluation Increase (2)	194,559	101,818
Impairment		
Balance at the end of the period	1,101,395	554,844
Capital commitments		
Contribution in equity at the end of the period (%)		

(1) Includes the information related to associate which is a credit institution in which the Bank has direct shares.

(2) Represents the amount related to the capital increase of Arap Türk Bankası A.Ş.

(3) Includes the equity method accounting differences.

h.4. Sectoral information on consolidated associates and the related carrying amounts (1):

	Current Period	Prior Period
Banks	1,101,395	554,844
Insurance Companies		
Factoring Companies		
Leasing Companies		
Finance Companies		
Other Financial Participations		
Total	1,101,395	554,844

(1) Includes the information related to associate which is a credit institution in which the Bank has direct shares.

h.5. Consolidated associates traded on a stock exchange: None.

h.6. Consolidated associates disposed of in the current period: None.

h.7. Consolidated associates acquired in the current period: None.

h.8. Other issues related to associates:

The accounting method for non-financial subsidiaries, associates and jointly controlled associates is changed in accordance with TAS 27 “Individual Financial Statements” to the equity method introduced in TAS 28. The effects of these changes are given in Section Three III.2 numbered footnotes in detail

i. Information on subsidiaries (Net):

As per the “Communiqué on Preparation of Consolidated Financial Statements of Banks”, the Bank includes credit institutions or financial institutions subsidiaries in the scope of consolidated financial statements.

i.1. Information on the equity of major subsidiaries:

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	Insurance / Reinsurance Companies	Türkiye Sınai Kalkınma Bankası A.Ş.	İşbank AG	İş Finansal Kiralama A.Ş.
COMMON EQUITY TIER I CAPITAL				
Common Equity Tier I Capital Before Deductions	80,761,996	46,114,215	22,655,976	12,077,584
Deductions from Common Equity Tier I Capital (-)	1,565,425	1,573,397	83,146	90,000
Total Common Equity Tier I Capital	79,196,571	44,540,818	22,572,830	11,987,584
ADDITIONAL TIER I CAPITAL				
Additional Tier I Capital before Deductions		12,800,760		
Deductions from Additional Tier I Capital (-)				
Total Capital	79,196,571	57,341,578	22,572,830	11,987,584
TIER II CAPITAL				
Tier II Capital Before Deductions		2,627,572		
Deduction from Tier II Capital (-)				
Total Additional Tier II Capital		2,627,572		
Total Capital and Tier II Capital	79,196,571	59,969,150	22,572,830	11,987,584
Deductions from Total Capital and Additional Tier I Capital (-)				
CAPITAL	79,196,571	59,969,150	22,572,830	11,987,584

1.2. Information on unconsolidated subsidiaries: None.

1.3. Information on consolidated subsidiaries:

No	Title	Address (City/ Country)	Bank's Share Percentage-If Different. Voting Rights (%) (1)	Bank's Risk Group Share Percentage (%)
1-	Anadolu Anonim Türk Sigorta Şirketi	İstanbul/Türkiye	50.21	49.79
2-	Anadolu Hayat Emeklilik A.Ş.	İstanbul/Türkiye	74.83	25.17
3-	Efes Varlık Yönetim A.Ş.	İstanbul/Türkiye	66.29	33.71
4-	İş Faktoring A.Ş.	İstanbul/Türkiye	46.51	53.49
5-	İş Finansal Kiralama A.Ş.	İstanbul/Türkiye	45.42	54.58
6-	İş Gayrimenkul Yatırım Ortaklığı A.Ş.	İstanbul/Türkiye	60.92	39.08
7-	İş Girişim Sermayesi Yatırım Ortaklığı A.Ş.	İstanbul/Türkiye	38.63	61.37
8-	İş Portföy Yönetimi A.Ş.	İstanbul/Türkiye	67.47	32.53
9-	İş Yatırım Menkul Değerler A.Ş.	İstanbul/Türkiye	67.98	32.02
10-	İş Yatırım Ortaklığı A.Ş.	İstanbul/Türkiye	24.46	75.54
11-	İşbank AG	Frankfurt/Germany	100.00	0.00
12-	JSC İşbank	Moscow/Russia	100.00	0.00
13-	JSC Isbank Georgia	Tbilisi/Georgia	100.00	0.00
14-	Levent Varlık Kiralama A.Ş.	İstanbul/Türkiye	67.98	32.02
15-	Maxis Girişim Sermayesi Portföy Yönetimi A.Ş.	İstanbul/Türkiye	67.98	32.02
16-	Maxis Investments Ltd.	London/England	67.98	32.02
17-	Milli Reasürans T.A.Ş.	İstanbul/Türkiye	87.60	12.40
18-	TSKB Gayrimenkul Yatırım Ortaklığı A.Ş.	İstanbul/Türkiye	44.71	55.29
19-	Türkiye Sınai Kalkınma Bankası A.Ş.	İstanbul/Türkiye	50.46	49.54
20-	Yatırım Finansman Menkul Değerler A.Ş.	İstanbul/Türkiye	48.90	51.10
21-	Yatırım Varlık Kiralama A.Ş.	İstanbul/Türkiye	48.90	51.10

(1) Indirect share of the Group is considered as the Parent Bank's share percentage.

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Financial statement information related to consolidated subsidiaries in the above order:

	Total Assets	Shareholders' Equity	Total Tangible Assets	Interest Income (1)	Securities Income	Current Period Profit/Loss	Prior Period Profit/Loss	Fair Value (2)	Additional Shareholders' Equity Required
1-	128,693,250	35,553,399	2,112,182	12,572,807	9,854,051	13,431,245	11,538,847	46,000,000	
2-	443,673,308	13,657,246	940,634	5,903,793	542,395	5,994,213	4,305,802	42,419,500	
3-	1,265,435	652,557	14,700	602,585	2,548	58,344	104,108		
4-	38,822,422	6,320,845	51,178	11,149,918	211,057	1,990,659	1,007,450		
5-	101,221,396	13,453,550	141,903	16,848,584	446,770	3,630,137	1,925,193	11,524,641	
6-	53,248,022	46,875,610	44,569,261	532,897	753,621	10,372,739	11,080,257	20,421,375	
7-	14,523,035	10,723,243	17,674	87,378	218,566	5,744,130	1,945,145	6,066,109	
8-	4,549,802	4,029,106	146,515	318,242	1,455,205	2,075,682	1,178,849		
9-	114,986,022	34,998,443	7,143,439	13,662,383	6,919,719	15,045,759	12,489,979	60,255,000	
10-	683,788	677,973	3,058	185,255	62,298	163,003	148,866	1,385,972	
11-	111,522,065	24,864,729	391,203	5,690,441		1,213,958	1,331,536		
12-	33,432,662	4,558,244	273,035	3,513,063	118	2,199,294	1,287,802		
13-	9,957,961	2,549,892	162,502	589,536		186,175	144,543		
14-	1,190	1,151		86		-245	-98		
15-	522,954	444,364	38,884	98,447	228,883	80,860	78,966		
16-	6,297,858	1,741,583	7,597	42,559		128,244	148,821		
17-	49,817,462	26,338,377	215,956	2,623,767	1,899,381	9,776,419	5,933,631		
18-	6,995,207	6,191,132	6,729,508	29,637		1,472,209	1,370,581	4,462,250	
19-	334,293,518	46,463,725	7,545,974	37,142,909	986,817	11,427,146	10,356,755	34,832,000	
20-	10,719,293	1,722,893	250,537	2,296,790	368,953	356,708	335,579		
21-	1,857	1,729				-372	1,428		

(1) Includes interest income on securities.

(2) Fair value is the companies' market value.

The financial statement information presented in the table above reflects amounts not adjusted for inflation accounting, as disclosed in the companies' publicly announced financial reports or in material event disclosures. In the preparation of the consolidated financial statements, these balances have been adjusted in line with the Group's accounting policies to meet the requirements of consolidation.

1.4. Movement of investments in subsidiaries : ⁽¹⁾:

	Current Period	Prior Period
Balance at the Beginning of the Period	98,845,228	67,465,619
Movements in the Period		
Purchases (2)	51,246	29,954
Bonus Shares Acquired		
Dividends Received from the Current Year Profit		
Sales	-70,876	
Revaluation Surplus/Deficit (3)	39,769,211	31,349,655
Impairment		
Balance at the End of the Period	138,594,809	98,845,228
Capital Commitments		
Contribution in equity at the end of the period (%)		

(1) Reveals the information related to companies subject to consolidation in which Bank directly owns share.

(2) The current period balance consists of stock purchases from the publicly traded shares of İş Gayrimenkul Yatırım Ortaklığı A.Ş., Anadolu Hayat Emeklilik A.Ş., and İş Finansal Kiralama A.Ş.

(3) It includes the balance of Moka Ödeme Kuruluşu A.Ş., which lost control after merging under Moka United Ödeme Hizmetleri ve Elektronik Para Kuruluşu A.Ş..

(4) Includes accounting differences by equity method.

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1.5. Sectoral information on consolidated subsidiaries and the related carrying amounts ⁽¹⁾:

	Current Period	Prior Period
Banks	54,218,900	38,145,018
Insurance Companies	35,979,015	22,573,033
Factoring Companies		
Leasing Companies	3,111,723	2,021,433
Finance Companies		
Other Financial Subsidiaries	45,285,171	36,105,744
Total	138,594,809	98,845,228

(1) Reveals the information related to companies subject to consolidation in which Bank directly owns share.

1.6. Consolidated subsidiaries traded on stock exchange ⁽¹⁾:

	Current Period	Prior Period
Traded on domestic stock exchanges	81,692,482	62,257,824
Traded on foreign stock exchanges		

(1) Reveals the information related to companies subject to consolidation in which Bank directly owns share.

1.7. Consolidated subsidiaries disposed of in the current period:

In the previous period, Moka Ödeme ve Elektronik Para Kuruluşu A.Ş., which was 100% owned by the Bank, merged with Birleşik Ödeme Hizmetleri ve Elektronik Para A.Ş. during the current period, and the company's new title was registered as "Moka United Ödeme Hizmetleri ve Elektronik Para Kuruluşu A.Ş." The Parent Bank's share in the said partnership is 20.83%, the share of Trakya Yatırım Holding A.Ş., a non-financial subsidiary of the Parent Bank, is 22.92%, and the share of Efes Holding A.Ş., a subsidiary of Türkiye İş Bankası A.Ş. Mensupları Munzam Sosyal Güvenlik ve Yardımlaşma Sandığı Vakfı, one of the Parent Bank's shareholders, is 6.25%. The company has been classified in the portfolio of jointly controlled entities valued using the equity method.

1.8. Subsidiaries acquired in the current period: None

1.9. Other issues on subsidiaries:

As explained in Note III.2 of Section Three, non-financial subsidiaries, associates and jointly controlled associates are accounted by using the equity method defined in TAS 28 "Investments in Subsidiaries and Associates" within the scope of TAS 27 "Individual Financial Statements".

On 27 January 2025, İş Girişim Sermayesi Yatırım Ortaklığı A.Ş. acquired a 35.83% stake in Tatilbudur Seyahat Acenteliği ve Turizm A.Ş. for a consideration of TL 1,775,000, thereby increasing its shareholding in the company to 99.98%.

The share capital of Trakya Yatırım Holding A.Ş., a wholly owned subsidiary of the Parent Bank, amounting to TL 13,876,165, was increased to TL 16,881,165 through capital increases of TL 1,675,000 resolved at the Extraordinary General Assembly held on January 16, 2025 and TL 1,330,000 resolved at the Extraordinary General Assembly held on 9 April 2025. The respective capital increases were registered on January 22, 2025 and 14 April 2025.

The transfer of an 80% stake held by Trakya Yatırım Holding A.Ş., a non-financial subsidiary wholly owned (100%) by the Parent Bank, in Bayek Tedavi Sağlık Hizmetleri ve İşletmeciliği A.Ş. to a third party outside the group has been registered as of July 18, 2025. As a result of the transfer, Trakya Yatırım Holding A.Ş.'s shareholding in Bayek Tedavi Sağlık Hizmetleri ve İşletmeciliği A.Ş. has been adjusted to 19.90%.

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The transfer of an 80.38% stake held by İş Girişim Sermayesi Yatırım Ortaklığı A.Ş., a consolidated subsidiary, in Ortopro Tıbbi Aletler Sanayi ve Ticaret A.Ş. to a party outside the group was approved by the Board of Directors on June 2, 2025, and completed on June 3, 2025. Following this transfer, İş Girişim Sermayesi Yatırım Ortaklığı A.Ş.'s shareholding in Ortopro Tıbbi Aletler Sanayi ve Ticaret A.Ş. has been adjusted to 16.85%.

İş Girişim Sermayesi Yatırım Ortaklığı A.Ş., a consolidated subsidiary, has acquired a total 61.31% stake in Agrinatura Gıda Üretim Sanayi ve Ticaret A.Ş., which operates in the agriculture and food sector, pursuant to the Board of Directors resolution dated June 11, 2025, and the Extraordinary General Assembly resolution dated June 19, 2025.

İş Girişim Sermayesi Yatırım Ortaklığı A.Ş., a consolidated subsidiary, resolved by its Board of Directors on May 22, 2025, to establish a company named Enlila Sağlık İlaç Arge Üretim ve Laboratuvar A.Ş., operating in the healthcare sector, with 100% ownership. The registration of the company was completed as of May 27, 2025.

i. Information on jointly controlled entities (Net):

As per the “Communiqué on Preparation of Consolidated Financial Statements of Banks”, jointly controlled entities as credit institutions or financial institutions are included in the scope of consolidated financial statements. Within this scope, the Bank’s jointly controlled entities that qualify as credit institutions or financial institutions are accounted for using the equity method in the consolidated financial statements, in accordance with TFRS 28 “Investments in Associates and Joint Ventures.”

i.1. Information regarding jointly controlled entities classified as credit institutions or financial institutions that are not accounted for using the equity method: None.

i.2. Information regarding jointly controlled entities classified as credit institutions or financial institutions that are accounted for using the equity method:

Title	Address (City/ Country)	Bank’s Share Percentage-If Different. Voting Percentage(1) (%)	Bank’s Risk Group Share Percentage (%)
Moka United Ödeme ve Elektronik Para Kuruluşu A.Ş.	İstanbul/Türkiye	43.75	56.25

(1) The Parent Bank holds a 20.83% stake in the company, while joint control is jointly exercised alongside Trakya Yatırım Holding, the Bank’s non-financial subsidiary, and Efes Holding, a subsidiary of Türkiye İş Bankası A.Ş. Mensupları Munzam Sosyal Güvenlik ve Yardımlaşma Sandığı Vakfı, one of the Bank’s shareholders, which hold stakes of 22.92% and 6.25%, respectively.

Financial statement information related to the above jointly controlled entity:

Total Assets	Shareholders’ Equity	Total Tangible Assets	Interest Income (1)	Securities Income	Current Period Profit/Loss	Prior Period Profit/Loss	Fair Value
21,575,057	9,992,192	8,985,465	605,442		6,787,694		

(1) It also includes interest income from securities.

TÜRKİYE İŞ BANKASI A.Ş.
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i.3. Statement of changes related to jointly controlled entities ⁽¹⁾:

	Current Period	Prior Period
Beginning of Period Value		
Period Movements		
Purchases ⁽²⁾	70,876	
Bonus Shares		
Profit Received from Current Year Earnings		
Sales		
Revaluation Increase ⁽³⁾	1,013,110	
Impairment Provisions / Reversals		
Other ⁽⁴⁾	2,966,486	
Ending of Period Value	4,050,472	
Capital Commitments		
End-of-Period Capital Contribution (%)		

(1) Contains information regarding the jointly controlled entity in the nature of a financial institution in which the Bank holds a direct ownership interest.

(2) Consists of the amount related to the classification of Moka United Ödeme Hizmetleri ve Elektronik Para Kuruluşu A.Ş. in the portfolio of jointly controlled entities.

(3) Includes differences arising from accounting using the equity method.

(4) Represents the net gain arising from the disposal of shares in Moka Ödeme Kuruluşu A.Ş. ("Moka") and the simultaneous acquisition of shares in Moka United Ödeme Hizmetleri ve Elektronik Para Kuruluşu A.Ş. This gain results from the difference between the provisional fair value determined at the acquisition date of Moka United Payment shares and the investment amount accounted for in connection with the transaction.

i.4. Sector information and recorded amounts related to jointly controlled entities ⁽¹⁾:

	Current Period	Prior Period
Banks		
Insurance Companies		
Factoring Companies		
Leasing Companies		
Finance Companies		
Other Financial Subsidiaries	4,050,472	
Total	4,050,472	

(1) Contains information regarding the jointly controlled entity in the nature of a financial institution in which the Bank holds a direct ownership interest.

i.5. Jointly controlled entities listed on the stock exchange: None.

i.6. Jointly controlled entities disposed of during the current period: None.

i.7. Jointly controlled entities acquired during the current period: None.

i.8. Other matters relating to jointly controlled entities:

As explained in Note III.2 of Section Three, non-financial subsidiaries, associates and jointly controlled associates are accounted by using the equity method defined in TAS 28 "Investments in Subsidiaries and Associates" within the scope of TAS 27 "Individual Financial Statements".

The subsidiaries "Moka Ödeme ve Elektronik Para Kuruluşu A.Ş." and "Birleşik Ödeme Hizmetleri ve Elektronik Para A.Ş.", which were included in the consolidation in the previous period, merged during the current period, and the company's new title was registered as "Moka United Ödeme Hizmetleri ve Elektronik Para Kuruluşu A.Ş." The jointly controlled entity, in which the Parent Bank holds a 20.83% interest, the Bank's non-financial subsidiary Trakya Yatırım Holding A.Ş. holds 22.92%, and Efes Holding A.Ş., a subsidiary of Türkiye İş Bankası A.Ş. Mensupları Munzam Sosyal Güvenlik ve Yardımlaşma Sandığı Vakfı (one of the Bank's shareholders), holds 6.25%, has been included in the consolidated financial statements under the equity method in the current period.

(Yetkili İmza / Kaşe)

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j. Information regarding finance lease receivables (Net):

j.1. Presentation of finance lease receivables according to their remaining maturities:

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than 1 Year	26,458,091	21,387,988	16,935,446	13,706,168
1-4 Years	30,792,883	26,117,791	14,407,367	12,507,918
More than 4 Years	4,283,607	3,949,417	1,011,912	859,753
Total	61,534,581	51,455,196	32,354,725	27,073,839

j.2. Information regarding net investments made on finance lease:

	Current Period	Prior Period
Gross Finance Lease Investment	61,534,581	32,354,725
Unearned Finance Revenue from Finance Lease (-)	10,079,385	5,280,886
Net Finance Lease Investment	51,455,196	27,073,839

j.3. Presentation of operating lease receivables according to their remaining maturities:

As at December 31, 2025 the remaining maturities of the Group's operating lease receivable is less than 1 year the total amount is TL 75,159. (December 31, 2024; TL 64,995).

k. Positive differences table for hedging derivative financial assets:

Part of Derivative Financial Assets at Fair Value Through Profit Loss (1)	Current Period		Prior Period	
	Net	Gross	Net	Gross
Hedging Derivative Financial Assets		215,768		1,119,407
Hedging Cash Flow				
Protection from Net Investment Risk Abroad				
Total		215,768		1,119,407

(1) Includes information on derivative financial assets for hedging purposes classified under derivative financial assets.

Explanations on hedging derivative financial assets:

Derivative Financial Liabilities at Fair Value through Profit/Loss	Current Period			Prior Period		
	Contract Sum	Assets	Contract Sum	Assets	Contract Sum	Assets
Interest Rate Swap Transactions	61,123,629	206,853	94,907	38,602,372	18,436	417,848
FC	61,123,629	206,853	94,907	38,602,372	18,436	417,848
TL						
Currency Swap Transactions	28,405,993	8,915	467,014	30,696,329	1,100,971	
FC	28,405,993	8,915	467,014	30,696,329	1,100,971	
TL						

Information on fair value hedge accounting is given below.

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Current Period:

Hedging Instrument	Hedging Item	Risk Exposure	Fair Value Difference of Hedging Assets (1)	Net fair value of hedging instrument (1)		Income statement effect (profit / loss from derivative financial transactions)
				Assets	Liabilities	
Interest Rate Swap Transactions	Fixed Interest rate Eurobond and Greenbond	Interest Risk	-280,410	193,029		-87,381
Interest Rate Swap Transactions	Fixed Rate Loans Used	Interest Risk	64,253		-68,336	-4,083
Cross Currency Swap Transactions	Fixed Interest Rate Eurobond	Interest Risk	-54,984	122,280		67,296

(1) The fair value of the protected assets and the hedged assets subject to hedge accounting is shown as the net market value excluding the credit risk and the accumulated interest.

Prior Period:

Hedging Instrument	Hedging Item	Risk Exposure	Fair Value Difference of Hedging Assets (1)	Net fair value of hedging instrument (1)		Income statement effect (profit / loss from derivative financial transactions)
				Assets	Liabilities	
Interest Rate Swap Transactions	Fixed Interest rate Eurobonds and Greenbonds	Interest rate risk	-27,268	21,597		-5,671
Interest Rate Swap Transactions	Fixed Rate Loans Used	Interest rate risk	106,172		-113,852	-7,680
Cross Currency Swap Transactions	Fixed Interest rate Eurobonds	Interest rate risk	-73,032	104,084		31,052

(1) The fair value of the protected assets and the hedged assets subject to hedge accounting is shown as the net market value excluding the credit risk and the accumulated interest.

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I. Information on Tangible Assets:

Current Period	Real Estate	Right-to-Use Assets	Buildings Under Construction	Vehicles	Other TFA	Total
Previous Period						
Cost	59,265,489	8,268,645	2,832,822	361,064	10,705,023	81,433,043
Accumulated Depreciation	-62,854	-4,728,413		-85,516	-5,410,662	-10,287,445
Net Book Value	59,202,635	3,540,232	2,832,822	275,548	5,294,361	71,145,598
Current Period						
Net Book Value at the Beginning of Period	59,202,635	3,540,232	2,832,822	275,548	5,294,361	71,145,598
Current Period Changes (Net) (1)	19,136,069	3,951,838	4,245,566	260,064	3,521,431	31,114,968
Depreciation Fee	-750,867	-2,163,175		-103,193	-1,670,752	-4,687,987
Provision for Impairment (Net)	-104,776					-104,776
Foreign Exchange Differences (Net) (1)	60,883	113,656		3,733	48,664	226,936
End of Term Cost	77,637,422	13,155,736	7,078,388	614,188	14,345,991	112,831,725
Accumulated Depreciation at the End of the Period	-93,478	-7,713,185		-178,036	-7,152,287	-15,136,986
Net Book Value at the End of the Period	77,543,944	5,442,551	7,078,388	436,152	7,193,704	97,694,739

(1) Includes the movements in cost value and accumulated depreciation items.

m. Information on Intangible Assets:

Explanation regarding consolidation goodwill that is included in intangible assets is given in Section Three under the caption of "XII. Explanations on Goodwill and Other Intangible Assets." The table consisting movements of other intangible assets are presented below.

	Current Period	Prior Period
Net Book Value at the Beginning of the Period	12,286,374	7,110,247
Change During the Period (Net)(1)	11,735,678	7,524,334
Depreciation	-4,028,151	-2,374,289
Impairment		
Currency Translation Differences (1)	81,212	26,082
Cost at Period End	32,714,545	20,556,548
Accumulated Depreciation at Period End	-12,639,432	-8,270,174
Net Book Value at the End of the Period	20,075,113	12,286,374

(1) The balance includes the movements in cost and accumulated depreciation items

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n. Information on investment property:

Investment properties are properties that the Group holds to earn rentals. Explanations on these subjects are given in Section Three Note XIV. Total rental income obtained from investment properties during the period is TL 1,089,951. (December 31, 2024: TL 887,301).

	Current Period	Prior Period
Net Book Value at the Beginning of the Period	25,407,317	18,056,230
Change During the Period (Net)	-5,345,453	-1,916,137
Revaluations Surplus/Deficit	6,711,378	9,267,224
Net Book Value at the End of the Period	26,773,242	25,407,317

Within the investment properties of İş Gayrimenkul Yatırım Ortaklığı A.Ş., which is included in the consolidation, the entire office buildings of Istanbul Finance Center and Ankara İş Kule, as well as the land property located in Beşiktaş, Istanbul, were sold to parties outside the group for TRY 5,600,000 + VAT, TRY 1,215,000 + VAT, and TRY 1,028,838 + VAT, respectively, in accordance with the company's Board of Directors' decisions dated February 25, 2025, July 1, 2025, and November 25, 2025.

o. Information on deferred tax asset:

As of December 31, 2025, the Parent Bank and the other consolidated Group companies has deferred tax asset amounting to TL 25,723,882. Such deferred tax asset is calculated based on the temporary differences between the book value of assets and liabilities and their tax basis measured as per the prevailing tax regulation. When the items comprising the temporary differences are followed under equity, the related tax asset/liability is directly recognized under equity items.

	Current Period	Prior Period
Tangible Assets Base Differences (1)	5,606,231	2,742,358
Provisions (2)	-25,223,524	-21,758,888
Finance Lease Income Accruals	-1,276	146,532
Valuation of Financial Assets	8,896,364	563,564
Other (3)	-15,001,677	-12,505,104
Net Deferred Tax Asset	-25,723,882	-30,811,538

(1) Deferred tax assets arising from the inflation adjustment under the provisions of Temporary Article 33 of the Tax Procedure Law are included.

(2) Employee benefit obligations consist of the actual and technical deficit of the pension fund, insurance technical provisions, credit card point provisions, expected credit loss provisions for Stage I and Stage II loans, and other provisions

(3) The current period amount also includes the deferred tax asset arising from tax losses, which is available for use until 2029, in addition to foreign exchange differences of overseas branches and various other items.

The movement of the deferred tax asset is as follows:

	Current Period	Prior Period
Balance at the Beginning of the Period	27,875,824	14,523,260
Deferred Tax Income/ (Expense) (Net)	-3,071,497	6,640,070
Deferred Tax Accounted Under Equity	-4,644,728	7,199,058
Deferred Tax Accounted Under Previous Year P / L	-30,480	-482,534
Exchange rate differences	-6,897	-4,030
Net Deferred Tax Asset / (Liability) (1)	20,122,222	27,875,824

(1) In the consolidated financial statements for the current period, a deferred tax asset of TL 25,723,882 and a deferred tax liability of TL 5,601,660 are recorded, with the movement schedule presented on a net basis. Explanations regarding the deferred tax liability are provided in Footnote II.h.2 of Section Five.

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p. Information on assets held for sale and discontinued operations:

	Current Period	Prior Period
Net Balance at the Beginning of the Period	52,344	1,562,954
Change during the periods (Net)	64,290	-1,512,692
Amortized Cost		
Provision for Decrease in Value	94	-34
Foreign Currency Difference	5,428	2,116
Net Book Value at the End of the Period	122,156	52,344

(1) It also includes the balances related to Greeneco Enerji Elektrik Üretim A.Ş., which were previously recorded under Other Assets in the prior period and reclassified during the current period to Assets Held for Sale and Discontinued Operations and have been sold; details are provided in Section Five, VII.b.4.

The other assets classified as “Fixed Assets Held for Sale” mostly consist of real estates subject to sale are made by using newspaper advertisements and similar media. Additionally, the Parent Bank’s real estates subject to sale are announced on the Bank’s web site.

The Group has no discontinued operations.

r. Information on other assets of the group:

Other assets item does not exceed 10% of the balance sheet total.

II. DISCLOSURES AND FOOTNOTES ON CONSOLIDATED LIABILITIES

a. Information on Deposits:

a.1. The maturity structure of deposits:

Current Period	Demand	7 Days Notice	Up to 1 Month	1-3 Months	3-6 Months	6 Months to 1 Year	1 Year and Over	Accumulated Deposits	Total
Savings Deposits	148,312,010		102,851,830	550,163,829	76,480,961	2,289,609	3,367,375	5,275	883,470,889
Foreign Currency Deposit	644,462,351		49,158,580	177,328,349	24,510,461	19,483,244	52,244,457	1,087	967,188,529
Residents in Türkiye	523,703,640		32,133,525	121,764,904	14,764,324	4,445,177	7,206,695	1,087	704,019,352
Residents Abroad	120,758,711		17,025,055	55,563,445	9,746,137	15,038,067	45,037,762		263,169,177
Public Sector Deposits	16,599,861		97,891	854,909	114,740	277,316	6		17,944,723
Commercial Deposits	123,717,629		252,383,917	274,616,391	58,517,607	1,166,677	157,104		710,559,325
Other Institutions Deposits	3,825,019		3,693,211	37,654,235	5,840,370	79,119	1,335		51,093,289
Precious Metals Deposits	403,055,730		5,805	36,968,256	4,270,599	24,500,481	1,243,092		470,043,963
Interbank Deposits	5,873,850		51,563,786	8,153,489	198	3,051,189	3,895,270		72,537,782
The Central Bank of Türkiye	2,019								2,019
Domestic Banks	177,846		42,425,408	2,850,113					45,453,367
Foreign Banks	5,693,786		9,138,378	5,303,376	198	3,051,189	3,895,270		27,082,197
Participation Banks	199								199
Other									
Total	1,345,846,450		459,755,020	1,085,739,458	169,734,936	50,847,635	60,908,639	6,362	3,172,838,500

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Prior Period	Demand	7 Days Notice	Up to 1 Month	1-3 Months	3-6 Months	6 Months to 1 Year	1 Year and Over	Accumulated Deposits	Total
Savings Deposits	103,661,630		43,374,108	365,887,910	190,225,901	5,224,033	10,655,257	4,897	719,033,736
Foreign Currency Deposits	486,566,547		42,742,165	155,323,928	25,162,623	17,348,763	40,281,895	2,874	767,428,795
Residents in Türkiye	399,873,278		34,747,770	109,781,773	16,723,396	3,855,342	6,824,659	2,874	571,809,092
Residents Abroad	86,693,269		7,994,395	45,542,155	8,439,227	13,493,421	33,457,236		195,619,703
Public Sector Deposits	7,991,829		366,595	583,038	127,838		6		9,069,306
Commercial Deposits	74,715,532		162,798,744	98,850,338	42,236,819	2,324,568	15,704,829		396,630,830
Other Institutions Deposits	5,271,088		6,470,540	16,323,684	5,113,612	66,198	2,519		33,247,641
Precious Metals Deposits	171,360,129		4,422	9,897,194	1,764,738	10,848,552	590,863		194,465,898
Interbank Deposits	3,346,709		45,857,569	2,026,025	532,641	150,447	7,627,933		59,541,324
The Central Bank of Türkiye	1,207								1,207
Domestic Banks	589,364		41,946,350	1,555,813					44,091,527
Foreign Banks	2,755,200		3,911,219	470,212	532,641	150,447	7,627,933		15,447,652
Participation Banks	938								938
Other									
Total	852,913,464		301,614,143	648,892,117	265,164,172	35,962,561	74,863,302	7,771	2,179,417,530

Within the framework of the "Communiqué on Supporting the Transformation into Turkish Lira Deposits and Participation Accounts" published in the Official Gazette dated 24.02.2022 and numbered 31760 and the CBRT's communiques numbered 2021/14, 2021/16, 2022/7 and 2022/11, Parent Bank offers its customers a TL deposit product with exchange rate protection. As of December 31, 2025, the amount of the foreign exchange-protected deposits opened within this scope is TL 10,873,157. (December 31, 2024: 145,226,061 TL).

a.2. Savings deposits which are under the guarantee of Savings Deposits Insurance Fund exceeding the insurance limit:

Savings Deposits	Under the Guarantee of Savings Deposits Insurance Fund		Exceeding the Limit of Deposit Insurance Fund	
	Current Period (1)	Prior Period	Current Period	Prior Period
Savings Deposits	424,680,039	296,130,386	447,489,869	415,169,414
Foreign Currency Savings Deposits	227,338,219	180,312,282	327,689,685	282,017,177
Other Deposits in the Form of Savings	175,972,233	85,739,717	271,205,009	98,328,906
Foreign Branches' Deposits Under Foreign Authorities' Insurance	74,476,463	40,066,728	26,807,638	19,044,036
Off-shore Banking Regions' Deposits Under Foreign Authorities Insurance				

(1) The amount of insured deposits for the current period is TL 950 (previous period: TL 650). With the amendment published in the Official Gazette dated 27.08.2022 and numbered 31936, the scope of insured deposits was revised to include deposits held in domestic branches of banks, except those belonging to official institutions and credit and financial institutions, up to the specified limits. Accordingly, in the current period, there is TL 70,427,150 (31.12.2024: TL 48,842,920) of commercial deposits under insurance coverage, which is not presented in the table..

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a.3. Savings deposits which are not under the guarantee of deposit insurance fund:

	Current Period	Prior Period
Foreign Branches' Saving Deposits and Other Accounts	26,807,638	19,044,036
Deposits and Other Accounts held by Main Shareholders and their Relatives		
Deposits and Other Accounts of the Chairperson and Members of Board of Directors, Chief Executive Officer, Senior Executive Officers and their Relatives	135,287	139,177
Deposits and Other Accounts Covered by Assets Generated Through the Offenses Mentioned in Article 282 of the Turkish Criminal Code Numbered 5237 and Dated 26 September 2004		
Deposits in the Banks to be Engaged Exclusively in Off-shore Banking in Türkiye		

b. Negative Differences on Derivative Financial Liabilities Held for Trading:

Derivative Financial Liabilities at Fair Value through Profit/Loss (1)	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	300,500	2,048,972	2,780	2,205,139
Swap Transactions	262,750	7,027,290	179,539	8,564,354
Futures				
Options	50,105	371,168	96,799	331,514
Other				
Total	613,355	9,447,430	279,118	11,101,007

(1) Includes information related to derivative financial liabilities held for trading and classified under derivative financial liabilities. Information on derivative financial liabilities for hedging purposes is disclosed in Note II.g of Section Five.

c. Banks and Other Financial Institutions

c.1. Information on banks and other financial institutions:

	Current Period		Prior Period	
	TL	FC	TL	FC
Funds borrowed from the CBRT				
Domestic banks and institutions	4,711,485	20,283,796	6,841,285	12,583,921
Foreign banks, institutions and funds	13,264,357	362,905,912	42,146,722	240,129,204
Total	17,975,842	383,189,708	48,988,007	252,713,125

c.2. Maturity analysis of funds borrowed:

	Current Period		Prior Period	
	TL	FC	TL	FC
Short-term	13,659,594	37,651,725	33,198,979	24,061,291
Medium and Long-term	4,316,248	345,537,983	15,789,028	228,651,834
Total	17,975,842	383,189,708	48,988,007	252,713,125

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c.3. Information on funds borrowed:

Information on funds received through syndicated loans and securitization deals, which take a significant place among funds borrowed, are given below.

Date of Use	Funds Borrowed	Maturity
August 2025	76,000,000 USD + 112,800,000 EURO	1 years
August 2025	25,000,000 USD + 5,000,000 EURO	2 years
June 2025	751,000,000 USD + 513,450,000 EURO	1 years
November 2025	800,500,000 USD + 331,100,000 EURO	1 years

d. Information on Debt Securities Issued (Net):

	Current Period		Prior Period	
	TL	FC	TL	FC
Bills	30,792,270		6,964,236	
Asset backed security			2,052,309	
Bonds		226,477,672	5,592,604	157,927,691
Total	30,792,270	226,477,672	14,609,149	157,927,691

Information on funds received through securitization:

The Parent Bank has obtained funding through TIB Diversified Payment Rights Finance Company (TIB), a structured entity established abroad and included in the scope of consolidation, by subjecting all rights and receivables related to remittance flows in USD, EUR, and GBP to transactions based on future flows

Details regarding the funds obtained through transactions based on future flows are provided below.

Date	Amount	Final Maturity	Remaining Debt Amount as at December 31, 2025
December 2014	220,000,000 USD	14 years	60,000,000 USD
March 2015	15,000,000 USD	15 years	7,968,750 USD
October 2016	55,000,000 USD	12 years	16,097,556 USD
December 2016	158,800,000 USD	10-13 years	36,720,477 USD
December 2017	125,000,000 USD	9 years	29,761,905 USD
August 2022	227,000,000 USD	5 years	122,230,769 USD
November 2023	195,000,000 USD	5 years	180,000,000 USD
November 2023	50,000,000 EURO	5 years	46,153,846 EURO
February 2024	140,000,000 USD	5-6 years	140,000,000 USD
May 2024	221,855,000 USD	5-6 years	221,855,000 USD
September 2024	450,000,000 USD	10 years	450,000,000 USD
September 2024	100,000,000 EURO	10 years	100,000,000 EURO

e. Concentration of the liabilities of the Group:

Group's liabilities 59% are comprised of deposits, 7% are comprised of funds borrowed, 6% are comprised subordinated debt and marketable securities issued and 7% are comprised of debt from money markets. Deposits are distributed among a large variety of customers with different characteristics. The borrowings, on the other hand, are comprised of various funds obtained from financial institutions through syndication, securitization, post-financing and money market operations.

(Yetkili İmza / Kaşe)

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f. Information on Other Liabilities:

Other assets item does not exceed 10% of the balance sheet total.

g. Information on Lease Payables (Net):

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than 1 year	447,398	310,518	309,461	221,246
1-4 years	2,231,809	1,696,649	1,364,688	1,019,925
More than 4 years	7,584,093	3,820,302	4,598,855	2,631,239
Total	10,263,300	5,827,469	6,273,004	3,872,410

h. Negative differences related to derivative financial instruments for hedging purposes:

Part of Derivative Financial Liabilities at Fair Value Through Profit Loss ⁽¹⁾	Current Period		Prior Period	
	Gross	Net	Gross	Net
Fair Value Hedge Purpose		561,921		417,848
Cash Flow Hedges				
Net Investment Hedge Abroad				
Total		561,921		417,848

(1) Includes the negative differences related to derivative financial assets for hedging purposes classified under derivative financial assets.

The transactional details for the hedging derivative financial instruments are disclosed in Note I.I of Section Five.

ı. Information on Provisions:

ı.1. Reserves for employee benefits:

In accordance with the related legislation and collective labor agreements, the Bank is required to make lump-sum termination indemnities to each employee who retires, dies, leaves the Bank due to military service, whose employment is terminated as specified in the related legislation and to each female employee who leaves the Bank voluntarily within one year following her marriage. In accordance with the relevant legislation, severance pay is one month's salary for each year of service. As of the balance sheet date, the one-month salary amount is considered without exceeding the ceiling applicable for severance pay. Provision for employment termination benefits is recognized by calculating the present value of the future probable obligation of the Company arising from the retirement of the employees. As of December 31, 2025, the Group's provision for severance pay liability amounts to TL 9,311,983. (December 31, 2024: TL 6,088,071).

Main actuarial assumptions used in calculation of severance pay liability are as follows:

- In the calculation, the discount rate is 26.60%, the inflation rate is 21.82%, and the real wage increase rate is 2%.
- In the calculation, the ceiling of 53,919.68 TL (full TL amount) valid as of December 31, 2025 was taken as basis.
- Retirement age is taken into account as the earliest age at which individuals can retire.
- CSO 1980 mortality table is used for probability of death for women and men.

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The movements related to provision for employee termination benefits are given below.

	Current Period	Prior Period
Present value of defined benefit obligation at the beginning of the period	6,088,071	5,643,824
Current Service Cost	502,938	420,542
Interest Cost	1,468,580	1,108,842
Benefits paid	-227,347	-2,516,360
Loss/(Gain) due to Settlements / Reductions / Terminations	36,169	20,689
Prior Year Service Cost	1,923	
Actuarial loss/(gain)	1,441,649	1,410,534
Defined benefit obligation at the end of the period	9,311,983	6,088,071

The sensitivity analysis of the defined benefit obligation related to past service as of December 31, 2025, based on assumptions, is presented below.

- If the discount rate is increased by 1% annually, the defined benefit obligation decreases by 9.1%.
- If the discount rate is decreased by 1% annually, the defined benefit obligation increases by 10.5%.
- If the annual inflation rate is increased by 1%, the defined benefit obligation increases by 10.9%.
- If the annual inflation rate is decreased by 1%, the defined benefit obligation decreases by 9.6%.

In addition to the retirement pay liability, the Bank and the Group companies included in the consolidation reserve provisions for unused vacation. As of December 31, 2024, the unused vacation provision amount is TL 1,498,131. (December 31, 2024: TL 1,016,351).

1.2. Provisions for exchange losses in the principal amount of foreign currency indexed loans:

Since foreign currency indexed loans are followed based on the rates on the lending date, the Parent Bank incurs a loss if the exchange rates decrease and makes profit if the exchange rate increases. As of December 31, 2025, and December 31, 2024 there is no provision amount for the currency evaluation losses in the principal amount of foreign currency indexed loans.

1.3. Specific provisions for non-cash loans, which are not indemnified and not converted into cash:

As of December 31, 2025, provisions amounting to TRY 4,122,105 have been set aside for Stage One and Stage Two non-cash loans (December 31, 2024: TRY 1,530,396). As of December 31, 2025, TL 2,617,067 provision (December 31, 2024: TL 2,631,737) is allocated for the non-cash loans of companies whose loans are followed under non-performing loans accounts.

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1.4. Information on other provisions:

1.4.1. Liabilities arising from retirement benefits:

Liabilities of pension funds founded as per the Social Security Act:

Within the scope of the explanations given in. Section Three Note XX.2, in the actuarial report which was prepared as of December 31, 2025 for Türkiye İş Bankası A.Ş. Emekli Sandığı Vakfı (İşbank Pension Fund) by a licensed actuary, of which each Bank employee is a member, and which has been established according to the provisional Article 20 of the Social Security Act numbered 506, the amount of actuarial and technical deficit stands at TL 15,345,552. According to the actuarial report as at December 31, 2025 of Milli Reasürans T.A.Ş. besides the Parent Bank, the amount of actuarial and technical deficit was determined to be TL 979,538. There is a provision on financial statements to compensate the deficit in mentioned period, the mentioned provision is preserved on current year financial statements as well. In the financial statements for the said period, there are as many provisions as the said deficit amount, and the said provision amount has been retained in the financial statements for the current period.

The above-mentioned actuarial audit for Türkiye İş Bankası A.Ş. Mensupları Emekli Sandığı Vakfı which was made in accordance with the principles of the related law, measures the cash value of the liability as of December 31, 2025, in other words, it measures the amount to be paid to the Social Security Institution by the Parent Bank. Actuarial assumptions used in the calculation are given below.

- 9.8 % technical deficit interest rate is used.
- 35.75 % total premium rate is used.
- CSO 1980 woman/man mortality tables are used.

Additionally, the “Ceiling Base Salary Increase for Premium” is determined based on the “Ceiling Base Salary for Premium” set by the Social Security Institution (SGK). It is assumed that real increases above inflation will occur in the earnings of premium-paying members and ceiling salaries, considering past realizations.

In the calculation of the liability amount for vested benefits, in addition to the aforementioned assumptions, certain actuarial assumptions are also applied. Accordingly, the final liability amount to be incurred by the Bank upon the realization of the transfer may vary depending on factors such as the discount rate, mortality rates, pension increases, salary increases for active members, and withdrawal rates.

Regarding the Türkiye İş Bankası A.Ş. Mensupları Emekli Sandığı Vakfı Below table shows the cash values of premium and salary payments of the Parent Bank as of December 31, 2025, taking the health expenses within the Social Security Institution limits into account.

	31.12.2025	31.12.2024
Net Present Value of Total Liabilities Other Than Health	-154,536,637	-110,173,970
Net Present Value of Long Term Insurance Line Premiums	83,769,791	52,768,803
Net Present Value of Total Liabilities Other Than Health	-70,766,846	-57,405,167
Net Present Value of Health Liabilities	-16,040,460	-11,408,363
Net Present Value of Health Premiums	58,838,306	38,916,992
Net Present Value of Health Liabilities	42,797,846	27,508,629
Pension Fund Assets	12,623,448	8,795,720
Amount of Actuarial and Technical Deficit	-15,345,552	-21,100,818

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The assets of the pension fund are as follows:

	31.12.2025	31.12.2024
Cash and Cash Equivalents	4,731,158	7,071,179
Securities Portfolio	5,942,199	634,320
Other	1,950,091	1,090,221
Total	12,623,448	8,795,720

Health benefits that are still being paid will be determined within the framework of the Social Security Institution legislation and related regulations with the transfer.

i.4.2. Provision of credit cards and promotion of banking services applications: The Bank has recognized provisions amounting to TL 1,553,914 for the amount which is recognized within the framework of credit card expenses of credit card customers or promotions for banking services as of December 31, 2025. (December 31, 2024: TL 1,198,281).

i.4.3. Other provisions, excluding those mentioned above, consist of expense provisions, provisions for ongoing legal cases, and other provisions set aside for various reasons.

i. Information on Tax Liability:

i.1. Information on current tax liability:

i.1.1. Information on tax provision:

Explanations on taxation and calculations are explained in Note XXI of Section Three. As of December 31, 2025, as a result of the clarification of the Group's corporate tax liability and temporary taxes paid, the remaining corporate tax liability amounts to TL 5,296,568 (December 31, 2024: TL 4,158,889) and as a result of the separate clarification process of each partnership and tax authority, current tax asset amounting to TL 401,920 (December 31, 2024: TL 110,073) occurs.

i.1.2. Information on taxes payable:

	Current Period	Prior Period
Corporate Tax Payable	5,296,568	4,158,889
Tax on Securities Income	10,767,134	4,186,893
Tax on Real Estate Income	27,635	17,766
Banking Insurance Transaction Tax	6,866,574	5,191,276
Foreign Exchange Transaction Tax	136,215	57,312
Value Added Tax Payable	800,698	436,632
Other	1,816,240	1,123,465
Total	25,711,064	15,172,233

i.1.3. Information on premiums:

	Current Period	Prior Period
Social Security Premiums – Employees	55,101	39,195
Social Security Premiums – Employer	73,467	49,847
Bank Pension Fund Premiums – Employees		
Bank Pension Fund Premiums – Employer		
Pension Fund Membership Fees and Provisions-Employees	123,687	79,949
Pension Fund Membership Fees and Provisions-Employer	93	65
Unemployment Insurance – Employees	35,021	24,634
Unemployment Insurance – Employer	70,177	49,345
Other		
Total	357,546	243,035

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1.2. Information on deferred tax liabilities:

The Parent Bank and the consolidated Group companies have TL 5,601,660 deferred tax liability as of December 31, 2025. The related deferred tax debt is calculated over the temporary differences between the book values of assets and liabilities in the records and their tax base values calculated according to tax.

	Current Period	Prior Period
Tangible Assets Base Differences	5,102,696	2,747,792
Provisions	245,932	-21,925
Valuation of Financial Assets	-74,318	181,006
Other	327,350	28,841
Deferred Tax Liability	5,601,660	2,935,714

(1) Employee benefits liabilities, the actual and technical deficit of the pension fund, credit card point provisions, expected credit loss provisions for Stage I and Stage II loans, and other provisions.

j. Information on Payables for Assets Held for Sale and Discontinued Operations:

The Bank does not have any payables for assets held for sale and discontinued operations.

k. Information on subordinated loans

Debt instruments to be included in the additional Tier 1 capital calculation:

The Parent Bank issued an additional tier 1 capital debt instrument with a nominal value of USD 500,000,000, a 9.13% interest rate, no maturity, and a call option in the 5.5th year, to individuals and legal entities residing abroad on January 15, 2025.

One of the subsidiaries included in the consolidation, TSKB, issued a perpetual subordinated debt instrument with a nominal value of USD 300 million on March 21, 2024, targeting non-resident legal entities

Bank has issued subordinated debt securities, to be included in the contribution capital calculation, with the following nominal values;

- 11 year-term having a call option on 6th year in the amount of USD 500,000,000 with interest rate of 7% on June 29, 2017 and 10.5 year-term having a call option on 5.5th year in the amount of USD 500,000,000 with interest rate of 7.38% (effective from June 29, 2023 with an interest rate of 9,192%) on September 29, 2025 for the purpose of making available to the individuals and legal persons who are resident abroad,
- TL 1,100,000 on August 8, 2017, TL 800,000 June 19, 2019, and TL 350,000 September 26, 2019 (Full TL amount) each with a 10-year maturity and floating interest rates for qualified investors without being offered to the public in Türkiye.

The total amount of the aforementioned debt instruments as of the period-end is TL 80,701,748 (December 31, 2024: TL 57,786,197).

	Current Period		Prior Period	
	TL	FC	TL	FC
Debt Instruments To Be Included In Additional Capital Calculation		35,342,170		10,800,864
Subordinated Loans				
Subordinated Debt Instrument		35,342,170		10,800,864
Debt Instruments To Be Included In Contribution Capital Calculation	2,340,553	43,019,025	2,340,183	44,645,150
Subordinated Loans				
Subordinated Debt Instrument	2,340,553	43,019,025	2,340,183	44,645,150
Total	2,340,553	78,361,195	2,340,183	55,446,014

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I. Information on consolidated shareholders' equity:

I.1. Presentation of paid-in capital

	Current Period	Prior Period
Common shares	24,999,970	24,999,970
Preferred shares	30	30
Total	25,000,000	25,000,000

I.2. Explanation as to whether the registered share capital system ceiling is applicable at bank, if so, the amount of registered share capital:

Capital System	Paid-in Capital	Ceiling
Registered Capital System	25,000,000	100,000,000

I.3. The capital increase made in current period:None..

I.4. Capital increase through transfer from capital reserves during the current period: None.

I.5. Significant commitments of the Parent Bank related to capital expenditures within the last year and the following quarter, the general purpose thereof, and the estimation of funds required for them: There is no capital commitment.

I.6. Information on shares acquired by the Company:

Within the scope of the Board of Directors' resolution dated August 17, 2018, the Bank repurchased 130 million shares, representing 2.89% of its capital, between August 28, 2018, and December 31, 2018. With the Board of Directors' resolution dated May 31, 2019, the General Management was authorized to dispose of these shares at a price not lower than the repurchase cost. Following the bonus capital increases carried out on June 14, 2022, and February 27, 2024, the number of these shares reached 722,200,364.31. Of these, 306,000,000 shares, representing 1.22% of the capital, were sold on Borsa Istanbul on December 13, 2024. The pre-tax profit of TL 3,845,106 generated from this sale was recognized in equity accounts in accordance with the Capital Markets Board's Communiqué II-22.1 on Repurchased Shares and was not reflected in the income statement.

I.7. Previous periods' indicators related to income, profitability and liquidity, and the estimated effects of forecasts, which are to be made by taking into consideration the uncertainties of these indicators, on the Group's equity: The Parent Bank's and the Group companies' balance sheets are managed in a prudent way to ensure that the effect of risks arising from interest rates, exchange rates and loans is at the lowest level.

I.8. Privileges Granted to Shares:

Turkish Commercial Law and related registration are kept conditionally;

Group (A) shares each with a nominal value of 1 Kurus have the privileges of;

- receiving 20 times the number of shares in the distribution of bonus shares issued from conversion of extraordinary and revaluation reserves generated in accordance with the relevant laws (Article 18 of the Articles of Incorporation)
- exercising the preference rights as 20 times (Article 19 of the Articles of Incorporation) and

despite having a lower nominal value, Group (B) shares, each with a nominal value of 1 Kurus, have the same rights with the Group (C) shares having a nominal value of 4 Kurus each. Furthermore, Group (A) and (B) shares, each with a nominal value of 1 Kurus are granted privileges in distribution of profits pursuant to Article 58 of the Articles of Incorporation.

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1.9. Information on marketable securities value increase fund

	Current Period		Prior Period	
	TL	FC	TL	FC
Financial Assets At Fair Value Through Other Comprehensive Income(1)	-15,960,608	4,349,614	-19,032,966	-926,161
Valuation Difference	-23,443,807	5,683,020	-27,777,446	-1,363,582
Deferred Tax Effect on Valuation	7,119,712	-1,333,406	8,513,256	437,421
Foreign Exchange Differences	363,487		231,224	
Total	-15,960,608	4,349,614	-19,032,966	-926,161

(1) These amounts also include the revaluation differences amounting to TRY 2,532,374 arising from equity instruments recorded under Other Comprehensive Income not to be reclassified to profit or loss in accordance with TFRS 9, along with the related deferred tax effect of TRY 379,855 (totaling TRY 2,152,519).

m. Information on minority interest:

	Current Period	Prior Period
Balance at the beginning of the period	54,543,228	35,159,671
Distributed Dividend	-3,870,790	-631,084
Subsidiaries Profit/Loss on minority interest	22,191,133	18,230,374
Effect of change in subsidiaries equity	4,017,953	1,821,127
Effect of change in Group's minority interest	-123,766	-36,860
Period Ending Balance	76,757,758	54,543,228

n. Information on Dividend Distribution

At the Bank's Ordinary General Assembly, held on March 27, 2025, it was decided to allocate net profit from operating activities of 2023, amounting to TL 45,517,445 as follows;

- Adding a total of TL 857,448 which is formed within the framework of various legislative regulations and is monitored in the profits of previous years,
- Accordingly, out of the distributable balance sheet profit amounting to TRY 46,374,893, a total of TRY 100,341 arising from real estate sales gains has been allocated as a special reserve.
- "Addition of the provision amount of TL 1,000,000 allocated during the period for the profit share to be distributed to the personnel within the framework of the accounting standard "TAS 19-Benefits Provided to the Employees",,

of the amount as a basis for distribution of TL 47,274,552;

- TL 4,551,740 to A, B and C group shares as cash,
- TL 5 to the founding shares as cash,
- TL 994,682 as cash dividend to employees to be distributed
- TL 41,728,125 as legal and extraordinary reserves to be reserved

has been decided. As of March 27, 2025; TL 41,728,125 was transferred to reserves account, cash dividends were distributed to the shares other than the shares acquired by the Bank, as of April 1, 2025. An amount of TRY 75,777 related to shares repurchased in the profit distribution has been transferred to the retained earnings account.

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III. DISCLOSURES AND FOOTNOTES ON CONSOLIDATED OFF-BALANCE SHEET ITEMS

a. Explanations to Liabilities Related to Off-Balance Sheet Items:

a.1. Types and amounts of irrevocable loan commitments:

Commitment for customer credit card limits amounts to TL 1,766,052,589 (31.12,2024: TL 737,663,382) and commitment to pay for cheque leaves amounts to TL 23,754,395. (31.12,2024: TL 15,115,800) The amount of commitment for the forward purchase of assets is TL 65,701,695 (31.12,2024: TL 17,759,623) and for the forward sale of assets is TL 65,825,994 (31.12,2024: TL 17,795,841)

a.2. The structure and amount of probable losses and commitments resulting from off-balance sheet items, including those below:

The Group's provisions for indemnified non-cash loans balance is TL 2,617,067 as of December 31, 2025 (December 31, 2024: TL 2,631,737) which is allocated for the non-cash loans of companies whose loans are followed under "Non-performing Loans" accounts, Commitments are shown in the table of "Off-balance sheet items".

a.3. Guarantees, bank acceptances, collaterals that qualify as financial guarantees, and non-cash loans including other letters of credit:

	Current Period	Prior Period
Bank Acceptances	43,382,415	26,213,326
Letters of Credit	170,128,822	106,444,925
Other Guarantees	6,192,515	5,705,492
Total	219,703,752	138,363,743

a.4. Certain guarantee, provisional guarantees, suretyships and similar transactions:

	Current Period	Prior Period
Letters of Tentative Guarantees	12,357,676	11,113,505
Letters of Certain Guarantees	438,924,605	282,969,065
Letters of Advance Guarantees	78,151,452	54,580,443
Letters of Guarantee Given to Customs Offices	27,442,692	22,644,795
Other Letters of Guarantee	132,401,556	83,545,400
Total	689,277,981	454,853,208

a.5. Total Non-cash Loans:

	Current Period	Prior Period
Non-cash Loans against Cash Risks	145,232,629	82,060,683
With Original Maturity of 1 Year or Less	25,254,125	14,994,391
With Original Maturity More Than 1 Year	119,978,504	67,066,292
Other Non-cash Loans	763,749,104	511,156,268
Total	908,981,733	593,216,951

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a.6. Sectoral risk concentration of non-cash loans:

	Current Period				Prior Period			
	TL	(%)	TL	(%)	TL	(%)	TL	(%)
Agriculture	1,980,416	0.47	654,294	0.13	1,450,462	0.51	114,864	0.04
Farming and Livestock	1,784,052	0.42	492,092	0.10	1,322,097	0.46	75,894	0.02
Forestry	87,981	0.02		0.00	86,675	0.03		0.00
Fishery	108,383	0.03	162,202	0.03	41,690	0.02	38,970	0.02
Industry	157,635,505	37.27	284,049,448	58.45	109,207,396	38.26	180,337,962	58.59
Mining and Quarrying	3,717,274	0.88	2,268,733	0.47	1,945,166	0.68	2,812,261	0.91
Manufacturing Industry	132,099,715	31.23	246,986,245	50.82	91,790,798	32.16	156,963,957	50.99
Electricity, Gas, Water	21,818,516	5.16	34,794,470	7.16	15,471,432	5.42	20,561,744	6.69
Construction	65,400,474	15.46	65,969,816	13.57	44,464,988	15.58	48,427,703	15.73
Services	196,846,916	46.54	134,736,116	27.72	129,465,266	45.36	76,251,915	24.77
Wholesale and Retail Trade	110,604,888	26.15	51,981,560	10.70	72,729,019	25.48	39,455,936	12.82
Hotel and Restaurant Services	4,722,786	1.12	3,548,045	0.73	2,488,717	0.87	1,646,075	0.53
Transport and Communications	21,031,916	4.97	13,039,527	2.68	15,393,631	5.39	12,795,776	4.16
Financial Institutions	39,266,260	9.28	49,360,701	10.16	25,807,179	9.04	15,421,367	5.01
Real Estate and Rental Services.	12,310,438	2.91	11,759,961	2.42	8,027,933	2.81	6,266,613	2.04
Self-Employment Services	2,880,811	0.68	4,520,593	0.93	2,018,636	0.71	247,185	0.08
Education Services	694,278	0.16	100,724	0.02	847,016	0.30	10,915	0.00
Health and Social Services	5,335,539	1.27	425,005	0.08	2,153,135	0.76	408,048	0.13
Other	1,136,034	0.26	572,714	0.13	819,094	0.29	2,677,301	0.87
Total	422,999,345	100.00	485,982,388	100.00	285,407,206	100.00	307,809,745	100.00

a.7. Non-cash Loans classified under Group I and Group II:

	I. Group		II. Group	
	TL	FC	TL	FC
Non-cash Loans	416,225,867	475,729,616	5,399,078	3,595,109
Letters of Guarantee	385,448,606	288,481,371	5,347,078	2,278,791
Bank Acceptances	30,674,672	12,497,780	52,000	155,964
Letters of Credit	102,589	168,557,950		1,160,354
Endorsements				
Underwriting Commitments of the Securities Issued				
Factoring Related Guarantees				
Other Guaranties and Warranties		6,192,515		

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b. Information on derivative financial instruments:

The derivative transactions of the Group mainly consist of money and interest swaps and forward foreign exchange purchase and sale transactions. In addition to these, money, interest and security options and futures transactions are also performed. Although the Group's derivative transactions accounted for trading purposes, there are derivative transactions that are accounted for trading purposes, as all the conditions required to be defined as an item suitable for financial risk hedge accounting are not fulfilled, although they provide economic hedging. On the other hand, derivative transactions, which are carried out to protect against changes in the fair values of financial instruments and have all the necessary conditions for their evaluation within the scope of hedge accounting, are classified as hedging purposes.

c. Explanations Related to Contingencies and Commitments:

The balance of the "Other Irrevocable Commitments" account, which comprised the letters of guarantees, guarantees and commitments submitted by the Group pursuant to its own internal affairs and guarantees given to third parties by other institutions in favor of the Parent Bank and the commitments due to housing loans extended within the scope of unfinished house projects followed, amounts to TL 67,541,032.

Due to the cheques given to the customers, the payment obligation amounting to TL 23,754,395, which was incurred as per the relevant legislation, was recorded in the commitment accounts. In the event that checks submitted to their beneficiaries are dishonored, up to TL 11,120 (in exact TL amount) for checks subject to both the "Law on the Regulation of Payments by Check and Protection of Check Holders" and the "Cheque Law" numbered 5941, within the framework of the relevant legislation, will be liable to pay 12,650 (in exact TL amount) . The said amounts will be collected from the customers, and the uncollectible amounts will be followed in the "Compensated Non-Cash Loan Amounts" accounts.

d. Explanations related to transactions made on behalf of or on the account of others:

It is explained in Note X under Section Four.

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IV. DISCLOSURES AND FOOTNOTES ON THE CONSOLIDATED INCOME STATEMENT

a. Interest Income

a.1. Information on interest income on loans:

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest Income on Loans (1)				
Short-term Loans	242,254,183	20,027,142	172,488,596	15,913,460
Medium and Long-term Loans	210,342,009	56,625,916	142,072,434	43,084,967
Interest on Non-performing Loans	7,124,528	355,290	6,665,765	92,359
Premiums Received from State Resource Utilization Support Fund				
Total	459,720,720	77,008,348	321,226,795	59,090,786

(1) Includes fee and commission income on cash loans.

a.2. Information on interest income on banks:

	Current Period		Prior Period	
	TL	FC	TL	FC
The Central Bank of Türkiye		12,641		
Domestic Banks	7,903,844	1,977,751	7,895,691	690,967
Foreign Banks	5,381,482	1,342,658	1,911,087	1,372,985
Foreign Head Offices and Branches				
Total	13,285,326	3,333,050	9,806,778	2,063,952

a.3. Information on interest income from securities:

	Current Period		Prior Period	
	TL	FC	TL	FC
Financial Assets at Fair Value through Profit and Loss	1,259,273	704,315	308,910	525,507
Financial Assets at Fair Value through Other Comprehensive Income	95,430,257	13,539,986	67,324,405	9,829,324
Financial Assets Measured at Amortized Cost	71,503,344	2,600,526	69,645,000	2,240,742
Total	168,192,874	16,844,827	137,278,315	12,595,573

As detailed in Note VII of Chapter III, the Bank has consumer price indexed (CPI) government bonds classified as financial assets at fair value through other comprehensive income, financial assets at fair value through profit or loss and financial assets measured by amortized cost in its securities portfolio. As of i December 31, 2025, the valuation of the aforementioned securities has been performed based on an annual inflation forecast of 29.08%. In the event of a 100 basis points increase or decrease in the CPI forecast, the Parent Bank's pre-tax profit as of i December 31, 2025 will increase by approximately TL 298 million (full amount) or decrease by 299 million (full amount).

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a.4. Information on interest income received from associates and subsidiaries:

	Current Period	Prior Period
Interest Received From Affiliates and Subsidiaries	4,345,813	3,197,178

b. Interest Expense

b.1. Information on interest expense from funds borrowed:

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks	14,823,588	11,350,995	11,381,500	7,349,932
Central Bank of Türkiye				
Domestic Banks	2,305,217	1,106,787	2,327,810	604,648
Foreign Banks	12,518,371	10,244,208	9,053,690	6,745,284
Foreign Head Offices and Branches				
Other Institutions	230,980	5,835,866		8,346,774
Total (1)	15,054,568	17,186,861	11,381,500	15,696,706

(1) Includes fee and commission expenses from cash loans.

b.2. Information on interest paid to associates and subsidiaries

	Current Period	Prior Period
Interest Paid to Associates and Subsidiaries	1,390,128	1,999,610

b.3. Information on interest paid on marketable securities issued:

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest on Securities Issued	10,488,371	19,290,502	7,424,902	15,161,275

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b.4. Information on Interest Expense on Deposits According to Maturity Structure:

Current Period	Demand Deposits	Time Deposits						Total
		Up to One Month	Up to Three Month	Up to Six Months	Up to One Year	Over One Year	Accumulated Deposits	
TL								
Bank Deposits	182	23,078,164	1,191,806	232	10,000			24,280,384
Savings Deposits		34,242,859	205,668,937	43,141,138	778,289	2,019,374	1,001	285,851,598
Public Sector Deposits		91,907	298,961	46,454	50,736			488,058
Commercial Deposits		81,874,582	73,910,368	22,205,912	285,064	1,095,951		179,371,877
Other Institutions Deposits		2,583,210	9,065,771	3,285,628	17,650	239,969		15,192,228
Deposits with 7 Days Notice								
Total	182	141,870,722	290,135,843	68,679,364	1,141,739	3,355,294	1,001	505,184,145
FC								
Foreign Currency Deposits	16,480	1,824,457	1,020,671	238,154	563,112	1,555,860	179	5,218,913
Bank Deposits	9,329	80,597	85,575	26,187	94,697	263,065		559,450
Deposits with 7 Days Notice								
Precious Metals Deposits			30,120	2,861	20,839	1,094		54,914
Total	25,809	1,905,054	1,136,366	267,202	678,648	1,820,019	179	5,833,277
TOTAL	25,991	143,775,776	291,272,209	68,946,566	1,820,387	5,175,313	1,180	511,017,422

Prior Period	Demand Deposits	Time Deposits						Total
		Up to One Month	Up to Three Months	Up to Six Months	Up to One Year	Over One Year	Accumulated Deposits	
TL								
Bank Deposits	184	24,370,632	559,297					24,930,113
Savings Deposits	1,114	10,402,011	104,006,118	88,802,610	5,720,088	3,975,065	889	212,907,895
Public Sector Deposits	61	46,870	147,322	48,526	2			242,781
Commercial Deposits	45,944	46,559,192	28,678,832	23,599,593	4,934,660	5,665,298		109,483,519
Other Institutions Deposits	16	2,206,838	4,094,141	3,935,903	403,971	386		10,641,255
Deposits with 7 Days Notice								
Total	47,319	83,585,543	137,485,710	116,386,632	11,058,721	9,640,749	889	358,205,563
FC								
Foreign Currency Deposits	5,132	682,611	1,049,771	234,089	424,816	1,505,245	1	3,901,665
Bank Deposits	19,447	55,115	18,824	56,780	245,270	520,926		916,362
Deposits with 7 Days Notice								
Precious Metals Deposits			7,971	999	10,525	475		19,970
Total	24,579	737,726	1,076,566	291,868	680,611	2,026,646	1	4,837,997
TOTAL	71,898	84,323,269	138,562,276	116,678,500	11,739,332	11,667,395	890	363,043,560

(Yetkili İmza / Kaşe)

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c. Explanations on dividend income:

	Current Period	Prior Period
Financial Assets with Fair Value Differences Recognized in Profit/Loss	121,065	142,060
Financial Assets with Fair Value Differences Recognized in Comprehensive Income	329,828	176,597
Other		
Total	450,893	318,657

d. Information on trading profit/losses (Net):

	Current Period	Prior Period
Profit	4,696,009,783	3,017,545,382
Securities Trading Gains	705,609,400	612,830,123
Gains on Derivative Financial Instruments (1)	96,943,156	73,487,090
Foreign Exchange Gains	3,893,457,227	2,331,228,169
Losses (-)	4,689,490,851	3,007,573,922
Securities Trading Losses	682,854,153	576,356,807
Losses on Derivative Financial Instruments (1)	136,391,873	131,280,958
Foreign Exchange Losses	3,870,244,825	2,299,936,157
Trading Income/Losses (Net)	6,518,932	9,971,460

(1) The profit amount arising from exchange rate fluctuations related to derivative transactions is TL 53,662,201, while the loss amount is TL 93,574,598, resulting in a net loss of TL 39,912,397. (As of 31.12.2024: profit amount TL 40,560,426, loss amount TL 98,053,700, net loss TL 57,493,274.)

e. Information on other operating income:

As at reporting period, TL 102,519,969 of other operating income sources from inclusion and classification of operations of insurance and reinsurance companies; 91% of which is from insurance premiums. (December 31, 2023: TL 65,654,291, 92%). An amount of TRY 5,755,266 relates to the reversal of provisions previously set aside for Türkiye İş Bankası A.Ş. Mensupları Emekli Sandığı Vakfı, while the remaining portion primarily consists of reversals of expected loss provisions for loans, collections from Stage 3 loans, and income from the sale of non-performing assets. Additionally, TRY 10,000,000 of other operating income in the previous period arose from the reversal of free provisions set aside for contingent risks.

f. Information on expected credit loss and other provision expense:

	Current Period	Prior Period
Expected Credit Loss	62,740,471	24,863,488
Expected Credit Loss for 12 Months (Stage 1)	8,317,430	3,482,138
Significant Increase in Credit Risk (Stage 2)	12,793,099	5,621,357
Non-Performing Loans (Stage 3)	41,629,942	15,759,993
Impairment Losses on Marketable Securities	5,955	150,972
Financial Assets at Fair Value through Profit and Loss		148,449
Financial Assets at Fair Value Through Other Comprehensive Income	5,955	2,523
Impairment Losses on Associates, Subsidiaries and Joint-Ventures		
Associates		
Subsidiaries		
Jointly Controlled Entities		
Other	1,984,941	686,403
Total	64,731,367	25,700,863

(Yetkili İmza / Kaşe)

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g. Other operating expenses:

	Current Period	Prior Period
Reserve for Employee Termination Benefits	1,786,447	16,143
Bank Pension Fund Deficit Provisions	324,996	7,127,334
Impairment Losses on Tangible Assets	114,080	5,457
Depreciation Expenses of Tangible Assets	4,687,987	3,252,178
Impairment Losses on Intangible Assets		
Impairment Losses on Goodwill		
Amortization Expenses of Intangible Assets	4,028,151	2,374,289
Impairment Losses on Investments Accounted Under Equity Method		
Impairment Losses on Assets to be Disposed	73,463	6,626
Depreciation Expenses of Assets to be Disposed		
Impairment Losses on Assets Held for Sale and Subject to Discontinued Operations	22	173
Other Operating Expenses	69,873,981	52,038,884
Leasing Expenses Related to Exceptions to TFRS 16	1,225,867	783,094
Repair and Maintenance Expenses	2,087,269	1,527,781
Advertisement Expenses	5,081,975	5,486,375
Other Expenses	61,478,870	44,241,634
Loss on Sale of Assets	606,372	5,629
Other	104,594,983	70,327,395
Total	186,090,482	135,154,108

The amount spent by the Group on donations, aid, and social responsibility projects during the current period is TL 833,912 (31.12.2024: TL 388,166).

In the table above, TL 85,984,292 of the operating expenses in the "Other" group arises from the insurance and reinsurance companies because of the classification of their activities in the "Other" group, and significant portion of the related expenses is compensation expenses paid (December 31, 2024: TL 53,478,820).

In addition, the "Other" item includes tax, duties, fees, and fund expenses amounting to TRY 8,908,537 (December 31, 2024: TRY 5,837,919) as well as savings deposit insurance fund expenses amounting to TRY 7,351,445 (December 31, 2024: TRY 4,843,850).

g. Explanations on net profit / loss of continued and discontinued operations:

The Group's profit before tax arises from continuing operations. As of December 31, 2025, the profit before tax consists of TL 155,473,601 of net interest income, TL 123,147,736 of net fees and commission income, and the total of personnel expenses and other operating expenses is TL 262,443,409.

ğ. Information on provision for taxes from continuing and discontinued operations

As of December 31, 2025, the Group's tax provision amounting to TL 23,357,993 consists of current tax provision of TL 20,286,496 and deferred tax income of TL 3,071,497. The Group does not have any discontinued operations.

h. Explanations on net profit / loss of continued and discontinued operations:

The net profit of the Group from its ongoing operations as of December 31, 2025 is TL 90,064,467.

ı. Information on net period profit/loss:

ı.1. Income and expenses resulting from ordinary banking activities: There is no specific issue required to be disclosed for the Group's performance for January 1, 2025-December 31, 2025

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1.2. Effects of changes in accounting estimates on the current and future periods' profit/loss: There is no issue to be disclosed.

1.3. "The Other" item which is located at the bottom "Fees and Commissions Received" in the income statement consist of various fees and commissions received from transactions such as credit card transactions, capital market transactions and insurance-reinsurance transactions

1.4. Net profit / loss of Minority Interest:

	Current Period	Prior Period
Net Profit / Loss of Non-controlling Interest	22,191,133	18,230,374

i. Explanation on other items in income statement

The main other income items in the income statement consist of other interest income, other fees and commission income disclosed in Note IV.1.3 in Section 5, other operating income disclosed in Note IV.d in Section 5 and profit/loss from equity accounted investees

j. Fees for services received from an independent audit firm

In accordance with the decision of KGK dated March 26,2021, the fees for the reporting period regarding the services received from the independent auditor or independent audit firm are given in the table below. In addition to the Bank, the fees for services rendered to the Bank's domestic/foreign subsidiaries and jointly controlled partnerships are included in the aforementioned fees, which are stated as VAT excluded.

	Current Period ⁽¹⁾	Prior Period
Independent Audit Fee for the Reporting Period	233,691	134,396
Other Assurance Services and Other Non-Audit Fees	54,986	28,702
Total	288,677	163,098

(1) Following the approval of the financial statements for the accounting period from January 1, 2024, to December 31, 2024, it also includes the assurance services for the 2024 TSRS sustainability report prepared during 2025, as well as the audit fees for the 2024 financial statements of insurance companies prepared in accordance with TFRS 17.

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V. DISCLOSURES AND FOOTNOTES ON CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

The paid-in capital is TL 25,000,000 in legal records. As of balance sheet date, the balance of legal reserves is TL 20,380,396 the balance of extraordinary reserves is TL 1,502,505 and the balance of statutory reserves is TL 176,683,521.

The details of revaluation surplus account of securities are shared in the Note Section V-II-j-9. TL (5,786,306) of this amount is the deferred tax effect on marketable securities at fair value through other comprehensive income (December 31, 2024: TL (8,950,677)).

Foreign exchange differences amounting to TL 6,382,567 arising from net investment hedge accounting, details of which are explained in Note II.2 of Section Three, are recognized under "Accumulated Other Comprehensive Income or Expenses Reclassified to Profit or Loss (31.12.2024: -TL 1,691,123).

VI. DISCLOSURES AND FOOTNOTES ON THE CONSOLIDATED STATEMENTS OF CASH-FLOWS

The consolidated operating profit of TL 146,457,464 before the changes in operating assets and liabilities mostly comprised of TL 801,966,438 of interest received from loans and securities, and TL 691,149,040 of interest paid on deposits, money market transactions and funds borrowed by the Bank. An important part of other revenues, TL 127,475,746 consists of premium collections of insurance companies. The account "Other" classified under operating profit other than fees and commissions paid, cash payments to personnel and service suppliers and taxes paid consists of other operating expenses and foreign exchange gains/losses accounts is TL (93,238,749) (December 31, 2024: TL (41,348,358)).

Net Increase (Decrease) in Other Liabilities account classified in changes of assets and liabilities resulting from the changes in Funds Provided Under Repurchase Agreements, miscellaneous payables, other liabilities and taxes, duties, charges, and premiums is decreased by TL 105,657,506 (December 31, 2024: TL 290,105,081 increase).

The Net Cash Provided from Other Investing Activities account includes net cash flows from the sale of intangible assets and declined by TL 10,500,416 (December 31, 2024: TL 6,403,180 decrease).

Foreign currency exchange differences on cash and cash equivalents are on the positive side TL 6,177,673 (December 31, 2024: TL 1,954,703) as of December 31, 2025. Due to the high rate of turnover of related foreign currency assets, the difference between the last 30 days' arithmetic average of currency exchange rates and the year-end currency exchange rate is used to calculate the effect of change in foreign exchange rate. Under the same assumption, the effect of change in foreign exchange rate on cash and cash equivalents is calculated.

Cash, cash in foreign currency, unrestricted deposits in Central Bank of Türkiye, money in transit, cheques purchased, money market operations as well as demand deposits and time deposits up to 3 months are defined as cash and cash equivalents.

Cash and cash equivalents at beginning of period:

	December 31, 2025	December 31, 2024
Cash	320,003,569	325,236,461
Cash in TL and Foreign Currency	35,468,725	30,877,622
Central Bank of Türkiye and Other	284,534,844	294,358,839
Cash Equivalents	75,127,117	72,058,144
Receivables from Money Market Operations	10,595,706	7,811,536
Banks' Demand Deposits and Time Deposits Up to 3 Months	64,531,411	64,246,608
Total Cash and Cash Equivalents	395,130,686	397,294,605

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The total amount resulting from the transactions made in the previous period shows the total cash and cash equivalents as of the beginning of the current period.

Cash and Cash equivalents as of end of the period:

	December 31, 2025	December 31, 2024
Cash	391,199,540	320,003,569
Cash in TL and Foreign Currency	47,792,979	35,468,725
Central Bank of Türkiye and Other	343,406,561	284,534,844
Cash Equivalents	161,044,147	75,127,117
Receivables from Money Market Operations	11,174,840	10,595,706
Banks' Demand Deposits and Time Deposits Up to 3 Months	149,869,307	64,531,411
Total Cash and Cash Equivalents	552,243,687	395,130,686

VII. DISCLOSURES AND FOOTNOTES ON THE GROUP'S RISK GROUP

a. Information on the volume of transactions relating to the Group's risk group, incomplete loan and deposit transactions and period's profit and loss

a.1. Information on loans held by the Group's risk group:

Current Period:

Group's Risk Group	Investments in Associates, Subsidiaries and Jointly Controlled Entities (Joint Ventures)		Direct and Indirect Shareholders of the Bank		Other Real Persons and Corporate Bodies that have been Included in the Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans						
Balance at the beginning of the period	14,844,971	31,592,293			2,929,736	2,973,354
Balance at the end of the period	11,945,536	35,019,241			283,539	2,537,536
Interest and commission income received	4,345,813	21,079			1,132,397	39,840

Prior Period:

Group's Risk Group	Investments in Associates, Subsidiaries and Jointly Controlled Entities (Joint Ventures)		Direct and Indirect Shareholders of the Bank		Other Real Persons and Corporate Bodies that have been Included in the Risk	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans						
Balance at the beginning	10,195,890	28,515,121			3,363,190	2,191,348
Balance at the end of the period	14,844,971	31,592,293			2,929,736	2,973,354
Interest and commission income received	3,197,178	9,096			830,352	30,425

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a.2. Information on deposits held by the Group's risk group:

Current Period:

Group's Risk Group	Investments in Associates, Subsidiaries and Jointly Controlled Entities (Joint Ventures)	Direct and Indirect Shareholders of the Bank	Other Real Persons and Corporate Bodies that have been Included in the Risk Group
Deposits			
Balance at the beginning of the period	14,493,197	2,014,110	14,696,828
Balance at the end of the period	10,089,541	1,670,021	21,514,695
Interest expense on deposits	1,390,128	896,408	4,856,975

Prior Period:

Group's Risk Group	Investments in Associates, Subsidiaries and Jointly Controlled Entities (Joint Ventures)	Direct and Indirect Shareholders of the Bank	Other Real Persons and Corporate Bodies that have been Included in the Risk Group
Deposits			
Balance at the beginning of the period	21,601,646	1,700,282	4,383,964
Balance at the end of the period	14,493,197	2,014,110	14,696,828
Interest expense on deposits	1,999,610	1,591,850	1,861,213

a.3. Information on forward and option and other similar agreements made with the Group's risk group:

Group's Risk Group	Investments in Associates, Subsidiaries and Jointly Controlled Entities (Joint Ventures)		Direct and Indirect Shareholders of the Bank		Other Real Persons and Corporate Bodies that have been Included in the Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Transactions in which the Difference in Fair Value is Reflected in Profit or Loss						
Balance at the beginning of the period						
Balance at the end of the period	3,043,255					
Total Profit/Loss	(3,338)	(2,208)			(1,316)	8,958
Transactions for hedging purposes						
Beginning of the period						
End of the period						
Total Profit/Loss						

b. Disclosures for the Group's risk group:

b.1. The relations of the Group with corporations in its risk group and under its control regardless of whether there are any transactions between the parties:

All types of corporate and retail banking services are provided to these corporations in line with the articles of Banking Law

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b.2. The type and amount of transaction carried out, and its ratio to the overall transaction volume, values of principal items and their ratios to overall items, pricing policy and other items in addition to the structure of the relationship:

The transactions carried out are mainly loan and deposit transactions, The ratio of loans extended to the risk group to the overall loans is 0.46%, while the ratio to the overall assets is 0.23% the ratio of deposits of the risk group corporations to the overall deposits is 1.05%, while the ratio to overall liabilities is 0.62%, The comparable pricing method is used for the transactions.

b.3. Purchase and sale of real estates, other assets and services, agency agreements, finance lease contracts, transfer of information obtained through research and development, license agreements, funding (including loans and provision of support as cash capital or capital-in-kind), guarantees and collaterals and management agreements:

The Parent Bank's branches act as agents of Anadolu Anonim Türk Sigorta Şirketi and Anadolu Hayat Emeklilik A.Ş. Furthermore, through its branches, the Bank mediates the order transmission for İş Yatırım Menkul Değerler A.Ş. and carries out agency activities of İş Portföy Yönetimi A.Ş. which are founded by the Anadolu Hayat Emeklilik A.Ş. are managed by İş Portföy Yönetimi A.Ş. Securities purchases, when required, are made by İş Finansal Kiralama A.Ş., a subsidiary of the Bank, through leasing. The Bank's Private Banking and Commercial and Corporate Banking specialized branches are agencies of İş Portföy Yönetimi A.Ş.

If requested, the cash and non-cash loan needs of the risk group companies are met in accordance with the limits imposed by Banking Law and the prevailing market conditions.

b.4. The Bank's 50% stake in Greeneco Enerji Elektrik Üretim A.Ş. was sold in the December 2025 period to İş Enerji Yatırımları A.Ş., in which the Bank has a 100% indirect ownership, for a consideration of USD 100 million. An amount of USD 20 million from the sale price was collected in cash. The remaining amount is expected to be collected within 2026. As a result of these transactions, a valuation gain of TRY 557,824 has been recognized in the income statement.

c. Total salaries and similar benefits paid to the (executive members and senior executives)

In the current period, the gross payment provided to the key management of Group amounts TL 1,648,765 (December 31, 2024: TL 1,129,582).

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VIII. DISCLOSURES ON THE GROUP'S DOMESTIC, FOREIGN, OFF-SHORE BRANCHES OR PARTICIPATIONS AND REPRESENTATIVE OFFICES

The Parent Bank – Türkiye İş Bankası A.Ş.

	Number	Employees			
Domestic Branches ⁽¹⁾	997	20,246			
			Country of Incorporation		
Foreign Representative Offices	1	3	China		
	1	2	Egypt		
				Total Assets	Legal Capital
Foreign Branches	2	63	England	139,704,693	5,712
	15	254	TRNC	113,025,273	80,000
	2	50	Iraq	19,305,011	3,181,728
	2	9	Kosovo	2,575,379	501,173
	1	3	Bahrain	70,921	
Off-Shore Branches					

(1) The Branches located in Free Trade Zones in Türkiye are included among domestic branches

İşbank AG

	Number	Employees			
Domestic Branches ⁽¹⁾	8	147			
			Country of Incorporation		
Foreign Representative Offices					
				Total Assets	Legal Capital
Foreign Branches	1	8	Netherlands	14,327,379	
Off-Shore Branches					

(1) The branches of the company, which is headquartered in Germany, in Germany are shown as domestic branches

Milli Reasürans T.A.Ş.

	Number	Employees			
Domestic Branches	1	170			
			Country of Incorporation		
Foreign Representative Offices					
				Total Assets	Legal Capital
Foreign Branches					
Off-Shore Branches	1	12	Singapore	1,677,015	1,416,456

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JSC İşbank

	Number	Employees			
Domestic Branches ⁽¹⁾	1	88			
			Country of Incorporation		
Foreign Representative Offices					
				Total Assets	Legal Capital
Foreign Branches					
Off-Shore Branches					

(1) The branches of the company, which is headquartered in Moscow, in Russia are shown as domestic branches.

JSC İşbank Georgia

	Number	Employees			
Domestic Branches ⁽¹⁾	1	49			
			Country of Incorporation		
Foreign Representative Offices					
				Total Assets	Legal Capital
Foreign Branches					
Off-Shore Branches					

(1) The branches of the company, which is headquartered in Tiflis, in Georgia are shown as domestic branches.

Number of employees of consolidated companies that does not have agencies and branches abroad:

	Employees
ANADOLU ANONİM TÜRK SİGORTA ŞİRKETİ	1,856
ANADOLU HAYAT EMEKLİLİK A.Ş.	1,094
EFES VARLIK YÖNETİM A.Ş.	81
İŞ FAKTORİNG A.Ş.	128
İŞ FİNANSAL KİRALAMA A.Ş.	148
İŞ GAYRİMENKUL YATIRIM ORTAKLIĞI A.Ş.	75
İŞ GİRİŞİM SERMAYESİ YATIRIM ORTAKLIĞI A.Ş.	15
İŞ PORTFÖY YÖNETİMİ A.Ş.	97
İŞ YATIRIM MENKUL DEĞERLER A.Ş.	607
İŞ YATIRIM ORTAKLIĞI A.Ş.	5
MAXİS GİRİŞİM SERMAYESİ YATIRIM ORTAKLIĞI A.Ş.	30
MAXIS INVESTMENTS LTD. ⁽¹⁾	11
TSKB GAYRİMENKUL YATIRIM ORTAKLIĞI A.Ş.	13
TÜRKİYE SİNAİ KALKINMA BANKASI A.Ş.	483
YATIRIM FİNANSMAN MENKUL DEĞERLER A.Ş.	193

(1) The Company, which is headquartered in London, does not have any branch or representative office beside its head Office.

Yatırım Varlık Kiralama A.Ş. which is included to scope of consolidation during the current period does not have any employees.

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IX. SUBSEQUENT EVENTS

The Parent Bank, within the scope of the Board of Directors' resolution dated November 3, 2025 regarding the issuance of debt instruments, issued a financing bond with a nominal value of TL 35,370,000 after December 31, 2025.

Within the scope of the Parent Bank's Board of Directors' decision dated November 3, 2025, regarding the issuance of debt instruments abroad, bond issuances with nominal values of USD 50 million and GBP 21 million were carried out abroad after December 31, 2025.

On January 30, 2026, the Parent Bank issued a debt instrument with a nominal value of USD 500 million, a maturity of 11 years, a 7.58% interest rate, and a call option available in the 6th year, to be included in additional tier 1 capital, within the scope of the Board of Directors' decision dated November 3, 2025.

The Parent Bank's Board of Directors has resolved to authorize the General Management to undertake the necessary initiatives for opening a branch in Hong Kong.

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SECTION SIX: OTHER EXPLANATIONS

I. EXPLANATIONS ON THE GROUP'S CREDIT RATINGS:

Türkiye İş Bankası A.Ş.

MOODY'S	Rating	Outlook ^(*)
Long-term Foreign Currency Deposit	Ba3	Stable
Long-term Local Currency Deposit	Ba3	Stable
Senior Unsecured Debt Rating (MTN)	Ba3	-
Short-term Foreign Currency Deposit	NP	-
Short-term Local Currency Deposit	NP	-
FITCH RATINGS	Rating	Outlook ^(*)
Long-term Foreign Currency Issuer Default Rating	BB-	Positive
Long-term Local Currency Issuer Default Rating	BB-	Positive
Short-term Foreign Currency Issuer Default Rating	B	-
Short-term Local Currency Issuer Default Rating	B	-
National Long-term Rating	AA- (tur)	Stable
Viability Rating	bb-	-

The dates when the Bank's credit ratings/outlooks were last updated are given below:

Moody's: 30.07.2025, Fitch Ratings: 28.01.2026

İş Finansal Kiralama A.Ş.

FITCH RATINGS	Rating	Outlook
Long-term Foreign Currency Issuer Default Rating	BB-	Positive
Long-term Local Currency Issuer Default Rating	BB-	Positive
Short-term Foreign Currency Issuer Default Rating	B	-
Short-term Local Currency Issuer Default Rating	B	-
National Long-term Rating	AA-(tur)	Stable
Support Rating	bb-	-

The date when the credit ratings/outlooks of İş Finansal Kiralama A.Ş were last updated are given below:

Fitch Ratings: 02.02.2026

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Türkiye Sınai Kalkınma Bankası A.Ş.

MOODY'S	Rating	Outlook(*)
Long-term Foreign Currency Issuer Rating	Ba3	Stable
Long-term Local Currency Issuer Rating	Ba3	Stable
Long-term Counterparty Risk Rating	Ba3	-
Counterparty Risk Assessment	Ba3(cr)	-
Baseline Credit Assessment	b1	-
Adjusted Baseline Credit Assessment	b1	-
Senior Unsecured Notes	Ba3	-
Foreign Currency MTN Rating	(P)Ba3	-
FITCH RATINGS	Rating	Outlook(*)
Long-term Foreign Currency Loan Default Rating	BB-	Positive
Long-term Local Currency Loan Default Rating	BB-	Positive
Short-term Foreign Currency Loan Default Rating	B	-
Short-term Local Currency Loan Default Rating	B	-
National Long-term Rating	AA	Stable
Financial Capacity Rating	bb-	-
Government Support Rating	bb-	-
Shareholder Support Rating	b+	-
Long-term Senior Unsecured Notes	BB-	-

The date when the credit ratings/outlooks of TSKB were last updated are given below:

Moody's: 30.07,2025, Fitch Ratings: 28.01,2026

“Stable” indicates that the current rating will not be changed in the short term; “positive” indicates that the current rating is very likely to be upgraded and “negative” indicates that the current rating is very likely to be downgraded.

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SECTION SEVEN: EXPLANATIONS ON THE INDEPENDENT AUDITORS' REPORT**I. EXPLANATIONS ON THE INDEPENDENT AUDITORS' REPORT:**

The Group's consolidated financial statements and footnotes as of December 31, 2025, which will be disclosed to the public, have been audited by PwC Independent Audit and Certified Public Accounting Inc. The independent auditor's report dated February 6, 2026 is presented in the introduction section of this report.

II. EXPLANATIONS AND FOOTNOTES OF THE INDEPENDENT AUDITORS REPORT

There are no significant issues or necessary disclosures or notes in relation to the Group's operations other than those mentioned above.