HAYAT FİNANS KATILIM BANKASI A.Ş.

**CONSOLIDATED FINANCIAL STATEMENTS
AND NOTES FOR THE PERIOD ENDED 30 JUNE 2026
WITH INDEPENDENT AUDITOR'S REVIEW REPORT**

***(CONVENIENCE TRANSLATION OF
CONSOLIDATED FINANCIAL STATEMENTS,
RELATED DISCLOSURES AND INDEPENDENT
AUDITOR'S REPORT ORIGINALLY ISSUED IN TURKISH)***

AUDITOR'S REVIEW REPORT ON INTERIM FINANCIAL INFORMATION

(Convenience translation of the independent auditor's review report originally issued in Turkish, See Note I of Section Three)

To the General Assembly of Hayat Finans Katılım Bankası Anonim Şirketi;

Introduction

We have reviewed the consolidated balance sheet of Hayat Finans Katılım Bankası Anonim Şirketi ("the Bank") and its consolidated subsidiary (collectively referred to as "the Group") at 30 June 2026 and the related 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 and a summary of significant accounting policies and other explanatory notes to the consolidated financial statements for the six-month-period then ended. The Bank Management is responsible for the preparation and fair presentation of interim financial information 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 Agency and circulars and interpretations published by BRSA and Turkish Accounting Standard 34 "Interim Financial Reporting" for those matters not regulated by the aforementioned regulations. Our responsibility is to express a conclusion on these interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, "Limited Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial reporting process, and applying analytical and other review procedures. A review of interim financial information is substantially less in scope than an independent audit performed in accordance with the Independent Auditing Standards and the objective of which is to express an opinion on the financial statements. Consequently, a review of the interim financial information does not provide assurance that the audit firm will be aware of all significant matters which would have been identified in an audit. Accordingly, we do not express an opinion.

PwC Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş.
Kılıçali Paşa Mah. Meclis-i Mebusan Cad. No: 8
Galataport İstanbul D Blok Beyoğlu/İstanbul
T: +90 (212) 326 6060 Mersis Numaramız: 0-1460-0224-0500015

Conclusion

Based on our review nothing has come to our attention that causes us to believe that the accompanying consolidated financial information does not present fairly in all material respects the financial position of Hayat Finans Katılım Bankası Anonim Şirketi and its consolidated subsidiary at 30 June 2026 and its financial performance and its cash flows for the six-month-period then ended in accordance with the BRSA Accounting and Financial Reporting Legislation.

Report on other regulatory requirements arising from legislation

Based on our review, nothing has come to our attention that causes us to believe that the financial information provided in the accompanying interim activity report in Section Seven, is not consistent with the reviewed consolidated financial statements and disclosures in all material respects.

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 30 June 2026. 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 Bank in accordance with IFRS.

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

Özge Arslan Yılmaz, SMMM
Independent Auditor

Istanbul, 7 August 2026

THE CONSOLIDATED FINANCIAL REPORT OF
HAYAT FİNANS KATILIM BANKASI ANONİM ŞİRKETİ
FOR THE PERIOD ENDED 30 JUNE 2026

Address of the Parent Bank's Headquarters : Mahir İz Cad., No: 25, 34662 Altunizade Üsküdar / İstanbul
Telephone of the Parent Bank : 0 850 224 29 28
Web site of the Parent Bank : www.hayatfinans.com.tr
E-mail for correspondence : hayatfinans@hayatfinans.com.tr

The consolidated interim financial report for six-month period end includes the following sections in accordance with the Communiqué on Financial Statements and Related Explanations and Notes that will be Publicly Announced as sanctioned by the Banking Regulation and Supervision Agency.

- General Information About The Parent Bank
- Consolidated Financial Statements of The Parent Bank
- Explanations on Accounting Policies
- Information Related to Consolidated Financial Position and Risk Management
- Explanations and Notes Related to Consolidated Financial Statements
- Independent Auditor's Review Report
- Interim Activity report

The subsidiaries, associates and jointly controlled partners which are consolidated within the framework of this financial report are as follows.

	Subsidiaries	Associates	Jointly Controlled Partners
1.	Hayat Varlık Kiralama A.Ş.	-	-

The consolidated financial statements for the six-month period end and related disclosures and footnotes that are subject to independent audit, are prepared in accordance with the Regulation on Accounting Applications for Banks and Safeguarding of Documents, Turkish Accounting Standards, Turkish Financial Reporting Standards and the related statements and guidance, and in compliance with the financial records of our Bank and, unless stated otherwise, presented in millions of Turkish Lira.

Ahmet Yahya KİĞILI
Chairman of
Board of Directors

Osman AKYÜZ
Chairman of the Audit
Committee

Oğuz KAYHAN
Member of the Audit
Committee

Özer BARAN
Deputy General Manager

Özgür BİLGİLİ
Treasury and Financial Affairs
Deputy General Manager

Erkan AKGÜZEL
Reporting and
Financial Control
Manager

Contact information of the personnel in charge of the addressing of questions about this financial report:
Name-Surname/Title : Erkan AKGÜZEL Reporting and Financial Control Manager
Telephone Number : 0 850 224 29 28

SECTION ONE

GENERAL INFORMATION

SECTION TWO

THE CONSOLIDATED FINANCIAL STATEMENTS

SECTION THREE

ACCOUNTING PRINCIPLES

SECTION FOUR

INFORMATION RELATED TO CONSOLIDATED FINANCIAL POSITION AND RISK MANAGEMENT OF THE BANK

SECTION FIVE

EXPLANATIONS AND NOTES ON THE CONSOLIDATED FINANCIAL STATEMENTS

SECTION SIX

INDEPENDENT AUDITORS' REVIEW REPORT

SECTION SEVEN

INTERIM ACTIVITY REPORT

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

SECTION ONE

GENERAL INFORMATION

1. History of the Parent Bank including its incorporation date, initial legal status and amendments to legal status:

Hayat Finans Katılım Bankası A.Ş. ("The Parent Bank"), with the BRSA decision numbered 10165 dated April 21, 2022, has obtained establishment permission to operate in accordance with the operating principles for digital banks in the BRSA's Regulation on the Operating Principles of Digital Banks and Service Model Banking by completing the company establishment procedures dated August 10, 2022, the Parent Bank has completed registration its title as Hayat Finans Katılım Bankası A.Ş. The Parent bank became the first digital participation bank to obtain an operating license in Türkiye with the BRSA decision dated March 23, 2023 and numbered 10543. Main field of operation is, in addition to the Parent Bank's equity, to collect funds from domestic and foreign customers through "Current Accounts" and "Profit/ Loss Sharing Accounts" and allocate such funds to the economy, to perform all kinds of financing activities in accordance with the regulations, to encourage the investments of all individuals and legal entities operating in agricultural, industrial, trading and service industries, participating into the operations of these entities or individuals and to form joint business partnerships and to perform all these activities in a non-interest environment.

The Parent Bank has informed that it has actually started banking activities with the letter it has written to the BRSA dated August 7, 2023 and numbered DYZ-2023-GM-33/413.

2. Shareholding structure, shareholders jointly or individually having direct or indirect control over the management and supervision of the Parent Bank and the disclosures on any related changes in the current period, if any, and information about the Group that the Bank belongs to

As of 30 June 2026, 50.00% of the Bank's shares belong to Hayat Kimya Sanayi Anonim Şirketi, 20.00% belong to Kastamonu Entegre Ağaç Sanayi Ticaret Anonim Şirketi, 20.00% belong to Hayat Holding Anonim Şirketi, 9.50% belong to Limaş Liman İşletmeciliği Anonim Şirketi and 0.50% belong to AS Tüketim Malları Ticaret Anonim Şirketi.

3. Explanations regarding the chairman and the members of board of directors, audit committee members, general manager and assistant general managers and their shares in the Parent Bank

Name	Title	Date of Assignment	Date of Audit Committee Assignments	Audit Committee End Date	Educational Degree	Ownership Percentage
Ahmet Yahya KİĞILI	Chairman of the Board	26.03.2026	-	-	-	-
Mehmet Avni KİĞILI	Deputy Chairman of the Board of Directors	26.03.2026	-	-	-	-
Murat ULUS	Executive Board Member	26.03.2026	-	-	Postgraduate	-
Osman AKYÜZ	Member of the Board of Directors and Chairman of the Audit Committee	26.03.2026	26.03.2026	-	Graduate	-
Oğuz KAYHAN	Member of the Board of Directors and Member of the Audit Committee	26.03.2026	26.03.2026	-	PhD	-
26.03.2026-Galip KARAGÖZ [1]	Member of the Board of Directors	26.03.2026	-	-	Postgraduate	-
Özer BARAN [2]	Deputy General Manager Assistant General Manager for Credits Analytics and Policies	16.08.2022	-	-	Postgraduate	-
Özgür BİLGİLİ	Assistant General Manager for Treasury and Financial Affairs	22.05.2024	-	-	Postgraduate	-
Cevdet YILMAZ	Assistant General Manager for Technology and Digital Banking Operations	15.04.2025	-	-	Postgraduate	
Alper DAYİ	Assistant General Manager of Corporate Banking	03.09.2025		-	Postgraduate	-

[1] Galip Karagöz resigned from his position as General Manager on 26 March 2026, and was appointed as the Board Member responsible for technology on the same date, replacing Soner Canko, whose term as a Board Member ended on 26 March 2026

[2] Özer Baran, assumed the position of Deputy General Manager in accordance with the Board of Directors' decision dated 27 December 2022, and numbered 2022-08-10 / 083.

Share of the Chairman and Members of the Board of Directors, Members of the Audit Committee, General Manager and Assistants of the Bank in the Parent Bank's capital

None (31 December 2025 - None).

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

4. Information on Parent Bank's qualified shareholders

Name / Commercial Name	Share amount (Nominal)	Shareholding percentage	Paid shares (Nominal)	Unpaid shares
Hayat Kimya Sanayi A.Ş.	3,250	%50.00	3,250	-
Kastamonu Entegre Ağaç Sanayi Ticaret A.Ş.	1,300	%20.00	1,300	-
Hayat Holding A.Ş.	1,300	%20.00	1,300	-
Limaş Liman İşletmeciliği A.Ş.	618	%9.50	618	-
AS Tüketim Malları Ticaret A.Ş.	32	%0.50	32	-
Total	**6,500**	**%100.00**	**6,500**	**-**

5. Explanations of the Parent Bank's services and field of operations

The Parent Bank's field of operations includes corporate and commercial banking, international banking services, and retail banking and credit card services. The Parent Bank's core business is operating in accordance with the principles of interest-free banking as a digital participation bank by collecting funds through current and profit/loss sharing accounts and lending such funds to its customers.

As of 30 June 2026, the Parent Bank is operating with 293 personnel (31 December 2025 – 306). Summary of some of the Bank's operations described in the Articles of Association are as follows:

- To collect funds through "Current Accounts" and "Profit/Loss Sharing Accounts" and special fund pools in line with the regulations,
- To allocate funds to the economy and provide all kinds of cash, non-cash loans within the principles of non-interest banking,
- To offer financial and operational leasing,
- To handle all kinds of deposits and payments, including travelers' checks, credit cards and other payment instruments, provide member business services, consulting, advisory,
- To purchase financial instruments on money and capital markets in cash or installments, sell and mediate the sale and trade on the stock exchange in accordance with legislation and principles of non-interest banking,
- To act as a representative, deputy or agent for corporations and enterprises (including insurance companies), to provide private pension intermediary services,
- Providing investment consultancy, wealth management and financial planning consultancy on management, technical and financial issues,
- Regarding banking activities by obtaining the necessary permits; To provide support services to its subsidiaries, other banks, financial institutions, financial technology companies and other companies,
- To buy and sell money market instruments spot or forward, and to act as an intermediary in their buying and selling,
- To carry out all kinds of foreign exchange transactions, to buy, sell, import and export gold, silver, other precious metals, precious stones and metals, to be a member of the precious metal and metal exchanges that have been established or to be established, and to trade in these exchanges,
- Domestic or foreign companies and organizations related to the purpose and scope of the business; to act as a representative, proxy and agency and to engage in all kinds of commission works,
- To provide social aid in accordance with the principles and principles of deposit and participation banking

The Parent Bank's activities are not limited to the list above. If another activity is decided to be beneficial to the Parent Bank, the activities must be recommended by the Board of Directors, approved by the General Assembly and authorized by relevant legal authorities after whom it also needs to be approved by the Ministry of Trade since it constitutes an amendment of the Article of Association. Decisions that have been approved through all these channels will be included to the Article of Association.

6. Current or likely actual legal barriers to immediate transfer of equity or repayment of debts between Bank and its subsidiaries:

None.

SECTION TWO

CONSOLIDATED FINANCIAL STATEMENTS

I. Consolidated Balance Sheet (Statement of Financial Position)

II. Consolidated Statement of Off-Balance Sheet Items

III. Consolidated Profit or Loss Statement (Income Statement)

IV. Consolidated Statement of Profit or Loss and Other Comprehensive Income

V. Consolidated Statement of Changes in Shareholders’ Equity

VI. Consolidated Statement of Cash Flows

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

1. CONSOLIDATED BALANCE SHEET – ASSETS (STATEMENT OF FINANCIAL POSITION)

			Current Period 30.06.2026			Prior Period 31.12.2025		
	ASSETS	Notes Section V	TL	FC	Total	TL	FC	Total
I.	**FINANCIAL ASSETS (Net)**		**9,230**	**5,319**	**14,549**	**6,886**	**2,706**	**9,592**
1.1.	**Cash and Cash Equivalents**		**3,164**	**4,301**	**7,465**	**1,949**	**2,346**	**4,295**
1.1.1.	Cash and Balances with Central Bank	(1.1.)	2,817	4,186	7,003	1,948	1,950	3,898
1.1.2.	Banks	(1.3.)	348	116	464	1	397	398
1.1.3.	Money Markets Placements		-	-	-	-	-	-
1.1.4.	Expected Credit Loss (-)		(1)	(1)	(2)	-	(1)	(1)
1.2.	**Financial Assets at Fair Value Through Profit or Loss**	**(1.2.)**	**1,463**	**301**	**1,764**	**1,230**	**-**	**1,230**
1.2.1.	Government Debt Securities		-	301	301	-	-	-
1.2.2.	Equity Instruments		-	-	-	-	-	-
1.2.3.	Other Financial Assets		1,463	-	1,463	1,230	-	1,230
1.3.	**Financial Assets at Fair Value Through Other Comprehensive Income**	**(1.4.)**	**4,584**	**717**	**5,301**	**3,705**	**360**	**4,065**
1.3.1.	Government Debt Securities		4,533	717	5,250	3,684	360	4,044
1.3.2.	Equity Instruments		20	-	20	20	-	20
1.3.3.	Other Financial Assets		31	-	31	1	-	1
1.4.	**Derivative Financial Assets**		**19**	**-**	**19**	**2**	**-**	**2**
1.4.1.	Derivative Financial Assets at Fair Value Through Profit or Loss	(1.2.)	19	-	19	2	-	2
1.4.2.	Derivative Financial Assets at Fair Value Through Other Comprehensive Income	(1.11.)	-	-	-	-	-	-
II.	**FINANCIAL ASSETS MEASURED AT AMORTISED COSTS (Net)**		**18,327**	**4,109**	**22,436**	**11,125**	**2,524**	**13,649**
2.1.	**Loans**	**(1.5.)**	**18,463**	**4,167**	**22,630**	**11,209**	**2,564**	**13,773**
2.2.	**Leasing Receivables**	**(1.10.)**	**-**	**-**	**-**	**-**	**-**	**-**
2.3.	**Other Financial Assets Measured at Amortized Cost**	**(1.6.)**	**-**	**-**	**-**	**-**	**-**	**-**
2.3.1.	Government Debt Securities		-	-	-	-	-	-
2.3.2.	Other Financial Assets		-	-	-	-	-	-
2.4.	**Expected Credit Loss (-)**		**(136)**	**(58)**	**(194)**	**(84)**	**(40)**	**(124)**
III.	**PROPERTY AND EQUIPMENT HELD FOR SALE PURPOSE AND RELATED TO DISCONTINUED OPERATIONS(NET)**	**(1.16.)**	**-**	**-**	**-**	**-**	**-**	**-**
3.1.	Held For Sale		-	-	-	-	-	-
3.2.	Related to Discontinued Operations		-	-	-	-	-	-
IV.	**INVESTMENTS IN ASSOCIATES, SUBSIDIARIES AND JOINT VENTURES**		**80**	**-**	**80**	**80**	**-**	**80**
4.1.	**Investments in Associates (Net)**	**(1.7.)**	**-**	**-**	**-**	**-**	**-**	**-**
4.1.1.	Associates Valued Based on Equity Method		-	-	-	-	-	-
4.1.2.	Unconsolidated Associates		-	-	-	-	-	-
4.2.	**Investment in Subsidiaries (Net)**	**(1.8.)**	**80**	**-**	**80**	**80**	**-**	**80**
4.2.1.	Unconsolidated Financial Subsidiaries		-	-	-	-	-	-
4.2.2.	Unconsolidated Non-Financial Subsidiaries		80	-	80	80	-	80
4.3.	**Investment in Joint Ventures (Net)**	**(1.9.)**	**-**	**-**	**-**	**-**	**-**	**-**
4.3.1.	Joint Ventures Valued Based on Equity Method		-	-	-	-	-	-
4.3.2.	Unconsolidated Joint Ventures		-	-	-	-	-	-
V.	**TANGIBLE ASSETS (Net)**	**(1.12.)**	**177**	**-**	**177**	**174**	**-**	**174**
VI.	**INTANGIBLE ASSETS (Net)**	**(1.13.)**	**737**	**-**	**737**	**632**	**-**	**632**
6.1.	Goodwill		-	-	-	-	-	-
6.2.	Other		737	-	737	632	-	632
VII.	**INVESTMENT PROPERTIES (Net)**	**(1.14.)**	**-**	**-**	**-**	**-**	**-**	**-**
VIII.	**CURRENT TAX ASSETS**		**3**	**-**	**3**	**40**	**-**	**40**
IX.	**DEFERRED TAX ASSETS**	**(1.15.)**	**855**	**-**	**855**	**767**	**-**	**767**
X.	**OTHER ASSETS**	**(1.17.)**	**623**	**23**	**646**	**239**	**6**	**245**
	TOTAL ASSETS		**30,032**	**9,451**	**39,483**	**19,943**	**5,236**	**25,179**

The accompanying notes are an integral part of these financial statements.

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

1. CONSOLIDATED BALANCE SHEET – LIABILITIES AND EQUITY (STATEMENT OF FINANCIAL POSITION)

			Current Period 30.06.2026			Prior Period 31.12.2025		
	LIABILITIES	**Notes Section V**	**TL**	**FC**	**Total**	**TL**	**FC**	**Total**
I.	**FUNDS COLLECTED**	**(2.1.)**	**21,790**	**6,412**	**28,202**	**12,703**	**6,128**	**18,831**
II.	**FUNDS BORROWED**	**(2.3.)**	**-**	**233**	**233**	**-**	**-**	**-**
III.	**MONEY MARKETS**	**(2.3.)**	**1,001**	**-**	**1,001**	**300**	**-**	**300**
IV.	**SECURITIES ISSUED (Net)**	**(2.4.)**	**3,473**	**-**	**3,473**	**1,588**	**-**	**1,588**
V.	**FUNDS**		**-**	**-**	**-**	**-**	**-**	**-**
5.1.	Loan Customer Funds		-	-	-	-	-	-
5.2.	Other		-	-	-	-	-	-
VI.	**FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS**		**-**	**-**	**-**	**-**	**-**	**-**
VII.	**DERIVATIVE FINANCIAL LIABILITIES**		**8**	**-**	**8**	**6**	**-**	**6**
7.1.	Derivative Financial Liabilities at Fair Value Through Profit or Loss	(2.2.)	8	-	8	6	-	6
7.2.	Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income	(2.7.)	-	-	-	-	-	-
VIII.	**LEASE PAYABLES (Net)**	**(2.6.)**	**44**	**-**	**44**	**25**	**-**	**25**
IX.	**PROVISIONS**	**(2.8.)**	**32**	**54**	**86**	**23**	**38**	**61**
9.1.	Restructuring Provision		-	-	-	-	-	-
9.2.	Reserves For Employee Benefits		25	-	25	21	-	21
9.3.	Insurance For Technical Provision (Net)		-	-	-	-	-	-
9.4.	Other Provisions		7	54	61	2	38	40
X.	**CURRENT TAX LIABILITIES**	**(2.9.)**	**185**	**-**	**185**	**105**	**-**	**105**
XI.	**DEFERRED TAX LIABILITIES**	**(1.15.)**	**-**	**-**	**-**	**-**	**-**	**-**
XII.	**LIABILITIES FOR PROPERTY AND EQUIPMENT HELD FOR SALE AND RELATED TO DISCONTINUED OPERATIONS (Net)**	**(2.10.)**	**-**	**-**	**-**	**-**	**-**	**-**
12.1.	Held For Sale		-	-	-	-	-	-
12.2.	Related to Discontinued Operations		-	-	-	-	-	-
XIII.	**SUBORDINATED DEBT INSTRUMENTS**	**(2.11.)**	**-**	**-**	**-**	**-**	**-**	**-**
13.1.	Loans		-	-	-	-	-	-
13.2.	Other Debt Instruments		-	-	-	-	-	-
XIV.	**OTHER LIABILITIES**	**(2.5.)**	**269**	**1**	**270**	**196**	**139**	**335**
XV.	**SHAREHOLDERS` EQUITY**	**(2.12.)**	**5,975**	**6**	**5,981**	**3,910**	**18**	**3,928**
15.1.	Paid-in Capital		6,500	-	6,500	4,500	-	4,500
15.2.	Capital Reserves		-	-	-	-	-	-
15.2.1.	Share Premiums		-	-	-	-	-	-
15.2.2.	Share Cancellation Profits		-	-	-	-	-	-
15.2.3.	Other Capital Reserves		-	-	-	-	-	-
15.3.	Other Accumulated Comprehensive Income or Loss That Will Not Be Reclassified Through Profit or Loss		-	-	-	-	-	-
15.4.	Other Accumulated Comprehensive Income or Loss That Will Be Reclassified Through Profit or Loss		12	6	18	37	18	55
15.5.	Profit Reserves		91	-	91	91	-	91
15.5.1.	Legal Reserves		4	-	4	4	-	4
15.5.2.	Statutory Reserves		-	-	-	-	-	-
15.5.3.	Extraordinary Reserves		87	-	87	87	-	87
15.5.4.	Other Profit Reserves		-	-	-	-	-	-
15.6.	Profit or Loss		(628)	-	(628)	(718)	-	(718)
15.6.1.	Prior Years' Profits or Losses		(718)	-	(718)	(440)	-	(440)
15.6.2.	Current Period Net Profit or Loss		90	-	90	(278)	-	(278)
15.7.	Minority Shares		-	-	-	-	-	-
	TOTAL LIABILITIES AND EQUITY		**32,777**	**6,706**	**39,483**	**18,856**	**6,323**	**25,179**

The accompanying notes are an integral part of these financial statements.

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

2. CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS

			Current Period 30.06.2026			Prior Period 31.12.2025		
		Notes Section V	TL	FC	Total	TL	FC	Total
A.	**COMMITMENTS AND CONTINGENCIES (I+II+III)**		**5,147**	**7,424**	**12,571**	**2,492**	**3,881**	**6,373**
I.	**GUARANTEES AND WARRANTIES**	**(3.1.)**	**1,200**	**3,106**	**4,306**	**396**	**2,108**	**2,504**
1.1.	Letters of Guarantee		1,132	2,966	4,098	391	1,958	2,349
1.1.1.	Guarantees Subject to State Tender Law		-	-	-	-	-	-
1.1.2.	Guarantees Given for Foreign Trade Operations		-	-	-	-	-	-
1.1.3.	Other Letters of Guarantee		1,132	2,966	4,098	391	1,958	2,349
1.2.	Bank Loans		-	-	-	-	-	-
1.2.1.	Import Letter of Acceptances		-	-	-	-	-	-
1.2.2.	Other Bank Acceptances		-	-	-	-	-	-
1.3.	Letters of Credit		-	140	140	-	150	150
1.3.1.	Documentary Letters of Credit		-	140	140	-	150	150
1.3.2.	Other Letters of Credit		-	-	-	-	-	-
1.4.	Guaranteed Refinancing		-	-	-	-	-	-
1.5.	Endorsements		-	-	-	-	-	-
1.5.1.	Endorsements to the Central Bank of Türkiye		-	-	-	-	-	-
1.5.2.	Other Endorsements		-	-	-	-	-	-
1.6.	Other Guarantees		68	-	68	5	-	5
1.7.	Other Warrantees		-	-	-	-	-	-
II.	**COMMITMENTS**		**1,139**	**1,571**	**2,710**	**1,693**	**1,373**	**3,066**
2.1.	Irrevocable Commitments		1,139	1,571	2,710	1,693	1,373	3,066
2.1.1.	Forward Asset Purchase and Sales Commitments		728	1,571	2,299	1,323	1,373	2,696
2.1.2.	Share Capital Commitment to Associates and Subsidiaries		-	-	-	-	-	-
2.1.3.	Loan Granting Commitments		135	-	135	146	-	146
2.1.4.	Securities Underwriting Commitments		-	-	-	-	-	-
2.1.5.	Commitments For Reserve Deposits Requirements		-	-	-	-	-	-
2.1.6.	Payment Commitments for Checks		-	-	-	-	-	-
2.1.7.	Tax and Fund Liabilities from Export Commitments		-	-	-	-	-	-
2.1.8.	Commitments For Credit Card Expenditure Limits		251	-	251	199	-	199
2.1.9.	Commitments For Credit Cards and Banking Services Promotions		-	-	-	-	-	-
2.1.10.	Receivables From Short Sale Commitments		-	-	-	-	-	-
2.1.11.	Payables For Short Sale Commitments		-	-	-	-	-	-
2.1.12.	Other Irrevocable Commitments		25	-	25	25	-	25
2.2.	Revocable Commitments		-	-	-	-	-	-
2.2.1.	Revocable Loan Granting Commitments		-	-	-	-	-	-
2.2.2.	Other Revocable Commitments		-	-	-	-	-	-
III.	**DERIVATIVE FINANCIAL INSTRUMENTS**	**(3.2.)**	**2,808**	**2,747**	**5,555**	**403**	**400**	**803**
3.1	Derivative Financial Instruments Held for Risk Management		-	-	-	-	-	-
3.1.1	Fair Value Hedges		-	-	-	-	-	-
3.1.2	Cash Flow Hedges		-	-	-	-	-	-
3.1.3	Hedge of Net Investment in Foreign Operations		-	-	-	-	-	-
3.2	Held For Trading Transactions		2,808	2,747	5,555	403	400	803
3.2.1	Forward Foreign Currency Buy/Sell Transactions		321	280	601	-	-	-
3.2.1.1	Forward Foreign Currency Buy Transactions		162	140	302	-	-	-
3.2.1.2	Forward Foreign Currency Sell Transactions		159	140	299	-	-	-
3.2.2.	Currency Swap Transactions		2,487	2,467	4,954	403	400	803
3.2.2.1.	Currency Buy Transactions		2,487	-	2,487	310	93	403
3.2.2.2.	Currency Sell Transactions		-	2,467	2,467	93	307	400
3.2.3.	Other Forward Buy/Sell Transactions		-	-	-	-	-	-
3.3	Other		-	-	-	-	-	-
B.	**CUSTODY AND PLEDGED ITEMS (IV+V+VI)**		**262,856**	**1,064**	**263,920**	**189,209**	**347**	**189,556**
IV.	**ITEMS HELD IN CUSTODY**		**7,919**	**1,064**	**8,983**	**5,124**	**347**	**5,471**
4.1.	Customers' Securities Held		-	-	-	-	-	-
4.2.	Investment Securities Held in Custody		1,380	-	1,380	1,005	-	1,005
4.3.	Checks Received for Collection		1,648	53	1,701	439	4	443
4.4.	Commercial Notes Received for Collection		-	-	-	-	-	-
4.5.	Other Assets Received for Collection		-	-	-	-	-	-
4.6.	Assets Received for Public Offering		-	-	-	-	-	-
4.7.	Other Items Under Custody		-	-	-	-	-	-
4.8.	Custodians		4,891	1,011	5,902	3,680	343	4,023
V.	**PLEDGED ITEMS**		**254,921**	**-**	**254,921**	**184,072**	**-**	**184,072**
5.1.	Marketable Securities		-	-	-	-	-	-
5.2.	Guarantee Notes		-	-	-	-	-	-
5.3.	Commodity		2,633	-	2,633	1,820	-	1,820
5.4.	Warranty		-	-	-	-	-	-
5.5.	Properties		1,645	-	1,645	824	-	824
5.6.	Other Pledged Items		250,641	-	250,641	181,426	-	181,426
5.7.	Pledged Items-Depository		2	-	2	2	-	2
VI.	**ACCEPTED GUARANTEES AND WARRANTEES**		**16**	**-**	**16**	**13**	**-**	**13**
								-
	TOTAL OFF BALANCE SHEET ITEMS (A+B)		**268,003**	**8,488**	**276,491**	**191,701**	**4,228**	**195,929**

The accompanying notes are an integral part of these financial statements.

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

3. CONSOLIDATED STATEMENT OF PROFIT OR LOSS (INCOME STATEMENT)

		Notes Section V	Current Period 01.01.2026 30.06.2026	Prior Period 01.01.2025 30.06.2025	Current Period 01.04.2026 30.06.2026	Prior Period 01.04.2025 30.06.2025
	PROFIT AND LOSS TABLE					
I.	**PROFIT SHARE INCOME**		**3,969**	**1,944**	**2,251**	**1,042**
1.1.	Profit Share on Loans	(4.1.)	2,818	1,386	1,596	743
1.2.	Profit Share on Reserve Deposits	(4.1.)	389	151	231	82
1.3.	Profit Share on Banks	(4.1.)	8	5	4	2
1.4.	Profit Share on Money Market Placements		23	200	15	85
1.5.	Profit Share on Marketable Securities Portfolio	(4.1.)	727	201	404	129
1.5.1.	Fair Value Through Profit or Loss		1	-	1	-
1.5.2.	Fair Value Through Other Comprehensive Income		726	175	403	105
1.5.3.	Measured at Amortised Cost		-	26	-	24
1.6.	Finance Lease Income		-	-	-	-
1.7.	Other Profit Share Income		4	1	1	1
II.	**PROFIT SHARE EXPENSE (-)**		**3,437**	**1,656**	**2,038**	**859**
2.1.	Expense on Profit Sharing Accounts	(4.4.)	3,171	1,646	1,884	852
2.2.	Profit Share Expense on Funds Borrowed	(4.2.)	-	1	-	-
2.3.	Profit Share Expense on Money Market Borrowings		17	5	7	5
2.4.	Profit Share Expense on Securities Issued	(4.2.)	240	-	143	-
2.5.	Profit Share Expense on Leasing		9	4	4	2
2.6.	Other Profit Share Expenses		-	-	-	-
III.	**NET PROFIT SHARE INCOME/EXPENSE** (I - II)		**532**	**288**	**213**	**183**
IV.	**NET FEES AND COMMISSIONS INCOME/EXPENSE**		**139**	**7**	**95**	**7**
4.1.	Fees And Commissions Received		165	21	108	14
4.1.1.	Non-Cash Loans		118	9	74	5
4.1.2.	Other	(4.13.)	47	12	34	9
4.2.	Fees And Commissions Paid (-)		26	14	13	7
4.2.1.	Non-Cash Loans		-	-	-	-
4.2.2.	Other	(4.13.)	26	14	13	7
V.	**DIVIDEND INCOME**	**(4.3.)**	-	-	-	-
VI.	**NET TRADING INCOME / LOSS**	**(4.5.)**	**499**	**315**	**273**	**160**
6.1.	Capital Market Transaction Gains/Losses		247	190	133	102
6.2.	Gains/Losses from Derivative Financial Instruments		42	60	88	41
6.3.	Foreign Exchange Gains/Losses		210	65	52	17
VII.	**OTHER OPERATING INCOME**	**(4.6.)**	**33**	**33**	**(3)**	**16**
VIII.	**GROSS OPERATING PROFIT** (III+IV+V+VI+VII)		**1,203**	**643**	**578**	**366**
IX.	**ALLOWANCES FOR EXPECTED CREDIT LOSSES (-)**	**(4.7.)**	**107**	**84**	**24**	**29**
X.	**OTHER PROVISIONS (-)**	**(4.7.)**	**19**	**9**	**12**	**6**
XI.	**PERSONNEL EXPENSES (-)**		**567**	**500**	**294**	**260**
XII.	**OTHER OPERATING EXPENSES (-)**	**(4.8.)**	**493**	**333**	**239**	**185**
XIII.	**NET OPERATING INCOME/(LOSS)** (VIII-IX-X-XI-XII)		**17**	**(283)**	**9**	**(114)**
XIV.	**EXCESS AMOUNT RECORDED AS INCOME AFTER MERGER**		-	-	-	-
XV.	**INCOME / (LOSS) FROM INVESTMENTS IN SUBSIDIARIES CONSOLIDATED BASED ON EQUITY METHOD**		-	-	-	-
XVI.	**INCOME / (LOSS) ON NET MONETARY POSITION**		-	-	-	-
XVII.	**PROFIT/(LOSS) FROM CONTINUED OPERATIONS BEFORE TAXES** (XIII+...+XVI)	**(4.9.)**	**17**	**(283)**	**9**	**(114)**
XVIII.	**PROVISION FROM TAXES ON INCOME FROM CONTINUING OPERATIONS (±)**	**(4.10.)**	**73**	**207**	**46**	**134**
18.1.	Current Tax Provision		-	-	-	-
18.2.	Deferred Tax Income Effect (+)		20	30	(7)	24
18.3.	Deferred Tax Expense Effect (-)		93	237	39	158
XIX.	**CURRENT PERIOD PROFIT/(LOSS) FROM CONTINUED OPERATIONS** (XVII±XVIII)	**(4.11.)**	**90**	**(76)**	**55**	**20**
XX.	**INCOME FROM DISCONTINUED OPERATIONS**		-	-	-	-
20.1.	Income on Non-Current Assets Held for Sale		-	-	-	-
20.2.	Income on Sale of Associates, Subsidiaries and Jointly Controlled Entities (Joint Vent.)		-	-	-	-
20.3.	Income on Other Discontinued Operations		-	-	-	-
XXI.	**EXPENSES FROM DISCONTINUED OPERATIONS (-)**		-	-	-	-
21.1.	Expenses From Non-Current Assets Held for Sale		-	-	-	-
21.2.	Expenses From Sale of Associates, Subsidiaries and Jointly Controlled Entities (Joint Vent.)		-	-	-	-
21.3.	Expenses From Other Discontinued Operations		-	-	-	-
XXII.	**PROFIT / LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS** (XX-XXI)		-	-	-	-
XXIII.	**TAX PROVISION FOR DISCONTINUED OPERATIONS (±)**		-	-	-	-
23.1.	Current Tax Provision		-	-	-	-
23.2.	Deferred Tax Expense Effect (+)		-	-	-	-
23.3.	Deferred Tax Income Effect (-)		-	-	-	-
XXIV.	**CURRENT PERIOD PROFIT/LOSS FROM DISCONTINUED OPERATIONS** (XXII±XXIII)		-	-	-	-
XXV.	**NET PROFIT/LOSS** (XIX+XXIV)	**(4.12.)**	**90**	**(76)**	**55**	**20**
25.1.	Group’s Profit / Loss		90	(76)	55	**20**
25.2.	Minority Interest Profit/Loss (-)		-	-	-	-
	Earnings Per Share Income/Loss		0.0149	(0.0220)	0.0091	0.0051

The accompanying notes are an integral part of these financial statements.

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

4. CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

		Current Period 01.01.2026 30.06.2026	Prior Period 01.01.2025 30.06.2025	Current Period 01.04.2026 30.06.2026	Prior Period 01.04.2025 30.06.2025
I.	**CURRENT PROFIT (LOSS)**	**90**	**(76)**	**55**	**20**
II.	**OTHER COMPREHENSIVE INCOME**	**(37)**	**(1)**	**21**	**20**
2.1	**Other Comprehensive Income Not Reclassified Through Profit or Loss**	**-**	**-**	**-**	**-**
2.1.1	Property And Equipment Revaluation Increase/Decrease	-	-	-	-
2.1.2	Intangible Assets Revaluation Increase/Decrease	-	-	-	-
2.1.3	Defined Benefit Pension Plan Remeasurement Gain/Loss	-	-	-	-
2.1.4	Other Comprehensive Income Items Not Reclassified Through Profit or Loss	-	-	-	-
2.1.5	Taxes Related to Other Comprehensive Income Items Not Reclassified Through Profit or Loss	-	-	-	-
2.2	**Other Comprehensive Income Reclassified Through Profit or Loss**	**(37)**	**(1)**	**21**	**20**
2.2.1	Foreign Currency Translation Difference	-	-	-	-
2.2.2	Valuation And/Or Reclassification Income/Expense of the Financial Assets at Fair Value Through Other Comprehensive Income	(52)	(2)	30	28
2.2.3	Cash Flow Hedge Income/Loss	-	-	-	-
2.2.4	Foreign Net Investment Hedge Income/Loss	-	-	-	-
2.2.5	Other Comprehensive Income Items Reclassified Through Profit or Losses	-	-	-	-
2.2.6	Taxes Related Other Comprehensive Income Items Reclassified Through Profit or Loss	15	1	(9)	(8)
III.	**TOTAL COMPREHENSIVE INCOME (I+II)**	**53**	**(77)**	**76**	**40**

The accompanying notes are an integral part of these financial statements.

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

5. CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

						Accumulated Other Income or Loss That Will Not Be Reclassified to Profit or Loss			Accumulated Other Income or Loss That Will Be Reclassified to Profit or Loss								
		Paid-in Capital	Share Premiums	Share Cancella-tion profits	Other Capital Reserves	1	2	3	4	5	6	Profit Reserves	Prior Period Profit or (Loss)	Net Profit/ Loss for the Period	Total Sharehol-ders' Equity Less Minority Shares	Minority Share	Total Sharehol-ders' Equity
	Current Period (01/01/2026 – 30/06/2026)																
I.	**Prior Period Ending Balance**	**4,500**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**55**	**-**	**91**	**(440)**	**(278)**	**3,928**	**-**	**3,928**
II.	**Corrections and Accounting Policy Changes Made According to TAS 8**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
2.1	Effect of Corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2	Effect of Changes In Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	**Adjusted Beginning Balance (I+II)**	**4,500**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**55**	**-**	**91**	**(440)**	**(278)**	**3,928**	**-**	**3,928**
IV.	**Total Comprehensive Income**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(37)**	**-**	**-**	**-**	**90**	**53**	**-**	**53**
V.	**Capital Increase by Cash**	**2,000**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**2,000**	**-**	**2,000**
VI.	**Capital Increase by Internal Reserves**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
VII.	**Paid in Capital Inflation Adjustment Difference**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
VIII.	**Convertible Bonds to Share**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
IX.	**Subordinated Debt Instruments**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
X.	**Increase / Decrease by Other Changes**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
XI.	**Profit Distribution**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(278)**	**278**	**-**	**-**	**-**
11.1	Dividends Paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2	Transfers To Legal Reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.3	Other	-	-	-	-	-	-	-	-	-	-	-	(278)	278	-	-	-
	Balances at end of the period (III+IV+…...+X+XI)	**6,500**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**18**	**-**	**91**	**(718)**	**90**	**5,981**	**-**	**5,981**

1. Accumulated revaluation increase/ decrease of fixed assets,
2. Accumulated remeasurement gain/ loss od defined benefit pension plan,
3. Other (Shares of investments valued by equity method in other comprehensive income not classified through profit or loss and other accumulated amounts of other comprehensive income items not reclassified through other profit or loss)
4. Foreign currency translation differences
5. Accumulated revaluation and/ or remeasurement gain/ loss of the financial asset at fair value through other comprehensive income,
6. Other (Cash flow hedge gain/ loss, shares of investments valued by equity method in other comprehensive income classified through profit or loss and other accumulated amounts of other comprehensive income items reclassified through other profit or loss.)

The accompanying notes are an integral part of these financial statements.

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

5. CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (continued)

		Paid-in Capital	Share Premiums	Share Cancellation profits	Other Capital Reserves	Accumulated Other Income or Loss That Will Not Be Reclassified to Profit or Loss			Accumulated Other Income or Loss That Will Be Reclassified to Profit or Loss			Profit Reserves	Prior Period Profit or (Loss)	Net Profit/ Loss for the Period	Total Shareholders' Equity Less Minority Shares	Minority Share	Total Shareholders' Equity
						1	2	3	4	5	6						
	Prior Period (01/01/2025 – 30/06/2025)																
I.	**Prior Period Ending Balance**	**3,000**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**2**	**-**	**91**	**-**	**(440)**	**2,653**	**-**	**2,653**
II.	**Corrections and Accounting Policy Changes Made According to TAS 8**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
2.1	Effect of Corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2	Effect of Changes In Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	**Adjusted Beginning Balance (I+II)**	**3,000**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**2**	**-**	**91**	**-**	**(440)**	**2,653**	**-**	**2,653**
IV.	**Total Comprehensive Income**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(1)**	**-**	**-**	**-**	**(76)**	**(77)**	**-**	**(77)**
V.	**Capital Increase by Cash**	**1,500**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**1,500**	**-**	**1,500**
VI.	**Capital Increase by Internal Reserves**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
VII.	**Paid in Capital Inflation Adjustment Difference**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
VIII.	**Convertible Bonds to Share**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
IX.	**Subordinated Debt Instruments**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
X.	**Increase / Decrease by Other Changes**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
XI.	**Profit Distribution**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(440)**	**440**	**-**	**-**	**-**
11.1	Dividends Paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2	Transfers To Legal Reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.3	Other	-	-	-	-	-	-	-	-	-	-	-	(440)	440	-	-	-
	Balances at end of the period (III+IV+…..+X+XI)	**4,500**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**1**	**-**	**91**	**(440)**	**(76)**	**4,076**	**-**	**4,076**

1. Accumulated revaluation increase/ decrease of fixed assets,
2. Accumulated remeasurement gain/ loss od defined benefit pension plan,
3. Other (Shares of investments valued by equity method in other comprehensive income not classified through profit or loss and other accumulated amounts of other comprehensive income items not reclassified through other profit or loss)
4. Foreign currency translation differences
5. Accumulated revaluation and/ or remeasurement gain/ loss of the financial asset at fair value through other comprehensive income,
6. Other (Cash flow hedge gain/ loss, shares of investments valued by equity method in other comprehensive income classified through profit or loss and other accumulated amounts of other comprehensive income items reclassified through other profit or loss.)

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

6. CONSOLIDATED STATEMENT OF CASH FLOWS

		Note Section V	Current Period 01.01.2026 30.06.2026	Prior Period 01.01.2025 30.06.2025
A.	**CASH FLOWS FROM BANKING OPERATIONS**			
1.1	**Operating Profit Before Changes in Assets And Liabilities From Banking Operations**		**(425)**	**(625)**
1.1.1	Profit Share Income Received		3,526	1,793
1.1.2	Profit Share Expense Paid		(3,250)	(1,686)
1.1.3	Dividends Received		-	-
1.1.4	Fees And Commissions Received		199	24
1.1.5	Other Income		178	63
1.1.6	Collections From Previously Written Off Loans		25	11
1.1.7	Payments to Personnel and Service Suppliers		(1,039)	(800)
1.1.8	Taxes Paid		-	-
1.1.9	Others	**(6.3.)**	(64)	(30)
1.2	**Changes in Assets And Liabilities From Banking Operations**		**81**	**118**
1.2.1	Net (Increase) Decrease in Financial Assets at Fair Value Through Profit or Loss		(330)	(30)
1.2.2	Net (Increase) Decrease in Due From Banks And Other Financial Institutions		(830)	(1,263)
1.2.3	Net (Increase) Decrease in Loans		(8,626)	(2,079)
1.2.4	Net (Increase) Decrease in Other Assets	**(6.3.)**	(299)	(42)
1.2.5	Net Increase (Decrease) in Bank Participation Funds		-	-
1.2.6	Net Increase (Decrease) in Other Participation Funds		9,233	3,358
1.2.7	Net (Increase) Decrease in Financial Liabilities at Fair Value Through Profit or Loss		-	-
1.2.8	Net Increase (Decrease) in Funds Borrowed		233	200
1.2.9	Net Increase (Decrease) in Due Payables		-	-
1.2.10	Net Increase (Decrease) in Other Liabilities	**(6.3.)**	700	(26)
I.	**Net Cash Provided From / (Used in) Banking Operations**		**(344)**	**(507)**
B.	**CASH FLOWS FROM INVESTING ACTIVITIES**			
II.	**Net Cash Provided From / (Used in) Investing Activities**		**(1,264)**	**(902)**
2.1	Cash Paid for Purchase Jointly Controlled Operations, Associates and Subsidiaries		-	(58)
2.2	Cash Obtained from Sale of Jointly Controlled Operations, Associates and Subsidiaries		-	-
2.3	Fixed Assets Purchases		(144)	(197)
2.4	Fixed Assets Sales		-	-
2.5	Cash Paid for Purchase of Financial Assets at Fair Value Through Other Comprehensive Income		(1,581)	(818)
2.6	Cash Obtained from Sale of Financial Assets at Fair Value Through Other Comprehensive Income		461	340
2.7	Cash Paid for Purchase of Investment Securities		-	(240)
2.8	Cash Obtained from Sale of Investment Securities		-	71
2.9	Other		-	-
C.	**CASH FLOWS FROM FINANCING ACTIVITIES**			
III.	**Net Cash Provided From / (Used in) Financing Activities**		**3,848**	**1,494**
				-
3.1	Cash Obtained from Funds Borrowed and Securities Issued		4,112	-
3.2	Cash Used for Repayment of Funds Borrowed And Securities Issued		(2,250)	-
3.3	Capital Increase		2,000	1,500
3.4	Dividends Paid		-	-
3.5	Payments For Finance Leases		(14)	(6)
3.6	Other		-	-
IV.	**Effect of Change in Foreign Exchange Rate on Cash and Cash Equivalents**	**(6.3.)**	**21**	**47**
V.	**Net Increase (Decrease) in Cash and Cash Equivalents**		**2,261**	**132**
VI.	**Cash And Cash Equivalents at The Beginning of The Period**	**(6.1.)**	**2,523**	**1,532**
VII.	**Cash And Cash Equivalents at The End of The Period**	**(6.1.)**	**4,784**	**1,664**

SECTION THREE

EXPLANATIONS ON ACCOUNTING POLICIES IN THE RELATED PERIOD

1. Explanations on basis of presentation

The preparation of the consolidated financial statements and related notes and explanations in accordance with the Turkish accounting standards and regulation on accounting applications for banks and safeguarding of documents

The consolidated financial statements have been prepared in accordance with the provisions of the Regulation on the Procedures and Principles Regarding Accounting Practices and Document Retention of Banks, published in the Official Gazette dated November 1, 2006, and numbered 26333, in relation to the Banking Law No. 5411, and other regulations, communiqués, explanations, and circulars published by the Banking Regulation and Supervision Agency (“BRSA”) regarding accounting and financial reporting principles, and, in matters not regulated by these, the provisions of Turkish Accounting Standard 34 (“TAS 34”), Interim Financial Reporting Standard, and Turkish Financial Reporting Standards (“TFRS”), enacted by the Public Oversight, Accounting and Auditing Standards Authority (“KGK”) (all in accordance with the “BDDK Accounting and Financial Reporting Legislation”). However, IAS 29 “Financial Reporting in High-Inflation Economies” within IFRS does not apply to banks and financial leasing, factoring, financing, savings financing, and asset management companies, as explained below

The format and content of the consolidated financial statements to be disclosed to the public, as well as their 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 Thereto" and the "Communiqué on Public Disclosures Regarding Risk Management by Banks," published in the Official Gazette dated June 28, 2012, and numbered 28337, and the communiqués that add to and amend these. The Bank maintains its accounting records in Turkish Lira, in accordance with the Banking Law, the Turkish Commercial Code No. 6102, and Turkish tax legislation. Except for financial assets and liabilities shown at fair value, the unconsolidated financial statements have been prepared in Turkish Lira based on the historical cost method.

Unless otherwise stated, the amounts in the consolidate financial statements and related explanations and footnotes are expressed in Million Turkish Lira. In accordance with the amendment to the "Communiqué on Financial Statements to be Disclosed to the Public by Banks and Related Explanations and Footnotes" issued by the Banking Regulation and Supervision Agency (BDDK) on 30 April 2026, the presentation currency of the financial statements has been changed from Thousand Turkish Lira (Thousand TL) to Million Turkish Lira (Million TL). In parallel with this change, comparative financial information from the previous period is also presented in Million TL to ensure comparability of the consolidated financial statements.

Accounting policies and valuation principles applied in the preparation of consolidate financial statements

The consolidated financial statements have been prepared on the historical cost basis except for the financial instruments at fair value through profit or loss, and the financial assets and liabilities at fair value through other comprehensive income that are measured at fair values.

The accounting policies and valuation principles applied in the preparation of consolidated financial statements, are determined and applied in accordance with regulations, communiqués, explanations and circulars on accounting and financial reporting principles published by the BRSA, and in case where there is no special regulation made by the BRSA, in accordance with principles in the context of TFRS. The preparation of the consolidated financial statements according to BRSA Reporting and Accounting Legislation requires the Parent Bank’s management to make estimates and assumptions related to assets and liabilities in the balance sheet and contingent issues as of the balance sheet date. Such estimates and assumptions include the fair value calculations of the financial instruments, provisions for the lawsuits, deferred tax assets and liabilities, impairment of the financial assets and revaluation of immovables and reviewed periodically and when adjustments are considered necessary, they are reflected in the consolidated financial statements. The assumptions and estimates used are explained in the related notes. Accounting policies and evaluation principles in preparing consolidated financial statements are determined and applied as per the principles stated in “BRSA Accounting and Financial Reporting Legislation” and consistent with the accounting policies applied for 31 December 2025 financial statements.

Public Oversight Accounting and Auditing Standards Authority ("POA"), with its announcement dated 23 November 2023, applied that the financial statements of businesses applying Turkish Financial Reporting Standards for the annual reporting period ending on or after 31 December 2023 should be prepared in accordance with the Financial Reporting in Hyperinflationary Economies ("TAS 29"), however, institutions or organizations authorized to regulate and supervise in their own fields may determine different transition dates for the applying of TAS 29. Based on this announcement of POA, BRSA, with its decision dated December 12, 2023 and numbered 10744, decided that the financial statements dated December 31, 2023 of banks and financial leasing, factoring, financing, savings financing and asset management companies should not be subject to the inflation adjustment required within the scope of TAS 29. In accordance with the BRSA's decision dated January 11, 2024 and numbered 10825, it has been decided that banks and financial leasing, factoring, financing, savings financing and asset management companies will be applied inflation accounting as of January 1, 2025. Finally, BRSA's decision dated January 11, 2024 and numbered 10825, it has been decided that banks and financial leasing, factoring, financing, savings financing and asset management companies would not apply inflation accounting in 2025. Accordingly, the Parent Bank has not applied the inflation accounting required by TAS 29 in its consolidated financial statements for the as of 30 June 2026.

Changes in accounting estimates, errors and classifications

If changes in accounting estimates are related to only one period, they are applied in the current period in which the change is made, and if they are related to future periods, they are applied both prospectively and in the future periods. Significant accounting errors are applied retrospectively, and prior period financial statements are restated. There were no significant changes in the accounting estimates of the Group in the current year. Comparative information is rearranged when deemed necessary in order to comply with the presentation of the current period financial statements. The Group has not made any changes in the presentation of the financial statements in the current period. The Group's financial statements are prepared comparatively with the previous period in order to enable the determination of financial position and performance trends.

2. Explanations on strategy of using financial instruments and foreign currency transactions

The Group follows an asset-liability management strategy that mitigates risk and increases earnings by balancing the funds borrowed and the investments in various financial assets. The main objective of asset-liability management is to limit the Group's exposure to liquidity risk, currency risk and credit risk while increasing profitability and strengthening the Group's equity. The assets-liabilities committee (ALCO) manages the assets and liabilities within the trading limits on the level of exposure placed by the Executive Risk Committee.

Gains and losses arising from foreign currency transactions have been recorded in the period in which the transaction took place. Foreign currency denominated monetary assets and liabilities are valued with the period end exchange rates to Turkish Lira and valuation differences of foreign currencies have been recognized in the income statement under the net foreign exchange income/expense account. The foreign currency exchange differences resulting from the translation of debt securities issued and monetary financial instruments into Turkish Lira are included in the income statement.

3. Explanations on forward transactions and option contracts and derivative instruments

The Group's derivative transactions are classified, measured and accounted in accordance with the provisions of "TFRS 9 Financial Instruments". Fair values are used in the initial recording of derivative transactions and are valued at fair values in the periods following their recording. Liabilities and assets arising from derivative transactions are recorded in the off-balance sheet accounts based on the contract amounts. Derivative transactions are valued at fair value in the periods following their recording and are shown in the balance sheet in the "Fair Value Difference of Derivative Financial Assets Reflected through Profit and Loss" or "Fair Value Difference of Derivative Financial Liabilities Reflected through Profit and Loss Portion" accounts, depending on whether the fair value is positive or negative. These amounts shown in the balance sheet reflect the fair values of derivative products. Differences in fair value as a result of the valuation are accounted for in the "Profit/loss from derivative financial transactions" accounts in the income statement.

4. Explanations on profit share income and expense

Profit share income is reflected in the records using the internal yield ratio method according to the accrual basis over the funds used, and it is accounted for in the dividend income account in the financial statements. When applying the internal yield method, the Group amortizes the fees included in the calculation of the effective profit ratio and the transaction costs over the expected life of the financial instrument. If a financial asset suffers a credit impairment and is classified as non-performing receivables, profit accruals and rediscounts are calculated for the relevant customers in accordance with the TFRS 9 Financial Instruments Standard. The Group calculates expense rebates on profit/loss participation accounts according to the unit value calculation method and classifies these amounts in the "Collected Funds" account item on the balance sheet.

5. Information on Associates and Subsidiaries and Entities Under Common Control

The Communiqué Amending the "Communiqué on the Turkish Accounting Standard 27 (TAS 27) Concerning Individual Financial Statements" published in the Official Gazette dated April 9, 2015 and numbered 29321 came into effect for the accounting periods after January 1, 2016. While it is stated that a business that prepared its individual financial statements before the amendment can account for investments in its subsidiaries, joint ventures and associates at cost or in accordance with TFRS 9 Financial Instruments standard, with the amendment, while the business prepares its individual financial statements, its investments in subsidiaries, joint ventures and affiliates are accounted for using the equity method also has the opportunity to be accounted for.

Titles, locations of the headquarters, main operations and Group's shares relating the consolidated entities are as follows:

Title	Address (City/Country)	Main Operation	Current Period Share (%)	Prior Period Share (%)	Consolidation method
Hayat Varlık Kiralama A.Ş.	İstanbul/Türkiye	Financial Institution	100.00	-	Full consolidation

Parent Bank and the subsidiaries, the financial tables of which are consolidated along with the Parent Bank, are collectively referred as "the Group".

Consolidation basis of subsidiaries

Subsidiaries are entities whose capital and management are directly or indirectly controlled by the Parent Bank. Subsidiaries are consolidated by the full consolidation method, within the framework of significance on the basis of operational outcomes, assets sizes and equity sizes. The financial statements of the relevant subsidiaries are included in the consolidated financial statements as of the date that control is transferred to Parent Bank.

Control denotes any of the following circumstances: the Parent Bank directly or indirectly through subsidiaries has over 50% of the voting rights or, dominance over the voting rights as described afore does not exist but the Parent Bank owns the preferred shares, or; the Parent Bank has voting rights appropriating more than 50% of all voting rights due to the agreements signed with other shareholders, or; the Parent Bank has the authority to manage the operational and financial policies of the entity due to certain arrangements or agreements, or; the Parent Bank has the power to influence the majority of the votes within the Board of Directors or any other executive organ vested with similar rights, or; the Parent Bank by any means has the power to appoint or dismiss the majority of the Board of Directors.

In accordance with the full consolidation, all of the assets, liabilities, income, expense and off-balance sheet liabilities of the subsidiaries are consolidated with the assets, liabilities, income, expense and off-balance sheet liabilities of the Parent Bank. The carrying value of the Group's investment in each subsidiary is offset with the cost value of the subsidiary's capital owned by the Group. Balances regarding the transactions between the subsidiaries in the scope of the consolidation and the unrealized gains/losses are reciprocally offset. Minority shares within the net income of the consolidated subsidiaries are determined provided that the net income of the Group shall be calculated, and these minority shares are presented as a separate item in the income statement. Minority shares are presented under the equity in the consolidated balance sheet.

In the case where the accounting policies implemented by the subsidiary are different than the Parent Bank, the accounting policies are reconciled.

6. Explanations on fees and commission income and expenses

Other than fees and commission income and expenses received from certain banking transactions that are recorded as income or expense in the period they are collected, fees and commission income and expenses are recognized in the income statement depending on the duration of the transaction. Except for fees and commissions that are integral part of the effective profit share rates of financial instruments measured at amortized costs, the fees and commissions are accounted for in accordance with TFRS 15 Revenue from Contracts with Customers.

Except for certain fees related with certain banking transactions and recognized when the related service is given, fees and commissions received or paid, and other fees and commissions paid to financial institutions are accounted under accrual basis of accounting throughout the service period.
In accordance with the provisions of TAS, commission and fees collected in advance for loans granted are deferred and reflected to the income statement by using the internal rate of return method. Unearned portion of the commission and fees relating to the future periods are recorded to the "Unearned Revenues" account under "Other Liabilities" on the balance sheet.

7. Explanations on financial assets

The Group categorizes its financial assets as “Fair Value Through Profit/Loss”, “Fair Value Through Other Comprehensive Income” or “Measured at Amortized Cost”. Such financial assets are recognized or derecognized according to TFRS 9 Financial Instruments Part 3 Issued for classification and measurement of the financial instruments published in the Official Gazette No. 29953 dated January 19, 2017 by the Public Oversight Accounting and Auditing Standards Authority (POA). Financial assets are measured at fair value at initial recognition in the financial statements. During the initial recognition of financial assets other than "Financial Assets at Fair Value Through Profit or Loss", transaction costs are added to fair value or deducted from fair value.

The Group recognizes a financial asset in the financial statements only when it becomes a party to the contractual terms of a financial instrument. During the initial recognition of a financial asset, the business model determined by Group management and the nature of contractual cash flows of the financial asset are taken into consideration.

Financial assets at fair value through profit or loss

Financial assets at fair value through profit/loss” are financial assets other than the ones that are managed with business model that aims to hold to collect contractual cash flows or business model that aims to collect both the contractual cash flows and cash flows arising from the sale of the assets; and if the contractual terms of the financial asset do not lead to cash flows representing solely payments of principal and profit share at certain date; that are either acquired for generating a profit from short-term fluctuations in prices or are financial assets included in a portfolio aiming to short-term profit making. Financial assets at the fair value through profit or loss are initially recognized at fair value and remeasured at their fair value after recognition. All gains and losses arising from these valuations are reflected in the income statement. Equity securities classified as financial assets at fair value through profit/loss are recognized at fair value.

Financial assets at fair value through other comprehensive income

In addition to financial assets within a business model that aims to hold to collect contractual cash flows and aims to hold to sell, financial assets with contractual terms that lead to cash flows are solely payments of principal and profit share at certain dates, they are classified as fair value through other comprehensive income.

Financial assets at fair value through other comprehensive income are recognized by adding transaction cost to acquisition cost reflecting the fair value of the financial asset. After the recognition, financial assets at fair value through other comprehensive income are remeasured at fair value. Profit share income calculated with effective profit share rate method arising from financial assets at fair value through other comprehensive income and dividend income from equity securities are recorded to income statement. “Unrealized gains and losses” arising from the difference between the amortised cost and the fair value of financial assets at fair value through other comprehensive income are not reflected in the income statement of the period until the acquisition of the asset, sale of the asset, the disposal of the asset, and impairment of the asset and they are accounted under the “Accumulated other comprehensive income or expense to be reclassified through profit or loss” under shareholders’ equity.

Securities representing the share in the capital classified as financial assets at fair value through profit or loss are recognized at fair value. Exceptionally, cost may be an appropriate estimation method for determining fair value. This is only possible if there is not enough recent information on the measurement of fair value or if the fair value can be measured with more than one method and the cost reflects the fair value estimation among these methods in the best way.

During initial recognition an entity can choose in an irrevocable was to record the changes of the fair value of the investment in an equity instrument that is not held for trading purposes in the other comprehensive income. In the case of this preference, the dividend from the investment is taken into the financial statements as profit or loss.

Financial assets measured at amortized cost

In the case that a financial asset is held within a business model whose objective is achieved both by collecting contractual cash flows and that the contractual terms of the financial asset give rise to cash flows on specified dates that are solely payments of principal and profit share on the principal amount, the financial asset is classified as financial asset measured at amortized cost.

Financial Assets Measured at Amortized Cost; consists of financial assets, excluding loans and receivables, that are held with the intention of keeping until maturity and that the necessary conditions to be held until maturity, including funding ability, are met, have fixed or determinable payments and fixed maturities. Financial Assets Measured at Amortized Cost are first recorded at their acquisition cost and subsequently valued at their discounted cost using the internal yield method. Profit share income related to Financial Assets Measured at Amortized Cost is reflected in the income statement.

Derivative financial assets

Payables and receivables arising from the derivative instruments are recorded in the off-balance sheet accounts at their contractual values.

Derivative transactions are valued at their fair values subsequent to their acquisition. In accordance with the classification of derivative financial instruments, the fair value amounts are classified as "Derivative Financial Assets Designated at Fair Value Through Profit or Loss." The fair value differences of derivative financial instruments are recognized in the income statement under trading profit/loss line in profit/loss from derivative financial transactions. The fair value of derivative instruments is calculated by taking into account the market value of the derivatives or by using the discounted cash flow model.

Loans

Loans are financial assets that have fixed or determinable payments terms and are not quoted in an active market. Loans are initially recognized at acquisition cost plus transaction costs presenting their fair value and thereafter measured at amortized cost using the "Effective Profit Share Rate (internal rate of return) Method".

8. Explanations on impairment of financial assets

In accordance with the "Regulation on the Procedures and Principles for the Classification of Loans and the Provisions to be Set Aside for These" published in the Official Gazette dated 22 June 2016 and numbered 29750, the Bank started to allocate impairment provisions in accordance with the provisions of TFRS 9 after it started operating. Since the Group does not have sufficient historical data to create internal models for TFRS 9 expected credit loss calculation, the Bank prepared its assumptions and methodologies based on expert opinion. In addition, within the scope of TFRS 9 Standard, the Group has developed macroeconomic models to reflect past events, current conditions and estimates of future economic conditions and included them in the expected credit loss provision calculations. Expected credit loss is a probability calculation that is used to predict the credit losses that will occur if the loan payments required under the contract are not made on time and is weighted according to the default risks of the loans. Calculation of expected credit losses consists of three main parameters: Probability of Default, Loss Given Default, and Default Amount.

Probability of Default (PD), refers to the probability that the loan will default within a certain time period. The bank uses two different default probability values when calculating expected credit loss in accordance with TFRS 9:

- 12-Month probability of default: Estimation of the probability of default within 12 months after the reporting date.
- Lifetime probability of default: Estimation of the probability of default over the expected life of the financial instrument.

Since the Group does not have historical data that could create a PD model within the scope of TFRS 9, it determined the PD value using participation banks' default data.

Loss Given Default (LGD), is the economic loss of the borrower arising from the loan in case of default and is expressed as a ratio. “Working LGD” rate refers to the LGD rate that corresponds to the period between the date of transfer to follow-up accounts for non-performing receivables and the period in which ECL calculation is made. LGD rate for all receivables except non-performing receivables is 45%

Exposure amount at Default (EAD), refers to the balance disbursed in cash loans as of the report date. For non-cash loans and commitments, it is the value calculated by applying the loan conversion rate. The credit conversion rate corresponds to the loan conversion rate used in the adaptation of possible risk increases between the current date and the default date.

For non-cash loans, credit conversion ratio is used in EAD calculation. The cash conversion rate of a non-cash loan indicates the rate at which compensation will occur. For the cash conversion rates of non-cash loans, the risk weighting given in the BRSA Circular No. 2016/1 dated 28.03.2016 was taken into account.

The Group has established a 3-stage' impairment model based on the change in credit quality after initial recognition:

Stage 1 covers financial instruments with no significant increase in credit risk from initial recognition to the next reporting period or with low credit risk at the reporting date. For these assets, a 12-month expected credit loss is recognized. In the 12-month expected credit loss provision calculation for Stage 1 loans, the weighted average of annual default rates calculated on the 5-year loan and non-performing receivables data publicly disclosed by participation banks starting from the period in which the PD calculation is made is used as the probability of default (PD) parameter. While determining the relevant period, the minimum historical observation period mentioned in the "Guide on Evaluation, Validation and Corporate Governance of Internal Rating-Based Approaches and Advanced Measurement Approach" was taken into consideration.

Stage 2 covers financial assets for which there has been a significant increase in credit risk since initial recognition but for which there is no objective evidence of impairment. For these assets, lifetime expected credit losses are recognized. In this context, these are the basic issues taken into account in determining whether a financial asset's credit risk has increased significantly and is transferred to Stage 2. In the lifetime expected loan loss provision calculation for stage 2 loans, the weighted average of stage 2 provision rates calculated over the 5-year close monitoring provision amounts announced to the public by participation banks starting from the period in which the PD calculation is made is used as the PD parameter.

Stage 3 includes financial assets for which there is objective evidence of impairment at the reporting date. For these assets, lifetime expected credit losses are recognized.

The Group periodically evaluates the provisions set aside for loans and other receivables in accordance with TFRS 9, based on their results, and makes updates to the basketing rules and the parameters used in the calculation of the relevant provision balances, if deemed necessary, as a result of these evaluations.

If the credit risk on a financial instrument has not increased significantly since it was first recognized in the financial statements, the Group classifies the financial asset in question as the first stage and adjusts the loss allowance for the financial instrument at an amount equal to the 12-month expected credit losses at each reporting date.

The purpose of impairment is to recognize lifetime expected losses in the financial statements for all financial instruments with significant increases in credit risk since their initial recognition, individually or collectively, by taking into account all reasonable and supportable information, including forward-looking ones.

12-Month Expected Loss Provision (Stage 1) These are financial assets that do not have a significant increase in credit risk when they are first included in the financial statements or thereafter, and the number of days of delay does not exceed 30 days.

Credit risk impairment provision for these assets is recognized as 12-month expected credit loss provision. It is valid for all assets unless there is a significant deterioration in credit quality. The 12-month expected loss values (within 12 months after the reporting date or sooner if the life of a financial instrument is less than 12 months) are part of the lifetime expected loss calculation.

Significant Increase in Credit Risk (Stage 2) if there is a significant increase in credit risk after it is first included in the financial statements, the relevant financial asset is transferred to the 2nd Stage. Credit risk impairment provision is determined according to the lifetime expected credit loss provision of the relevant financial asset.

The Group classifies financial assets as stage 2, taking into account the following criteria:

- Loans with overdue days exceeding 30 days but not exceeding 90 days,
- Data received from the early warning system and the evaluation to be made by the Group in this case,
- The Group’s management concludes that there is a significant increase in the credit risk as a result of the comparison with the default risk at the beginning of the loan to determine whether the customer's risk of default has increased significantly since the initial definition of the loan,
- In loans whose repayment is entirely dependent on collateral, the net realizable value of the collateral falls below the receivable amount.

Default (Stage 3/Special Provision) According to the Group’s internal procedures, the relevant financial asset is within the scope of default if the following situations exist:

- Loans that are over 90 days overdue from the last installment date (In this case, the customer is followed up on the 91st day).
- Loans that are restructured and classified as live receivables and whose payment is delayed for more than 30 days within the one-year monitoring period (In this case, the customer is monitored on the 31st day).
- Loans that were restructured and classified as live receivables and were restructured at least once within a one-year monitoring period.

Expected Credit Loss evaluation is done on the basis of the existence of the hard collateral. In case the file has hard collateral, for each customer at least 2 and at most 3 scenerio will be applicable. The independent value of the collateral, court value, if there is payment protocol the payment plan, legal statüs of the debtor, the stiuation in the court file are considered while calculating the ECL.

9. Explanations on offsetting of financial assets and liabilities

Financial assets and liabilities are offset, and the net amount is reported in the balance sheet when the Group has a legally enforceable right to offset the recognized amounts and there is an intention to collect/pay the related financial assets and liabilities on a net basis, or to realize the asset and settle the liability simultaneously.

10. Explanations on sale and repurchase agreements and lending of securities

Central Bank of the Republic of Türkiye ("CBRT") made some changes on orders for open market transactions ("OMT") and prepared an additional frame contract for participation banks in order to present rent certificates to open market operations of CBRT in accordance with the principles of participation banks. According to this agreement, a new type of transaction was formed which enables participation banks to resell or repurchase rent certificates on their portfolio to CBRT when they need funding or in attempt to evaluate the excess liquidity. In this context, the Treasury Lease Certificates included in the assets of the participation banks of the Central Bank of the Republic of Türkiye are subject to the sale process with the promise of repurchase and can carry out API transactions and obtain funds in this way.

11. Explanations on assets held for sale and discontinued operations and related liabilities

A non-current asset classified as held for sale (or disposal group) is the lower of its book value and fair value less costs to sell, in accordance with the provisions of "TFRS 5 Turkish Financial Reporting Standard on Assets Held for Sale and Discontinued Operations". In order to classify an asset as held for sale, the sale should be highly probable, and the asset should be available for immediate sale in its present condition. Highly saleable condition requires a plan by the management regarding the sale of the asset together with an active program for the determination of buyers as well as for the completion of the plan. Also, the asset should be actively in the market at a price consistent with its fair value. In addition, the sale is expected to be recognized as a completed sale within one year after the classification date and the necessary transactions and procedures to complete the plan should demonstrate the fact that there is remote possibility of making any significant changes in the plan or cancellation of the plan. Various events and conditions may extend the completion period of the disposal over one year.

A discontinued operation is a part of the Group business classified as sold or held-for-sale. The operating results of the discontinued operations are disclosed separately in the income statement.

The Group has no discontinued operations.

12. Explanations on goodwill and other intangible assets

Goodwill and other intangible assets are recorded at cost in accordance with TAS 38 "Turkish Accounting Standards for Intangible Assets". As of the balance sheet date, there is no goodwill in the financial statements of the Bank. The Group's intangible assets consist of softwares, capitalized information technology services and intangible rights. Intangible assets are amortised by the Group over their estimated economic useful lives in equal amounts on a straight-line basis. Useful lives of the Group's software have been determined as 3 to 4 years and other intangible assets' useful lives have been determined as 15 years.

If there is objective evidence of impairment, the asset's recoverable amount is estimated in accordance with the TAS 36 "Turkish Accounting Standard for Impairment of Assets" and if the recoverable amount is less than the carrying value of the related asset, a provision for impairment loss is provided.

13. Explanations on tangible assets

Fixed assets are stated at cost adjusted for inflation less accumulated depreciation and provision for impairment, if any.

Depreciation is calculated on a straight-line basis over the estimated useful life of the assets.

Depreciation is calculated on a pro-rata basis for the assets that have been placed in use for less than one year as of the balance sheet date.

If the recoverable amount (the higher of value in use and fair value) of a tangible asset is less than it is carrying value, impairment loss is provided and the carrying value is written down to its recoverable amount.

Gains or losses resulting from disposals of the fixed assets are recorded in the income statement as the difference between the net proceeds and net book value of the asset.

Expenses for repair costs are capitalized if the expenditure increases economic life of the asset; other repair costs are expensed as incurred.

The capital expenditures made in order to increase the capacity of the tangible asset or to increase its future benefits are capitalized on the cost of the tangible asset. The capital expenditures include the cost components which are used either to increase the useful life or the capacity of the asset or the quality of the product, or to decrease the costs.

14. Explanations on leasing transactions

The Group assesses whether the contract has a lease qualification or include a lease transaction.

(a) The right to obtain almost all of the economic benefits from the use of the leased asset and,
(b) Whether the leased asset which has the right to manage its use is evaluated

The right of use asset and lease liability are measured at the present value of the lease payments in accordance with TFRS 16 “Leases” standard. Lease payments are discounted using the Group’s alternative borrowing profit share rate.

Right of use assets

The Group reflects the existence of a right of use and a lease liability to the financial statements at the date the lease is commenced.

The right to use asset is recognized first by cost method and includes the following:

(a) The first measurement amount of the lease liability,
(b) The amount obtained by deducting all rental incentives received from all lease payments made at or before the date of the rental.

When the Group applying cost method, the existence of the right of use:
(a) Accumulated depreciation and accumulated impairment losses are deducted and
(b) Measures the restatement of the lease obligation over the adjusted cost.

The Group applies the depreciation liabilities in TAS 16 Tangible Fixed Assets while depreciating the right of use asset. The Group determines whether the right of use has been impaired and recognizes any identified impairment losses in accordance with TAS 36 – Impairment of Assets.

Lease Liabiliy

At the effective date of the lease, the Group measures the leasing liability at the present value of the lease payments not paid at that time. Lease payments are discounted using the Group's alternative borrowing profit share rate.

The profit share on the lease liability for each period of the lease term is the amount found by applying a fixed periodic profit share rate to the remaining balance of the lease liability. Periodic profit share rate is the Group's borrowing profit share rate.

After the beginning of a contract, the Group remeasures its lease liability to reflect changes in lease payments. The Group reflects the restatement amount of the lease obligation to the financial statements as revised in the presence of the right of use.

15. Explanations on Provisions and contingent liabilities

Provisions and contingent liabilities are accounted in accordance with "Turkish Accounting Standard for Provisions, Contingent Liabilities and Contingent Assets" (TAS 37).

Provisions are recognized when the Bank has a present obligation, legal or constructive, as a result of a past event, when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and when a reliable estimate can be made of the amount of the obligation.

As per the periodicity principle, a provision is provided for the liabilities arising as a result of past events in the period they arise, if it is probable that the liability will be settled and a reliable estimate for the liability amount can be made.

When a reliable estimate of the amount of the obligation cannot be made or it is not probable that an outflow of resources will be required to settle the obligation, the obligation is considered as a conditional liability and is disclosed in the related notes to the financial statements.

In accordance with the eighth paragraph of Article 6 of the "Regulation on the Procedures and Principles Regarding the Acceptance, Withdrawal, and Statute of Limitations of Deposits, Participation Funds, Escrow, and Receivables," the Parent Bank may set aside a profit-balancing reserve to ensure the stable distribution of profit shares to participation account holders on a period-by-period basis. This reserve is set aside from the profit shares accruing to participation account holders in the relevant period, in accordance with management decision, to mitigate the impact of fluctuations in returns from participation accounts, and is not an element of the Parent Bank's equity. The profit-balancing reserve is recorded in the financial statements under liabilities in the "Other Provisions" account, and the amounts allocated to this reserve are accounted for in the income or loss statement under the other provisions expense account. If the profit-balancing reserve is dissolved or cancelled, these amounts are used solely for distribution to participation account holders and are accounted for in the other operating income account.

16. Explanations on liabilities relating to employee benefits

Defined benefit plans

In accordance with existing social legislation, the Group is required to make severance pay to each employee who has completed over one year of service with the Group and who retires or quits the employment to receive old age or disability benefits, to fulfill the compulsory military service, because of the marriage (for females) or because of the other compulsive reasons as defined in the laws and whose employment is terminated due to reasons other than resignation or misconduct.

The Group's employees are not members of any pension fund, foundations, union or other similar entities.

Defined contribution plans

The Group pays defined contribution plans to publicly administer Social Security Funds for its employees as mandated by the Social Security Association. The Group has no further payment obligations other than this contribution share. The contributions are recognized as employee benefit expense when they are due.

Short term benefits to employees

In accordance with "TAS 19", vacation pay liabilities are defined as "Short Term Benefits to Employees" and accrued as earned.

17. Explanations on taxation

Corporate Tax

While corporate tax which is applied to corporate earnings at the rate of 20% in Türkiye, in accordance with the regulation introduced by the Law No.7456 "On the Formation of Additional Motor Vehicle Tax to Compensate the Economic Losses Caused by the Earthquakes That Occurred on 6 February 2023, Amending Certain Laws and the Decree Law No. 375, the corporate earnings of 2023 and later taxation periods this rate has been determined to be applied as 25% and for the banks, companies within the scope of Law No. 6361, electronic payment and money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies and pension companies this rate has been determined to be applied as 30%.

This rate is applied to tax base which is calculated by adding certain non-deductible expenses for tax purposes and deducting certain exemptions (like dividend income) and other deductions on accounting income. If there is no dividend distribution, no further tax charges are made.

Dividends paid to the resident institutions and the institutions working through local offices or representatives are not subject to withholding tax. As per the decisions No.2009/14593 and No.2009/14594 of the Council of Ministers published in the Official Gazette No.27130 dated 3 February 2009, certain duty rates included in the articles No.15 and 30 of the new Corporate Tax Law No.5520 are revised. Accordingly, the witholding tax rate on the dividend payments other than the ones paid to the nonresident institutions generating income in Türkiye through their operations or permanent representatives and the resident institutions has been changed to 10% from 15% by the Presidential decision published in the Official Gazette No. 31697 dated 22 December 2021. In applying the withholding tax rates on dividend payments to the nonresident institutions and the individuals, the withholding tax rates covered in the related Double Tax Treaty Agreements are taken into account. Appropriation of the retained earnings to capital is not considered as profit distribution and therefore is not subject to withholding tax.

The prepaid taxes are calculated and paid at the rates valid for the earnings of the related years. The prepayments can be deducted from the annual corporate tax calculated for the whole year earnings. In accordance with the tax legislation, tax losses can be carried forward to offset against future taxable income for up to five years. Tax losses cannot be carried back to offset profits from previous periods.

75% of earnings generated through sale of equity shares, founders' shares, redeemed shares and preemption rights are exempt from the corporate tax with the conditions that such earnings shall be held in a special reserve account under equity until the end of five years following the year of sale and shall be collected as cash until the end of the following two fiscal years. While 50% of earnings generated through sale of real estate held at least for two years by the institutions were exempt from the corporate tax with the conditions that such earnings shall be held in a special reserve account under equity until the end of five years following the year of sale and shall be collected as cash until the end of the following two fiscal years, in accordance with the regulation introduced by Law No. 7456 "On the Formation of Additional Motor Vehicle Tax to Compensate the Economic Losses Caused by the Earthquakes That Occurred on 6 February 2023, Amending Certain Laws and the Decree Law No. 375, this article has been abolished and has been removed from entry into force of the law dated 15 July 2023. The exemption rate for real estates previously included in the assets of institutions has been determined as 25%.

All earnings generated through transfer of equity shares, founders' shares, redeemed shares and preemption rights by the companies being under legal proceedings or guarantor and mortgage provider of such companies, to banks, financial leasing companies and finance companies or the Savings Deposit Insurance Fund in connection with liquidation of their liabilities and earnings of banks, financial leasing companies and finance companies through sale of immovable part of such assets or other items are exempt from corporate tax at the rate of 50% and 75%, respectively.

As of 31 December 2021, the conditions sought for inflation adjustment in the calculation of corporate tax have been fulfilled, within the framework of the repeated provision of Article 298 of the Tax Procedure Law. These conditions are both the exceed in the increase of Producer Price Index in the last 3 accounting period including current period by 100% and the exceed in the increase in the current period by 10%. However, temporary article 33 has been added on the Tax Procedure Law No. 213 with the regulation made with the Tax Procedure Law and the Law on Change in Corporate Tax Law No. 7352 published in the Official Gazette No.31734 dated 29 January 2022, the application of inflation adjustment in the calculation of corporate tax was postponed to 2023. According to this, the financial statements for the 2021 and 2022 accounting periods, including the provisional tax periods, are not subject to inflation adjustment, and for the 2023 accounting period; are not subject to inflation adjustment as of the provisional tax periods, and the financial statements dated 31 December 2023 are subject to inflation adjustment regardless of whether the inflation adjustment conditions are met or not. Profit/loss difference arising from inflation adjustment in the financial statements are to be shown in previous years' profit/loss accounts and does not affect the corporate tax base. According to Article 17 of the Law No. 7491 on Amendments to Certain Laws and Decree Laws published in the Official Gazette No. 32413 dated 28 December 2023, it has become law that profit/loss differences arising from the inflation adjustment to be made in the 2023 and 2024 accounting periods, including the provisional tax periods, do not be taken into account in determining the income of banks, companies within the scope of the Financial Leasing, Factoring, Financing and Savings Financing Companies Law No. 6361 dated 21 November 2012, payment and electronic money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies and pension companies. However, Article 34 of Law No. 7571, published in the Official Gazette No. 3318 dated December 25, 2025, and Temporary Article 37 added to Law No. 213 on Tax Procedure, stipulate that financial statements will not be subject to inflation adjustment for the 2025 accounting period, including provisional tax periods, and the 2026 and 2027 accounting periods (or for those assigned special accounting periods, for accounting periods ending in 2026, 2027, and 2028), regardless of whether the conditions for inflation adjustment under Article 298 are met. The provisions in Article 298(Ç) and Temporary Article 32 of the Tax Procedure Law (VUK), within the scope defined in General Circular No. 537 of the VUK, have provided taxpayers with the opportunity for optional revaluation. However, according to Article 298(A) and Temporary Article 33 of the VUK, revaluation under Article 298(Ç) cannot be made in periods where inflation adjustment is mandatory. Therefore, the opportunity for revaluation, which became possible due to the non-application of inflation adjustment for 2025, has been utilized in the current period.

With the Communiqué Amending the General Communiqué on Tax Procedure Law (order no. 537) published in the Official Gazette numbered 32073 on 14 January 2023, the procedures and principles of the articles allowing the revaluation of real estates and depreciation units have been redrawn. By taking into consideration aforementioned Communiqué, the Parent Bank, has been revaluated real estate and depreciation units within its balance sheet by providing conditions in the provisions of Tax Procedure Law’s provisional Article 32 and duplicated Article 298/ç until 30 September 2023. Since the financial statements are subject to inflation adjustment as of 31 December 2023, real estates and depreciation units are not subject to revaluation as of 31 December 2023. Corporate tax is calculated by taking into account of real estates and depreciation units’ amortized values until 30 September 2023.

According to Law No. 7440 on Restructuring of Certain Receivables and Amending Certain Laws published in the Official Gazette (dated on March 12, 2023, and numbered 32130), corporate tax payers are to be calculating additional tax in order to be indicated in corporate income tax returns of the year 2022. With the regulation of Law No. 5520 on the “Corporate Tax Law” and other tax regulations, an additional tax of 10% will be calculated based on the exemption and deduction amounts subject to deduction from corporate income and the tax bases subject to reduced corporate tax within the scope of Article 32/A of the same law and with the exception regulated in subparagraph (a) of the first paragraph of Article 5 of Law No. 5520, an additional tax of 5% will be calculated on exemption gains obtained from abroad, which are proven to carry a tax burden of at least 15%. The first installment of this additional tax must be paid within the payment period of the corporate income tax, and the second installment is to be paid in the fourth month following this period.

Deferred Tax

For taxable temporary differences that arise between the book value of an asset or liability and its tax base value determined in accordance with tax legislation, the Group is responsible for obtaining financial profit that can be deducted in subsequent periods, in accordance with the provisions of "TAS 12 - Income Taxes", BRSA's explanations and circulars and tax legislation. As far as possible, deferred tax is calculated on deductible temporary differences.

In calculating deferred tax, the time when temporary differences will be taxable/deductible is estimated and legalized tax rates valid as of the balance sheet date in accordance with the applicable tax legislation are used. While deferred tax liability is calculated for all taxable temporary differences, deferred tax assets consisting of deductible temporary differences are calculated provided that it is highly probable to benefit from these differences by obtaining taxable profit in the future. Calculated deferred tax assets and deferred tax liabilities are netted in the financial statements. Tax effects related to transactions directly accounted for in equity are also reflected in equity.

Deferred tax assets are recognised only to the extent that it is probable that future taxable profit will be available in the foreseeable future. Where a tax benefit is probable, deferred tax assets are calculated based on deductible tax losses. The Group has recognized a deferred tax asset based on the assumption that the deductible tax losses detailed in Section 5 Note 1.1.15 are recoverable.

18. Explanations on additional disclosures on borrowings

Financial liabilities, held for trading and derivative financial liabilities classified as at fair value through profit/loss are at fair value; All other financial liabilities are valued at their discounted values using the effective internal yield method in the periods following their recording, including transaction costs.

19. Explanations on share certificates issued

If the shares issued in capital increases are issued at a price higher than their nominal value, the Group accounts the difference between the issue price and nominal value in equity as "Share Issuance Premiums".

20. Explanations on acceptances and availed drafts

Acceptances and availed drafts are realized simultaneously with the payment dates of the customers and they are presented as commitments in off-balance sheet accounts.

21. Explanations on government grants

None (31 December 2025 – None).

22. Explanations on segment reporting

The Group carries out its activities in three main departments: Retail Banking, Corporate Banking, Treasury and International Banking. Each department provides services with its own products and activity results are monitored on the basis of these departments. Reporting by business segments is presented in Chapter Four.

23. Explanations on other matters

Article 4 of the Banking Law lists "acceptance of participation funds" among the activities of Participation Banks. Participation funds are divided into two categories: special current accounts and participation accounts. Special current accounts are demand deposit funds. The profit or loss arising from their operation belongs entirely to the bank. Participation accounts are opened within the framework of mudarabah (labor-capital partnership). Participation accounts can be opened based on a profit-sharing agreement or an investment agency agreement to be concluded with public institutions and organizations, funds, and legal entity clients. In participation accounts based on a profit-sharing agreement, the profit earned is distributed according to the profit-sharing ratio initially agreed upon by the parties. The relevant sharing ratio is determined according to the amount and maturity. In participation accounts based on an investment agency agreement, the portion of the income earned up to the maximum estimated profit ratio belongs to the client, and the portion above that belongs to the Parent Bank. Income generated from loans corresponding to the total funds in the participation accounts of Parent Bank customers is divided into Parent Bank and Customer shares according to the rules mentioned above and transferred to the accounts in accordance with their maturity periods. Our customers receive a profit share equal to the difference between the unit value rate in the pool type they joined at the time of initial account opening and the unit value at the end of the maturity period.

Income that does not comply with Islamic finance principles is determined within the scope of Articles 1 and 2 of the “Income Not Compliant with Islamic Finance Principles and Their Disposal Standard” published by the Advisory Board of the Turkish Association of Participation Banks. In accordance with Article 4 of the Standard, such non-compliant income is liquidated through donations to social welfare and public benefit areas from which the Bank will not derive any direct or indirect economic benefit, no later than the following calendar year. Non-compliant income is accounted for in the relevant income accounts according to its nature. Where the amount to be liquidated can be reliably measured at the end of the period, it is accounted for in accordance with IAS 37 “Provisions, Contingent Liabilities and Contingent Assets”.

SECTION FOUR

INFORMATION RELATED TO CONSOLIDATED FINANCIAL POSITION AND RISK MANAGEMENT OF THE GROUP

1. Explanations on Consolidated Equity Items

Total capital and Capital Adequacy ratio have been calculated in accordance with the “Regulation on Equity of Banks” and “Regulation on Measurement and Assessment of Capital Adequacy of Banks”. As of 30 June 2026, Group’s total capital has been calculated as TL 4,415 (31 December 2025 - TL 2,540), capital adequacy ratio is 26.6% (31 December 2025 – 23.1%).

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

Components of Consolidated Capital

	Current Period	Prior Period
COMMON EQUITY TIER I CAPITAL		
Paid-In Capital to Be Entitled for Compensation After All Creditors	6,500	4,500
Share Premium	-	-
Reserves	-	-
Other Comprehensive Income According to TAS	18	9
Profit	90	-
Current Period Profit	90	-
Prior Period Profit	-	-
Bonus Shares from Associates, Affiliates and Joint-Ventures Not Accounted in Current Period's Profit	-	-
Common Equity Tier I Capital Before Deductions	**6,608**	**4,509**
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 (-)	627	581
Leasehold Improvements on Operational Leases (-)	18	19
Goodwill Netted with Deferred Tax Liabilities	-	-
Other Intangible Assets Netted with Deferred Tax Liabilities Except Mortgage Servicing Rights	737	632
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	855	767
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 I Capital (-)	-	-
Shares Obtained Against Article 56, Paragraph 4 Of the Banking Law (-)	-	-
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 (-)	-	-
Total Of Net Long Positions of The Investments in Equity Items of Unconsolidated Banks and Financial Institutions Where the Bank Owns 10% or More of the Issued Share Capital Exceeding The 10% Threshold of Above Tier I Capital (-)	-	-
Mortgage Servicing Rights Exceeding The 10% Threshold of Tier I Capital (-)	-	-
Net Deferred Tax Assets Arising from Temporary Differences Exceeding The10% Threshold of Tier I Capital (-)	-	-
Amount Exceeding The 15% Threshold of Tier I Capital as Per the Article 2, Clause 2 of the Regulation on Measurement and Assessment 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 (-)	-	-
Mortgage Servicing Rights Not Deducted (-)	-	-
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 I Capital	**2,237**	**1,999**
Total Common Equity Tier I Capital	**4,371**	**2,510**

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

	Current Period	Prior Period
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	-	-
Debt Instruments and the Related Issuance Premiums Defined by the BRSA (Covered by Temporary Article 4)	-	-
Additional Tier I Capital before Deductions	**-**	**-**
Deductions From Additional Tier I Capital		
Direct And Indirect Investments of the Bank on Its Own Additional Tier I 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 I Capital During the Transition Period		
Goodwill And Other Intangible Assets and Related Deferred Taxes Not Deducted from Tier I Capital as Per the Temporary Article 2, Clause 1 of the Regulation on Measurement and Assessment of Capital Adequacy of Banks (-)	-	-
Net Deferred Tax Asset/Liability Not Deducted from Tier I Capital as Per the Temporary Article 2, Clause 1 of the Regulation on Measurement and Assessment of Capital Adequacy of Banks (-)	-	-
Deduction From Additional Tier I Capital When There Is Not Enough Tier II Capital (-)	-	-
Total Deductions from Additional Tier I Capital	**-**	**-**
Total Additional Tier I Capital	**-**	**-**
Total Tier I Capital (Tier I Capital= Common Equity Tier I Capital + Additional Tier I Capital)	**4,371**	**2,510**
Tier II Capital		
Debt Instruments and The Related Issuance Premiums Defined by the BRSA	-	-
Debt Instruments and The Related Issuance Premiums Defined by the BRSA (Covered by Temporary Article 4)	-	-
Provisions (Amounts Explained in the First Paragraph of the Article 8 of the Regulation on Bank Capital)	44	30
Tier II Capital before deductions	**44**	**30**
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	**44**	**30**
Total Equity (Total Tier I And Tier II Capital)	**4,415**	**2,540**

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

	Current Period	Prior Period
Total Tier I Capital and Tier II Capital (Total Equity)		
Loans Granted Against the Articles 50 and 51 of the Banking Law (-)	-	-
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)	4,415	2,540
Total Risk Weighted Assets	16,598	11,000
Capital Adequacy Ratios		
CET1 Capital Ratio (%)	26.3	22.8
Tier I Capital Ratio (%)	26.3	22.8
Capital Adequacy Ratio (%)	26.6	23.1
Buffers		
Total additional core capital requirement ratio (a+b+c)	4.0	4.0
a) Capital conservation buffer requirement (%)	2.5	2.5
b) Bank specific countercyclical buffer requirement (%)	1.5	1.5
c) Higher bank buffer requirement ratio (%)	-	-
Additional CET1 Capital Over Total Risk Weighted Assets Ratio Calculated According to the Article 4 Of Capital Conservation and Counter-Cyclical Capital Buffers Regulation %	18.6	15.2
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	-	-
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	-	-
Remaining Mortgage Servicing Rights	-	-
Net Deferred Tax Assets Arising from Temporary Differences	-	-
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 Ten Thousand)	44	30
General Loan Provisions for Exposures in Standard Approach Limited By 1.25% of Risk Weighted Assets	44	30
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 1.1.2018-1.1.2022)		
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	-	-

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

Information on debt instruments to be included in equity calculation:

None.

Approaches applied to assess the adequacy of internal capital requirement in terms of current and future activities

Within this scope, capital structure is reviewed as based on the frame of the activities and risks exposed to, and the internal capital requirement, probable to occur within the direction of targets and strategies of the Group is evaluated. This evaluation includes profit share rate risk, concentration risk, liquidation risk, reputation risk, residual risk, country risk and strategic risk arising of the banking books as well as market, credit, and operational risks. Capital requirement internal evaluation is evaluated to be a developing process and the development areas for the future period are determined and plans are prepared.

2. Explanations on consolidated currency risk

Foreign currency risk represents the Group’s exposure to loss due to the changes in foreign currency (FC) exchange rates. According to the standard method, all foreign currency assets, liabilities and forward foreign exchange transactions of the Group are taken into account when calculating the capital liability subject to exchange rate risk. The "Standard Method" method used in legal reporting is used to measure the exchange rate risk that the Group is exposed to.

The Group monitors daily the designated limits set by the Board of Directors and additionally observes the possible value changes in foreign currency positions. The limits are determined and followed both for the net foreign currency position and for the cross-exchange rate risk within the position.

The announced current foreign exchange buying rates of the Parent Bank as of reporting date and the prior five working days are as follows (full TL):

	23/06/2026	24/06/2026	25/06/2026	26/06/2026	29/06/2026	Balance Sheet Valuation Rate
Usd	44.3183	44.3139	44.3347	44.4170	44.4342	44.4457
Euro	51.3697	51.4197	51.2297	51.2070	51.0825	51.0062
Gold	6,538.73	6,698.39	6,564.68	6,468.63	6,607.89	6,597.85

The simple arithmetic averages of the major current foreign exchange buying rates of the Parent Bank for 30 days preceding the balance sheet date are as follows (full TL):

	FC Purchase Rate
USD	44.1546
EURO	51.0368
GOLD	7,108.38

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

Sensitivity to exchange rate risk

The Group is exposed to exchange rate risk in Euro, USD and other foreign currencies. The table below shows the Group's sensitivity to a 10% increase in USD, Euro and other foreign currencies.

	% Increase in the exchange rate	Effects on profit/loss		Effects on equity	
		Current Period	Prior Period	Current Period	Prior Period
Usd	10%	1	1	1	1
Euro	10%	2	2	2	2
Other FC	10%	1	1	1	1

Currency risk of the Group

Current Period	**EUR**	**USD**	**Other FC**	**Total**
Assets				
Cash (cash in vault, effectives, money in transit, cheques purchased) and balances with the Central Bank of the Republic of Türkiye[1]	1,359	918	1,908	4,185
Banks [1]	32	40	44	116
Financial assets at fair value through profit and loss	-	-	301	301
Money market placements	-	-	-	-
Financial assets at fair value through other comprehensive income	-	717	-	717
Loans and finance lease receivables[1]	2,863	1,246	-	4,109
Subsidiaries, associates, and joint ventures	-	-	-	-
Financial assets at amortized cost[1]	-	-	-	-
Derivative financial assets for hedging purposes	-	-	-	-
Tangible assets	-	-	-	-
Intangible assets	-	-	-	-
Other assets[1]	15	8	-	23
Total Assets[2]	**4,269**	**2,929**	**2,253**	**9,451**
Liabilities				
Bank participation funds	-	-	-	-
Participation fund FC	3,345	2,534	533	6,412
Funds	-	-	-	-
Money market borrowings	-	-	-	-
Funds provided from other financial institutions	-	233	-	233
Marketable securities issued	-	-	-	-
Miscellaneous payables	-	1	-	1
Derivative financial liabilities for hedging purposes	-	-	-	-
Other liabilities	44	10	-	54
Total Liabilities[2,3]	**3,389**	**2,778**	**533**	**6,700**
Net balance sheet position	**880**	**151**	**1,720**	**2,751**
Net off-balance sheet position	**(859)**	**(144)**	**(1,711)**	**(2,714)**
Financial derivative assets	23	535	244	802
Financial derivative liabilities	882	679	1,955	3,516
Non-cash loans	1,705	1,401	-	3,106
Prior Period				
Total assets	3,192	1,305	739	5,236
Total liabilities	4,129	1,750	426	6,305
Net balance sheet position	**(937)**	**(445)**	**313**	**(1,069)**
Net off-balance sheet position	**956**	**451**	**(304)**	**1,103**
Financial derivative assets	981	454	3	1,438
Financial derivative liabilities	25	3	307	335
Non-cash loans	1,179	929	-	2,108

1 The net amounts after deducting expected loss provisions.
2 Income/expense accruals of derivative transactions were excluded.
3 Foreign currency equity amounts were excluded.

3. Explanations related to stock position risk

Relation of risks with gains accounted under equity and analyzing according to their aims including strategic reasons and the accounting policies applied and general information about valuation techniques with assumptions in this application, the elements that manipulate valuation and important changes

While the Group's shares not traded on the stock exchange are accounted for at fair value, they are also recorded at cost when fair value cannot be reliably measured. The shares of Katılım Finans Kefalet A.Ş amounting to TL 20 (31 December 2025 – TL 20), since the share ratios in the partnerships are below 10% are classified as financial assets at fair value through other comprehensive income and the Group does not have a significant influence on these entities.

Carrying value of share investments, for fair value and quoted securities, comparison with market value if market value is significantly different from fair value

	Current Period			Prior Period		
	Balance Sheet Value	Fair Value	Market Value	Balance Sheet Value	Fair Value	Market Value
Not quoted on stock	20	-	20	20	-	20

Realized gains/losses, revaluation surplus, unrealized gains/losses on equity securities and results included in core and supplementary capitals

None.

4. Liquidity risk management, liquidity coverage ratio and net stable funding ratio

The liquidity risk of the Group is the risk of being unable to fulfill its payment obligations on time due to not having enough cash sources or cash inflows to finance its cash outflows fully and on time due to cash flow instabilities.

Funding Liquidity Risk: It is a kind of risk which does not meet the any unexpected loss and non defaulting debts and liabilities.

Market Liquidity Risk: It is a kind of risk which consists of the position that cannot be sold without affecting market price due to insufficient market depth or market conditions' deterioration or that cannot be completed with the position of market price for any reasons.

Liquidity risk is managed by the Asset Liability Committee (ALCO) and relevant business units within the framework of the issues regarding the management of liquidity risk included in the Regulation on Risk Management Policies approved by the Board of Directors and the Risk Appetite Regulation. In liquidity risk management, the measures to be taken and the practices to be implemented are determined by taking into account normal economic conditions and stress conditions. The bank defines liquidity risk, measures and monitors risks with liquidity risk measurement methods in accordance with international standards and presents them to the relevant parties periodically. An Emergency Funding Plan has been prepared to regulate the procedures and principles for the Group to ensure and maintain an adequate liquidity level under stress conditions.

Information on risk capacity of the Group, Responsibilities and structure of liquidity risk management, the Group's internal liquidity risk reporting, communication between the Board of Directors and business lines on liquidity risk strategy, policy and application

The practices and responsibilities regarding liquidity risk are determined in accordance with the Treasury Regulation approved by the Board of Directors. The Group's liquidity policy is to have a liquidity buffer at a level that will cover liabilities under all economic conditions and to maintain the necessary liquidity at the lowest cost. It also has limits available for use at financial institutions.

In the weekly ALCO meetings attended by senior management, indicators regarding the liquidity situation are examined and liquidity risk is addressed. Additionally, the Board of Directors is informed through the Audit Committee. In order to manage liquidity risk prudently, it is necessary to know what kind of problem the mismatch between assets and liabilities will create under what economic conditions and the cost it will bring. Liquidity risk management aims to measure the Group's current and future liquidity position prudently and proactively, taking into account the currency types and maturities of assets and liabilities. Risk Management Department monitors the limits regarding liquidity risk determined by the Board of Directors. The Treasury Management Department manages funding and liquidity risk to prevent funding insufficiency at any time or from any source and makes regular reports to the ALCO regarding the Group's liquidity position. Risk Management Directorate monitors the liquidity coverage ratio and reports the results to the BRSA.

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

Information on the centralization degree of liquidity management and funding strategy and the functioning between the Group and the Group's subsidiaries

The Group's liquidity management is carried out by the Asset Liability Committee.

Information on the Group's funding strategy including the policies on funding types and variety of maturities

The bank aims to ensure that current and participation accounts are widespread and stable, and that the fund sources used are diversified and long-term. Risk indicators regarding liquidity and issues such as the ratio of liquid assets to total assets, the ratio of participation funds to loans, and the concentration within the collected funds are closely monitored.

Information on liquidity management on the basis of currencies constituting a minimum of five percent of the Group's total liabilities

The Group's LC liquidity is managed through interbank transactions. Foreign currency liquidity is kept in interbank transactions and in correspondent bank accounts within limits.

Information on liquidity risk mitigation techniques

Liquidity risk is achieved through practices such as keeping sufficient high-quality liquid asset stock at a level to cover the bank's cash outflows, diversifying funding sources in order to reduce liquidity risk concentrations, reducing the maturity difference between assets and liabilities through maturity gap analysis, and providing at least a certain part of the fund resources through collected funds aims to implement mitigation techniques.

Information on the use of stress tests

The purpose of the stress test is to determine the sources of possible liquidity weaknesses and whether the current on- and off-balance sheet positions are acted in accordance with the liquidity risk appetite. While developing stress test analyses, it includes scenarios that take into account systemic crisis, bank crisis and both situations together. Different threshold levels are determined for the percentage of the predicted deficit covered by the buffer in the stress test. The Stress Test is aligned with Group's risk appetite framework, ICAAP, budget and other processes and integrated with risk appetite metrics.

General information about the Contingency Funding Plan

In order to establish the necessary principles for identifying and managing possible serious liquidity problems, the Liquidity and Emergency Funding Plan was prepared and approved by the Board of Directors. The plan ultimately aims to protect current and participation account holders, creditors and shareholders. The basic indicators of the Emergency Funding Plan have been determined, and the plan is put into practice in case of unexpected developments in the liquidity situation or other indicators are triggered. Asset Liability Committee is responsible for the implementation of the plan.

Analysis of financial liabilities by remaining contractual maturities

Current Period	Up to 1 months[1]	1-3 months	3-12 months	1-5 years	Above 5 years	Total	Balance Sheet Value
Funds Collected	24,246	3,714	701	-	-	28,661	28,202
Funds Borrowed	233	-	-	-	-	233	233
Money Markets	1,001	-	-	-	-	1,001	1,001
Securities Issued	831	2,856	-	-	-	3,687	3,473
Finance Lease Payable	-	4	22	46	-	72	44
Miscellaneous Pay.	112	-	-	-	-	112	112
Total	**26,423**	**6,574**	**723**	**46**	**-**	**33,766**	**33,065**

[1] Includes demand deposits.

Prior Period	Up to 1 months[1]	1-3 months	3-12 months	1-5 years	Above 5 years	Total	Balance Sheet Value
Funds Collected	17,082	1,258	743	-	-	19,083	18,831
Funds Borrowed	-	-	-	-	-	-	-
Money Markets	-	1,654	-	-	-	1,654	1,588
Securities Issued	301	-	-	-	-	301	300
Finance Lease Payable	-	4	11	35	-	50	25
Miscellaneous Pay.	95	-	-	-	-	95	95
Total	**17,478**	**2,916**	**754**	**35**	**-**	**21,183**	**20,839**

[1] Includes demand deposits.

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

Liquidity coverage ratio

Liquidity coverage ratio is calculated by dividing the high-quality liquid assets owned by the Group to the net cash outflows.

Current Period		Total Unweighted Value[1]		Total Unweighted Value [1]	
		TL+FC	FC	TL+FC	FC
HIGH-QUALITY LIQUID ASSETS					
1	Total high-quality liquid assets (HQLA)	9,530	3,602	9,530	3,602
CASH OUTFLOWS					
2	Funds collected from retail and from small business customers, of which:	5,691	1,148	569	115
3	Stable funds collected	-	-	-	-
4	Less stable funds collected	5,691	1,148	569	115
5	Unsecured wholesale funding, of which:	23,106	4,769	14,161	2,507
6	Operational funds collected	-	-	-	-
7	Non-operational funds collected	22,103	4,686	13,355	2,439
8	Unsecured funding	1,003	83	806	68
9	Secured wholesale funding			-	-
10	Other cash outflows of which	189	108	189	108
11	Outflows related to derivative exposures and other collateral requirements	189	108	189	108
12	Outflows related to restructured financial Instruments	-	-	-	-
13	Payment commitments and other off-balance sheet commitments granted for debts to financial markets	-	-	-	-
14	Other revocable off-balance sheet commitments and contractual obligations	2,066	1,699	103	85
15	Other irrevocable or conditionally revocable off-balance sheet obligations	378	256	19	13
16	**TOTAL CASH OUTFLOWS**			**15,041**	**2,828**
CASH INFLOWS					
17	Secured receivables	-	-	-	-
18	Unsecured receivables	10,260	6,700	6,422	3,883
19	Other cash inflows	176	126	176	126
20	**TOTAL CASH INFLOWS**	**10,436**	**6,826**	**6,598**	**4,009**
				Upper Limit Applied Value	
21	TOTAL HQLA			9,530	3,602
22	TOTAL NET CASH OUTFLOWS			8,443	819
23	**LIQUIDITY COVERAGE RATIO (%)**			**112.87**	**439.80**

[1] The average calculated for the last three months of the liquidity coverage ratio calculated by taking the weekly simple arithmetic average

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

Prior Period		Total Unweighted Value[1]		Total Unweighted Value [1]	
		TL+FC	FC	TL+FC	FC
HIGH-QUALITY LIQUID ASSETS					
1	Total high-quality liquid assets (HQLA)	6,874	2,849	6,874	2,849
CASH OUTFLOWS					
2	Funds collected from retail and from small business customers, of which:	7,979	1,809	798	181
3	Stable funds collected	-	-	-	-
4	Less stable funds collected	7,979	1,809	798	181
5	Unsecured wholesale funding, of which:	7,844	2,739	5,304	1,405
6	Operational funds collected	-	-	-	-
7	Non-operational funds collected	6,897	2,727	4,812	1,399
8	Unsecured funding	947	12	492	6
9	Secured wholesale funding			-	-
10	Other cash outflows of which	421	362	421	362
11	Outflows related to derivative exposures and other collateral requirements	421	362	421	362
12	Outflows related to restructured financial Instruments	-	-	-	-
13	Payment commitments and other off-balance sheet commitments granted for debts to financial markets	-	-	-	-
14	Other revocable off-balance sheet commitments and contractual obligations	1,839	1,839	92	92
15	Other irrevocable or conditionally revocable off-balance sheet obligations	396	179	20	9
16	**TOTAL CASH OUTFLOWS**			**6,635**	**2,049**
CASH INFLOWS					
17	Secured receivables	-	-	-	-
18	Unsecured receivables	5,166	4,664	3,377	2,885
19	Other cash inflows	1,674	230	1,674	230
20	**TOTAL CASH INFLOWS**	**6,840**	**4,894**	**5,051**	**3,115**
				Upper Limit Applied Value	
21	TOTAL HQLA			6,874	2,849
22	TOTAL NET CASH OUTFLOWS			3,032	614
23	**LIQUIDITY COVERAGE RATIO (%)**			**226.72**	**464.01**

[1] The average calculated for the last three months of the liquidity coverage ratio calculated by taking the weekly simple arithmetic average

The lowest and highest liquidity coverage rates in the last 3 months of 2026 are stated as table below.

Current Period	**Highest**	**Date**	**Lowest**	**Date**
FC (%)	893	15.05.2026	138	12.06.2026
TL+FC (%)	161	15.05.2026	93	10.04.2026
Prior Period	**Highest**	**Date**	**Lowest**	**Date**
FC (%)	1,141	10.10.2025	115	03.10.2025
TL+FC (%)	638	17.10.2025	117	26.12.2025

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

Presentation of assets and liabilities according to their remaining maturities

Current period	Demand	Up to 1 month	1-3 Months	3-12 months	1-5 Years	Over 5 years	Unallocated[2]	Total
Assets								
Cash (cash in vault, effectives, cash in transit, cheques purchased) and balances with the CBRT	4,551	2,452	-	-	-	-	(1)	7,002
Banks	464	-	-	-	-	-	(1)	463
Financial assets at fair value through profit and loss[1]	1,463	15	2	2	301	-	-	1,783
Money market placements	-	-	-	-	-	-	-	-
Financial assets at fair value through other comprehensive income	21	127	248	1,209	3,696	-	-	5,301
Loans	-	5,464	4,422	10,485	2,259	-	(194)	22,436
Financial assets valued at amortized cost	-	-	-	-	-	-	-	-
Other assets	-	453	-	-	-	-	2,045	2,498
Total Assets	**6,499**	**8,511**	**4,672**	**11,696**	**6,256**	**-**	**1,849**	**39,483**
Liabilities								
Current account and funds collected from banks via participation accounts	-	-	-	-	-	-	-	-
Current and profit-sharing accounts	4,230	19,714	3,575	683	-	-	-	28,202
Funds provided from other financial institutions	-	233	-	-	-	-	-	233
Money market borrowings	-	1,001	-	-	-	-	-	1,001
Marketable securities issued	-	819	2,654	-	-	-	-	3,473
Miscellaneous payables	-	112	-	-	-	-	-	112
Other Liabilities	-	246	1	10	34	-	6,171	6,462
Total Liabilities	**4,230**	**22,125**	**6,230**	**693**	**34**	**-**	**6,171**	**39,483**
Net Liquidity Gap	**2,269**	**(13,614)**	**(1,558)**	**11,003**	**6,222**	**-**	**(4,322)**	**-**
Prior Period								
Total Assets	3,904	5,262	3,011	6,274	5,156	2	1,570	25,179
Total Liabilities	2,281	15,312	2,834	728	35	-	3,989	25,179
Net Liquidity Gap	**1,623**	**(10,050)**	**177**	**5,546**	**5,121**	**2**	**(2,419)**	**-**

[1] Includes derivatives financial assets.
[2] Includes expected credit losses.

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

Net stable funding ratio

Current Period	Unweighted value by residual maturity				Weighted value
	Without maturity	Less than 6 months	6 months to 1 year	1 year and more than 1 year	
Available stable fund					
Capital	**4,415**	**-**	**-**	**-**	**4,415**
Tier I and tier II capital	4,415	-	-	-	4,415
Other capital instruments	-	-	-	-	-
Deposits from retail persons and small business customers	**174**	**11,764**	**118**	**535**	**12,592**
Stable deposits /participation funds	-	-	-	-	-
Less stable deposits /participation funds	174	11,764	118	535	12,592
Wholesale funding	**2,289**	**4,814**	**20**	**-**	**7,123**
Operational deposits	-	-	-	-	-
Other wholesale funding	2,289	4,814	20	-	7,123
Liabilities with matching interdependent assets					
Other liabilities	-	-	-	-	-
Derivative liabilities		-	-	-	
All other equity and liabilities not included in the above categories	-	-	-	-	-
Available stable fund					**24,130**
Required stable fund					
High-quality liquid assets (HQLA)					269
Deposits held at credit institutions or financial institutions for operational purposes	63	-	-	-	63
Performing loans and securities	-	-	-	**10,304**	**10,304**
Performing loans to credit institutions or financial institutions secured by Level 1 HQLA	-	-	-	-	-
Performing loans to credit institutions or financial institutions secured by non Level 1 HQLA and unsecured performing loans to credit institutions or financial institutions	-	-	-	-	-
Performing loans to non financial corporate clients, loans to retail person customers and small business customers, and loans to sovereigns, central banks and PSEs	-	-	-	10,304	10,304
Loans with a risk weight of less than or equal to 35%	-	-	-	556	556
Performing loans encumbered with residential mortgages	-	-	-	-	-
Loans with a risk weight of less than or equal to 35%	-	-	-	-	-
Exchange traded equities and securities that are not in default and do not qualify as HQLA	-	-	-	-	-
Assets with matching interdependent liabilities					
Other assets	**323**	**19**	**-**	**-**	**342**
Physical traded commodities, including gold	-				-
Assets posted as initial margin for derivative contracts or contributions to default funds of central counterparties		-	-	-	-
Derivative assets		19	-	-	19
Derivative liabilities before deduction of variation margin posted		-	-	-	-
All other assets not included in the above categories	323	-	-	-	323
Off-balance sheet items		-	-	-	-
Required Stable Fund					**10,978**
Net Stable Funding Ratio (%)					**219.80**

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

Prior Period	Unweighted value by residual maturity				Weighted value
	Without maturity	Less than 6 months	6 months to 1 year	1 year and more than 1 year	
Available stable fund					
Capital	**2,540**	**-**	**-**	**-**	**2,540**
Tier I and tier II capital	2,540	-	-	-	2,540
Other capital instruments	-	-	-	-	-
Deposits from retail persons and small business customers	**496**	**5,053**	**2,764**	**498**	**7,930**
Stable deposits /participation funds	-	-	-	-	-
Less stable deposits /participation funds	496	5,053	2,764	498	7,930
Wholesale funding	**1,747**	**9,542**	**71**	**-**	**5,680**
Operational deposits	-	-	-	-	-
Other wholesale funding	1,747	9,542	71	-	5,680
Liabilities with matching interdependent assets					
Other liabilities	**238**	**-**	**-**	**-**	**-**
Derivative liabilities		-	-	-	
All other equity and liabilities not included in the above categories	238	-	-	-	-
Available stable fund					**16,150**
Required stable fund					
High-quality liquid assets (HQLA)					18
Deposits held at credit institutions or financial institutions for operational purposes	93	-	-	-	14
Performing loans and securities	**-**	**9,196**	**2,203**	**2,157**	**8,375**
Performing loans to credit institutions or financial institutions secured by Level 1 HQLA	-	-	-	-	-
Performing loans to credit institutions or financial institutions secured by non Level 1 HQLA and unsecured performing loans to credit institutions or financial institutions	-	-	-	-	-
Performing loans to non financial corporate clients, loans to retail person customers and small business customers, and loans to sovereigns, central banks and PSEs	-	9,196	2,203	2,157	8,375
Loans with a risk weight of less than or equal to 35%	-	4	8	-	8
Performing loans encumbered with residential mortgages	-	-	-	-	-
Loans with a risk weight of less than or equal to 35%	-	-	-	-	-
Exchange traded equities and securities that are not in default and do not qualify as HQLA	-	-	-	-	-
Assets with matching interdependent liabilities					
Other assets	**2,549**	**2**	**-**	**-**	**2,541**
Physical traded commodities, including gold	-				-
Assets posted as initial margin for derivative contracts or contributions to default funds of central counterparties		-	-	-	-
Derivative assets		2	-	-	2
Derivative liabilities before deduction of variation margin posted		-	-	-	-
All other assets not included in the above categories	2,549	-	-	-	2,539
Off-balance sheet items		401	771	1,327	125
Required Stable Fund					**11,073**
Net Stable Funding Ratio (%)					**145.85**

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

Quantitative explanations of the net stable funding rate

As of 30 June 2026, the Group's net stable funding ratio stood at 219.80% (31 December 2025 – 145.85%). Considering the amounts to which the consideration rate has been applied, the main capital item with the highest consideration rate within the scope of the legislation constitutes 18% of the existing stable fund amount (31 December 2025 - 16%). The retail person and retail customer participation fund is the other important element, accounting for 52% of the current stable fund amount (31 December 2025 - 49%).

5. Explanations on leverage ratio

The leverage ratio table prepared in accordance with the communiqué "Regulation on Measurement and Assessment of Leverage Ratios of Banks" published in the Official Gazette no. 28812 dated 5 November 2013 is presented below.

As of the balance sheet date, the Group's leverage ratio, calculated based on the arithmetic average of the values found at the end of the months in the previous three-month period, was 11.0% (31 December 2025 - 9.6%). While the main capital increased by 71%, the total risk amount increased by 50%.

	On-balance sheet assets [1]	**Current Period**	**Prior Period**
1	On-balance sheet items (excluding derivative financial instruments and credit derivatives but including collateral)	35,968	23,866
2	(Assets deducted in determining Tier I Capital)	(2,222)	(1,953)
3	Total on-balance sheet risks (sum of lines 1 and 2)	33,746	21,913
	Derivative financial instruments and credit derivatives		-
4	Replacement cost associated with all derivative instruments and credit derivatives	-	-
5	Add-on amounts for PFE associated with all derivative instruments and credit derivatives	48	17
6	Total risks of derivative financial instruments and credit derivatives (sum of lines 4 to 5)	48	17
	Securities or commodity financing transactions (SCFT)		-
7	Risks from SCFT assets (excluding on-balance sheet)	-	-
8	Risks from brokerage activities related exposures	-	-
9	Total risks related with securities or commodity financing transactions (sum of lines 7 to 8)	-	-
	Other off-balance sheet transactions		-
10	Gross notional amounts of off-balance sheet transactions	5,938	4,724
11	(Adjustments for conversion to credit equivalent amounts)	-	-
12	Total risks of off-balance sheet items (sum of lines 10 and 11)	5,938	4,724
	Capital and total risks		-
13	Tier I Capital	4,364	2,555
14	Total risks (sum of lines 3, 6, 9 and 12)	39,732	26,654
	Leverage ratio		
15	**Leverage ratio %**	**11.0**	**9.6**

[1]The amounts in the table represent three-month averages.

6. Explanations on the activities carried out on behalf and account of other persons

The Group does not perform purchases, sales, and custody services in the name of others. The Group has no fiduciary-based transactions.

7. Explanations on hedge accounting practices

None (31 December 2025 – None).

8. Explanations on risk management

Group’s risk management approach

The purpose of risk management policies is to ensure the identification, measurement, reporting, monitoring and control of risks incurred on the basis of risk type as a result of the Group's activities.

When establishing internal regulations regarding risk management, at least the following issues are taken into account:

- Strategy, policy and implementation procedures of the Group's business lines,
- Compliance with the volume, nature and complexity of the bank's activities,
- The bank's risk strategy and the level of risk it can take,
- The bank's risk monitoring and management capacity,
- The bank's past experience and performance,
- Expertise levels of the managers of the departments carrying out the activities on issues related to their fields,
- Obligations foreseen in the law and other relevant legislation.

Risk management activities include the risks incurred and the risks arising from transactions carried out with the risk group to which the Group belongs; It consists of timely and comprehensive definition, measurement, monitoring, control and reporting activities.

The procedures and principles established for the proposal, evaluation, approval, announcement, monitoring and auditing of risk limits within the Group are approved by the Board of Directors. Risk limits are determined as part of the risk appetite structure, taking into account the size of the Group within the financial system, and clearly associating it with the amount of loss and the amount of capital allocated.

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

Board of Directors is responsible for ensuring that the bank's risk profile does not exceed the risk limits and that the realized values are monitored by the Group's Senior Management. Limit usage is closely monitored, and limit exceedances are immediately reported to the Senior Management so that necessary measures can be taken.

Limit excess exceptions are defined within the risk appetite structure and the rules to which the exceptions will be subject are determined in writing. Early warning limits and the procedures and principles to be applied, including carrying, reducing, transferring or avoiding the risk in cases where these limits are exceeded, are determined by the Board of Directors. Risk limits are regularly reviewed within the framework of current developments and adapted according to changes in the Group's strategy.

Risk appetite structure expresses the level of risk that the Group wants to carry in order to achieve its goals and strategies, taking into account its risk capacity. Risk appetite; Risk types and main indicators are divided and allocated to other levels deemed necessary and approved by the Board of Directors. The risk appetite structure is reviewed when deemed necessary, at least once a year.

The bank can be applied reliably and with integrity to measure the quantifiable risks it is exposed to and to evaluate the non-quantifiable risks; it establishes an effective systematic structure with internal regulations compatible with its structure, product types and fields of activity. The following points are taken into account when determining the methods or models to be used in risk measurement:

Risk Management System is prepared for the purpose of systematically managing the risks to which the Group is exposed; it refers to the Board of Directors, Audit Committee, Asset-Liability Committee and Risk Management Presidency (“RYB”). The Board of Directors owns the Risk Management System in the Group; It ensures the establishment of an effective, adequate and appropriate risk management system within the bank and the continuity of this system. The main purpose of the Group's Risk Management System is to monitor, keep under control and, when necessary, change the risk-return structure of the Group's future cash flows and accordingly the nature and level of activities, to ensure that risks are identified, measured, monitored and controlled.

GB1 - Overview of risk weighted amounts

		Risk Weighted Amounts		Minimum Capital Requirements
		Current Period 30/06/2026	Prior Period 31/12/2025	Current Period 30/06/2026
1	**Credit risk (excluding counterparty credit risk) (CCR)**	**14,884**	**9,095**	**1,191**
2	Standardised approach (SA)	14,884	9,095	1,191
3	Internal rating-based (IRB) approach	-	-	-
4	**Counterparty credit risk**	**13**	**8**	**1**
5	Standardised approach for counterparty credit risk	13	8	1
6	Internal model method (IMM)	-	-	-
7	**Basic risk weight approach to internal model’s equity position in the banking account**	**-**	**-**	**-**
8	**Investment made in collective investment companies – look-through approach**	**-**	**-**	**-**
9	**Investments made in collective investment companies – mandate-based approach**	**-**	**-**	**-**
10	**Investments made in collective investment companies – 1250% risk weighting Approach**	**-**	**-**	**-**
11	**Settlement risk**	**-**	**-**	**-**
12	**Securitization exposures in banking book**	**-**	**-**	**-**
13	IRB ratings-based approach	-	-	-
14	IRB supervisory formula approach	-	-	-
15	SA/simplified supervisory formula approach (SSFA)	-	-	-
16	**Market risk**	**121**	**831**	**10**
17	Standardised approach	121	831	10
18	Internal model approaches	-	-	-
19	**Operational risk**	**1,580**	**1,066**	**126**
20	Basic indicator approach	1,580	1,066	126
21	Standardised approach	-	-	-
22	Advanced measurement approach	-	-	-
23	**Amounts below the thresholds for deduction from capital (subject to 250% risk weight)**	**-**	**-**	**-**
24	**Floor adjustment**	**-**	**-**	**-**
25	**Total (1+4+7+8+9+10+11+12+16+19+23+24)**	**16,598**	**11,000**	**1,328**

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

Credit quality of assets

Current period		Gross amount valued as per TAS and presented in the financial statements prepared according to legal consolidation		Provisions / depreciation and impairment	Net amount
		Defaulted	Non-Defaulted		
1	Loans	596	22,034	194	22,436
2	Debt securities	-	5,301	12	5,289
3	Off-balance sheet exposures	-	4,098	6	4,092
4	**Total**	**596**	**31,433**	**212**	**31,817**

Prior period		Gross amount valued as per TAS and presented in the financial statements prepared according to legal consolidation		Provisions / depreciation and impairment	Net amount
		Defaulted	Non-Defaulted		
1	Loans	506	13,267	124	13,649
2	Debt securities	-	4,065	9	4,056
3	Off-balance sheet exposures	-	2,849	4	2,845
4	**Total**	**506**	**20,181**	**137**	**20,550**

Changes in stock of defaulted loans and debt securities

		Current Period	Prior Period
1	Defaulted loans and debt securities at end of the previous reporting period	506	191
2	Loans and debt securities that have been defaulted since the last reporting period	115	394
3	Receivables back to non-defaulted status	-	-
4	Amounts written off/sold from assets	-	(65)
5	Other changes	(25)	(14)
6	**Defaulted loans and debt securities at end of the reporting period (1+2-3-4±5)**	**596**	**506**

Credit risk mitigation techniques

	Current period	Exposures unsecured: carrying amount as per TAS	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
1	Loans	22,263	173	173	-	-	-	-
2	Debt Securities	5,289	-	-	-	-	-	-
3	**Total**	**27,552**	**173**	**173**	**-**	**-**	**-**	**-**
4	Overdue	596	-	-	-	-	-	-

	Prior period	Exposures unsecured: carrying amount as per TAS	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
1	Loans	13,451	198	198	89	89	-	-
2	Debt Securities	4,056	-	-	-	-	-	-
3	**Total**	**17,507**	**198**	**198**	**89**	**89**	**-**	**-**
4	Overdue	506	-	-	-	-	-	-

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

Credit risk using the standard approach

Credit risk exposed and credit risk mitigation effects

	Current Period	Credit conversion rate and credit risk amount receivable before reduction		Credit conversion rate and credit risk amount of receivable after reduction		Risk weighted amount and risk weighted amount concentration	
	Risk Classes	**On-balance sheet amount**	**Off-balance sheet amount**	**On-balance sheet amount**	**Off-balance sheet amount**	**Risk weighted amount**	**Risk weighted amount density(%)**
1	Receivables from central governments and Central Banks	10,665	-	10,665	-	-	-
2	Receivables from regional and local government	-	-	-	-	-	-
3	Receivables from administrative bodies and non-commercial entities	-	-	-	-	-	-
4	Receivables from multilateral development banks	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-
6	Receivables from banks and brokerage houses	481	-	481	-	102	21.21
7	Receivables from corporate	10,054	3,832	10,190	1,698	11,836	99.56
8	Retail receivables	1,995	860	1,995	371	1,766	74.64
9	Receivables secured by residential property	-	-	-	-	-	-
10	Receivables secured by commercial property	-	-	-	-	-	-
11	Non-performing receivables	402	-	402	-	550	134.82
12	Receivables in high-risk categories	-	-	-	-	-	-
13	Mortgage-backed securities	-	-	-	-	-	-
14	Short term receivables to banks, brokerage houses and corporates	-	-	-	-	-	-
15	Investments similar to collective investment funds	-	-	-	-	-	-
16	Other receivables	3,125	-	3,125	-	611	19.55
17	Stock investments	20	-	20	-	20	100.00
18	**Total**	**26,742**	**4,692**	**26,878**	**2,069**	**14,885**	**51.42**

	Prior Period	Credit conversion rate and credit risk amount receivable before reduction		Credit conversion rate and credit risk amount of receivable after reduction		Risk weighted amount and risk weighted amount concentration	
	Risk Classes	**On-balance sheet amount**	**Off-balance sheet amount**	**On-balance sheet amount**	**Off-balance sheet amount**	**Risk weighted amount**	**Risk weighted amount density(%)**
1	Receivables from central governments and Central Banks	3,667	-	3,667	-	-	-
2	Receivables from regional and local government	-	-	-	-	-	-
3	Receivables from administrative bodies and non-commercial entities	-	-	-	-	-	-
4	Receivables from multilateral development banks	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-
6	Receivables from banks and brokerage houses	244	-	296	-	116	39.19
7	Receivables from corporate	7,079	1,628	7,028	802	7,726	98.67
8	Retail receivables	656	647	656	288	703	74.47
9	Receivables secured by residential property	-	-	-	-	-	-
10	Receivables secured by commercial property	-	-	-	-	-	-
11	Non-performing receivables	122	-	122	-	71	58.20
12	Receivables in high-risk categories	-	-	-	-	-	-
13	Mortgage-backed securities	-	-	-	-	-	-
14	Short term receivables to banks, brokerage houses and corporates	-	-	-	-	-	-
15	Investments similar to collective investment funds	-	-	-	-	-	-
16	Other receivables	2,061	-	2,061	-	479	23.24
17	Stock investments	-	-	-	-	-	-
18	**Total**	**13,829**	**2,275**	**13,830**	**1,090**	**9,095**	**60.96**

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

Exposures by asset classes and risk weights

	Classifications/Risk Weights (Current Period)	0%	10%	20%	25%	35%	50%	75%	100%	150%	200%	Others%	Total risk amount (post-CCF and CRM
1	Receivables from central governments and Central Banks	10,665	-	-	-	-	-	-	-	-	-	-	10,665
2	Receivables from regional and local government	-	-	-	-	-	-	-	-	-	-	-	-
3	Receivables from administrative bodies and non-commercial entities	-	-	-	-	-	-	-	-	-	-	-	-
4	Receivables from multilateral development banks	-	-	-	-	-	-	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-	-	-	-	-	-	-
6	Receivables from banks and brokerage houses	-	-	458	-	-	17	-	6	-	-	-	481
7	Receivables from corporate	52	-	-	-	-	-	-	11,836	-	-	-	11,888
8	Retail receivables	12	-	-	-	-	-	2,354	-	-	-	-	2,366
9	Receivables secured by residential property	-	-	-	-	-	-	-	-	-	-	-	-
10	Receivables secured by commercial property	-	-	-	-	-	-	-	-	-	-	-	-
11	Non-performing receivables	-	-	-	-	-	44	-	16	342	-	-	402
12	Receivables in high-risk categories	-	-	-	-	-	-	-	-	-	-	-	-
13	Mortgage-backed securities	-	-	-	-	-	-	-	-	-	-	-	-
14	Short term receivables to banks, brokerage houses and corporates	-	-	-	-	-	-	-	-	-	-	-	-
15	Investments similar to collective investment funds	-	-	-	-	-	-	-	-	-	-	-	-
16	Stock investments	-	-	-	-	-	-	-	20	-	-	-	20
17	Other receivables	2,514	-	-	-	-	-	-	611	-	-	-	3,125
18	**Total**	**13,243**	**-**	**458**	**-**	**-**	**61**	**2,354**	**12,489**	**342**	**-**	**-**	**28,947**

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

	Classifications/Risk Weights (Prior Period)	0%	10%	20%	25%	35%	50%	75%	100%	150%	200%	Others%	Total risk amount (post-CCF and CRM)
1	Receivables from central governments and Central Banks	3,667	-	-	-	-	-	-	-	-	-	-	3,667
2	Receivables from regional and local government	-	-	-	-	-	-	-	-	-	-	-	-
3	Receivables from administrative bodies and non-commercial entities	-	-	-	-	-	-	-	-	-	-	-	-
4	Receivables from multilateral development banks	-	-	-	-	-	-	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-	-	-	-	-	-	-
6	Receivables from banks and brokerage houses	-	-	225	-	-	-	-	71	-	-	-	296
7	Receivables from corporate	103	-	-	-	-	-	-	7,727	-	-	-	7,830
8	Retail receivables	6	-	-	-	-	-	938	-	-	-	-	944
9	Receivables secured by residential property	-	-	-	-	-	-	-	-	-	-	-	-
10	Receivables secured by commercial property	-	-	-	-	-	-	-	-	-	-	-	-
11	Non-performing receivables	-	-	-	-	-	103	-	19	-	-	-	122
12	Receivables in high-risk categories	-	-	-	-	-	-	-	-	-	-	-	-
13	Mortgage-backed securities	-	-	-	-	-	-	-	-	-	-	-	-
14	Short term receivables to banks, brokerage houses and corporates	-	-	-	-	-	-	-	-	-	-	-	-
15	Investments similar to collective investment funds	-	-	-	-	-	-	-	-	-	-	-	-
16	Stock investments	-	-	-	-	-	-	-	-	-	-	-	-
17	Other receivables	1,582	-	-	-	-	-	-	479	-	-	-	2,061
18	**Total**	**5,358**	**-**	**225**	**-**	**-**	**103**	**938**	**8,296**	**-**	**-**	**-**	**14,920**

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

Counterparty credit risk (CCR) approach analysis

	Current Period	Replacement Cost	Potential future exposure	EEPE	Alpha used for computing regulatory EAD	Risk amount after credit risk mitigation	Risk weighted amounts
1	Standardized Approach CCR (for derivatives)	23	42		1.40	91	13
2	Internal Model Method (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)			-	-	-	-
3	Simple Approach for credit risk mitigation (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)					-	-
4	Comprehensive Approach for credit risk mitigation (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)					-	-
5	Value-at-Risk (VaR) for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions					-	-
6	**Total**						**13**

	Prior Period	Replacement Cost	Potential future exposure	EEPE	Alpha used for computing regulatory EAD	Risk amount after credit risk mitigation	Risk weighted amounts
1	Standardized Approach CCR (for derivatives)	2	14		1.4	23	8
2	Internal Model Method (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)			-	-	-	-
3	Simple Approach for credit risk mitigation (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)					-	-
4	Comprehensive Approach for credit risk mitigation (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)					-	-
5	Value-at-Risk (VaR) for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions					-	-
6	**Total**						**8**

Capital requirement for credit valuation adjustment (CVA)

		Current Period		Prior period	
		Risk amount (after using credit risk mitigation techniques)	Risk weighted amounts	Risk amount (after using credit risk mitigation techniques)	Risk weighted amounts
	Total portfolios subject to the Advanced CVA capital obligation				
1	(i) VaR component (including the 3×multiplier)	-	-	-	-
2	(ii) Stressed VaR component (including the 3×multiplier)	-	-	-	-
3	All portfolios subject to the Standardized CVA capital obligation	91	-	23	-
4	**Total subject to the CVA capital obligation**	**91**	**-**	**23**	**-**

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

CCR exposures by risk class and risk weights

	Current Period - Risk Classes / Risk Weights [1]	0%	10%	20%	50%	75%	100%	150%	200%	Others	Total credit risk[1]
1	Receivables from central governments and Central Banks	47	-	-	-	-	-	-	-	-	47
2	Receivables from regional and local government	-	-	-	-	-	-	-	-	-	-
3	Receivables from administrative bodies and non-commercial entities	-	-	-	-	-	-	-	-	-	-
4	Receivables from multilateral development banks	-	-	-	-	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-	-	-	-	-
6	Receivables from banks and brokerage houses	-	-	37	3	-	-	-	-	-	40
7	Receivables from corporate	-	-	-	-	-	4	-	-	-	4
8	Retail receivables	-	-	-	-	-	-	-	-	-	-
9	Other receivables	-	-	-	-	-	-	-	-	-	-
10	**Total**	**47**	**-**	**37**	**3**	**-**	**4**	**-**	**-**	**-**	**91**

[1] Total credit risk: The amount related to capital adequacy calculation after counterparty credit risk measurement techniques are applied.

	Prior Period - Risk Classes / Risk Weights [1]	0%	10%	20%	50%	75%	100%	150%	200%	Others	Total credit risk[1]
1	Receivables from central governments and Central Banks	7	-	-	-	-	-	-	-	-	7
2	Receivables from regional and local government	-	-	-	-	-	-	-	-	-	-
3	Receivables from administrative bodies and non-commercial entities	-	-	-	-	-	-	-	-	-	-
4	Receivables from multilateral development banks	-	-	-	-	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-	-	-	-	-
6	Receivables from banks and brokerage houses	-	-	-	16	-	-	-	-	-	16
7	Receivables from corporate	-	-	-	-	-	-	-	-	-	-
8	Retail receivables	-	-	-	-	-	-	-	-	-	-
9	Other receivables	-	-	-	-	-	-	-	-	-	-
10	**Total**	**7**	**-**	**-**	**16**	**-**	**-**	**-**	**-**	**-**	**23**

[1] Total credit risk: The amount related to capital adequacy calculation after counterparty credit risk measurement techniques are applied.

Collaterals used for counterparty credit risk: None (Prior Period - None).

Credit derivatives: None (Prior Period - None).

9. Qualitative explanations on market risk

Bank's processes and strategies

Risk management activities are consisting of the measurement, monitoring, control and reporting of the risks, arising from risks incurred on the consolidated and solo basis and transactions carried out with the risk group that the Group is involved in. These activities are carried out by the Parent Bank's Risk Management Department.

Within the first structural block, the definition of market risk is established by legislation. Elements of market risk that do not fall within the scope of the first structural block are evaluated internally. This process is carried out by the Risk Management Directorate, and opinions are sought from other relevant units.

Measurement of the market risk is carried out by the Risk Management Department. Market risk is measured by the standard method as specified in the third part of the Regulation on the Measurement and Evaluation of Banks' Capital Adequacy. The Risk Management Department adopts international standardized methods and advanced statistical methods, which are included in the legislation, in the measurement of risks falling within the scope of the Pillar 2. Developed models as well as the stress tests and scenario analysis are used in the measurement and monitoring of the market risk.

The primary purpose of market risk is for the Group's risk exposure to be within the limits specified by the legislation and to be in accordance with the Group's risk appetite. In this context, market risk is periodically measured, monitored and reported.

Risk limits related to market risk are established in accordance with The Group's Risk Appetite Policy. Aforementioned risk limits are determined by the Board of Directors and reviewed at least once a year. Limit usages are closely monitored.

Risk mitigation techniques have been applied in line with the size and complexity of the undertaking market risk and the controls are implemented in order to ensure their effectiveness.

Treasury Group Department monitors foreign currency positions and cash flows on behalf of the Parent Bank.

Moreover, new products and projects are examined in terms of market risk management and appropriate internal controls are implemented in case of necessity.

The Group's strategic objectives for trading activities are given below.

- Ensure that the Group's lease certificate portfolio is managed at the optimum level within the risk-return balance limits
- Implement transaction by taking into account the future prospects of market developments/movements and the framework of trading opportunities in the current market prices
- Invest in Sukuk (lease certificates) as an alternative investment tool to manage the liquidity profitably

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

Structure and scope of risk reporting and/or measurement systems

Within the scope of risk management system, the Group established a reporting system which ensures effective analysis and evaluation for market risks. The risk measurement and risk monitoring results are reported to the Risk Committee on a timely manner.

There is a risk measurement system which covers the scope and complexity of significant market risk components including transactions and operations exposed to market risk. This system is being reviewed regularly.

The details of the market risk calculated in accordance with the principles in the third part of the "The Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks" published in the Official Gazette numbered 29511 and dated 23 October 2015 are as follows:

Market risk under standardised approach

		Risk Weighted Amounts	
		Current Period	**Prior Period**
	Outright products	**121**	**831**
1	Profit share risk (general and specific)	92	774
2	Equity risk (general and specific)	4	42
3	Foreign exchange risk	25	15
4	Commodity risk	-	-
	Options	**-**	**-**
5	Simplified approach	-	-
6	Delta-plus method	-	-
7	Scenario approach	-	-
8	Securitization	-	-
9	**Total**	**121**	**831**

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

10. Explanations on business segments

Selected balance sheet and income statement items according to segments

Current Period	**Retail Banking**	**Corporate and Commercial banking**	**Treasury and international banking**	**Unallocated**	**Group's total operation**
Profit Share Income	17	2,735	1,217	-	3,969
Profit Share Expense (-)	933	2,238	257	9	3,437
Net Profit Share Income/Expense	**(916)**	**497**	**960**	**(9)**	**532**
Net Fees and Commissions Income/Expense	25	125	(11)	-	139
Dividend Income	-	-	-	-	-
Net Trading Income / Loss	-	-	499	-	499
Other Operating Income	1	25	2	5	33
Gross Operating Profit/Loss	**(890)**	**647**	**1,450**	**(4)**	**1,203**
Provision Expenses (-)	4	96	7	19	126
Operating Expenses (-)	-	-	-	1,060	1,060
Profit/Loss Before Taxation	**(894)**	**551**	**1,443**	**(1,083)**	**17**
Taxation	-	-	-	73	73
Net Profit/Loss	**(894)**	**551**	**1,443**	**(1,010)**	**90**
Segment Assets	**335**	**20,599**	**16,051**	**2,498**	**39,483**
Total Liabilities	**26,931**	**5,256**	**838**	**6,458**	**39,483**

Prior Period	**Retail Banking**	**Corporate and Commercial banking**	**Treasury and international banking**	**Unallocated**	**Group's total operation**
Profit Share Income	30	1,258	656	-	1,944
Profit Share Expense (-)	972	674	6	4	1,656
Net Profit Share Income/Expense	**(942)**	**584**	**650**	**(4)**	**288**
Net Fees and Commissions Income/Expense	-	13	(6)	-	7
Dividend Income	-	-	-	-	-
Net Trading Income / Loss	-	-	315	-	315
Other Operating Income	1	9	-	23	33
Gross Operating Profit/Loss	**(941)**	**606**	**959**	**19**	**643**
Provision Expenses (-)	34	47	3	9	93
Operating Expenses (-)	-	-	-	833	833
Profit/Loss Before Taxation	**(975)**	**559**	**956**	**(823)**	**(283)**
Taxation	-	-	-	207	207
Net Profit/Loss	**(975)**	**559**	**956**	**(616)**	**(76)**
Segment Assets	**290**	**13,277**	**9,675**	**1,937**	**25,179**
Total Liabilities	**15,246**	**3,582**	**1,594**	**4,757**	**25,179**

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

SECTION FIVE

EXPLANATIONS AND NOTES ON THE CONSOLIDATED FINANCIAL STATEMENTS

1. Explanations and notes related to consolidated assets

1.1 Information regarding the cash assets and the Central Bank of Republic of Türkiye

Cash and balances with the Central Bank of Republic of Türkiye

	Current period		Prior period	
	TL	**FC**	**TL**	**FC**
Cash/foreign currency	-	-	-	-
The Central Bank of Republic of Türkiye	2,817	2,452	1,948	1,643
Other [1]	-	1,734	-	307
Total	**2,817**	**4,186**	**1,948**	**1,950**

[1] As of 30 June 2026, precious metal deposit amount of TL 1,734 (31 December 2025 - TL 307) are presented.

Balances with the Central Bank of Türkiye

	Current period		Prior period	
	TL	**FC**	**TL**	**FC**
Unrestricted Demand Deposit	2,817	-	1,948	-
Unrestricted Time Deposit	-	-	-	-
Restricted Time Deposit	-	2,452	-	1,643
Total	**2,817**	**2,452**	**1,948**	**1,643**

In accordance with the "Communiqué Regarding the Reserve Requirements" numbered 2013/15, banks operating in Türkiye are required to maintain reserves in CBRT for TL and foreign currency liabilities. As of 30 June 2026, the Group's applicable rates for Turkish lira required reserves are between 3% and 40%, depending on the maturity structure for participation funds and other liabilities and the applicable rates for FX required reserves are between 3% and 30%, depending on the maturity structure of participation funds and other liabilities.

1.2 Information on financial assets at fair value through profit and loss

	Current period	Prior period
Debt Securities	**301**	**-**
Quoted on stock exchange	301	-
Unquoted on stock exchange	-	-
Share certificates/Investment Funds	**1,463**	**1,230**
Quoted on stock exchange	1,463	1,230
Unquoted on stock exchange	-	-
Impairment provision (-)	**-**	**-**
Total	**1,764**	**1,230**

	Current period	Prior period
Given as collateral/blocked	-	-
Subject to repo transactions	-	-
Total	**-**	**-**

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

Positive differences related to marketable derivative financial assets:

	Current Period		Prior Period	
	TL	**FC**	**TL**	**FC**
Forward transactions[1]	4	-	-	-
Swap transactions	15	-	2	-
Futures transactions	-	-	-	-
Options	-	-	-	-
Other	-	-	-	-
Total	**19**	**-**	**2**	**-**

[1] Inclıudes forward asset purchase and sales commitments.

1.3 Information on Banks

	Current period		Prior period	
	TL	**FC**	**TL**	**FC**
Banks	**348**	**116**	**1**	**397**
Domestic	348	41	1	302
Foreign	-	75	-	95
Headquarters and branches abroad	-	-	-	-
Total	**348**	**116**	**1**	**397**

Information on foreign banks account

	Unrestricted Amount		Restricted Amount	
	Current period	**Prior period**	**Current period**	**Prior period**
EU Countries	6	2	-	-
USA and Canada	40	39	-	-
OECD Countries [1]	29	54	-	-
Off-shore Banking Regions	-	-	-	-
Other	-	-	-	-
Total	**75**	**95**	**-**	**-**

[1] EU countries, OECD countries other than the US and Canada

1.4 Information on financial assets at fair value through other comprehensive income

	Current period	Prior period
Debt Securities	**5,296**	**4,046**
Quoted on stock exchange	5,296	4,046
Not quoted on stock exchange	-	-
Share certificates/Investment Funds	**21**	**21**
Quoted on stock exchange	1	1
Not quoted on stock exchange[1]	20	20
Impairment provision (-)	**(16)**	**(2)**
Total	**5,301**	**4,065**

[1] The shares of Katılım Finans Kefalet A.Ş amounting to TL 20 (31 December 2025 – TL 20), since the share ratios in the partnerships are below 10% are classified as financial assets at fair value through other comprehensive income and the Bank does not have a significant influence on these entities

	Current period	Prior period
Given as collateral/blocked	812	1,612
Subject to repo transactions	1,005	290
Total	**1,817**	**1,902**

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

1.5 Explanations on financial assets measured at amortized cost

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 loans granted to shareholders	**394**	**455**	**-**	**434**
Corporate shareholders	394	455	-	434
Real person shareholders	-	-	-	-
Indirect loans granted to shareholders	**-**	**-**	**-**	**-**
Loans granted to employees	**1**	**-**	**1**	**-**
Total	**395**	**455**	**1**	**434**

Information on Standard Loans, Loans Under close monitoring and restructured Loans Under Close monitoring

Current Period	Standard Loans	Loans Under Close Monitoring		
			Restructured Loans	
Cash Loans		Not Subject to Restructuring	Revised Contract Terms	Refinance
Loans	**21,437**	**356**	**241**	**-**
Export Loans	1,760	8	-	-
Import Loans	154	-	-	-
Corporation Loans	17,216	347	240	-
Consumer Loans	327	1	1	-
Credit Cards	137	-	-	-
Loans Given to Financial Sector	1,811	-	-	-
Other	32	-	-	-
Other Receivables	**-**	**-**	**-**	**-**
Total	**21,437**	**356**	**241**	**-**

Prior Period	Standard Loans	Loans Under Close Monitoring		
			Restructured Loans	
Cash Loans		Not Subject to Restructuring	Revised Contract Terms	Refinance
Loans	**13,074**	**158**	**35**	**-**
Export Loans	952	-	-	-
Import Loans	193	-	-	-
Corporation Loans	11,066	157	34	-
Consumer Loans	288	1	1	-
Credit Cards	74	-	-	-
Loans Given to Financial Sector	466	-	-	-
Other	35	-	-	-
Other Receivables	**-**	**-**	**-**	**-**
Total	**13,074**	**158**	**35**	**-**

Information on standard loans and loans under close monitoring and restructured loans under close monitoring regarding provision:

	Current Period		Prior Period	
	Standard Loans	Loans Under Close Monitoring	Standard Loans	Loans Under Close Monitoring
12 Month Expected Credit Losses	36	-	23	-
Significant Increase in Credit Risk	-	6	-	4
Total	**36**	**6**	**23**	**4**

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

Number of modifications made to extend payment plan and extended period of time

	Current Period		Prior Period	
	Standard Loans	Loans Under Close Monitoring	Standard Loans	Loans Under Close Monitoring
Extended by 1 or 2 Times	-	241	-	35
Extended by 3,4 or 5 Times	-	-	-	-
Extended by More Than 5 Times	-	-	-	-
Total	**-**	**241**	**-**	**35**

	Current Period		Prior Period	
	Standard Loans	Loans Under Close Monitoring	Standard Loans	Loans Under Close Monitoring
0-6 Months	-	201	-	-
6-12 Months	-	20	-	1
1-2 Years	-	9	-	18
2-5 Years	-	11	-	16
5 Years and Over	-	-	-	-
Total	**-**	**241**	**-**	**35**

Distribution of cash loans and other receivables according to their maturities

Current Period	Standard Loans	Loans Under Close Monitoring	
		Not Subject to Restructuring	Restructured
Short Term Loans	11,109	100	206
Medium- and Long-Term Loans	10,328	256	35
Total	**21,437**	**356**	**241**

Prior Period	Standard Loans	Loans Under Close Monitoring	
		Not Subject to Restructuring	Restructured
Short Term Loans	6,488	42	1
Medium- and Long-Term Loans	6,586	116	34
Total	**13,074**	**158**	**35**

Allocation of loans by customers

	Current period	Prior period
Public	-	-
Private	22,630	13,773
Total	**22,630**	**13,773**

Breakdown of domestic and foreign loans

	Current period	Prior period
Domestic loans	22,630	13,697
Foreign loans	-	76
Total	**22,630**	**13,773**

Loans granted to subsidiaries and associates

	Current	Prior period
Direct Loans Granted to Subsidiaries and Associates	-	-
Inirect Loans Granted to Subsidiaries and Associates	-	-
Total	**-**	**-**

Information on consumer loans, retail credit cards, loans given to personnel and personnel credit cards

Current Period	**Short term**	**Medium and long term**	**Total**
Consumer Loans-TL	**226**	**103**	**329**
Housing Loans	-	-	-
Vehicle Loans	-	-	-
Consumer Loans	226	103	329
Other	-	-	-
Consumer Loans-FC Indexed	**-**	**-**	**-**
Housing Loans	-	-	-
Vehicle Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Consumer Loans-FC	**-**	**-**	**-**
Housing Loans	-	-	-
Vehicle Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Retail Credit Cards- TL	**1**	**-**	**1**
With Installment	-	-	-
Without Installment	1	-	1
Retail Credit Cards-FC	**-**	**-**	**-**
With Installment	-	-	-
Without Installment	-	-	-
Personnel Loans- TL	**-**	**-**	**-**
Housing Loans	-	-	-
Vehicle Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Personnel Loans-FC Indexed	**-**	**-**	**-**
Housing Loans	-	-	-
Vehicle Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Personnel Loans-FC	**-**	**-**	**-**
Housing Loans	-	-	-
Vehicle Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Personnel Credit Cards- TL	**1**	**-**	**1**
With Installment	-	-	-
Without Installment	1	-	1
Personnel Credit Cards-FC	**-**	**-**	**-**
Installment based	-	-	-
Without-installment	-	-	-
Overdraft Account- TL (Real Person)	**-**	**-**	**-**
Overdraft Account-FC (Real Person)	**-**	**-**	**-**
Total	**228**	**103**	**331**

Prior Period	**Short term**	**Medium and long term**	**Total**
Consumer Loans-TL	**205**	**85**	**290**
Housing Loans	-	-	-
Vehicle Loans	-	-	-
Consumer Loans	205	85	290
Other	-	-	-
Consumer Loans-FC Indexed	**-**	**-**	**-**
Housing Loans	-	-	-
Vehicle Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Consumer Loans-FC	**-**	**-**	**-**
Housing Loans	-	-	-
Vehicle Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Retail Credit Cards- TL	**-**	**-**	**-**
With Installment	-	-	-
Without Installment	-	-	-
Retail Credit Cards-FC	**-**	**-**	**-**
With Installment	-	-	-
Without Installment	-	-	-
Personnel Loans- TL	**-**	**-**	**-**
Housing Loans	-	-	-
Vehicle Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Personnel Loans-FC Indexed	**-**	**-**	**-**
Housing Loans	-	-	-
Vehicle Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Personnel Loans-FC	**-**	**-**	**-**
Housing Loans	-	-	-
Vehicle Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Personnel Credit Cards- TL	**1**	**-**	**1**
With Installment	-	-	-
Without Installment	1	-	1
Personnel Credit Cards-FC	**-**	**-**	**-**
Installment based	-	-	-
Without-installment	-	-	-
Overdraft Account- TL (Real Person)	**-**	**-**	**-**
Overdraft Account-FC (Real Person)	**-**	**-**	**-**
Total	**206**	**85**	**291**

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

Information on commercial installment loans and corporate credit cards

Current Period	Short Term	Medium and Long Term	Total
Commercial installment loans-TL	**-**	**31**	**31**
Business residential loans	-	-	-
Automobile loans	-	31	31
Consumer loans	-	-	-
Other	-	-	-
Commercial installment loans- Indexed to FC	**-**	**-**	**-**
Business residential loans	-	-	-
Automobile loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Commercial installment loans - FC	**-**	**-**	**-**
Business residential loans	-	-	-
Automobile loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Corporate credit cards-TL	**135**	**-**	**135**
Installment	3	-	3
Non-Installment	132	-	132
Corporate credit cards-FC	**-**	**-**	**-**
Installment	-	-	-
Non-Installment	-	-	-
Overdraft accounts-TL (Commercial customer)	**-**	**-**	**-**
Overdraft accounts-FC (Commercial customer)	**-**	**-**	**-**
Total	**135**	**31**	**166**

Prior Period	Short Term	Medium and Long Term	Total
Commercial installment loans-TL	**-**	**35**	**35**
Business residential loans	-	-	-
Automobile loans	-	35	35
Consumer loans	-	-	-
Other	-	-	-
Commercial installment loans- Indexed to FC	**-**	**-**	**-**
Business residential loans	-	-	-
Automobile loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Commercial installment loans - FC	**-**	**-**	**-**
Business residential loans	-	-	-
Automobile loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Corporate credit cards-TL	**73**	**-**	**73**
Installment	3	-	3
Non-Installment	70	-	70
Corporate credit cards-FC	**-**	**-**	**-**
Installment	-	-	-
Non-Installment	-	-	-
Overdraft accounts-TL (Commercial customer)	**-**	**-**	**-**
Overdraft accounts-FC (Commercial customer)	**-**	**-**	**-**
Total	**73**	**35**	**108**

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

Specific provisions for loans or default (third stage) provisions

	Current Period	Prior Period
Loans and receivables with limited collectability	34	32
Loans and receivables with doubtful collectability	46	48
Uncollectible loans and receivables	72	17
Total	**152**	**97**

Information on non-performing loans (Net)

Information on the movement of total non-performing loans

Current period	Group III	Group IV	Group V
	Loans with limited collectability	Loans with doubtful collectability	Uncollectible loans
Ending balance of prior period	**104**	**237**	**165**
Additions in the current period (+)	110	3	2
Transfers from other categories of NPLs (+)	-	113	244
Transfers to other categories of NPLs (-)	(113)	(244)	-
Collections in the current period (-)	(13)	(1)	(11)
Write offs (-)	-	-	-
Sold Portfolio (-)	-	-	-
Corporate and commercial loans	-	-	-
Retail loans	-	-	-
Credit Cards	-	-	-
Other	-	-	-
Ending balance of the current period	**88**	**108**	**400**
Provisions (-)	(34)	(46)	(72)
Net balances on balance sheet	**54**	**62**	**328**

Prior period	Group III	Group IV	Group V
	Loans with limited collectability	Loans with doubtful collectability	Uncollectible loans
Ending balance of prior period	**169**	**22**	**-**
Additions in the current period (+)	394	-	-
Transfers from other categories of NPLs (+)	-	448	230
Transfers to other categories of NPLs (-)	(448)	(230)	-
Collections in the current period (-)	(11)	(3)	-
Write offs (-)	-	-	-
Sold Portfolio (-) [1]	-	-	(65)
Corporate and commercial loans	-	-	-
Retail loans	-	-	(65)
Credit Cards	-	-	-
Other	-	-	-
Ending balance of the current period	**104**	**237**	**165**
Provisions (-)	(32)	(48)	(17)
Net balances on balance sheet	**72**	**189**	**148**

[1] Non-performing loans amounting to TL 65 were sold to an asset management company for TL 7.

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

Gross and net amounts of non-performing loans with respect to user groups

	Group III	Group IV	Group V
	Loans with limited collectability	Loans with doubtful collectability	Uncollectible loans
Current period (Net)	**54**	**62**	**328**
Loans granted to real persons and legal entities (Gross)	88	108	400
Provision (-)	(34)	(46)	(72)
Loans to real persons and legal entities (Net)	**54**	**62**	**328**
Banks (Gross)	-	-	-
Provision (-)	-	-	-
Banks (Net)	-	-	-
Other loans and receivables (Gross)	-	-	-
Provision (-)	-	-	-
Other loans and receivables (Net)	-	-	-
Prior period (Net)	**72**	**189**	**148**
Loans granted to real persons and legal entities (Gross)	104	237	165
Provision (-)	(32)	(48)	(17)
Loans to real persons and legal entities (Net)	**72**	**189**	**148**
Banks (Gross)	-	-	-
Provision (-)	-	-	-
Banks (Net)	-	-	-
Other loans and receivables (Gross)	-	-	-
Provision (-)	-	-	-
Other loans and receivables (Net)	-	-	-

Information on profit share accruals, rediscounts and valuation differences computed for non-performing loans and their provision

	Group III	Group IV	Group V
	Loans with limited collectability	Loans with doubtful collectability	Uncollectible loans
Current Period (Net)	3	2	29
Profit share accruals, rediscount and valuation	5	3	32
Provision (-)	(2)	(1)	(3)
Prior Period (Net)	**1**	**17**	**17**
Profit share accruals, rediscount and valuation	2	19	19
Provision (-)	(1)	(2)	(2)

Information on loans and other receivables that are restructured by the Bank or subject to a new amortization plan, among non-performing loans

	Group III	Group IV	Group V
	Loans with limited collectability	Loans with doubtful collectability	Uncollectible loans
Current Period			
Gross amounts before provisions	-	-	150
Restructured loans	-	-	150
Prior Period			
Gross amounts before provisions	3	157	-
Restructured loans	3	157	-

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

Information on non-performing receivables arising from loans granted in foreign currency

	Group III	Group IV	Group V
	Loans with limited collectability	Loans with doubtful collectability	Uncollectible loans
Current period			
Balance (gross)	5	27	46
Provision (-)	(3)	(17)	(27)
Balance (net)	**2**	**10**	**19**
Prior Period			
Balance (gross)	24	45	-
Provision (-)	(13)	(22)	-
Balance (net)	**11**	**23**	-

Main guidelines for liquidation process of uncollectible loans and other receivables

Loans and other receivables, which were deemed uncollectible according to the “Principles and Procedures for the Determination of the Quality of Loans and Other Receivables and Reserves to be provided for these Loans” published in the Official Gazette No. 26333 dated 1 November 2006 and for which a full impairment provision has been made, are written off as per the decision of the Group top management.

Information on the write-off policy

The Group’s write off policy is to write-off the loan receivables that have been already transferred to legal follow-up and fully provided for and for which there is no possibility of collection through legal process and for which there is no collateral. Such loans are written off as per the decision of top management.

1.6 Information on other financial assets measured at amortized cost

	Current period	Prior period
Debt Securities	-	-
Quoted on a Stock Exchange	-	-
Not Quoted	-	-
Impairment provision (-)	-	-
Total	-	-

There is no expected loss provision for other financial assets measured at amortized cost (31 December 2025 – None).

	Current period	Prior period
Given as collateral/blocked	-	-
Subject to repo transactions	-	-
Total	-	-

Information on government debt securities measured at amortized cost

	Current period	Prior period
Government bonds	-	-
Treasury bills	-	-
Other public sector debt securities	-	-
Total	-	-

Movements of other financial assets measured at amortized cost during the year

	Current period	Prior period
Opening Balance	-	**70**
Foreign Exchange Gain/Loss	-	13
Purchases During the Year	-	240
Disposals Through Sales and Redemptions	-	(323)
Impairment provision (-)	-	-
Total	-	-

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

1.7 Information on investment in associates (Net)

None (31 December 2025 – None).

1.8 Information on subsidiaries (Net)

Although the Parent Bank retains control over the capital and management of its non-financial subsidiaries, Hayat Fintek Çözümleri A.Ş. does not consolidate its subsidiary because it does not comply with the definition of financial partnership specified in the "Communiqué on the Arrangement of Consolidated Financial Statements of Banks" published in the Official Gazette dated 8 November 2006 and numbered 26340. The Parent Bank consolidates the financial statements of its subsidiary Hayat Varlık Kiralama A.Ş. using the full consolidation method.

	Name	Address (City/Country)	The Parent Bank's share percentage – if different, voting percentage (%)	Bank risk group share ratio (%)
1	Hayat Fintek Çözümleri A.Ş.	Istanbul/Türkiye	100	100
2	Hayat Varlık Kiralama A.Ş.	İstanbul/Türkiye	100	100

Information on subsidiaries in the order above

	Total Assets	Equity	Total Fixed Assets	Profit Share Income	Securities Income	Current Period Profit/Loss	Prior Period Profit/Loss	Fair value
1	426	73	375	-	-	43	(17)	-
2	3,878	-	-	-	-	-	-	-

Movement table for subsidiaries

	Current Period	Prior Period
Beginning Value	**80**	**22**
Movements During the Period	**-**	**58**
Purchases	-	58
Shares Acquired Gratuitously	-	-
Profit Received from Current Year Share	-	-
Sales	-	-
Revaluation Increase	-	-
Impairment Provisions	-	-
Ending Value	**80**	**80**
Capital Commitments	-	-
End of Period Capital Contribution Share (%)	-	-

	Current Period	Prior Period
Financial Subsidiaries	**-**	**-**
Banks	-	-
Insurance Companies	-	-
Factoring Companies	-	-
Leasing Companies	-	-
Financing Companies	-	-
Other Financial Subsidiaries	-	-
Non-Financial Subsidiaries	**80**	**80**
Total	**80**	**80**

Since the Parent Bank does not have any significant subsidiaries, the capital adequacy ratio for the subsidiary has not been calculated. (31 December 2025 - None).

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

Subsidiaries listed on the stock exchange

None (31 December 2025 – None).

Information on subsidiaries disposed of during the current period

None (31 December 2025 – None).

1.9 Information on joint ventures (business partnerships) (Net)

None (31 December 2025 – None).

1.10 Information on finance lease receivables (Net)

None (31 December 2025 – None).

1.11 Information on derivative financial assets for hedging purposes

None (31 December 2025 – None).

1.12. Explanations on Tangible Assets

Current period	Buildings	Vehicles	Right of Use Assets	Other Tangible Assets	Total
Prior period ending					
Cost	-	78	32	150	260
Accumulated depreciation (-)	-	(31)	(12)	(43)	(86)
Prior Period Ending Net Book Value	**-**	**47**	**20**	**107**	**174**
Current Period Beginning Net Book Value	**-**	**47**	**20**	**107**	**174**
Additions	-	9	23	2	34
Disposal (-), cost	-	-	(5)	-	(5)
Disposal, accumulated depreciation	-	-	5	-	5
Depreciation (-)	-	(8)	(7)	(16)	(31)
Current Period Ending Net Book Value	**-**	**48**	**36**	**93**	**177**
Current Period Ending Cost	-	87	50	152	289
Current Period Ending Acc.Depreciation (-)	-	(39)	(14)	(59)	(112)
Current Period Ending Net Book Value	**-**	**48**	**36**	**93**	**177**

Prior Period	Buildings	Vehicles	Right of Use Assets	Other Tangible Assets	Total
Prior period ending					
Cost	-	70	26	110	206
Accumulated depreciation (-)	-	(16)	(5)	(13)	(34)
Prior Period Ending Net Book Value	**-**	**54**	**21**	**97**	**172**
Current Period Beginning Net Book Value	**-**	**54**	**21**	**97**	**172**
Additions	-	8	6	41	55
Disposal (-), cost	-	-	-	(1)	(1)
Disposal, accumulated depreciation	-	-	-	1	1
Depreciation (-)	-	(15)	(7)	(31)	(53)
Current Period Ending Net Book Value	**-**	**47**	**20**	**107**	**174**
Current Period Ending Cost	-	78	32	150	260
Current Period Ending Acc.Depreciation (-)	-	(31)	(12)	(43)	(86)
Current Period Ending Net Book Value	**-**	**47**	**20**	**107**	**174**

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

1.13. Explanations on Intangible Assets

Gross carrying value and accumulated amortization balances at the beginning and at the end of the period

	Current period	Prior period
Cost	834	700
Accumulated Amortization	(97)	(68)
Total (net)	**737**	**632**

Movements of intangible assets between the beginning and the end of the period

	Current period	Prior period
Opening balance	**632**	**382**
Additions	133	317
Transfers, net	-	(26)
Depreciation amount (-)	(28)	(41)
Closing net book value	**737**	**632**

1.14. Explanations on investment property

None (31 December 2025 – None).

1.15. Information on deferred tax asset

	Current period	Prior period
Employee Benefits Liability	8	6
TFRS 9 Provisions	19	13
Other Provisions	3	1
Carried Tax Loss[1]	774	705
Marketable Securities	16	16
Fixed Assets	7	5
Derivatives	-	1
Other	32	22
Deferred Tax Assets	**859**	**769**
Derivatives	(3)	-
Other	(1)	(2)
Deferred Tax Liabilities	**(4)**	**(2)**
Net Deferred Tax Assets / (Liabilities)	**855**	**767**

[1] The recoverability of the deferred tax asset calculated from carried tax losses has been taken into account by assuming that the Parent Bank can use the deductible temporary differences and financial losses in the future before their expiration date, consistent with the budget approved by the Board of Directors.

Table of deferred tax asset movement

	Current period	Prior period
Openning Balance	767	410
Deferred Tax Income /(Expense)	73	380
Deferred Tax Accounted Under Other Comprehensive Income	15	(23)
Net Deferred Tax Assets / (Liabilities)	**855**	**767**

The years in which the right to use carried tax losses will expire are as follows.

	Current	Prior period
2028	182	182
2029	1,153	1,153
2030	1,013	1,013
2031	232	-
Total	**2,580**	**2,348**

1.16. Assets held for sale and assets of discontinued operations

None (31 December 2025 – None).

1.17. Information on other assets

As of balance sheet date, the Group’s other assets amount to TL 646 (31 December 2025 – TL 245) and other assets balance does not exceed 10% of the total assets on the balance sheet excluding off balance sheet commitments.

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

2. Explanations and notes related to consolidated liabilities

2.1 Information on funds collected

Information on maturity structure of funds collected

Current Period	Demand	Up to 1 Month	Up to 3 Months	Up to 6 months	Up to 9 months	Up to 1 year	1 year and over	Acc. profit sharing accounts	Total
I. Real persons current accounts-TL	**104**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**104**
II. Real persons profit sharing accounts TL	**-**	**894**	**3,455**	**37**	**6**	**2**	**14**	**-**	**4,408**
III. Another current accounts- TL	**797**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**797**
Public sector	-	-	-	-	-	-	-	-	-
Commercial sector	797	-	-	-	-	-	-	-	797
Other institutions	-	-	-	-	-	-	-	-	-
Commercial and other institutions	-	-	-	-	-	-	-	-	-
Banks and participation banks	-	-	-	-	-	-	-	-	-
Central Bank of Republic of Türkiye	-	-	-	-	-	-	-	-	-
Domestic banks	-	-	-	-	-	-	-	-	-
Foreign banks	-	-	-	-	-	-	-	-	-
Participation banks	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-
IV. Profit sharing accounts-TL	**-**	**39**	**21**	**-**	**-**	**-**	**-**	**-**	**60**
Public sector	-	-	-	-	-	-	-	-	-
Commercial sector	-	39	21	-	-	-	-	-	60
Other institutions	-	-	-	-	-	-	-	-	-
Commercial and other institutions	-	-	-	-	-	-	-	-	-
Banks and participation banks	-	-	-	-	-	-	-	-	-
V. Real persons current accounts-FC	**72**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**72**
VI. Real persons profit sharing accounts-FC	**-**	**2**	**337**	**-**	**107**	**-**	**521**	**-**	**967**
VII. Another current accounts-FC	**2,726**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**2,726**
Commercial residents in Turkiye	2,726	-	-	-	-	-	-	-	2,726
Commercial residents in Abroad	-	-	-	-	-	-	-	-	-
Banks and participation banks	-	-	-	-	-	-	-	-	-
Central Bank of Republic of Türkiye	-	-	-	-	-	-	-	-	-
Domestic banks	-	-	-	-	-	-	-	-	-
Foreign banks	-	-	-	-	-	-	-	-	-
Participation banks	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-
VIII. Profit sharing accounts- FC	**-**	**-**	**11**	**-**	**-**	**-**	**-**	**-**	**11**
Public sector	-	-	-	-	-	-	-	-	-
Commercial sector	-	-	11	-	-	-	-	-	11
Other institutions	-	-	-	-	-	-	-	-	-
Commercial and other institutions	-	-	-	-	-	-	-	-	-
Banks and participation banks	-	-	-	-	-	-	-	-	-
IX. Precious metal funds	**531**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**531**
X. Profit sharing accounts special funds - TL	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Residents in Türkiye	-	-	-	-	-	-	-	-	-
Residents Abroad	-	-	-	-	-	-	-	-	-
XI. Profit sharing accounts special funds - FC	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Residents in Türkiye	-	-	-	-	-	-	-	-	-
Residents Abroad	-	-	-	-	-	-	-	-	-
XII. Participation Accounts Special Fund Pools—Precious Metals -FC	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Residents in Türkiye	-	-	-	-	-	-	-	-	-
Residents Abroad	-	-	-	-	-	-	-	-	-
XIII. Participation acc. ınvest. mandate pools -TL	**-**	**656**	**15,735**	**10**	**-**	**20**	**-**	**-**	**16,421**
XIV. Participation acc. Invest. mandate Pools -FC	**-**	**32**	**2,047**	**26**	**-**	**-**	**-**	**-**	**2,105**
XV. Participation accounts ınvestment mandate pools—precious metals -FC	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total	**4,230**	**1,623**	**21,606**	**73**	**113**	**22**	**535**	**-**	**28,202**

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

Prior Period	Demand	Up to 1 Month	Up to 3 Months	Up to 6 months	Up to 9 months	Up to 1 year	1 year and over	Acc. profit sharing accounts	Total
I. Real persons current accounts-TL	**70**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**70**
II. Real persons profit sharing accounts TL	**-**	**912**	**3,501**	**93**	**17**	**1**	**9**	**-**	**4,533**
III. Another current accounts- TL	**383**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**383**
Public sector	-	-	-	-	-	-	-	-	-
Commercial sector	383	-	-	-	-	-	-	-	383
Other institutions	-	-	-	-	-	-	-	-	-
Commercial and other institutions	-	-	-	-	-	-	-	-	-
Banks and participation banks	-	-	-	-	-	-	-	-	-
Central Bank of Republic of Türkiye	-	-	-	-	-	-	-	-	-
Domestic banks	-	-	-	-	-	-	-	-	-
Foreign banks	-	-	-	-	-	-	-	-	-
Participation banks	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-
IV. Profit sharing accounts-TL	**-**	**41**	**47**	**-**	**-**	**-**	**-**	**-**	**88**
Public sector	-	-	-	-	-	-	-	-	-
Commercial sector	-	41	47	-	-	-	-	-	88
Other institutions	-	-	-	-	-	-	-	-	-
Commercial and other institutions	-	-	-	-	-	-	-	-	-
Banks and participation banks	-	-	-	-	-	-	-	-	-
V. Real persons current accounts-FC	**39**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**39**
VI. Real persons profit sharing accounts-FC	**-**	**3**	**341**	**-**	**101**	**-**	**494**	**-**	**939**
VII. Another current accounts-FC	**1,364**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**1,364**
Commercial residents in Türkiye	1,364	-	-	-	-	-	-	-	1,364
Commercial residents in Abroad	-	-	-	-	-	-	-	-	-
Banks and participation banks	-	-	-	-	-	-	-	-	-
Central Bank of Republic of Türkiye	-	-	-	-	-	-	-	-	-
Domestic banks	-	-	-	-	-	-	-	-	-
Foreign banks	-	-	-	-	-	-	-	-	-
Participation banks	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-
VIII. Profit sharing accounts- FC	**-**	**-**	**768**	**-**	**-**	**-**	**-**	**-**	**768**
Public sector	-	-	-	-	-	-	-	-	-
Commercial sector	-	-	768	-	-	-	-	-	768
Other institutions	-	-	-	-	-	-	-	-	-
Commercial and other institutions	-	-	-	-	-	-	-	-	-
Banks and participation banks	-	-	-	-	-	-	-	-	-
IX. Precious metal funds	**423**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**423**
X. Profit sharing accounts special funds - TL	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Residents in Türkiye	-	-	-	-	-	-	-	-	-
Residents Abroad	-	-	-	-	-	-	-	-	-
XI. Profit sharing accounts special funds - FC	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Residents in Türkiye	-	-	-	-	-	-	-	-	-
Residents Abroad	-	-	-	-	-	-	-	-	-
XII. Participation Accounts Special Fund Pools—Precious Metals -FC	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Residents in Türkiye	-	-	-	-	-	-	-	-	-
Residents Abroad	-	-	-	-	-	-	-	-	-
XIII. Participation acc. ınvest. mandate pools -TL	**-**	**1,399**	**6,159**	**-**	**-**	**-**	**71**	**-**	**7,629**
XIV. Participation acc. Invest. mandate Pools -FC	**-**	**30**	**2,187**	**378**	**-**	**-**	**-**	**-**	**2,595**
XV. Participation accounts ınvestment mandate pools—precious metals -FC	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total	**2,279**	**2,385**	**13,003**	**471**	**118**	**1**	**574**	**-**	**18,831**

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

Information's on current and profit share accounts that are in the scope of Insurance

Current and participation accounts attributable to real person under the insurance exceeding the limit of the deposit insurance fund	Under the guarantee of insurance		Exceeding the limit of insurance	
	Current period	Prior period	Current period	Prior period
TL accounts	2,013	1,839	2,419	2,434
FC accounts	259	154	338	305
Foreign branches' deposits under foreign authorities' insurance	-	-	-	-
Off-shore banking regions' under foreign authorities' insurance	-	-	-	-

Current and participation accounts attributable to corporates under the insurance exceeding the limit of the deposit insurance	Under the guarantee of insurance		Exceeding the limit of insurance	
	Current period	Prior period	Current period	Prior period
TL accounts	136	84	3,757	1,799
FC accounts	53	16	411	178
Foreign branches' deposits under foreign authorities' insurance	-	-	-	-
Off-shore banking regions' under foreign authorities' insurance	-	-	-	-

If the headquarters of the Bank is abroad and the deposit account in its Turkish branch is in the scope of the insurance policy in the country of the headquarter of the Bank is founded, it should be explained

The headquarters of the Bank is in Türkiye.

Current and Profit Share Accounts of the real persons who are not in the scope of insurance

	Current period	Prior period
Foreign branches' profit-sharing accounts and other accounts	-	-
Profit sharing accounts and other accounts of controlling shareholders and profit sharing accounts of their mother, father, spouse, children in care	1,016	1,225
Profit sharing account and other accounts of President and Members of Board of Directors, CEO and Vice Presidents and profit-sharing accounts of their mother, father, spouse and children in care	20	12
Profit sharing account and other accounts in scope of the property holdings derived from crime defined in article 282 of Turkish Criminal Law No:5237 dated 26 September 2004	-	-
Profit sharing accounts in participation banks which are established in Türkiye in order to engage in offshore banking activities solely	-	-

Current and Profit Share Accounts of the corporates who are not in the scope of insurance

	Current period	Prior period
Foreign branches' profit-sharing accounts and other accounts	-	-
Profit sharing account and other accounts of Main Shareholder with Qualified Shareholders and Corporates Under Their Control	2,596	2,558
Profit sharing account and other accounts of public Institutions	-	-
Profit sharing account and other accounts of Credit and Financial Institutions	15,184	8,227

2.2 Information on derivative financial liabilities held for trading

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward transactions[1]	2	-	6	-
Swap transactions	6	-	-	-
Futures transactions	-	-	-	-
Options	-	-	-	-
Other	-	-	-	-
Total	**8**	**-**	**6**	**-**

[1] Incluides forward asset purchase and sales commitments.

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

2.3 Information on funds borrowed

Information on banks and other financial institutions

	Current Period		Prior Period	
	TL	**FC**	**TL**	**FC**
Funds borrowed from the Central Bank of Türkiye	-	-	-	-
Domestic banks and institutions	-	233	-	-
Foreign banks, institutions and funds	-	-	-	-
Total	**-**	**233**	**-**	**-**

Information on maturity structure of borrowings

	Current Period		Prior Period	
	TL	**FC**	**TL**	**FC**
Short-term	-	233	-	-
Medium and long-term	-	-	-	-
Total	**-**	**233**	**-**	**-**

Explanations related to the concentrations of the Group’s major liabilities

The Group’s funds borrowed consist of Turkisk Lira and foreign currency loans. The Group's current and participation accounts consist of participation funds from individual and corporate clients.

Explanations related to institutions with money markets transactions

As of 30 June 2026, there are funds amounting to TL 1,001 from repurchase agreements (31 December 2025 – TL 300).

2.4. Information on issued securities

	Current Period		Prior Period	
	TL	**FC**	**TL**	**FC**
Sukuk issued	3,473	-	1,588	-
Total	**3,473**	**-**	**1,588**	**-**

2.5 Information on other liabilities and miscellaneous payables

As of 30 June 2026, other liabilities include miscellaneous payables item amounting to TL 112 (31 December 2025 – TL 95) and other liabilities item amounting to TL 158 (31 December 2025 – TL 240), and these items do not exceed 10% of the balance sheet total.

2.6 Information on finance lease payables (Net)

	Current Period		Prior Period	
	Gross	**Net**	**Gross**	**Net**
Less than 1 year	26	10	15	4
1 to 4 years	46	34	35	21
More than 4 years	-	-	-	-
Total	**72**	**44**	**50**	**25**

Information on the changes in agreements and new obligations originating from these

None (31 December 2025 – None).

Information on Operational Leases

The leasing transactions, in which all risks and benefits of the leased asset are held by the lessor, are classified as operational leases. There are no significant commitments regarding the changes at the operational lease agreements. The payments related with operational leases are recognized as expense in the income statement during the period of the agreement in equal installments.

2.7. Information on hedging derivative financial liabilities

None (31 December 2025 – None).

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

2.8. Information on provisions

Information on provisions related with foreign currency difference of foreign indexed loans

None (31 December 2025 – None).

Information on other provisions

	Current Period	Prior Period
Expected Credit Loss for Non-Cash Loans	6	4
Provision for Profits will be Allocated to Participation Accounts	50	35
Total	5	1
	61	**40**

Information on provisions for employee benefits

The provision for employee benefits in the balance sheet includes severance pay obligations amounting to TL 8 (31 December 2025 – TL 5), leave pay provision amounting to TL 17 (31 December 2025 – TL 16).

Under the Turkish Labor Law, the Group is required to pay termination benefits to each employee who has completed at least one year of service and whose employment is terminated without due cause, is called up for military service, dies or retires or earns the right to retire.

The reserve has been calculated by estimating the present value of the future probable obligation of the Group arising from the retirement of its employees. TAS 19 requires actuarial valuation methods to be developed to estimate the enterprise's obligation for such benefits. Accordingly, the following actuarial assumptions were used in the calculation of the total liability.

	Current Period	Prior Period
Discount rate (%)	4.50	4.50
Inflation rate (%)	23.75	23.75

Movements in the reserve for employment termination benefits during period are as follows

	Current Period	Prior Period
Balance at the beginning of the period	5	6
Provisions recognized during the period	3	(1)
Balances at the end of the period	**8**	**5**

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

2.9. Explanations on tax liability

Information on current year tax liability

The group has no corporate tax liability as of the balance sheet date (31 December 2025 – None).

Information on taxes payable

	Current Period	Prior Period
Corporate tax payable	-	-
Taxation of marketable securities	93	33
Taxation of immovable property	-	-
Banking Insurance Transaction Tax (BITT)	42	28
Foreign Exchange Transaction Tax	-	-
Value Added Tax Payable	5	5
Other	25	23
Total[1]	**165**	**89**

[1] Includes income tax deducted from salaries in the amount of TL 23 (31 December 2025- TL 22).

Information on premiums

	Current Period	Prior Period
Social Security Premiums – Employee	7	6
Social Security Premiums – Employer	12	8
Bank Social Aid Pension Fund Premium- Employee	-	-
Bank Social Aid Pension Fund Premium – Employer	-	-
Pension Fund Membership Fees and Provisions - Employee	-	-
Pension Fund Membership Fees and Provisions - Employer	-	-
Unemployment Insurance – Employee	-	1
Unemployment Insurance – Employer	1	1
Other	-	-
Total	**20**	**16**

Information on deferred tax liability

The deferred tax liability is explained in the deferred tax asset section in the explanations and footnotes regarding the asset accounts of the balance sheet.

2.10. Information on payables related to assets held for sale

None (31 December 2025 – None).

2.11. Information on subordinated loans

None (31 December 2025 – None).

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

2.12. Information on shareholders’ equity

Presentation of paid-in capital

	Current Period	Prior Period
Common Shares	6,500	4,500
Preference Shares	-	-
Total	**6,500**	**4,500**

Amount of paid-in capital, disclosure on whether the Parent Bank applies the registered share capital system, and, if so, the ceiling amount of the registered share capital

Registered capital system is not applied in the Parent Bank.

Information on the share capital increases during the period and their sources: other information on increased capital shares in the current period

Based on the permission of the BRSA, Parent Bank's paid-in capital has been increased by TL 2,000 in cash from TL 4,500 to TL 6,500.

Information on share capital increases from capital reserves during the current period

None (31 December 2025 – None).

Possible effect of estimations made for the Group’s revenues, profitability and liquidity on equity considering prior period indicators and uncertainties

Based on the evaluation made considering the Group’s prior and current period indicators related to net profit share and commission income, it is observed that the Group continues its operations profitably.

Summary of privileges given to shares representing the capital

None (31 December 2025 – None).

Information on marketable securities value increase fund

	Current Period		Prior Period	
	TL	FC	TL	FC
From Associates, Subsidiaries and Entities Under Common Control (Joint Vent.)	-	-	-	-
Valuation Difference	12	6	37	18
Foreign Exchange Difference	-	-	-	-
Total	**12**	**6**	**37**	**18**

Information on minority shares

None (31 December 2025 – None).

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

3. Explanations and notes related to consolidated off-balance sheet contingencies and commitments

3.1 Explanations on off-balance sheet accounts

Types and amounts of irrevocable commitments

	Current Period	Prior Period
Forward Asset Purchase and Sales Commitments	2,299	2,696
Loan Granting Commitments	135	146
Commitments For Credit Cards and Banking Services Promotions and Limits	251	199
Other Irrevocable Commitments	25	25
Total	**2,710**	**3,066**

Types and amounts of probable losses and obligations arising from off-balance sheet items

Non-cash loans including guarantees, bank acceptances, collaterals and others that are accepted as financial commitments and other letter of credits

As of 30 June 2026, the Group has letter of guarantees amounting to TL 4,098 (31 December 2025 – TL 2,349).

Revocable, irrevocable guarantees and other similar commitments and contingencies

	Current Period	Prior Period
Letters given against cash loans	2,308	1,187
Final letters of guarantee	1,003	663
Letters of Guarantee Given to Customs	532	482
Letters of guarantee for advances	194	17
Provisional letters of guarantee	61	-
Other letter of guarantees	-	-
Total	**4,098**	**2,349**

TL 6 (31 December 2025 – TL 4) has been set aside for the expected loss for non-cash loans.

Total amount of non-cash loans

	Current Period	Prior Period
Non-cash loans given against cash loans	2,308	1,187
With original maturity of 1 year or less	54	123
With original maturity of more than 1 year	2,254	1,064
Other non-cash loans	1,998	1,317
Total	**4,306**	**2,504**

Information on the non-cash loans classified in Group I and Group II

	Current Period				Prior Period			
	I. Group		II. Group		I. Group		II. Group	
	TL	FC	TL	FC	TL	FC	TL	FC
Non-Cash Loans	**1,200**	**3,101**	**-**	**5**	**396**	**2,108**	**-**	**-**
Letters of Guarantee	1,132	2,961	-	5	391	1,958	-	-
Bills of Exchange and Bank Acceptances	-	-	-	-	-	-	-	-
Letters of Credit	-	140	-	-	-	150	-	-
Endorsements	-	-	-	-	-	-	-	-
Underwriting Commitments	-	-	-	-	-	-	-	-
Factoring Related Guarantees	-	-	-	-	-	-	-	-
Other Guarantees and Securities	68	-	-	-	5	-	-	-

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

Information on sectoral risk concentrations of non-cash loans

	Current Period			
	TL	**%**	**FC**	**%**
Agriculture	**9**	**0.75**	**-**	**-**
Farming and stockbreeding	-	-	-	-
Forestry	9	0.75	-	-
Fishery	-	-	-	-
Manufacturing	**252**	**21.00**	**2,297**	**73.95**
Mining and quarrying	-	-	25	0.80
Production	252	21.00	2,272	73.15
Electricity, Gas, Water	-	-	-	-
Construction	**175**	**14.58**	**-**	**-**
Services	**764**	**63.67**	**809**	**26.05**
Wholesale and Retail Trade	438	36.51	445	14.33
Hotel, Food and Beverage Services	52	4.33	-	-
Transportation and Telecom.	225	18.75	244	7.86
Financial Institutions	46	3.83	-	-
Real Estate and Renting Services	3	0.25	120	3.86
Self-Employment Type Services	-	-	-	-
Educational Services	-	-	-	-
Health and Social Services	-	-	-	-
Other	**-**	**-**	**-**	**-**
Total	**1,200**	**100.00**	**3,106**	**100.00**

	Prior Period			
	TL	**%**	**FC**	**%**
Agriculture	**-**	**-**	**-**	**-**
Farming and stockbreeding	-	-	-	-
Forestry	-	-	-	-
Fishery	-	-	-	-
Manufacturing	**39**	**9.89**	**1,407**	**66.74**
Mining and quarrying	-	-	48	2.27
Production	39	9.89	1,359	64.47
Electricity, Gas, Water	-	-	-	-
Construction	**29**	**7.21**	**-**	**-**
Services	**328**	**82.90**	**701**	**33.26**
Wholesale and Retail Trade	204	51.70	480	22.76
Hotel, Food and Beverage Services	13	3.16	-	-
Transportation and Telecom.	75	19.03	207	9.82
Financial Institutions	34	8.58	-	-
Real Estate and Renting Services	2	0.43	14	0.68
Self-Employment Type Services	-	-	-	-
Educational Services	-	-	-	-
Health and Social Services	-	-	-	-
Other	**-**	**-**	**-**	**-**
Total	**396**	**100.00**	**2,108**	**100.00**

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

3.2. Financial derivative instruments

	Trading Derivatives	
	Current Period	**Prior Period**
Foreign currency related derivative		
Foreign Currency Related Derivative Transactions (I):	**7,854**	**3,499**
Currency Forwards-Purchases, sales[1]	2,900	2,696
Currency Swaps-Purchases, sales	4,954	803
Currency Futures	-	-
Currency Options-Purchases, sales	-	-
Profit share related derivative transactions (II):	**-**	**-**
Profit share forwards-Purchase, sales	-	-
Profit share swaps-Purchases, sales	-	-
Profit share options-Purchases, sales	-	-
Profit share futures-Purchases, sales	-	-
Other trading derivatives (III)	**-**	**-**
A. Total trading derivatives (I+II+III)	**7,854**	**3,499**
Hedging Derivatives		
Fair value hedges	-	-
Cash flow hedges	-	-
Foreign currency investment hedges	-	-
B. Total Hedging Derivatives	**-**	**-**
Total Derivatives Transactions (A+B)	**7,854**	**3,499**

[1] TL 2,299 (31 December 2025- TL 2,696) of forward asset purchase and sales commitments included.

3.3. Credit derivatives and risk exposures on credit derivatives

None (31 December 2025 – None).

3.4. Contingent liabilities and assets

In accordance with the precautionary principle, the Group has booked a provision of TL 1 (31 December 2025 – TL 1) regarding litigations filed against it; these provisions are classified under the "Other provisions" item in the balance sheet. Excluding those provisions, the likelihood of an unfavorable outcome for other ongoing litigations does not appear high, and no cash outflow is anticipated in relation to these litigations.

3.5. Explanations on custodian and intermediary services

None (31 December 2025 – None).

3.6. Summary Information on the Group’s Rating by the International Rating Institutions

JCR Eurasia Rating	**April 2025**	**April 2026**
Long Term National Issuer Credit Rating	A- (tr)	A- (tr)
Short Term National Issuer Credit Rating	J1 (tr)	J1 (tr)
Long Term International Foreign Currency Issuer Credit Rating	BB / Stable	BB / Stable
Long Term International Local Currency Issuer Credit Rating	BB / Stable	BB / Stable

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

4. Explanations and notes related to the consolidated statement of income

4.1 Information on profit share income

Information on profit share received from loans

	Current Period		Prior Period	
	TL	FC	TL	FC
Profit share on loans	**2,656**	**162**	**1,304**	**82**
Short term loans	1,268	89	437	62
Medium and long-term loans	1,388	73	867	20
Profit share on non-performing loans	-	-	-	-
Premiums received from resource utilization	-	-	-	-
Total	**2,656**	**162**	**1,304**	**82**

Information on profit share received from banks

	Current Period		Prior Period	
	TL	FC	TL	FC
The Central Bank of the Republic of Türkiye	389	-	151	-
Domestic Banks	8	-	5	-
Foreign Banks	-	-	-	-
Branches and head office abroad	-	-	-	-
Total	**397**	**-**	**156**	**-**

Information on profit share income from securities portfolio

	Current Period		Prior Period	
	TL	FC	TL	FC
Financial Assets at Fair Value Through Profit or Loss	1	-	-	-
Financial Assets at Fair Value Reflected in Other Comprehensive Income	712	14	165	10
Financial Assets Valued Over Amortized Cost	-	-	23	3
Total	**713**	**14**	**188**	**13**

Information on profit share income received from associates and subsidiaries

	Current Period	Prior Period
Profit share income received from associates and subsidiaries	-	-

4.2 Information on profit share expenses from funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks	**-**	**-**	**1**	**-**
The Central Bank of the Republic of Türkiye	-	-	-	-
Domestic banks	-	-	1	-
Foreign banks	-	-	-	-
Branches and head office abroad	-	-	-	-
Other Institutions	**-**	**-**	**-**	**-**
Total	**-**	**-**	**1**	**-**

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

Profit share expense given to associates and subsidiaries

	Current Period	Prior Period
Profit share expenses given to associates and subsidiaries	-	2

Profit share expense paid to securities issued

The profit share expense paid to securities issued are TL 240 (30 June 2025 – None).

4.3 Information on dividend income

None (30 June 2025 – None).

4.4 Distribution of profit share on funds based on maturity of funds

Current Period	Profit Sharing Accounts							
Account Name	Up to 1 month	Up to 3 months	Up to 6 months	Up to 9 months	Up to 1 year	Above 1 year	Acc. profit-sharing accounts	Total
Turkish Lira								
Banks profit share accounts	-	-	-	-	-	-	-	-
Real person's non-trading profit sharing	155	647	12	3	-	2	-	819
Public-sector profit-sharing account	-	-	-	-	-	-	-	-
Commercial sector profit sharing account	482	1,441	3	-	5	-	-	1,931
Other institutions profit sharing account	-	343	-	-	-	-	-	343
Total	**637**	**2,431**	**15**	**3**	**5**	**2**	**-**	**3,093**
Foreign currency								
Banks	-	-	-	-	-	-	-	-
Real person's non-trading profit sharing	-	4	-	1	-	5	-	10
Public-sector profit-sharing account	-	-	-	-	-	-	-	-
Commercial sector profit sharing account	4	62	2	-	-	-	-	68
Other institutions profit sharing account	-	-	-	-	-	-	-	-
Precious metal accounts	-	-	-	-	-	-	-	-
Total	**4**	**66**	**2**	**1**	**-**	**5**	**-**	**78**
Grand Total	**641**	**2,497**	**17**	**4**	**5**	**7**	**-**	**3,171**

Prior Period	Profit Sharing Accounts							
Account Name	Up to 1 month	Up to 3 months	Up to 6 months	Up to 9 months	Up to 1 year	Above 1 year	Acc. profit-sharing accounts	Total
Turkish Lira								
Banks profit share accounts	-	-	-	-	-	-	-	-
Real person's non-trading profit sharing	221	714	27	1	-	-	-	963
Public-sector profit-sharing account	-	-	-	-	-	-	-	-
Commercial sector profit sharing account	68	362	93	-	-	-	-	523
Other institutions profit sharing account	-	128	5	-	-	-	-	133
Total	**289**	**1,204**	**125**	**1**	**-**	**-**	**-**	**1,619**
Foreign currency								
Banks	-	-	-	-	-	-	-	-
Real person's non-trading profit sharing	-	3	-	1	-	5	-	9
Public-sector profit-sharing account	-	-	-	-	-	-	-	-
Commercial sector profit sharing account	1	16	1	-	-	-	-	18
Other institutions profit sharing account	-	-	-	-	-	-	-	-
Precious metal accounts	-	-	-	-	-	-	-	-
Total	**1**	**19**	**1**	**1**	**-**	**5**	**-**	**27**
Grand Total	**290**	**1,223**	**126**	**2**	**-**	**5**	**-**	**1,646**

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

4.5 Information on trading income/loss (Net)

	Current Period	Prior Period
Income	**2,736**	**716**
Gain on capital market transactions	248	190
Gain on derivative financial instruments	360	236
Foreign exchange profit	2,128	290
Losses (-)	**(2,237)**	**(401)**
Losses on capital market transactions	(1)	-
Losses on derivative financial instruments	(318)	(176)
Foreign exchange losses	(1,918)	(225)
Trading income/loss (Net)	**499**	**315**

4.6 Information on other operating income

The other operating income totals TL 33 (30 June 2025 - TL 33), of which TL 32 (30 June 2025 - TL 11) consists of expected credit loss provision reversals. There are no extraordinary items within other operating income that significantly affect the Group’s revenues.

4.7 Provisions for loan losses and other receivables of the Bank[1]

	Current Period	Prior Period
Expected Credit Loss	**107**	**84**
12 month expected credit loss (Stage 1)	24	15
Significant increase in credit risk (Stage 2)	3	8
Non-performing loans (Stage 3)	80	61
Marketable Securities Impairment Expense	**-**	**-**
Financial Assets at Fair Value through Profit or Loss	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	-	-
Impairment losses from Associates, Subsidiaries and Jointly Controlled Entities	**-**	**-**
Investments in Associates	-	-
Subsidiaries	-	-
Joint Ventures	-	-
Other[2]	**19**	**9**
Total	**126**	**93**

[1] Includes the provisions in the “Other Provision Expenses” line in the income statement.
[2] Includes free provisions that can be allocated from profit to be distributed to participation accounts according to provisions regulation.

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

4.8 Information on other operating expenses

	Current Period	Prior Period
Reserve for employee termination benefits	3	2
Bank social aid fund deficit provision	-	-
Fixed assets impairment expense	-	-
Depreciation expenses of fixed assets	31	24
Intangible assets impairment expense	-	-
Goodwill impairment expense	-	-
Amortization expenses of intangible assets	28	18
Shares (capital method applied) impairment expense	-	-
Impairment expense for investment securities that will be disposed	-	-
Amortization expenses of investment securities that will be disposed	-	-
Impairment expenses for property and equipment held for sale purpose and terminated operations	-	-
Other operating expenses	330	188
Leasing expenses related to TFRS 16 exemptions	-	5
Maintenance expenses	4	4
Advertisement expenses	110	41
Other expenses[1]	216	138
Loss on sales of assets	-	-
Other[2]	101	101
Total	**493**	**333**

[1] Includes computer usage expenses of TL 105 (30 June 2025 – TL 58) and. communication expenses of TL 42 (30 June 2025 – TL 37).
[2] Includes audit and consultancy fee expenses of TL 28 (30 June 2025 – TL 63) and taxes, duties and fees expenses of TL 38 (30 June 2025 – TL 17).

4.9 Information on profit/loss from continued and discontinued operations before taxes

The Group's profit before tax was TL 17 (30 June 2025 – TL 283 loss)

TL 532 (30 June 2025 – TL 288) of the loss before tax comes from net profit share income, TL 139 (30 June 2025 – TL 7 income) from net fees and commission income, TL 499 (30 June 2025 - TL 315) from net commercial profit and loss, TL 33 (30 June 2025 – TL 33) from other operating income, TL 126 (30 June 2025 – TL 93) from provision expenses, TL 1,060 (30 June 2025 – TL 833) consists of other operating expenses, including personnel expenses.

4.10 Information on tax provision for continued and discontinued operations

The Group has no current tax provision expense (30 June 2025 – None). The Bank has deferred tax expense of TL 20 (30 June 2025 – TL 30) and deferred tax income of TL 93 (30 June 2025 – TL 237) in the current period.

4.11 Information on net income/loss from continued and discontinued operations

There is no profit/loss arising from discontinued operations in after-tax operating profit/loss.

4.12 Information on net income/loss

The nature and amount of certain income and expense items from ordinary operations is disclosed if the disclosure for nature, amount and repetition rate of such items is required for a complete understanding of the Bank's performance for the period

Net profit share income among income items in the accounting period ending as of 30 June 2026 is TL 532 (30 June 2025 – TL 288).

Effect of changes in accounting estimates on income statement for the current and, if any for subsequent periods

None (30 June 2025 – None).

Profit/Loss attributable to minority share

None (30 June 2025 – None).

4.13 Details of sub accounts comprising at least 20% of other items in income statement, exceeding 10% of total income statement

As of 30 June 2026, other items in the income statement do not exceed 10% of the total income statement.

5. Explanations and Disclosures Related to Consolidated Statement of Changes in Shareholders' Equity

Explanations on profit distribution

None

Information on financial assets at fair value through other comprehensive income

"Unrealized gains and losses" arising from changes in the fair value of securities classified as financial assets at fair value through other comprehensive income are not recognized in current year income statements; they are recognized in the "Marketable securities value increase fund" account under equity, until the financial assets are sold, disposed or impaired.

As of 30 June 2026, the Group has booked TL 18 increase (30 June 2025 – None) for marketable securities valuation difference related to financial assets at fair value through other comprehensive income

Explanations on profit reserves and previous years' profit/loss

None

Information on the share capital increases during the period and their sources: other information on increased capital shares in the current period

Based on the permission of the BRSA, Parent Bank's paid-in capital has been increased by TL 2,000 in cash from TL 4,500 to TL 6,500.

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

6. Explanations and Disclosures Related to Statement of Cash Flows

6.1. Information on cash and cash equivalents

Components of cash and cash equivalents and accounting policy applied in their determination

The amounts recorded in the balance sheet as cash and cash equivalent assets (excluding rediscount balances, required reserve balances, placements with maturities longer than 3 months and blocked accounts) are considered as cash and cash equivalent assets

Cash and cash equivalents for the periods

	Current Period	Prior Period
Cash	**7,003**	**2,384**
Cash and Foreign Currency Cash	-	-
Turkish Central Bank	5,269	2,144
Other	1,734	240
Cash Equivalents	**464**	**722**
Banks	464	169
Interbank Money Market Placements	-	553
Total Cash and Cash Equivalents	**7,467**	**3,106**
Total Cash and Cash Equivalents	(2,452)	(1,342)
Rediscounts on Cash and Cash Equivalents	(231)	(100)
Cash Flow Statements Cash and Cash Equivalents	**4,784**	**1,664**

6.2. Cash and cash equivalent items which are restricted for the usage of the Group by legal or other limitations

The Group has cash and equivalent assets that are not in free use in the amount of TL 2,452 as a required reserve balance at central bank (30 June 2025 – TL 1,342).

6.3. Explanations on other items in the cash flow statement

The “Other” amounting to TL 64 (30 June 2025 – TL 30) of included in “Operating profit before changes in banking activity assets and liabilities” consists mainly of items such as paid fees and commissions, taxes, duties and fees.

The "Net increase/decrease in other assets" item amounting to TL 299 (30 June 2025 – TL 42) included in the "Change in assets and liabilities subject to banking activities" consists mainly of changes in other assets.

The "Net increase/decrease in other debts" item amounting to TL 700 (30 June 2025 – TL 26) included in the "Change in assets and liabilities subject to banking activities" consists of changes in various debts, other liabilities and taxes, duties, fees and premiums to be paid.

The effect of the change in foreign exchange rate on cash and cash equivalent assets is calculated as approximately TL 21 (30 June 2025 – TL 47) as of 30 June 2026.

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

7. Explanations and Notes Related to Risk Group of The Group

7.1 The volume of transactions related to the risk group of the Group, the loans and funds collected which have not been completed at the end of the period and the income and expenses related to the period

Current Period Risk group of the Group	Investment in associates, subsidiaries and joint ventures (business partnerships		Direct and indirect shareholders of the Bank		Other real or legal persons included in the risk group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans and other receivables						
Balance at beginning of period	-	2	-	434	-	1
Balance at end of period	-	2	394	455	50	12
Profit share and commission income	-	-	7	1	10	-

Prior Period Risk group of the Group	Investment in associates, subsidiaries and joint ventures (business partnerships		Direct and indirect shareholders of the Bank		Other real or legal persons included in the risk group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans and other receivables						
Balance at beginning of period	-	-	138	195	16	1
Balance at end of period	-	2	-	434	-	1
Profit share and commission income	-	-	1	-	19	-

7.2 Information on current and profit-sharing accounts of the Group's risk group

Risk group of the Group	Investment in associates, subsidiaries and joint ventures (business partnerships		Direct and indirect shareholders of the Bank		Other real or legal persons included in the risk group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Current and profit-sharing accounts						
Balance at beginning of period	-	16	2,556	1,432	1,468	1,293
Balance at end of period	2	-	2,596	2,556	1,485	1,468
Profit share expense	-	2	21	7	98	73

7.3 Forward and option agreements and other similar agreements with the risk group of the Group

Risk group of the Group	Investment in associates, subsidiaries and joint ventures (business partnerships		Direct and indirect shareholders of the Bank		Other real or legal persons included in the risk group	
	Current period	Prior Period	Current period	Prior Period	Current period	Prior Period
Transactions at Fair Value Through Profit or Loss	-	-	-	-	-	-
Balance at beginning of period	-	-	-	-	-	-
Balance at end of period	-	-	-	-	-	-
Total Profit / Loss	-	-	-	-	-	-
Hedging Transactions	-	-	-	-	-	-
Balance at beginning of period	-	-	-	-	-	-
Balance at end of period	-	-	-	-	-	-
Total Profit / Loss	-	-	-	-	-	-

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

7.4 Information on loans received from the Group's risk group

Risk group of the Bank	Investment in associates, subsidiaries and joint ventures (business partnerships		Direct and indirect shareholders of the Bank		Other real or legal persons included in the risk group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Funds Borrowed						
Balance at beginning of period	-	-	-	-	-	-
Balance at end of period	-	-	-	-	-	-
Profit share and commission expense	-	-	-	-	-	-

7.5 Information on the subordinated loans used by the Group's risk group

None (31 December 2025 – None).

7.6 Information on remunerations provided to top management

As of 30 June 2026, a benefit of TL 62 (30 June 2025 - TL 50) was provided to the Group's senior management, including employer costs.

8. Group's domestic, foreign and off-shore branches or equity investments and foreign representative offices

8.1. Group's domestic and foreign branches and representative offices

	Number of Branches	Number of Employees			
Domestic branches [1]	1	293			
			Country		
Foreign representative offices	-	-	-	Total Assets	Legal Capacity
Foreign bank	-	-	-	-	-
Foreign branches	-	-	-	-	-

[1] It represents the Head Office.

8.2. Opening or closing of domestic and foreign branches and representative offices and significant changes in organizational structure

None.

9. Significant events and matters arising subsequent to balance sheet date

Hayat Varlık Kiralama A.Ş. issued a lease certificate amounted to TL 1,500 with a maturity of 92 days on 14 July 2026.

Hayat Varlık Kiralama A.Ş. issued a lease certificate amounted to TL 1,000 with a maturity of 91 days on 5 August 2026.

SECTION SIX

INDEPENDENT AUDITOR'S REPORT

1. Explanations on independent auditors' report

The Group's consolidated financial statements and footnotes disclosed to the public have been subjected to reviewed by PwC Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş. and the independent review report dated 7 August 2026 has been submitted before the consolidated financial statements.

2. Notes and disclosures prepared by the independent auditor

None.

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

SECTION SEVEN

INTERIM ACTIVITY REPORT

1. Explanations on interim annual report including the evaluations of interim activities of the Chairman of the Board of Directors and General Manager

About Hayat Finans Katılım Bankası A.Ş.

Hayat Finans Katılım Bankası A.Ş. (“The Parent Bank”), with the BRSA decision numbered 10165 dated April 21, 2022, has obtained establishment permission to operate in accordance with the operating principles for digital banks in the BRSA's Regulation on the Operating Principles of Digital Banks and Service Model Banking by completing the company establishment procedures dated August 10, 2022, the Parent Bank has completed registration its title as Hayat Finans Katılım Bankası A.Ş. The Parent Bank became the first digital participation bank to obtain an operating license in Türkiye with the BRSA decision dated March 23, 2023 and numbered 10543. Main field of operation is, in addition to the Parent Bank’s equity, to collect funds from domestic and foreign customers through “Current Accounts” and “Profit/ Loss Sharing Accounts” and allocate such funds to the economy, to perform all kinds of financing activities in accordance with the regulations, to encourage the investments of all individuals and legal entities operating in agricultural, industrial, trading and service industries, participating into the operations of these entities or individuals and to form joint business partnerships and to perform all these activities in a non-interest environment.

Financial Statements

	Current Period	**Prior Period**
Cash and Cash Equivalents	7,465	4,295
Financial Assets at Fair Value Through Profit or Loss	1,764	1,230
Financial Assets at Fair Value Through Other Comprehensive Income	5,301	4,065
Derivative Financial Assets	19	2
Loans	22,630	13,773
Other Financial Assets Measured at Amortized Cost	-	-
Expected Credit Loss (-)	(194)	(124)
Investments ın Assocıates, Subsidiaries and Joint Ventures	80	80
Tangıble Assets (net)	177	174
Intangıble Assets (net)	737	632
Other Assets	1,504	1,052
Total Assets	**39,483**	**25,179**

	Current Period	**Prior Period**
Funds Collected	28,202	18,831
Funds Borrowed	233	-
Money Markets	1,001	300
Funds	-	-
Securıtıes Issued (net)	3,473	1,588
Derıvatıve Fınancıal Liabilities	8	6
Lease Payables (net)	44	25
Provisions	86	61
Other Liabilities	455	440
Shareholders` Equity	5,981	3,928
Total Liabilities and Equity	**39,483**	**25,179**

	Current Period	**Prior Period**
Net Profıt Share Income/Expense	532	288
Net Fees and Commıssıons Income/Expense	139	7
Dividend Income	-	-
Net Trading Income / Loss	499	315
Other Operating Income	33	33
Allowances for Expected Credit Losses and Other Provisions	(126)	(93)
Operatıng Expenses	(1,060)	(833)
Net Operatıng Income/(loss)	**17**	**(283)**
Provision from Taxes on Income	73	207
Net Profit/Loss	**90**	**(76)**

Message from the Chairman of Board

Dear Stakeholders,

The year 2026 has begun with a fresh test for the global economy. The outbreak of war in the Middle East at the end of February has compounded the headwinds caused by elevated tariffs and trade uncertainty over the past year, generating renewed strains on commodity markets, inflation expectations, and financial conditions. In its April 2026 outlook, the International Monetary Fund (IMF) revised global growth downward to 3.1% for 2026, from 3.4% in 2025, while projecting global headline inflation to rise to 4.4% this year before easing to 3.7% in 2027. The OECD, in its March 2026 Interim Report, kept its 2026 global growth forecast unchanged at 2.9%, drawing attention to geopolitical risks and energy-price volatility.

The Turkish economy expanded by 3.7% in the third quarter of 2025, with full-year growth expected to come in at around 3.3%. The Medium-Term Program sets the 2026 growth target at 3.8%. On the inflation front, the disinflation process is firmly underway. Annual inflation declined to 31.07% in November 2025 -its lowest level in four years- and continued to ease into early 2026, with monthly CPI coming in at 0.87% in March 2026, below market expectations. Nonetheless, the Middle East–driven energy price shock has introduced upside risks to the inflation outlook, prompting the OECD to revise its year-end 2026 inflation forecast for Turkey upward to 26.7%. At its meeting on 22 April 2026, the Central Bank of the Republic of Turkey kept the policy rate unchanged at 37%, maintaining its tight monetary stance and reaffirming its data-driven commitment to the medium-term inflation target of 5%.

Despite the intensifying global and domestic uncertainties, Hayat Finans has resolutely maintained its pioneering position in digital banking. As of 30 June 2026, our total assets reached 40 billion TL collected funds increase to 28 billion TL and allocated funds amounted to 23 billion TL. We continue to invest in our digital channels and AI-powered solutions to enhance financial inclusion and provide a simple, fast, and accessible customer experience.

In 2026, guided by our principles of transparency, reliability, and sustainability, we will continue to develop value-added solutions to meet the expectations and needs of all our stakeholders. With the strong support of Hayat Holding, we aim to further strengthen our position in the sector by taking innovative steps in digital banking.

I would like to extend my heartfelt thanks to all our employees, business partners, and customers for the trust and support they place in us. With the firm belief that we will achieve many more successes together, I wish 2026 to be a year of health, peace, and prosperity for all our stakeholders.

Best Regards,

Ahmet Yahya KİĞILI
Chairman of Board

Message from Deputy CEO

Dear Stakeholders,

The year 2026 has begun against a backdrop of renewed disruption in the global economy. The outbreak of war in the Middle East at the end of February has triggered significant volatility in energy prices and disturbances along supply chains, while decisions by the U.S. Federal Reserve (FED) and the European Central Bank (ECB) continue to play a decisive role in safeguarding global financial stability. The IMF projects global growth to slow from 3.4% in 2025 to 3.1% in 2026, with global headline inflation rising to 4.4%. Against this backdrop, Turkey continues to strengthen its economic fundamentals and pursue its disinflation-anchored stability program with determination.

The Turkish economy grew by 3.7% in the third quarter of 2025, with full-year growth expected at around 3.3%. The Medium-Term Program sets the 2026 growth target at 3.8%. Inflation continues to slow, supported by tight monetary policy and base effects, with monthly CPI registering 0.87% in March 2026 — below the market expectation of 1.4%. The IMF projects year-end 2026 inflation in Turkey at 28.6%, declining further to 21.4% in 2027. At its meeting on 22 April 2026, the Central Bank of the Republic of Turkey kept the policy rate unchanged at 37%, holding the overnight lending rate at 40% and the overnight borrowing rate at 35.5%. Following the 100-basis-point cut at the start of the year, the "wait-and-see" approach has been sustained, reinforcing the message that the tight stance will be maintained until price stability is achieved.

As of 30 June 2026, our total assets reached 40 billion TL, collected funds increase to 28 billion TL and allocated funds amounted to 23 billion TL. We continue to invest in our digital channels and AI-powered solutions to enhance financial inclusion and provide a simple, fast, and accessible customer experience.

As Turkey's first digital bank, we continue to transform the customer experience into an accessible and seamless journey through end-to-end digital processes. Alongside our achievements in retail banking, we contribute to the real economy through innovative corporate banking solutions. In line with our vision to redesign banking through a digital ecosystem, our Hayat Pay platform has simplified users' daily payments and opened the door to a new era in financial technologies. By scaling our investments in artificial intelligence in 2026 as well, we aim to make the customer experience more efficient, secure, and personalized.

Within the framework of our sustainable growth strategies, we will continue to leverage technology more effectively to contribute to Turkey's economic and social development, keep customer satisfaction as our top priority, and set new standards in banking with our innovative products and services.

I would like to extend my gratitude to all our employees, business partners, investors, and valued customers who place their trust in us and contribute to our success.

Sincerely,

Özer BARAN
Deputy CEO

Assessment of Financial Position, Performance and Future Prospects

As of 30 June 2026, Group’s total asset was TL 39,483 and shareholders' equity was TL 5,981.

Our expectation is that from the moment we start operations, we will achieve rapid growth in line with the growth and profitability targets set in our Group’s budget.

Important Events and Transactions Occurring in the Current Period

Based on the permission of the BRSA, Parent Bank's paid-in capital has been increased by TL 2,000 in cash from TL 4,500,000 to TL 6,500.