KUVEYT TÜRK KATILIM BANKASI A.Ş.
REVIEW REPORT, FINANCIAL
STATEMENTS AND NOTES TO THE FINANCIAL
STATEMENTS FOR THE INTERIM ACCOUNTING
PERIOD ENDED 31 MARCH 2026

(CONVENIENCE TRANSLATION OF FINANCIAL
STATEMENTS AND RELATED DISCLOSURES AND
NOTES ORIGINALLY ISSUED IN TURKISH)

(CONVENIENCE TRANSLATION OF THE REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION ORIGINALLY ISSUED IN TURKISH)

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the General Assembly of Kuveyt Türk Katılım Bankası A.Ş.

Introduction

We have reviewed the accompanying unconsolidated statement of financial position of Kuveyt Türk Katılım Bankası A.Ş (“the Bank”) as at 31 March 2026, and the unconsolidated statement of profit or loss, unconsolidated statement of profit or loss and other comprehensive income, unconsolidated statement of changes in shareholders’ equity and unconsolidated statement of cash flows for the three-month period then ended, and a summary of significant accounting policies and other explanatory notes. The Bank management is responsible for the preparation and fair presentation of the accompanying unconsolidated interim financial information in accordance with “the Banking Regulation and Supervision Agency (“BRSA”) Accounting and Financial Reporting Regulations” including the regulation on “The Procedures and Principles Regarding Banks’ Accounting Practices and Maintaining Documents” published in the Official Gazette dated 1 November 2006 with No. 26333, and other regulations on accounting records of banks published by the Banking Regulation and Supervision Board and circulars and pronouncements published by the BRSA and Turkish Accounting Standard 34 “Interim Financial Reporting” principles for the matters not legislated by the aforementioned regulations. Our responsibility is to express a conclusion on this unconsolidated interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the Independent Auditing Standard on Review Engagements 2410, “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 conducted in accordance with 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 audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated interim financial information does not present fairly, in all material respects, the financial position as of 31 March 2026, and of the results of their operations and their cash flows for the three-month period then ended in accordance with the BRSA Accounting and Financial Reporting Regulations.

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 unconsolidated interim financial information provided in the Management's interim report included in section eight of the accompanying unconsolidated financial statements, is not presented fairly, in all material respects, and is not consistent with the reviewed unconsolidated interim financial statements and the explanatory notes.

Additional paragraph for convenience translation to English

BRSA Accounting and Reporting Regulations explained in detail in Section 3 differ from International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board with respect to the application of inflation accounting. Accordingly, the accompanying financial statements are not intended to present fairly the financial position, results of operations, changes in equity and cash flows of the Group in accordance with IFRS.

DRT BAĞIMSIZ DENETİM VE SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK A.Ş.
Member of **DELOITTE TOUCHE TOHMATSU LIMITED**

Sunay Anıktar
Partner

İstanbul, 13 May 2026

Section one
General information

Section two
Unconsolidated financial statements

Section three
Accounting policies

Section four
Explanations Related to Financial Position and Risk Management

Section five
Explanations and disclosures related to unconsolidated financial statements

Section six
Other explanations

Section seven
Independent review report

Section eight
Interim Activity Report

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED FINANCIAL STATEMENTS AND AUDITORS' REVIEW REPORT ORIGINALLY ISSUED IN TURKISH

THE THREE-MONTH AUDIT REPORT OF KUVEYT TÜRK KATILIM BANKASI ANONİM ŞİRKETİ AS OF 31 MARCH 2026

The Bank's Address of Headquarter	: Büyükdere Cad. No:129/1 34394 Esentepe-Şişli / İSTANBUL
The Bank's Telephone and Fax	: 0212 354 11 11 - 0212 354 12 12
The Bank's Web Site	: www.kuveytturk.com.tr
E-Mail Address for Contact	: kuveytturk@kuveytturk.com.tr

The financial report for the three-months period ended prepared in accordance with the "Communiqué on the Financial Statements and Related Policies and Disclosures to be Publicly Announced as regulated by the Banking Regulation and Supervision Agency", is consist of the section listed below.

- General Information About the Bank
- Unconsolidated Financial Statements of the Bank
- Explanations on the Accounting Policies Applied in the Related Period
- Information on the Financial Structure and Risk Management of the Bank
- Explanations and Disclosures Related to the Unconsolidated Financial Statements
- Other Explanations
- Auditor's Review Report
- Interim Activity Report

The accompanying unconsolidated financial statements and notes to these financial statements which are expressed, unless otherwise stated, in thousands of Turkish Lira have been prepared and presented based on the accounting books of the Bank in accordance with the Regulation on the Principles and Procedures Regarding Banks' Accounting and Keeping of Documents, Turkish Accounting Standards, Turkish Financial Reporting Standards, and related appendices and interpretations of these, and have been independently reviewed.

Hamad Abdulmohsen AL-MARZOUQ	Dr. Shadi Ahmed Yacoub ZAHRAN	Nadir ALPASLAN
Chairman of the Board of Directors	Chairman of the Audit Committee	Member of the Audit Committee

Boualem HAMMOUNI	Ufuk UYAN	Ahmet KARACA	Cemil AKBEBEK
Member of the Audit Committee	General Manager	Vice General Manager of Financial Affairs	Budget and Reporting Group Manager

For the questions regarding this financial report, contact details of the personnel in charge are presented below:

Name-Surname / Title	: Samet ÖZCAN / Associate Consolidation Manager
Tel No	: 0212 354 10 86
Fax No	: 0212 354 11 03

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

SECTION ONE
GENERAL INFORMATION

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

Kuveyt Türk Katılım Bankası A.Ş. ("The Bank") was incorporated with the approval of the Central Bank of the Republic of Türkiye (CBRT) on 28 February 1989 and commenced its operations on 31 March 1989, with the name of Kuveyt Türk Evkaf Finans Kurumu A.Ş. To comply with the Banking Act 5411, the title of the Bank has been changed to Kuveyt Türk Katılım Bankası A.Ş. with a change in the Articles of Association which was approved in the annual general meeting dated 26 April 2006. Main field of operation is, in addition to the 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.

2. Shareholding structure, shareholders jointly or individually having direct or indirect control over the management and supervision of the 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 31 March 2026, 57.81% of the Bank's shares are owned by Kuwait Finance House located in Kuwait, 24.49% by Vakıflar Genel Müdürlüğü Mazbut Vakıfları, 8.36% by Wafra International Investment Company in Kuwait and 8.36% by Islamic Development Bank whereas the remaining 0.98% of the shares are owned by other real persons and legal entities.

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 bank

Name	Title	Educational Degree
Hamad A H D MARZOUQ	Head of the BOD	Master
Nadir ALPASLAN	Member of BOD and chairman of the Audit Committee	Bachelor
Dr. Shadi Ahmed YACOUB ZAHRAN	Member of BOD and chairman of the Audit Committee	Doctorate
Boualem HAMMOUNI	Member of BOD and Audit Committee	Master
Khaled Y E S ALSHAMLAN	Member of BOD	Bachelor
Jabr Shahein AL-JALAHMAH	Member of BOD	Bachelor
Gehad Mohamed ELBENDARY ANANY	Member of BOD	Bachelor
Sinan AKSU	Member of BOD	Bachelor
Ufuk UYAN	Member of BOD and General Manager	Master
Ahmet KARACA	Assistant General Manager, Financial Control	Master
Bilal SAYIN	Assistant General Manager, Lending	Bachelor
İrfan YILMAZ	Assistant General Manager, Banking Services	Bachelor
Dr. Ruşen Ahmet ALBAYRAK	Assistant General Manager, Corporate and Commercial Banking	Doctorate
Nurettin KOLAÇ	Assistant General Manager, Legal and Risk Follow Up	Bachelor
Aslan DEMİR	Assistant General Manager, Treasury and International Banking	Bachelor
Mehmet ORAL	Assistant General Manager, Retail Banking	Bachelor
Abdurrahman DELİPOYRAZ	Assistant General Manager, SME Banking	Bachelor
Hüseyin Cevdet YILMAZ	Head of the Risk, Control and Compliance Group	Bachelor
Dr. Okan Acar	Assistant General Manager, Digital Banking and Payment Systems	Doctorate
Bahattin Akca	Chairman of the Inspection Board	Bachelor
Semih Sel	Assistant General Manager, Human Resources and Strategy	Bachelor

The shares held by the persons mentioned above in the Bank are of a negligible amount.

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

4. Information about the persons and institutions that have qualified shares attributable to the Bank

Name / Commercial Name	Share amount (Nominal)	Shareholding percentage	Paid shares (Nominal)	Unpaid shares
Kuwait Finance House	4,625,169	%57.81	4,625,169	-
T.C. Vakıflar Genel Müdürlüğü	1,958,898	%24.49	1,958,898	-
Total	**6,584,067**	**%82.30**	**6,584,067**	**-**

As of 31 March 2026, the shareholding structure of Kuwait Finance House, the main shareholder of the Bank, is as follows.

Name / Commercial Name	Share rates
Kuwait Investment Authority	15.67%
The Public Institution for Social Security & Group	9.05%
The Public Authority for Minors Affairs	11.57%
Public Shares	63.71%
Total	**100.00%**

5. Summary information on the Bank's activities and services

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

As of 31 March 2026, the Bank is operating through 452 domestic branches (31 December 2025 - 454) with 6,450 employees (31 December 2025 - 6,379). 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 (POS), consulting, advisory, and safe deposit box services,
- 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 purchase, acquire and construct any kind of real estate and if necessary, lease or transfer ownership to other persons,
- To act as a representative, deputy or agent for corporations and enterprises (including insurance companies),
- To provide socially purposed assistance within the scope of the legislation within the principles of the Bank for the order and benefit of the society.

The Bank's activities are not limited to the list above. If another transaction is decided to be beneficial to the Bank, the transaction 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

UNCONSOLIDATED FINANCIAL STATEMENTS

I. Unconsolidated Balance Sheet- Assets (Statement of Financial Position)
II. Unconsolidated Statement of Off-Balance Sheet Items
III. Unconsolidated Statement of Profit or Loss (Income Statement)
IV. Unconsolidated Statement of Profit or Loss and Other Comprehensive Income
V. Unconsolidated Statement of Changes in Shareholders' Equity
VI. Unconsolidated Statement of Cash Flows

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

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

					Reviewed Current Period 31.03.2026			Audited Prior Period 31.12.2025
	ASSETS	**Notes**	**TL**	**FC**	**Total**	**TL**	**FC**	**Total**
I.	**FINANCIAL ASSETS (Net)**		**189,111,770**	**485,572,704**	**674,684,474**	**185,040,854**	**418,082,160**	**603,123,014**
1.1.	**Cash and Cash Equivalents**		**82,834,452**	**389,485,200**	**472,319,652**	**95,166,020**	**336,939,209**	**432,105,229**
1.1.1.	Cash and Balances with Central Bank	(5.1.1.)	82,796,610	244,832,364	327,628,974	91,446,305	258,555,942	350,002,247
1.1.2.	Banks	(5.1.3.)	39,101	144,657,041	144,696,142	21,261	78,386,250	78,407,511
1.1.3.	Money Markets Placements		-	-	-	3,700,000	-	3,700,000
1.1.4.	Expected Credit Loss (-)		1,259	4,205	5,464	1,546	2,983	4,529
1.2.	**Financial Assets at Fair Value Through Profit or Loss**		**32,884,673**	**23,781,567**	**56,666,240**	**24,810,353**	**11,890,414**	**36,700,767**
1.2.1.	Government Debt Securities		8,190,954	14,443,836	22,634,790	3,978,686	4,669,649	8,648,335
1.2.2.	Equity Instruments		-	798	798	-	2,822	2,822
1.2.3.	Other Financial Assets		24,693,719	9,336,933	34,030,652	20,831,667	7,217,943	28,049,610
1.3.	**Financial Assets at Fair Value Through Other Comprehensive Income**	**(5.1.4.)**	**73,157,201**	**67,819,305**	**140,976,506**	**64,844,495**	**50,817,583**	**115,662,078**
1.3.1.	Government Debt Securities		73,008,044	50,419,715	123,427,759	64,716,408	48,262,267	112,978,675
1.3.2.	Equity Instruments		128,087	485,701	613,788	128,087	542,291	670,378
1.3.3.	Other Financial Assets		21,070	16,913,889	16,934,959	-	2,013,025	2,013,025
1.4.	**Derivative Financial Assets**		**235,444**	**4,486,632**	**4,722,076**	**219,986**	**18,434,954**	**18,654,940**
1.4.1.	Derivative Financial Assets at Fair Value Through Profit or Loss	(5.1.2.)	235,444	4,486,632	4,722,076	219,986	18,434,954	18,654,940
1.4.2.	Derivative Financial Assets at Fair Value Through Other Comprehensive Income	(5.1.11.)	-	-	-	-	-	-
II.	**FINANCIAL ASSETS MEASURED WITH AMORTISED COSTS (Net)**	**(5.1.5.)**	**424,581,984**	**328,105,431**	**752,687,415**	**389,647,559**	**304,807,395**	**694,454,954**
2.1.	**Loans**		**393,034,220**	**249,654,033**	**642,688,253**	**355,887,661**	**227,860,186**	**583,747,847**
2.2.	**Lease Receivables**	**(5.1.10.)**	**16,982,710**	**57,475,214**	**74,457,924**	**15,038,663**	**55,549,084**	**70,587,747**
2.3.	**Other Financial Assets Measured at Amortized Cost**	**(5.1.6.)**	**32,642,672**	**25,817,836**	**58,460,508**	**32,362,327**	**25,372,017**	**57,734,344**
2.3.1.	Government Debt Securities		32,642,672	25,817,836	58,460,508	32,362,327	25,372,017	57,734,344
2.3.2.	Other Financial Assets		-	-	-	-	-	-
2.4.	**Expected Loss Provision (-)**		**18,077,618**	**4,841,652**	**22,919,270**	**13,641,092**	**3,973,892**	**17,614,984**
III.	**NON-CURRENT ASSETS HELD FOR SALE AND HELD FROM DISCOUNTINUED OPERATIONS (Net)**	**(5.1.16.)**	**2,076,922**	**-**	**2,076,922**	**2,011,387**	**-**	**2,011,387**
3.1.	Held for Sale Purpose		2,076,922	-	2,076,922	2,011,387	-	2,011,387
3.2.	Held from Discontinued Operations		-	-	-	-	-	-
IV.	**EQUITY INVESTMENTS**		**14,930,612**	**-**	**14,930,612**	**13,380,612**	**-**	**13,380,612**
4.1.	**Associates (Net)**	**(5.1.7.)**	**-**	**-**	**-**	**-**	**-**	**-**
4.1.1.	Associates Valued Based on Equity Method		-	-	-	-	-	-
4.1.2.	Unconsolidated Associates		-	-	-	-	-	-
4.2.	**Subsidiaries (Net)**	**(5.1.8.)**	**14,910,612**	**-**	**14,910,612**	**13,360,612**	**-**	**13,360,612**
4.2.1.	Unconsolidated Financial Subsidiaries		6,786,932	-	6,786,932	5,236,932	-	5,236,932
4.2.2.	Unconsolidated Non-Financial Subsidiaries		8,123,680	-	8,123,680	8,123,680	-	8,123,680
4.3.	**Joint Ventures (Net)**	**(5.1.9.)**	**20,000**	**-**	**20,000**	**20,000**	**-**	**20,000**
4.3.1.	Joint Ventures Valued Based on Equity Method		20,000	-	20,000	20,000	-	20,000
4.3.2.	Unconsolidated Joint Ventures		-	-	-	-	-	-
V.	**TANGIBLE ASSETS (Net)**	**(5.1.12.)**	**8,257,512**	**3,356**	**8,260,868**	**7,970,542**	**3,732**	**7,974,274**
VI.	**INTANGIBLE ASSETS (Net)**	**(5.1.13.)**	**4,589,812**	**150**	**4,589,962**	**4,025,408**	**176**	**4,025,584**
6.1.	Goodwill		-	-	-	-	-	-
6.2.	Other		4,589,812	150	4,589,962	4,025,408	176	4,025,584
VII.	**INVESTMENT PROPERTIES (Net)**	**(5.1.14.)**	**-**	**-**	**-**	**-**	**-**	**-**
VIII.	**CURRENT TAX ASSET**		**-**	**-**	**-**	**-**	**-**	**-**
IX.	**DEFERRED TAX ASSET**	**(5.1.15.)**	**4,880,680**	**-**	**4,880,680**	**1,552,719**	**-**	**1,552,719**
X.	**OTHER ASSETS**	**(5.1.17.)**	**13,858,867**	**1,225,503**	**15,084,370**	**25,415,119**	**128,607**	**25,543,726**
	TOTAL ASSETS		**662,288,159**	**814,907,144**	**1,477,195,303**	**629,044,200**	**723,022,070**	**1,352,066,270**

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

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

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

					Reviewed Current Period 31.03.2026			Audited Prior Period 31.12.2025
	LIABILITIES	**Notes**	**TL**	**FC**	**Total**	**TL**	**FC**	**Total**
I.	**FUNDS COLLECTED**	**(5.2.1.)**	**368,666,729**	**621,030,652**	**989,697,381**	**365,623,097**	**534,377,580**	**900,000,677**
II.	**FUNDS BORROWED**	**(5.2.3.)**	**8,992,058**	**177,070,345**	**186,062,403**	**13,517,309**	**182,074,503**	**195,591,812**
III.	**MONEY MARKETS**		**81,579,686**	**-**	**81,579,686**	**47,003,847**	**-**	**47,003,847**
IV.	**SECURITIES ISSUED (Net)**		**-**	**-**	**-**	**-**	**-**	**-**
V.	**FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS**		**-**	**-**	**-**	**-**	**-**	**-**
VI.	**DERIVATIVE FINANCIAL LIABILITIES**		**1,386,992**	**28,152,679**	**29,539,671**	**1,377,474**	**1,406,660**	**2,784,134**
6.1.	Derivative Financial Liabilities at Fair Value Through Profit or Loss	(5.2.2.)	1,386,992	28,152,679	29,539,671	1,377,474	1,406,660	2,784,134
6.2.	Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income	(5.2.6.)	-	-	-	-	-	-
VII.	**LEASE PAYABLES (Net)**	**(5.2.5.)**	**2,633,183**	**27,924**	**2,661,107**	**2,383,878**	**26,011**	**2,409,889**
VIII.	**PROVISIONS**	**(5.2.7.)**	**6,671,188**	**1,456,733**	**8,127,921**	**7,158,957**	**1,391,606**	**8,550,563**
8.1.	Restructuring Provision		-	-	-	-	-	-
8.2.	Reserves for Employee Benefits		4,045,393	532,241	4,577,634	4,613,820	448,470	5,062,290
8.3.	Insurance for Technical Provision (Net)		-	-	-	-	-	-
8.4.	Other Provisions		2,625,795	924,492	3,550,287	2,545,137	943,136	3,488,273
IX.	**CURRENT TAX LIABILITIES**	**(5.2.8.1.)**	**6,749,597**	**-**	**6,749,597**	**799,048**	**-**	**799,048**
X.	**DEFERRED TAX LIABILITIES**		**-**	**-**	**-**	**-**	**-**	**-**
XI.	**LIABILITIES FOR PROPERTY AND EQUIPMENT HELD FOR SALE AND RELATED TO DISCONTINUED OPERATIONS (Net)**	**(5.2.9.)**	**-**	**-**	**-**	**-**	**-**	**-**
11.1.	Held for Sale		-	-	-	-	-	-
11.2.	Related to Discontinued Operations		-	-	-	-	-	-
XII.	**SUBORDINATED DEBT INSTRUMENTS**	**(5.2.10.)**	**-**	**15,827,672**	**15,827,672**	**-**	**15,048,512**	**15,048,512**
12.1.	Loans		-	-	-	-	-	-
12.2.	Other Debt Instruments		-	15,827,672	15,827,672	-	15,048,512	15,048,512
XIII.	**OTHER LIABILITIES**	**(5.2.4.)**	**19,605,657**	**5,740,096**	**25,345,753**	**38,493,635**	**20,040,269**	**58,533,904**
XIV.	**SHAREHOLDERS` EQUITY**	**(5.2.11.)**	**131,343,783**	**260,329**	**131,604,112**	**119,955,255**	**1,388,629**	**121,343,884**
14.1.	Paid-in Capital		7,992,135	-	7,992,135	7,995,131	-	7,995,131
14.2.	Capital Reserves		6,376,502	-	6,376,502	6,373,506	-	6,373,506
14.2.1.	Share Premiums		6,373,506	-	6,373,506	6,373,506	-	6,373,506
14.2.2.	Share Cancellation Profit		2,996	-	2,996	-	-	-
14.2.3.	Other Capital Reserves		-	-	-	-	-	-
14.3.	Other Accumulated Comprehensive Income or Loss That Will Not Be Reclassified Through Profit or Loss		(403,460)	-	(403,460)	(403,460)	-	(403,460)
14.4.	Other Accumulated Comprehensive Income or Loss That Will Be Reclassified Through Profit or Loss		(5,526,191)	260,329	(5,265,862)	(4,780,504)	1,388,629	(3,391,875)
14.5.	Profit Reserves		70,347,516	-	70,347,516	70,347,875	-	70,347,875
14.5.1.	Legal Reserves		5,023,898	-	5,023,898	5,023,898	-	5,023,898
14.5.2.	Statutory Reserves		-	-	-	-	-	-
14.5.3.	Extraordinary Reserves		65,019,735	-	65,019,735	65,019,735	-	65,019,735
14.5.4.	Other Profit Reserves		303,883	-	303,883	304,242	-	304,242
14.6.	Profit or Loss		52,557,281	-	52,557,281	40,422,707	-	40,422,707
14.6.1.	Prior Years' Profit or Loss		40,422,707	-	40,422,707	60,618	-	60,618
14.6.2.	Net Profit or Loss for the Period		12,134,574	-	12,134,574	40,362,089	-	40,362,089
14.7.	Minority Shares	(5.2.12.)	-	-	-	-	-	-
	TOTAL LIABILITIES		**627,628,873**	**849,566,430**	**1,477,195,303**	**596,312,500**	**755,753,770**	**1,352,066,270**

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

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

2. STATEMENT OF OFF-BALANCE SHEET ITEMS

					Reviewed Current Period 31.03.2026			**Audited Prior Period 31.12.2025**
		Notes	**TL**	**FC**	**Total**	**TL**	**FC**	**Total**
A.	**COMMITMENTS AND CONTINGENCIES (I+II+III)**		**464,836,535**	**804,698,599**	**1,269,535,134**	**405,688,044**	**594,190,235**	**999,878,279**
I.	**GUARANTEES AND WARRANTIES**	**(5.3.1.)**	**121,227,148**	**76,109,492**	**197,336,640**	**112,113,027**	**60,662,284**	**172,775,311**
1.1.	Letters of Guarantee		111,855,208	39,032,622	150,887,830	103,227,654	33,631,761	136,859,415
1.1.1.	Guarantees Subject to State Tender Law		1,337,207	46,250	1,383,457	1,188,844	40,251	1,229,095
1.1.2.	Guarantees Given for Foreign Trade Operations		5,226,042	385,892	5,611,934	4,568,484	383,466	4,951,950
1.1.3.	Other Letters of Guarantee		105,291,959	38,600,480	143,892,439	97,470,326	33,208,044	130,678,370
1.2.	Bank Loans		347,740	1,171,242	1,518,982	358,629	1,024,244	1,382,873
1.2.1.	Import Letter of Acceptances		347,740	1,171,242	1,518,982	358,629	1,024,244	1,382,873
1.2.2.	Other Bank Acceptances		-	-	-	-	-	-
1.3.	Letters of Credit		19,621	35,645,533	35,665,154	22,189	25,782,625	25,804,814
1.3.1.	Documentary Letters of Credit		-	3,805,157	3,805,157	-	2,787,670	2,787,670
1.3.2.	Other Letters of Credit		19,621	31,840,376	31,859,997	22,189	22,994,955	23,017,144
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		9,004,579	260,095	9,264,674	8,504,555	223,654	8,728,209
1.7.	Other Warrantees		-	-	-	-	-	-
II.	**COMMITMENTS**	**(5.3.1.)**	**299,501,611**	**73,444,367**	**372,945,978**	**215,438,858**	**47,676,413**	**263,115,271**
2.1.	Irrevocable Commitments		299,501,611	73,444,367	372,945,978	215,438,858	47,676,413	263,115,271
2.1.1.	Forward Asset Purchase and Sales Commitments		8,181,622	73,393,524	81,575,146	11,704,988	47,674,562	59,379,550
2.1.2.	Share Capital Commitment to Associates and Subsidiaries		-	-	-	-	-	-
2.1.3.	Loan Granting Commitments		9,639,583	-	9,639,583	7,941,429	-	7,941,429
2.1.4.	Securities Underwriting Commitments		-	-	-	-	-	-
2.1.5.	Commitments For Reserve Deposits Requirements		-	-	-	-	-	-
2.1.6.	Payment Commitments for Checks		10,248,751	-	10,248,751	8,113,715	-	8,113,715
2.1.7.	Tax and Fund Liabilities from Export Commitments		-	-	-	-	-	-
2.1.8.	Commitments For Credit Card Expenditure Limits		270,265,355	-	270,265,355	186,634,221	-	186,634,221
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		1,166,300	50,843	1,217,143	1,044,505	1,851	1,046,356
2.2.	Revocable Commitments		-	-	-	-	-	-
2.2.1.	Revocable Loan Granting Commitments		-	-	-	-	-	-
2.2.2.	Other Revocable Commitments		-	-	-	-	-	-
III.	**DERIVATIVE FINANCIAL INSTRUMENTS**	**(5.3.2.)**	**44,107,776**	**655,144,740**	**699,252,516**	**78,136,159**	**485,851,538**	**563,987,697**
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		44,107,776	655,144,740	699,252,516	78,136,159	485,851,538	563,987,697
3.2.1	Forward Foreign Currency Buy/Sell Transactions		8,851,082	15,019,253	23,870,335	6,982,506	19,597,683	26,580,189
3.2.1.1	Forward Foreign Currency Buy Transactions		3,920,792	8,368,262	12,289,054	3,290,948	10,111,069	13,402,017
3.2.1.2	Forward Foreign Currency Sell Transactions		4,930,290	6,650,991	11,581,281	3,691,558	9,486,614	13,178,172
3.2.2	Other Forward Buy/Sell Transactions		35,256,694	640,125,487	675,382,181	71,153,653	466,253,855	537,407,508
3.3	Other		-	-	-	-	-	-
B.	**CUSTODY AND PLEDGES SECURITIES (IV+V+VI)**		**7,084,277,240**	**17,130,802,000**	**24,215,079,240**	**6,439,848,775**	**15,488,183,921**	**21,928,032,696**
IV.	**ITEMS HELD IN CUSTODY**		**371,945,663**	**16,026,075,187**	**16,398,020,850**	**357,113,748**	**13,875,334,232**	**14,232,447,980**
4.1.	Customers' Securities Held		-	-	-	-	-	-
4.2.	Investment Securities Held in Custody		135,334,669	15,907,897,660	16,043,232,329	136,739,393	13,788,077,221	13,924,816,614
4.3.	Checks Received for Collection		109,643,597	7,305,142	116,948,739	107,626,114	6,318,908	113,945,022
4.4.	Commercial Notes Received for Collection		11,880,237	3,763,493	15,643,730	11,175,985	3,526,301	14,702,286
4.5.	Other Assets Received for Collection		-	-	-	-	-	-
4.6.	Assets Received for Public Offering		-	-	-	-	-	-
4.7.	Other Items Under Custody		-	-	-	-	-	-
4.8.	Custodians		115,087,160	107,108,892	222,196,052	101,572,256	77,411,802	178,984,058
V.	**PLEDGED ITEMS**		**6,704,951,526**	**1,102,300,337**	**7,807,251,863**	**6,078,887,488**	**1,612,199,363**	**7,691,086,851**
5.1.	Marketable Securities		7,739,458	6,688,807	14,428,265	9,173,719	7,661,581	16,835,300
5.2.	Guarantee Notes		100,916	18,925,411	19,026,327	100,916	18,265,513	18,366,429
5.3.	Commodity		205,485,726	128,840,862	334,326,588	187,139,333	658,876,902	846,016,235
5.4.	Warranty		-	-	-	-	-	-
5.5.	Properties		1,468,407,221	33,912,387	1,502,319,608	1,342,523,458	39,446,299	1,381,969,757
5.6.	Other Pledged Items		5,023,218,205	913,932,870	5,937,151,075	4,539,950,062	887,949,068	5,427,899,130
5.7.	Pledged Items-Depository		-	-	-	-	-	-
VI.	**ACCEPTED GUARANTEES AND WARRANTEES**		**7,380,051**	**2,426,476**	**9,806,527**	**3,847,539**	**650,326**	**4,497,865**
	TOTAL OFF-BALANCE SHEET ACCOUNTS (A+B)		**7,549,113,775**	**17,935,500,599**	**25,484,614,374**	**6,845,536,819**	**16,082,374,156**	**22,927,910,975**

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

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

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

			Reviewed Current Period 01.01.2026-31.03.2026	Reviewed Prior Period 01.01.2025-31.03.2025
	INCOME AND EXPENSE ITEMS	**Notes**		
I.	**PROFIT SHARE INCOME**	**(5.4.1.)**	**48,268,532**	**35,526,828**
1.1.	Profit Share on Loans		31,737,783	23,332,154
1.2.	Profit Share on Reserve Deposits		4,423,424	3,695,707
1.3.	Profit Share on Banks		125,136	35,463
1.4.	Profit Share on Money Market Placements		-	-
1.5.	Profit Share on Marketable Securities Portfolio		8,822,583	5,682,919
1.5.1.	Fair Value Through Profit or Loss		997,114	268,875
1.5.2.	Fair Value Through Other Comprehensive Income		5,618,076	3,351,918
1.5.3.	Measured at Amortized Cost		2,207,393	2,062,126
1.6.	Finance Lease Income		2,692,370	2,461,393
1.7.	Other Profit Share Income		467,236	319,192
II.	**PROFIT SHARE EXPENSES (-)**		**27,585,945**	**23,547,987**
2.1.	Expense on Profit Sharing Accounts	(5.4.4.)	18,815,464	16,916,827
2.2.	Profit Share Expense on Funds Borrowed	(5.4.2.)	3,038,887	2,629,457
2.3.	Profit Share Expense on Money Market Borrowings		5,583,155	3,910,229
2.4.	Expense on Securities Issued		-	-
2.5.	Profit Share Expense on Lease		148,439	91,474
2.6.	Other Profit Share Expense		-	-
III.	**NET PROFIT SHARE INCOME (I - II)**		**20,682,587**	**11,978,841**
IV.	**NET FEES AND COMMISSIONS INCOME/EXPENSE**		**5,637,692**	**3,113,762**
4.1.	Fees and Commissions Received		11,754,044	6,803,974
4.1.1.	Non-Cash Loans		375,558	256,196
4.1.2.	Other	(5.4.13)	11,378,486	6,547,778
4.2.	Fees and Commissions Paid (-)		6,116,352	3,690,212
4.2.1.	Non-Cash Loans		13,462	4,750
4.2.2.	Other	(5.4.13.)	6,102,890	3,685,462
V.	**DIVIDEND INCOME**	**(5.4.3.)**	**755**	**574**
VI.	**TRADE PROFIT / LOSS (Net)**	**(5.4.5.)**	**6,863,620**	**6,675,845**
6.1.	Capital Market Transaction Gains/Losses		2,104,059	1,501,581
6.2.	Gains/Losses from Derivative Financial Instruments		(42,624,355)	4,976,202
6.3.	Foreign Exchange Gains/Losses		47,383,916	198,062
VII.	**OTHER OPERATING INCOME**	**(5.4.6.)**	**1,178,819**	**2,941,165**
VIII.	**GROSS OPERATING PROFIT (III+IV+V+VI+VII)**		**34,363,473**	**24,710,187**
IX.	**EXPECTED LOSS PROVISIONS (-)**	**(5.4.7.)**	**6,137,858**	**2,616,146**
X.	**OTHER PROVISIONS (-)**	**(5.4.7.)**	**265,597**	**317,848**
XI.	**PERSONNEL EXPENSES (-)**		**6,420,573**	**4,562,414**
XII.	**OTHER OPERATING EXPENSES (-)**	**(5.4.8.)**	**5,682,508**	**3,447,993**
XIII.	**NET OPERATING PROFIT/LOSS (VIII-IX-X-XI-XII)**		**15,856,937**	**13,765,786**
XIV.	**EXCESS AMOUNT RECORDED AS INCOME AFTER MERGER**		**-**	**-**
XV.	**PROFIT/LOSS FROM INVESTMENTS IN SUBSIDIARIES CONSOLIDATED BASED ON EQUITY METHOD**		**-**	**-**
XVI.	**PROFIT/LOSS ON NET MONETARY POSITION**		**-**	**-**
XVII.	**PROFIT/LOSS FROM CONTINUED OPERATIONS BEFORE TAXES (XII+...+XV)**	**(5.4.9.)**	**15,856,937**	**13,765,786**
XVIII.	**TAX PROVISION FOR CONTINUED OPERATIONS (±)**	**(5.4.10)**	**(3,722,363)**	**(3,274,657)**
18.1.	Current Tax Provision		6,247,187	2,229,014
18.2.	Deferred Tax Expense Effect (+)		4,407,216	1,196,969
18.3.	Deferred Tax Income Effect (-)		6,932,040	151,326
XIX.	**CURRENT PERIOD PROFIT/LOSS FROM CONTINUED OPERATIONS (XVII±XVIII)**	**(5.4.11.)**	**12,134,574**	**10,491,129**
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 FOR THE PERIOD (XIX+XXIV)**	**(5.4.12.)**	**12,134,574**	**10,491,129**
25.1.	Group's Profit/Loss		12,134,574	10,491,129
25.2.	Minority Interest Profit/Loss (-)		-	-
	Earnings Per Share Profit/Loss (Full TL)		1.5168	2.1185

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

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

4. STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

		Reviewed Current Period 01.01.2026-31.03.2026	Reviewed Prior Period 01.01.2025-31.03.2025
I.	**CURRENT PERIOD PROFIT/LOSS**	**12,134,574**	**10,491,129**
II.	**OTHER COMPREHENSIVE INCOME**	**(1,873,987)**	**(1,147,673)**
2.1	**Not Reclassified Through Profit or Loss**	**-**	**-**
2.1.1	Tangible Assets Revaluation Increase/Decrease	-	-
2.1.2	Intangible Assets Revaluation Increase/Decrease	-	-
2.1.3	Defined Benefit Plan Remeasurement Gain/Loss	-	-
2.1.4	Other Comprehensive Income Items Not Reclassified Through Profit or Loss	-	-
2.1.5	Tax Related Other Comprehensive Income Items Not Reclassified Through Profit or Loss	-	-
2.2	**Reclassified Through Profit or Loss**	**(1,873,987)**	**(1,147,673)**
2.2.1	Foreign Currency Translation Differences	-	-
2.2.2	Valuation and/or Reclassification Income/Expense of the Financial Assets at Fair Value through Other Comprehensive Income	(2,677,124)	(1,639,533)
2.2.3	Cash Flow Hedge Income/Expenses	-	-
2.2.4	Foreign Net Investment Hedge Income/Expenses	-	-
2.2.5	Other Comprehensive Income Items Reclassified Through Profit or Losses	-	-
2.2.6	Tax Related Other Comprehensive Income Items Reclassified Through Profit or Loss	803,137	491,860
III.	**TOTAL COMPREHENSIVE INCOME (I+II)**	**10,260,587**	**9,343,456**

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

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

5. STATEMENT 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								
		Notes	Paid-in Capital	Share Premiums	Share Cancellation Profit	Other Capital Reserves	1	2	3	4	5	6	Profit Reserves	Prior Periods' Profit / (Loss)	Net Profit/Loss for the Period	Total Shareholders' Equity Less Minority Shares	Minority Shares	Total Shareholders' Equity
	Prior Period (01/01/2025 – 31/03/2025)																	
I.	**Prior Period Ending Balance**		**4,947,336**	**6,373,506**	**1,874**	**-**	**-**	**(553,764)**	**-**	**-**	**(5,459,248)**	**-**	**42,203,716**	**60,618**	**34,653,456**	**82,227,494**	**-**	**82,227,494**
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.	**New Balance (I+II)**		**4,947,336**	**6,373,506**	**1,874**	**-**	**-**	**(553,764)**	**-**	**-**	**(5,459,248)**	**-**	**42,203,716**	**60,618**	**34,653,456**	**82,227,494**	**-**	**82,227,494**
IV.	Total Comprehensive Income		-	-	-	-	-	-	-	-	(1,147,673)	-	-	-	10,491,129	9,343,456	-	9,343,456
V.	Capital Increase by Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
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		-	-	-	-	-	-	-	-	-	-	(359)	-	-	(359)	-	(359)
XI.	Profit Distribution		-	-	-	-	-	-	-	-	-	-	-	34,653,456	(34,653,456)	-	-	-
11.1	Dividends Paid		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2	Transfers to Legal Reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.3	Other		-	-	-	-	-	-	-	-	-	-	-	34,653,456	(34,653,456)	-	-	-
	Balances at End of the Period (III+IV+…...+X+XI)	**(5.2.11.)**	**4,947,336**	**6,373,506**	**1,874**	**-**	**-**	**(553,764)**	**-**	**-**	**(6,606,921)**	**-**	**42,203,357**	**34,714,074**	**10,491,129**	**91,570,591**	**-**	**91,570,591**
	Current Period (01/01/2026 – 31/03/2026)																	
I.	**Prior Period Ending Balance**		**7,995,131**	**6,373,506**	**-**	**-**	**-**	**(403,460)**	**-**	**-**	**(3,391,875)**	**-**	**70,347,875**	**60,618**	**40,362,089**	**121,343,884**	**-**	**121,343,884**
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.	**New Balance (I+II)**		**7,995,131**	**6,373,506**	**-**	**-**	**-**	**(403,460)**	**-**	**-**	**(3,391,875)**	**-**	**70,347,875**	**60,618**	**40,362,089**	**121,343,884**	**-**	**121,343,884**
IV.	Total Comprehensive Income		-	-	-	-	-	-	-	-	(1,873,987)	-	-	-	12,134,574	10,260,587	-	10,260,587
V.	Capital Increase by Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
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		(2,996)	-	2,996	-	-	-	-	-	-	-	(359)	-	-	(359)	-	(359)
XI.	Profit Distribution		-	-	-	-	-	-	-	-	-	-	-	40,362,089	(40,362,089)	-	-	-
11.1	Dividends Paid		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2	Transfers to Legal Reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.3	Other		-	-	-	-	-	-	-	-	-	-	-	40,362,089	(40,362,089)	-	-	-
	Balances at End of the Period (III+IV+…...+X+XI)	**(5.2.11.)**	**7,992,135**	**6,373,506**	**2,996**	**-**	**-**	**(403,460)**	**-**	**-**	**(5,265,862)**	**-**	**70,347,516**	**40,422,707**	**12,134,574**	**131,604,112**	**-**	**131,604,112**

1. Accumulated revaluation increase / decrease of fixed assets,
2. Accumulated remeasurement gain / loss of 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 reclassification gains/losses of financial assets at fair value through other comprehensive income
6. Other (cash flow hedge gains/losses, shares of other comprehensive income of investments accounted through equity method that will be reclassified to profit or loss and accumulated amounts of other comprehensive income items that will be reclassified to other profit or loss)

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

6. STATEMENT OF CASH FLOWS

		Notes	Reviewed Current Period 01.01.2026-31.03.2026	Reviewed Prior Period 01.01.2025-31.03.2025
A.	**CASH FLOWS FROM BANKING OPERATIONS**			
1.1	**Operating Profit Before Changes in Assets and Liabilities from Banking Operations**		**41,020,930**	**23,680,424**
1.1.1	Profit Share Income Received		46,234,675	35,108,948
1.1.2	Profit Share Expense Paid		(27,961,791)	(25,253,700)
1.1.3	Dividends Received		755	574
1.1.4	Fees and Commissions Received		11,754,044	6,803,974
1.1.5	Other Income		1,178,819	2,941,165
1.1.6	Collections from Previously Written Off Loans		9,098,213	3,903,088
1.1.7	Payments to Personnel and Service Suppliers		(6,905,229)	(4,951,884)
1.1.8	Taxes Paid		(938,809)	(7,488,804)
1.1.9	Others		8,560,253	12,617,063
1.2	**Changes in Assets and Liabilities from Banking Operations**		**1,428,742**	**(8,547,215)**
1.2.1	Net (Increase) Decrease in Financial Assets at Fair Value Through Profit or Loss		(21,246,921)	2,005,741
1.2.2	Net (Increase) Decrease in Due from Banks and Other Financial Institutions		(24,641,926)	(15,986,912)
1.2.3	Net (Increase) Decrease in Loans		(85,694,240)	(17,396,204)
1.2.4	Net (Increase) Decrease in Other Assets		9,077,096	12,331,109
1.2.5	Net Increase (Decrease) in Bank Deposits		307,461	163,011
1.2.6	Net Increase (Decrease) in Other Deposits		118,876,991	536,141
1.2.7	Net Increase (Decrease) in Financial Liabilities Measured at Financial Assets at Fair Value Through Profit or Loss		-	-
1.2.8	Net Increase (Decrease) in Funds Borrowed		(685,318)	(3,009,000)
1.2.9	Net Increase (Decrease) in Due Payables		-	-
1.2.10	Net Increase (Decrease) in Other Liabilities		5,435,599	12,808,899
I.	**Net Cash Provided From Banking Operations**		**42,449,672**	**15,133,209**
B.	**CASH FLOWS FROM INVESTING ACTIVITIES**			
II.	**Net Cash Provided from Investing Activities**		**(34,291,573)**	**(10,766,770)**
2.1	Cash Paid for Purchase Jointly Controlled Operations, Associates and Subsidiaries		(1,550,000)	(8,772,500)
2.2	Cash Obtained from Sale of Jointly Controlled Operations, Associates and Subsidiaries		-	-
2.3	Fixed Assets Purchases		(264,879)	(968,720)
2.4	Fixed Assets Sales		222,899	389,556
2.5	Cash Paid for Purchase of Financial Assets at Fair Value Through Other Comprehensive Income		(32,686,487)	(1,696,156)
2.6	Cash Obtained from Sale of Financial Assets at Fair Value Through Other Comprehensive Income		701,503	600,821
2.7	Cash Paid for Purchase of Investment Securities		-	-
2.8	Cash Obtained from Sale of Investment Securities		-	-
2.9	Other		(714,609)	(319,771)
C.	**CASH FLOWS FROM FINANCING ACTIVITIES**			
III.	**Net Cash Provided from Financing Activities**		**(148,439)**	**(91,474)**
3.1	Cash Obtained from Funds Borrowed and Securities Issued		-	-
3.2	Cash Used for Repayments of Funds Borrowed and Securities Issued		-	-
3.3	Equity Instruments Issued		-	-
3.4	Dividends Paid		-	-
3.5	Payments for Finance Leases		(148,439)	(91,474)
3.6	Other		-	-
IV.	**Effect of Change in Foreign Exchange Rate on Cash and Cash Equivalents**		**8,828,869**	**22,709,708**
V.	**Net Increase in Cash and Cash Equivalents**		**16,838,529**	**26,984,673**
VI.	**Cash and Cash Equivalents at the Beginning of the Period**		**224,859,405**	**125,488,388**
VII.	**Cash and Cash Equivalents at the End of the Period**		**241,697,934**	**152,473,061**

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

SECTION THREE

EXPLANATIONS ON ACCOUNTING POLICIES

1. Explanations on basis of presentation

1.1 The preparation of the 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 Bank prepares its financial statements in accordance with the "Regulation on The Procedures and Principles for Accounting Practices and Retention of Documents by Banks" published in the Official Gazette dated 1 November 2006 with numbered 26333, and other regulations on accounting records of banks published by the Banking Regulation and Supervision Agency ("BRSA") as well as the circulars and pronouncements published by the BRSA. For matters not regulated by the aforementioned legislations, the Bank prepares its financial statements in accordance with the BRSA Accounting and Financial Reporting Legislation, which comprises the terms of the Turkish Financial Reporting Standards issued by the Public Oversight Accounting and Auditing Standards Authority.

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

The 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 preparation of financial statements in conformity with BRSA Accounting and Financial Reporting Legislation requires the Bank management to make assumptions and estimates with respect to the assets and liabilities on the balance sheet and contingent issues outstanding as of the balance sheet date. These assumptions and estimates mainly consist of calculations of the fair values of financial instruments and the impairment on assets. The assumptions and estimates are reviewed regularly and, when necessary, appropriate corrections are made and the effects of such corrections are reflected on the income statement.

POA, on 23 November 2023, published an announcement regarding that companies that apply Turkish Financial Reporting Standards should present their financial statements for the annual reporting period ending on or after 31 December 2023 in accordance with the relevant accounting principles in "Turkish Accounting Standard 29 Financial Reporting in Economies with High Inflation", adjusted for the effect of inflation. However, institutions or organizations authorized to regulate and supervise their own fields may determine transition dates different from those foreseen above for the implementation of the provisions in TAS 29. Based on this announcement, BRSA, in accordance with its decision dated 12 December 2023 and numbered 10744, has decided that the financial statements of banks and financial leasing, factoring, financing, savings financing and asset management companies dated 31 December 2023 will not be subject to the inflation adjustment required within the scope of TAS 29. In accordance with the BRSA's decision dated 11 January 2024 and numbered 10825, it was decided that banks and financial leasing, factoring, financing, savings financing and asset management companies will apply inflation accounting as of 1 January 2025; however, it was announced that it was decided not to apply inflation accounting in 2025 in accordance with the BRSA's decision dated 5 December 2024 and numbered 11021. Therefore, no inflation adjustment has been made in accordance with TAS 29 in the preparation of the financial statements as at 31 March 2026. Within the scope of the temporary article added to the Tax Procedure Law ("TPL") with the Omnibus Law numbered 7571 published in the Official Gazette dated 24 December 2025, it has been ruled that PPI-based inflation adjustment will not be applied in the 2025, 2026 and 2027 accounting periods, even if the conditions are met. Accordingly, inflation adjustment will not be applied to the TPL financial statements that will be used as a basis for corporate tax returns for these periods.

1.3 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 Bank in the current year. Comparative information is restated when deemed necessary in order to comply with the presentation of the current period financial statements.

1.4 Preparation of the financial statements as regards to the current purchasing power of money

The financial statements of the Bank have been subject to inflation adjustment in accordance with TAS 29 "Turkish Accounting Standard for Financial Reporting in Hyperinflationary Economies" until 31 December 2004.

In accordance with the BRSA Board decisions issued in 2023, 2024 and 2025 regarding the implementation of the provisions of TAS 29, the "TAS 29 Financial Reporting in Hyperinflationary Economies Standard" has not been applied in the Bank's financial statements for the interim accounting period ended 31 March 2026.

1.5 Disclosures regarding TFRS 9 financial instruments

TFRS 9 "Financial Instruments", which is effective as of 1 January 2018 is published by the Public Oversight Accounting and Auditing Standards Authority ("POA") in the Official Gazette numbered 29953 dated 19 January 2017. As of 1 January 2018, the application of TFRS 9 replaced "TAS 39: Financial Instruments: Recognition and Measurement." standard.

TFRS 9 also includes new principles for general hedge accounting which aims to harmonize hedge accounting with risk management applications. In the admission of the accounting policies, TFRS 9 presents the option of postponing the adoption of TFRS 9 hedge accounting and continuing to apply the hedge accounting provisions of TAS 39.

All recognized financial assets that are within the scope of TFRS 9 are required to be initially measured at amortized cost or fair value. Specifically, debt investments that are held within a business model whose objective is to collect the contractual cash flows, and that have contractual cash flows that are solely payments of principal and interest on the principal outstanding are generally measured at amortized cost at the end of subsequent accounting periods. Debt instruments that are held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets, and that have contractual terms that give rise on specified dates to cash flows that are solely payments of principal and profit share on the principal amount outstanding, are generally measured at Fair Value Through Other Comprehensive Income ("FVTOCI"). All other debt investments and equity investments are measured at their fair value at the end of subsequent accounting periods.

In addition, under TFRS 9, entities may make an irrevocable election to present subsequent changes in the fair value of an equity investment in other comprehensive income, with only dividend income generally recognized in profit or loss.

Dividends obtained from such investments are accounted in the financial statements as profit or loss unless they are evidently a part of the recoverable cost of investment. As a result of the combination of contractual cash flow characteristics and business models, the differences in the classification of financial assets are reflected in the financial statements compared to the current classification in TAS 39. During the first recognition of a financial asset into the financial statements, business model determined by the Bank management and the nature of contractual cash flows of the financial asset are taken into consideration.

Classification and measurement of financial instruments

According to TFRS 9 requirements, classification and measurement of financial assets will depend on the business model within which financial assets are managed and their contractual cash flow characteristics whether the cash flows represent solely payments of principal and profit share.

Upon initial recognition each financial asset shall be classified as either fair value through profit or loss ("FVTPL") amortized cost or fair value through other comprehensive income ("FVTOCI"). As for the classification and measurement of financial liabilities, the application of the existing terms of TAS 39 remain largely unchanged.

Explanations on expected credit loss

As of 1 January 2018, the Bank will recognize provisions for impairment in accordance with the TFRS 9 requirements according to the "Regulation on the Procedures and Principles for Classification of Loans by Banks and Provisions to be set aside" published in the Official Gazette dated 22 June 2016 numbered 29750. The expected credit loss estimates are required to be unbiased, probability-weighted and should include supportable information about past events, current conditions, and forecasts of future economic conditions.

Modelling studies were carried out on the principal components of the Expected Loan Loss calculation and the default probability (PD) models were developed on various loan portfolios. Credit portfolios are determined according to customer segments that form the basis of banking activities. The cyclical default probabilities generated by these models developed for use in the Internal Rating Based Approach (IDD) are translated into the Instantaneous Default Probabilities and these instantaneous default probabilities are used when calculating the Expected Loan Loss on TFRS

9 Calculation on Default (LGD) calculation reflects the legal deduction rates and the Bank's past collection performance on unsecured loans. Default Amount (EAD) corresponds to the balance used in cash at the reporting date for cash loans, non-cash loans and balance after application of the loan to commitment risks.

Macroeconomic scenarios affect PD values. The expected credit loss amount is calculated by weighting 3 different scenarios as Base, Good and Bad scenarios. The probability of default of the debtors and the loss rates in default vary with each scenario.

As of 31 March 2026, the Bank has been exposed to recession, geopolitical risks, inflation, unemployment, exchange rate risk, etc. with the effect of current internal and external conditions in order to reflect the macroeconomic outlook and the upward risks that factors may pose on the bank's loan portfolio, it has revised its macroeconomic expectations and its calculations made considering the change in PD along with the update in the EDF model have been reflected in the financial statements. By its nature, the model effects are reflected in the financial statements with a delay due to the occurrence of the events and their effects at different times. For this reason, the Bank is establishing additional provisions for the Wholesale and Retail Trade, Build, Construction, Contracting and Tourism sectors, whose PD is more sensitive to the current macroeconomic and geopolitical conjuncture among the sectors that are declining.

The Bank maintains this approach as of 31 March 2026. When deemed necessary, the future will review these assumptions according to the course of economic and geopolitical risks.

The expected credit loss estimates are required to be unbiased, probability-weighted and include supportable information about past events, current conditions, and forecast of future economic conditions.

The Bank applies a ‘three-stage’ impairment model depending on the gradual increase in credit risk observed since initial recognition:

Stage 1: Includes financial assets not having significant increase in their credit risk from initial recognition till the following reporting date or financial assets having low credit risk at the reporting date. It is recognized 12-month expected credit losses for such financial assets.

Stage 2: Includes financial assets having significant increase in their credit risk subsequent to the initial recognition, but not having objective evidence about impairment. It is recognized lifetime expected credit losses for such financial assets. In this context, the basic considerations that are considered in determining the significant increase in the credit risk of a financial asset and its transfer to Phase 2 are, but are not limited to, the following.

- Delayed by more than 30 days as of the reporting date
- Restructuring
- Close Monitoring
- Evaluation of distortion in Rating Note

The definition of the deterioration in the rating is the comparison of the credit rating at the opening date and the rating date at the reporting date by using the Parent Bank's internal rating-based credit rating models. If the rating calculated for the loan at the reporting date exceeds the specified threshold values, the rating is deemed as deterioration.

Stage 3: Includes financial assets having objective evidence about impairment at the reporting date. It is recognized lifetime expected credit losses for such financial assets.

The Bank periodically evaluates the provisions of loans and other receivables in accordance with TFRS 9 retrospectively on the basis of their results and, if deemed necessary, revises the basketing rules and the parameters used in the calculation of the related provision balances.

1.6 Revenue from TFRS 15 disclosures regarding the standard of revenue from customer contracts

TFRS 15 Revenue from Customer Contracts provides a single, comprehensive model and guidance on the recognition of revenue and is recorded in accordance with income with TFRS 15 Revenue from Customer Contracts.

1.7 Explanations on TFRS 16 leases standard

The leasing transactions are presented by the lessees as assets (right-of-use assets) and liabilities from leasing transactions. TFRS 16 Standard eliminates the dual accounting model of leasing transactions on balance sheet and operational leasing transactions as direct expense except balance sheet.

Within the scope of TFRS 16, the Bank reflects the existence of a lease obligation and a right of use to the financial statements at the date of initial application. The Bank measures the leasing liability on the present value of the remaining lease payments, discounted at their present value using the alternative borrowing cost ratio at the date of initial application of the Bank. In addition, the Bank measures the existence of the right to use of such right at an amount equal to the lease obligation, which is reflected in the statement of financial position immediately after the first application date, adjusted for the amount of all prepaid or accrued lease payments.

As of 31 March 2026, the right-of-use assets classified tangible assets gross amounting to TL 3,747,369 in the balance sheet of the Bank and lease liabilities classified in the item of liabilities from lease transactions amounting to gross TL 4,299,931. In the three-month period that ended as of the same date, financial expenses amounting to TL 148,439 and depreciation expenses amounting to TL 246,389 were incurred.

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

The Bank 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 Bank’s exposure to liquidity risk, currency risk and credit risk while increasing profitability and strengthening the Bank’s equity. The assets-liabilities committee (ALC) 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 published by the Central Bank of Türkiye converting them into 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. There are no foreign currency differences capitalized by the Bank.

3. Investments in associates and subsidiaries

Subsidiaries and associates denominated in Turkish currency are accounted for at cost in accordance with the "Turkish Accounting Standard on Consolidated and Separate Financial Statements" ("TAS 27") and are reflected in the unconsolidated financial statements after deducting the provision for impairment, if any.

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

The Bank engages in foreign currency futures transactions in order to reduce foreign currency position risk and manage foreign currency liquidity. The Bank’s derivatives are classified as "Hedging Purposes" and "Financial Asset with Fair Value (GUD) Reflected in Profit/Loss". Accordingly, although some derivative transactions provide effective protection against risks for the Bank economically, those that cannot be defined accountably for hedging purposes are recognized as "Financial Assets Reflected in Fair Value (GUD) Profit/Loss" and tracked in the "Derivative Financial Assets/Liabilities" account on the balance sheet with their fair value.

Obligations and receivables arising from derivative transactions are recorded in the accounts based on the contract amounts. The fair value of currency futures and swaps is calculated using the discounted cash flow model. Differences in the fair value of derivative transactions for trading purposes are recognized in the " Trading Income/Loss " item in the income statement.

Embedded derivatives are separated from the host contract if the economic characteristics and risks of the embedded derivative are not closely related to the economic characteristics and risks of the host contract, a separate instrument with the same terms as the embedded derivative would meet the definition of a derivative and the hybrid instrument is not measured at fair value with changes in fair value recognized in profit or loss. Embedded derivatives are accounted as derivative instruments in-line with TFRS 9. If the embedded derivatives are closely related with the host contract, embedded derivatives are accounted for in-line with the relevant standard applicable for the host contract.

As of 31 March 2026, the Bank's has no cash flow hedging transaction.

Benchmark Rate Reform - Stage 2, which introduces amendments to TFRS 9, TAS 39, TFRS 7, TFRS 4 and TFRS 16, effective from January 2021, was published in December 2020 and early application of the changes is permitted. With the amendments made, certain exceptions are provided in the basis used in determining the contractual cash flows and in the hedge accounting provisions. The changes came into effect from 1 January 2021. Loans given from items indexed to benchmark interest rates in the Bank's financial statements and securities assets; Securities issued, derivative transactions and loans obtained through repo constitute liabilities. These changes do not have a significant impact on the Bank's financial position or performance. As of 31 March 2026, the Bank has no hedging transactions based on the benchmark interest rate.

5. Explanations on profit share income and expense

Profit share income is recognized in the income statement on an accrual basis by using the method of internal rate of return and is accounted under profit share income account in the financial statements. While applying the internal rate of return method, the Bank amortizes the fees included in the account of the effective profit rate over the expected life of the financial instrument. If the financial asset is impaired and classified as a non-performing loan, profit accruals and rediscount calculations for these customers within the scope of TFRS 9 Financial Instruments Standard. The Bank calculates expense accrual in accordance with the unit value calculation method on profit/loss sharing accounts and reflects these amounts in "Funds Collected" account on the balance sheet.

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 interest 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 used by the Bank 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 Bank classifies and accounts for its financial assets as 'Fair Value Through Profit/Loss', 'Fair Value Through Other Comprehensive Income,' or 'Amortized Cost.' Such financial assets are recognized and derecognized as per the terms of "Recognition and Derecognition in Financial Statements" under the section three of the "TFRS 9 Financial Instruments" regarding the classification and measurements of financial instruments, published in the Official Gazette numbered 29953 and dated 19 January 2017 by Public Oversight, Accounting and Auditing Standards Authority ("POA"). When financial assets are included in the financial statements for the first time, they are measured at fair value. Transaction costs are initially added to fair value or deducted from fair value at the initial measurement of financial assets other than the "Fair Value at Fair Value Through Profit or Loss".

The Bank 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 Bank management and the nature of contractual cash flows of the financial asset are taken into consideration. When the business model determined by the Bank management is changed, all affected financial assets are reclassified and this reclassification is applied prospectively. In such cases, no adjustments are made to gains, losses or profit shares that were previously recorded in the financial statements.

7.1 Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss are financial assets that are managed within a business model other than the business model whose objective is achieved by holding contractual cashflows for collection and the business model whose objective is achieved by collecting and selling contractual cash flows. Also, in case that the contractual terms of financial assets do not give rise on specified dates to cash flows that are solely payments of principal and profit share on the principal amount, such assets are those that are, obtained with the aim of providing profit from the short-term price or other factor fluctuations in the market or are part of a portfolio aiming to obtain short-term profit, regardless of the reason of acquisition. Financial assets at fair value through profit or loss are initially recognized at fair value and subsequently remeasured at fair value. Gains and losses arising from the valuation are recognized in profit or loss.

7.2 Financial assets at fair value through other comprehensive income

A financial asset is classified as at fair value through other comprehensive income when the asset is managed within a business model whose objective is achieved by collecting contractual cash flows and selling the financial asset, as well as when the contractual terms of the financial asset give rise on specified dates to cash flows are solely payments of principal and profit share on the principal amount.

Financial assets at fair value through other comprehensive income are recognized by adding transaction cost to acquisition costs that reflect 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 method regarding the financial assets at fair value through other comprehensive income and dividend income from equity securities are recorded to income statement. “Unrealized gains and losses,” which is the difference between the amortized 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, or the impairment of the asset. “Unrealized gains and losses” are accounted under the “Accumulated other comprehensive income or expense to be reclassified through profit or loss” under shareholders’ equity. The accumulated fair value differences recognized under equity when the securities are collected or disposed of are recognized in the statements of income.

Equity securities, which are classified as financial assets at fair value through other comprehensive income, are carried at fair value, in the case that the securities have a quoted market price in an active market and/or the fair values of the securities can be reliably measured. In contrary case, the securities are carried at cost, less provision for impairment.

During initial recognition an entity can make an irrevocable election regarding the presentation of the subsequent changes in 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 that the entity elects to present the changes as described, dividends arising from the investment is accounted in the financial statements as profit or loss.

7.3 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; are financial assets, other than loans and receivables, which are held for the purpose of custody until maturity, with conditions necessary for such assets to be held until contractual maturity met, including funding ability; and which have fixed or determinable payments and fixed maturities. Financial assets measured at amortized cost are initially recognized at cost and subsequently measured at amortized cost using the internal rate of return method. Profit share income related to Financial Assets measured at amortized cost is reflected in the income statement.

7.4 Derivative financial assets

The major derivative instruments utilized by the Bank are foreign currency swaps, cross currency swaps and currency forwards.

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 considering the market value of the derivatives or by using the discounted cash flow model.

7.5 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 offsetting of financial assets and liabilities

Financial assets and liabilities are offset, and the net amount is reported in the balance sheet when the Bank’s 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.

9. 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, OMT were carried out with the CBRT for the first time on 14 June 2013, by subjecting the Treasury Lease Certificates, which were include in assets, to the repurchase transactions. From this date, the Bank performs sale transactions of treasury lease certificates that are recognized in the assets of the balance sheet in return for conditional repurchasing by tendering to purchase auctions held by CBRT with various maturities; and thusly raises funds.

As of 31 March 2026, the Bank has repurchased agreement amounting to TL 81,579,686 (31 December 2025 - TL 47,003,847).

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

As mandated by the Banking Act 5411 Article 57 “banks cannot participate in commercial real-estate and commodity trade with the exception of real-estate and commodity based agreements within the scope of Capital Markets Act No. 2499, and precious metal trade as seen appropriate by the board, and cannot participate in partnerships with firms whose main business activity is commercial real-estate, with the exception of real-estate investment partnerships and companies that finance mortgaged residential estates. The rules and procedures regarding the sales of real-estate and commodities that were acquired due to receivables and debtors’ obligations to the bank are determined by the board.”

Assets that meet the criteria for classification as assets held for sale are measured at the lower of the carrying amount of assets and fair value less any costs to be incurred for disposal. Assets held for sale are not amortized and presented in the financial statements separately. In order to classify an asset as held for sale, the sale should be highly probable and the asset (or disposal group) 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 (or the disposal group) together with an active program for the determination of buyers as well as for the completion of the plan. Also, the asset (or the disposal group) 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. If such delay arises from any events and conditions beyond the control of the entity and there is sufficient evidence that the entity has an ongoing disposal plan for these assets,

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

such assets (or disposal group) can remain to be classified as assets (or disposal group) held for sale. Extension of the period necessary to complete the sale, does not avoid the classification of the related asset (or disposal group) to be classified as asset held for sale.

A discontinued operation is a part of the Bank's that either has been disposed of or is classified as held for sale. Discontinued operations are presented separately in the income statement. The Bank's has no discontinued operations.

11. Explanations on goodwill and other intangible assets

Intangible assets are stated at cost adjusted for inflation until 31 December 2004, less provision for impairment, if any, and accumulated amortization and amortized with straight-line method.

The other intangible assets of the Bank comprise mainly computer software. The useful lives of such assets acquired prior to 2004 have been determined as 5 years and for the year 2004 and forthcoming years, as 3 years. The amortization period of the licenses is determined on the basis of the duration of the license agreements.

12. Explanations on tangible assets

Fixed assets are stated at cost adjusted for inflation until 31 December 2004, 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. The annual rates used for amortization are as follows:

Property	2%
Movables, leased assets	6.67% - 20%

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. Leasehold improvements are depreciated over the term of the lease agreements by straight-line method.

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.

Property held for long-term rental yields and/or capital appreciation is classified as investment property. Investment properties are stated at cost less accumulated depreciation and any impairment in value. Depreciation is calculated on a straight-line basis over the estimated useful lives of the properties.

13. Explanations on leasing transactions

For contracts concluded prior to 1 January 2019, the Bank assesses whether the contract has a lease qualification or includes 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 Bank has started implementing the TFRS 16 - Leases standard from 1 January 2019, the first date of the TFRS 16 standard. At the commencement date of the lease, the Bank recognizes lease liabilities measured at the present value of lease payments to be made over the lease term. Lease payments are discounted by using the Bank's alternative borrowing profit rate. The Bank recognizes right-of-use assets equal to the lease liability, adjusted for any prepaid or accrued lease payments.

The right of the use asset

The Bank reflects the existence of a right of use and a lease obligation 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 obligation,
(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 Bank 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 Bank applies the depreciation liabilities in TAS 16 Tangible Assets while depreciating the right of use asset.

The Bank determines whether the right of use has been impaired and recognizes any identified impairment losses in accordance with TAS 36 Impairment of Assets.

Lease liability

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

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

14. Explanations on provisions and contingent liabilities

Provisions and contingent liabilities are accounted for 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 "Matching 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 the Bank resources will be required to settle the obligation, the obligation is considered as a "Contingent" liability and is disclosed in the related notes to the financial statements.

15. Explanations on liabilities relating to employee benefits

15.1 Defined benefit plans

In accordance with existing social legislation, the Bank is required to make severance pay to each employee who has completed over one year of service with the Bank and who retires or quits the employment to receive old age or disability benefits, to fulfil 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.

Liabilities amount which is related to “Turkish Accounting Standard on Employee Benefits” (“TAS 19”) is reflected accompanying financial statements and these liabilities are calculated by an independent actuary firm. The Bank is accounted all actuarial profit and loss under Statement of other Comprehensive Income.

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

15.2 Defined contribution plans

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

15.3 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.

The Bank management calculates bonus accrual if it foresees that the budgeted year-end figures approved by the Board of Directors are attainable.

16. Explanations on taxation

Current tax

According to Article 21 of the Law No. 7456 published in the Official Gazette dated 15 July 2023 and numbered 32249, starting from the declarations to be submitted as of 1 October 2023, the corporate tax rate of 25% on the corporate earnings of 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 has been increased from 25% to 30% to be applied to the earnings of the institutions in 2023 and the following taxation periods.

This rate is applied to the tax base to be found as a result of adding expenses that are not accepted as deductible in accordance with the tax laws to the commercial earnings of the corporations and deducting the exemptions and deductions in the tax laws. If the profit is not distributed, no other tax is paid. Starting from the declarations that must be submitted as of 1 October 2023 in accordance with the tax legislation; It entered into force on 15 July 2023 to be applied to the corporate income in 2023 and subsequent taxation periods, and to the earnings of corporations subject to the special accounting period starting in the 2023 calendar year and the following taxation periods. The provisional tax rate will be paid at the rate of 30% on the bases formed as of quarterly periods, and the provisional taxes paid during the year are deducted from the corporate tax calculated on the annual corporate tax return of that year.

The exemption provided for the income obtained by institutions from other investment funds, except for the exception provided for the income obtained from the participation shares of venture capital investment funds and the shares of venture capital investment trusts, has been abolished. This regulation has entered into force to be applied to mutual fund participation shares acquired as of 15 July 2023.

With the Presidential Decision No. 9286 published in the Official Gazette on 22 December 2024, and as a result of the amendments made in the relevant articles of the Ministerial Decisions annexed to the decision concerning the withholding tax rates in Article 94 of the Income Tax Law No. 193 and the tax withholding rates in Articles 15 and 30 of the Corporate Tax Law No. 5520, the withholding tax rate applied by full taxpayer corporations on profit shares distributed to full taxpayer individuals, individuals who are not subject to income or corporate tax, and those exempt from income tax, as well as on profit shares distributed to limited taxpayer individuals and limited taxpayers exempt from income tax, has been increased from 10% to 15%. Additionally, the withholding tax rate applies to the profit shares distributed to tax-exempt institutions, as well as to the profit shares distributed by full taxpayer corporations to limited taxpayer institutions or limited taxpayers exempt from corporate tax, except for those earning profit shares through a permanent establishment or a representative in Türkiye. The withholding tax rate increase also applies to the amount transferred to the head office by limited taxpayer institutions making annual or special declarations, after the corporate tax has been deducted from their corporate income, before applying any discounts or exemptions. This Decision came into effect on 22 December 2024. In the application of withholding tax rates on profit distributions to limited taxpayer institutions and individuals, the provisions of the relevant double taxation treaties are also taken into consideration. The addition of profit to the capital is not considered a profit distribution and therefore is not subject to withholding tax.

Pursuant to Article 298/A repeated of the Tax Procedure Law (“TPL”), non-monetary assets included in the financial statements are required to be subject to inflation adjustment. In accordance with Provisional Article 33 of the TPL, inflation adjustment was envisaged to be applied to the financial statements of corporations dated 31 December 2023; however, pursuant to Law No. 7491 published on 28 December 2023, it was stipulated that banks, insurance companies, and other financial institutions would not take into consideration the profit/loss differences arising from inflation adjustment performed in the 2024 and 2025 accounting periods in the determination of taxable income. The financial statements dated 31 December 2023 prepared within the scope of the TPL were subjected to inflation adjustment. The profit/loss difference arising from inflation adjustment was presented under retained earnings/losses accounts; however, it did not affect the corporate tax base. In the 2024 accounting period, including the provisional tax periods, the profit/loss differences arising from the inflation adjustment were not taken into consideration in the determination of taxable income. Pursuant to Provisional Article 37 added to the TPL by Law No. 7571 published in the Official Gazette dated 25 December 2025 and numbered 33118, corporations shall not subject their financial statements to inflation adjustment in the 2025, 2026, and 2027 accounting periods, regardless of whether the conditions for inflation adjustment are met. Corporations may apply revaluation to the assets falling within the scope of paragraph (Ç) of repeated Article 298 for the accounting periods in which inflation adjustment is not applied.

For the purpose of issuance of certificate of leasing immovables to resource institutions, with the sale of asset leasing companies, the scope of Financial Leasing, Factoring and Financing Companies Law No.6361, dated 21 November 2012 in order to lease it back and in case of taking back at the end of the contract, with the sale of financial leasing companies and asset leasing by asset leasing companies, for profit from the sale of the immovable property inherited from the institution applies this rate as 100% and for the immovable is not compulsory to be in assets at least for a period of two years. But the mentioned immovable’s; except in case of failure to fulfil the obligations arising from the source institution, the lesser or leasing agreement, immovable in question by the asset leasing company, in case of selling a third person or institutions, these immovable’s with the carrying value before its transfer to resource institution or asset leasing in lesser or asset leasing company, in mentioned institutions taking into consideration the total amount of depreciation is taxable for corporation engaged in the sale.

Corporate tax returns are filed by the thirty days of the fourth month following the balance sheet date and taxes is paid in one instalment by the end of that month. Corporate tax losses can be carried forward for a maximum period of five years following the year in which the losses were incurred. However, losses cannot be carried back to offset profits from previous periods. The tax authorities can inspect tax returns and the related accounting records for a retrospective maximum period of five years.

In Türkiye, there is no procedure for a final and definite agreement on tax assessments.
Profit/loss difference arising from inflation adjustment made by banks, companies within the scope of the Financial Leasing, Factoring, Financing and Savings Finance Companies Law dated 21 November 2021 and numbered 6361, payment and electronic money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies and pension companies in the 2025 and 2026 accounting periods, including temporary tax periods, will not be taken into account in the determination of earnings.

Global Tax

Pursuant to Law No. 7524 on Amendments to Tax Laws and Certain Other Laws and Decree Law No. 375, which entered into force upon its publication in the Official Gazette dated 2 August 2024 and numbered 32620, “Domestic and Global Minimum Top-up Corporate Tax” was introduced through Additional Article 11 added to the Corporate Tax Law (“CTL”). As a result of the assessments performed in relation to the relevant regulations, the Bank’s management continues to evaluate the matter of an additional tax liability that may arise for the Bank due to the subsidiaries of the Bank’s parent shareholder, KFH (Kuwait Finance House), in other jurisdictions. In addition, legislative amendments in Türkiye and in the other countries in which Kuveyt Türk Katılım Bankası A.Ş. operates are being monitored.

The tax applied to corporate earnings in Bahrain has been determined as 15% pursuant to the Domestic Minimum Top-up Tax (“DMTT”) Law, which entered into force as of 1 January 2025. The DMTT covers branches, subsidiaries, and similar entities operating in Bahrain that belong to multinational enterprises with consolidated revenue exceeding EUR 750 million. The relevant law, enacted in line with the OECD Pillar Two rules, aims to eliminate any favorable difference between the local tax rate and the global minimum tax rate and requires corporations to pay an additional tax over the commercial profit balance calculated by also taking into consideration the exemptions and deductions stipulated under local legislation. Considering the Bank’s consolidated revenue level, the Bahrain Branch falls within the scope of the relevant tax legislation, and accordingly, a Domestic Minimum Top-up Tax liability has arisen at the Bahrain Branch level.

Deferred tax

For taxable temporary differences arising between the tax bases of assets and liabilities and their carrying amounts, as per the provisions of “Turkish Accounting Standard on Income Taxes” (“TAS 12”), the Bank calculates deferred tax liability over all taxable temporary differences and deferred tax asset over taxable temporary differences, apart from the provisions for due to participation accounts Expected Credit Losses for 12-Months (Stage 1) and for due to participation accounts Lifetime Credit Losses (Stage 2) with significant increase in the credit risk after initial recognition, to the extent that is probable that taxable profit will be available in subsequent periods. Deferred tax asset and liabilities are shown in the accompanying financial statements on a net basis. The tax effect regarding the items directly accounted in equity are also reflected in equity. Updated tax rates in the upcoming periods will be taken into account in the calculation of deferred tax assets and liabilities.

Pursuant to Article 298/A repeated of the Tax Procedure Law (“TPL”), non-monetary assets included in the financial statements are required to be subject to inflation adjustment. In accordance with Provisional Article 33 of the TPL, inflation adjustment was envisaged to be applied to the financial statements of corporations dated 31 December 2023; however, pursuant to Law No. 7491 published on 28 December 2023, it was stipulated that banks, insurance companies, and other financial institutions would not take into consideration the profit/loss differences arising from inflation adjustment performed in the 2024 and 2025 accounting periods in the determination of taxable income. The financial statements dated 31 December 2023 prepared within the scope of the TPL were subjected to inflation adjustment. The profit/loss difference arising from inflation adjustment was presented under retained earnings/losses accounts; however, it did not affect the corporate tax base. In the 2024 accounting period, including the provisional tax periods, the profit/loss differences arising from the inflation adjustment were not taken into consideration in the determination of taxable income. Pursuant to Provisional Article 37 added to the TPL by Law No. 7571 published in the Official Gazette dated 25 December 2025 and numbered 33118, corporations shall not subject their financial statements to inflation adjustment in the 2025, 2026, and 2027 accounting periods, regardless of whether the conditions for inflation adjustment are met. Corporations may apply revaluation to the assets falling within the scope of paragraph (Ç) of repeated Article 298 for the accounting periods in which inflation adjustment is not applied.

Under the provisions of Article 32 of the Tax Procedure Law and Duplicated Article 298/ç, the revaluation of immovables and depreciable economic assets has been subject to deferred taxation.

The Public Oversight Authority (POA) revised TAS 12 Income Taxes within the scope of the OECD Pillar Two model rules through the regulation published in September 2023. Through this revision, a temporary and mandatory exception was introduced regarding the recognition of deferred tax assets and liabilities arising from global minimum tax regulations in the financial statements. Pursuant to the relevant amendment, the financial effects of Pillar Two tax legislation that has entered into force or for which the legislative process is substantially enacted shall not be reported as deferred tax items. Corporations are required to disclose in the footnotes that they have applied this exception, and the relevant practice entered into force as of the date of its publication.

17. Explanations on additional disclosures on borrowings

Borrowings other than funds collected are measured at amortized cost using the internal rate of return method after the initial recognition. The Bank does not apply hedging techniques on related borrowings.

The Bank has not issued convertible bonds.

18. Explanations on share certificates issued

There is no significant amount of transaction costs on Bank about share certificates.

19. 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.

20. Explanations on government grants

There are no government grants received by the Bank.

21. Explanations on segment reporting

The Bank conducts its activities in three separate segments: Corporate and Commercial Banking, Retail Banking, Treasury and International Banking. Each department serves with its own products and the results of the activities are monitored on the basis of these departments.

Segment reporting is disclosed in Section Four, Note 14.

22. Explanations on other matters

The Bank has no disclosures on other matters.

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

SECTION FOUR

INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT OF THE BANK

1. Explanations on equity items

Shareholders' equity and capital adequacy ratio were calculated within the framework of “Regulation on Banks' Equity” and “Regulation on Measurement and Evaluation of Capital Adequacy of Banks”. As of 31 March 2026, the Bank’s total shareholders’ equity is calculated as TL 147,938,136 (31 December 2025: TL 136,631,585), and the capital adequacy ratio is 17.28% (31 December 2025 – %22.11).

Pursuant to the Board Resolution dated 19 December 2024 and numbered 11038, within the scope of the calculation of the amounts subject to credit risk in accordance with the Regulation on Measurement and Assessment of Capital Adequacy of Banks published in the Official Gazette dated 23 October 2015 and numbered 29511, the practice allowing the use of the Central Bank of the Republic of Türkiye (CBRT) foreign exchange buying rates as of 28 June 2024 in the calculation of the valuation amounts of monetary assets and non-monetary assets, excluding foreign currency-denominated items measured at historical cost, in accordance with Turkish Accounting Standards, and the related specific provision amounts, was abolished effective from 1 January 2026 pursuant to the BRSA Board Resolution dated 13 November 2025 and numbered 11286. The Bank utilized this facility in its Capital Adequacy calculations dated 31 December 2025.

1.1 Explanations on the components of shareholder’s equity

	Current Period Amount	Prior Period Amount
COMMON EQUITY TIER 1 CAPITAL		
Paid-in capital following all debts in terms of claim in liquidation of the Bank	8,000,000	8,000,000
Share issue premiums	6,373,506	6,373,506
Reserves	70,347,516	70,347,875
Gains recognized in equity as per Turkish Accounting Standards (TAS)	305,478	1,417,913
Profit	52,557,281	40,422,707
Current Period Profit	12,134,574	40,362,089
Prior Periods’ Profit	40,422,707	60,618
Shares acquired free of charge from associates, subsidiaries and joint ventures and cannot be recognized within profit for the period	-	-
Common Equity Tier 1 Capital Before Deductions	**137,583,781**	**126,562,001**
Deductions from Common Equity Tier 1 Capital	-	-
Common Equity as per the (i) clause of Provisional Article 9 of the Regulation on the Equity of Banks	-	-
Portion of the current and prior periods’ losses which cannot be covered through reserves and losses reflected in equity in accordance with TAS	5,571,340	3,375,149
Improvement costs for operating leasing	667,643	654,311
Goodwill remaining after offsetting with the relevant deferred tax liability	-	-
Other intangible assets remaining after offsetting with the related deferred tax liability, excluding the rights to provide mortgage service	4,589,962	4,025,583
The remaining part of the deferred tax asset based on taxable income to be obtained in future periods, excluding the deferred tax assets based on temporary differences, after deducting with the related deferred tax liability	-	-
Differences are not recognized at the fair value of assets and liabilities subject to hedge of cash flow risk	-	-
Communiqué Related to Principles of the amount credit risk calculated with the Internal Ratings Based Approach, total expected loss amount exceeds the total provision	-	-
Gains arising from securitization transactions	-	-
Unrealized gains and losses due to changes in own credit risk on fair valued liabilities	-	-
Defined-benefit pension fund net assets	403,460	403,460
Direct and indirect investments of the Bank in its own Common Equity	7,865	4,869
Shares obtained contrary to the 4th clause of the 56th Article of the Law	-	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Common Equity of the Bank	-	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns more than 10% of the issued common share capital exceeding 10% of Common Equity of the Bank	-	-
Portion of mortgage servicing rights exceeding 10% of the Common Equity	-	-
Portion of deferred tax assets based on temporary differences exceeding 10% of the Common Equity	-	-

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

Amount exceeding 15% of the common equity as per the 2nd clause of the Provisional Article 2 of the Regulation on the Equity of Banks	-	-
Excess amount arising from the net long positions of investments in common equity items of banks and financial institutions outside the scope of consolidation where the Bank owns more than 10% of the issued common share capital	-	-
Excess amount arising from mortgage servicing rights	-	-
Excess amount arising from deferred tax assets based on temporary differences	-	-
Other items to be Defined by the BRSA	-	-
Deductions to be made from common equity due to insufficient Additional Tier I Capital or Tier II Capital	-	-
Total Deductions from Common Equity Tier I Capital	**11,240,270**	**8,463,373**
Total Common Equity Tier I Capital	**126,343,511**	**118,098,628**
ADDITIONAL TIER I CAPITAL		
Preferred stock not included in common equity Tier I Capital and the related share premiums	-	-
Debt instruments and premiums approved by BRSA	-	-
Debt instruments and premiums approved by BRSA (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 of Bank to Banks that invest in Bank's additional equity and components of equity issued by financial institutions with compatible with Article 7.	-	-
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	-	-
Transition from the Core Capital to Continue to deduce Components	-	
Goodwill and other intangible assets and related deferred tax liabilities which will not deducted from Common Equity Tier 1 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-	-
Net deferred tax asset/liability which is not deducted from Common Equity Tier 1 capital for the purposes of the sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-	-
Deductions to be made from common equity in the case that adequate Additional Tier I Capital or Tier II Capital is not available (-)	-	-
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)	**126,343,511**	**118,098,628**
TIER II CAPITAL		
Debt instruments and share issue premiums deemed suitable by the BRSA	15,552,026	15,008,658
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	-	-
Provisions (Article 8 of the Regulation on the Equity of Banks)	6,242,255	5,581,969
Tier II Capital Before Deductions	**21,794,281**	**20,590,627**
Deductions from Tier II Capital	-	-
Direct and indirect investments of the bank on its own Tier II Capital (-)	-	-
Investments of Bank to Banks that invest on Bank's Tier 2 and components of equity issued by financial institutions with the conditions declared in Article 8.	-	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Common Equity of the Bank (-)	-	-
Portion of the total of net long positions of investments made in Additional Tier I Capital item of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Common Equity of the Bank	-	-
Other items to be defined by the BRSA (-)	-	-
Total Deductions from Tier II Capital	**-**	**-**
Total Tier II Capital	**21,794,281**	**20,590,627**
Total Capital (The sum of Tier I Capital and Tier II Capital)	**148,137,792**	**138,689,255**

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

Total Capital (The sum of Tier I Capital and Tier II Capital)		
Deductions from Capital Loans granted contrary to the 50th and 51st Article of the 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	16,420	19,644
Other items to be defined by the BRSA	183,236	2,038,026
In transition from Total Core Capital and Supplementary Capital (the capital) to Continue to Download Components		
The Sum of net long positions of investments (the portion which exceeds the 10% of Banks Common Equity) in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity which will not deducted from Common Equity Tier 1 capital, Additional Tier 1 capital, Tier 2 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	-	-
The Sum of net long positions of investments in the Additional Tier 1 capital and Tier 2 capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank owns more than 10% of the issued common share capital of the entity which will not deducted from Common Equity Tier 1 capital, Additional Tier 1 capital, Tier 2 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	-	-
The Sum of net long positions of investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank owns more than 10% of the issued common share capital of the entity, mortgage servicing rights, deferred tax assets arising from temporary differences which will not deducted from Common Equity Tier1 capital for the purposes of the first and second sub-paragraph of the first paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	-	-
CAPITAL		
Total Capital (Total of Tier I Capital and Tier II Capital)	147,938,136	136,631,585
Total Risk Weighted Assets	855,996,947	618,049,525
CAPITAL ADEQUACY RATIOS		
CET 1 Capital Ratio (%)	14.76	19.11
Tier I Capital Ratio (%)	14.76	19.11
Capital Adequacy Ratio (%)	17.28	22.11
BUFFERS		
Total additional core capital requirement ratio	2.53	2.53
Capital conservation buffer requirement (%)	2.50	2.50
Bank specific countercyclical buffer requirement (%)	0.03	0.03
Additional CET 1 Capital Over Total Risk Weighted Assets Ratio Calculated According to the Article 4 of Capital Conservation and Counter-Cyclical Capital Buffers Regulation	8.76	13.11
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 the thousand	6,242,255	5,581,969
General Loan Provisions for Exposures in Standard Approach Limited by 1.25% of Risk Weighted Assets	6,242,255	5,581,969
Total Loan Provision that Exceeds Total Expected Loss Calculated According to Communique on Calculation of Credit Risk by Internal Ratings Based Approach	-	-
Total Loan Provision that Exceeds Total Expected Loss Calculated According to Communique 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 January 2018-1 January 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 thousands of Turkish Lira (TL) unless otherwise stated.)

Information on debt instruments to be included in equity calculation:	
Issuer	KT21 T2 Company Limited
Instrument Code (CUSIP, ISIN vb.)	XS2384355520
Legislation to which the Instrument is subject	BRSA regulation on Shareholders ' Equity
Consideration In Equity Calculation	
Subject to consideration application reduced by 10% from 1/1/2015	Not Being Subject
Validity on a consolidated or unconsolidated basis or both consolidated and unconsolidated basis	Current on both consolidated and unconsolidated basis
Instruments Type	Subordinated Sukuk (Tier II Capital)
Amount taken into account in equity calculation (as of last reporting date-TL million)	15,552
Nominal value of the Instrument (TL million)	15,552
The account in which the Instrument is followed accounting	3470003
Export date of the Instrument	16/09/2021
Maturity structure of the Instrument (demand/term)	10 Years and 3 Months Term
Initial maturity of the Instrument	5 Years and 3 Months (Due:16/12/2026)
Whether the issuer has the right to refund subject to BRSA approval	Yes
Date of repayment option, contingent repayment options and amount to be paid back	16/12/2026 - Complete
Subsequent repayment option dates	16/12/2026
Dividend payments	
Fixed or variable dividend payments	Fixed Dividend payments
Dividend ratio and index value for dividend ratio	6.125%
Whether there are any restrictions that stop paying dividends	None
The ability to be completely optional, partially optional or mandatory	Mandatory
Whether there is an element to encourage repayment, such as a dividend rate hike	None
Non-accumulative or cumulative property	Noncumulative
Ability to convert to stock	
Trigger events/events that would cause conversion if converted to stock	Cannot be converted into stock.
Fully or partially convert property if it can be converted to stock	Cannot be converted into stock.
If it can be converted to stock, the conversion rate	Cannot be converted into stock.
Forced or optional conversion property if it can be converted to stock	Cannot be converted into stock.
Types of convertible Instruments if convertible to stock	Cannot be converted into stock.
Issuer of the debt instrument to be converted if it can be converted to stock	Cannot be converted into stock.
Value reduction feature	
Trigger events/events to cause reduction if value reduction is enabled	No Value Reduction
If it has a value reduction feature, it has a total or partial value reduction feature	No Value Reduction
If the value reduction property is continuous or transient	No Value Reduction
If the value can be temporarily reduced, the value increment mechanism	No Value Reduction
In the case of liquidation, which is in the order in respect of the right of receivables (the instrument which is located just above this instrument of borrowing))	Senior Unsecured
Whether or not the provisions of Articles 7 and 8 of the regulation on the shareholders ' equity of the banks are not met	None
Which of the conditions contained in Articles 7 and 8 of the regulation on the shareholders ' equity of the banks are not met	None

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

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

Internal evaluation process is established for continuously evaluating and maintaining the types, components and distribution of the adequate level of capital in order to provide for various risks exposed to or to be exposed to. The final purpose of the evaluation process of the internal capital requirement, is to define and evaluate all the risks included or not in the calculations of the legal capital requirements, within the frame of the activities of the Bank, and to provide the availability of adequate capital in order to cover these risks and the application of the risk management techniques. The results obtained in this evaluation process by taking into consideration, the Banks' growth strategy, assets-liabilities structure, funding sources, liquidity position, foreign currency position, the effect of the price and market fluctuations on the capital, which are among the variables of the economy, aim to provide the continuity of the mentioned capital adequacy level at the determined level in compliance with the Banks' risk profile and risk appetite.

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 Bank is evaluated. This evaluation includes interest 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 and disclosures related to credit risk

Not prepared in accordance with the Article 25 of the Communiqué on Financial Statements and Related Disclosures and Notes to be Announced to Public by Banks.

3. Explanations on currency risk

Foreign currency risk represents the Bank's exposure to loss due to the changes in foreign currency exchange rates. All foreign currency assets, liabilities and foreign currency forward transactions are considered in calculation of capital to be employed for foreign currency risk according to standard method. The "standard method" and the "value at risk method" used in legal reporting are used to measure the exchange rate risk of the Bank. Measurements made under the standard method are carried out on a monthly basis and measurements made under the risk-exposed Value Method are carried out on a daily basis.

The Bank 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. As a tool of foreign currency risk management, foreign currency forward transactions are used when necessary to mitigate the risk.

As of 31 March 2026, the Bank has an open position of TL 8,287,357 (31 December 2025 - TL 5,139,063 open) consisting of TL 8,734,466 balance sheet open position (31 December 2025 - TL 46,174,191 open) and TL 447,109 off-balance sheet closed position (31 December 2025 – TL 41,035,128 closed).

The announced current foreign exchange buying rates of the Bank on the date of the financial statements and the previous five working days are as follows (full TL)

	24/03/2026	25/03/2026	26/03/2026	27/03/2026	30/03/2026	Balance sheet valuation rate
USD	44.30291	44.31163	44.32181	44.32667	44.42317	44.43436
EUR	51.33916	51.38957	51.18915	51.06363	51.05055	51.00723
GBP	59.36068	59.36574	59.15942	58.97782	58.80288	58.72509
CHF	56.20702	56.10947	55.92332	55.63353	55.56017	55.54158
JPY	0.27915	0.27878	0.27784	0.27729	0.27837	0.27847

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

	FC Purchase Rate
USD	44.12363
EUR	50.95862
GBP	58.80864

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

CHF	56.06789
JPY	0.27799

Currency risk of the Bank

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 (****)	37,184,965	65,674,525	141,971,407	244,830,897
Banks (******)	14,706,359	35,121,144	94,826,800	144,654,303
Financial assets at fair value through profit and loss	9,689	7,345,026	16,426,852	23,781,567
Money market placements	-	-	-	-
Financial assets at fair value through other comprehensive income	12,111	67,807,194	-	67,819,305
Loans and finance lease receivables (*)	127,961,884	174,529,444	155,182	302,646,510
Subsidiaries, associates and joint ventures (**)	1,592,030	-	-	1,592,030
Financial assets at amortized cost (*******)	-	25,807,962	-	25,807,962
Derivative financial assets for hedging purposes	-	-	-	-
Tangible assets	-	3,356	-	3,356
Intangible assets	-	150	-	150
Other assets	65,929	110,852	1,040,117	1,216,898
Total Assets	**181,532,967**	**376,399,653**	**254,420,358**	**812,352,978**
Liabilities				
Current account and funds collected from Banks via participation accounts	491,545	799,025	3,816,236	5,106,806
Current and profit-sharing accounts FC (****)	63,177,117	136,686,661	416,060,068	615,923,846
Money market borrowings	-	-	-	-
Funds provided from other financial institutions	30,766,499	138,391,576	23,739,942	192,898,017
Marketable securities issued	-	-	-	-
Miscellaneous payables	1,551,224	2,070,093	1,043,081	4,664,398
Derivative financial liabilities for hedging purposes	-	-	-	-
Other liabilities (*****)	902,653	1,428,277	163,447	2,494,377
Total Liabilities	**96,889,038**	**279,375,632**	**444,822,774**	**821,087,444**
Net balance sheet position	84,643,929	97,024,021	(190,402,416)	(8,734,466)
Net off-balance sheet position	(91,778,566)	(98,459,425)	190,685,100	447,109
Financial derivative assets	16,939,222	94,515,813	253,037,651	364,492,686
Financial derivative liabilities	108,717,788	192,975,238	62,352,551	364,045,577
Non-cash loans (***)	19,110,157	48,638,122	8,361,213	76,109,492
Prior Period				
Total assets	159,972,979	327,918,046	218,766,000	706,657,025
Total liabilities	98,146,392	304,697,023	349,987,801	752,831,216
Net balance sheet position	61,826,587	23,221,023	(131,221,801)	(46,174,191)
Net off-balance sheet position	(68,526,660)	(21,826,215)	131,388,003	41,035,128
Financial derivative assets	11,250,572	85,275,562	190,754,480	287,280,614
Financial derivative liabilities	79,777,232	107,101,777	59,366,477	246,245,486
Non-cash loans (***)	16,381,478	35,998,974	8,281,832	60,662,284

(*) Includes foreign currency indexed loans amounting to TL 349,041 (31 December 2025 - TL 487,897) followed as TL on the balance sheet and expected credit loss amounting to TL 4,831,778.
(**) TL 1,592,030 (31 December 2025 - TL 1,592,030) of the subsidiaries amounting to TL 14,910,612 in the balance sheet include foreign currency subsidiaries and associates.
(***) Does not have any effect to the net off-balance sheet position.
(****) Precious metals are included in “Other FC” column.
(*****) Other liabilities at fair value through TL 73,516 in the calculation of profit / loss of securities are not included in the foreign currency risk of impairment provisions. It also includes a provision for foreign currency indexed loans amounting to TL 7,538.
(******) Includes provisions for expected losses amounting to TL 4,205 were deducted from the cash values and the relevant lines from the Central Bank and Banks accounts.
(*******) Provisions are included in the relevant amount.

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

Foreign currency amounts that are not included in the currency risk table due to the legislation related to calculation of foreign currency net position to equity standard ratio, are explained by their gradation in the financial statements below.

- Derivative financial assets held for trading: TL 4,486,632 (31 December 2025 – TL 18,434,954)
- Prepaid expenses: TL 8,605 (31 December 2025 – TL 10,018)
- Derivative financial liabilities held for trading: TL 28,152,679 (31 December 2025 – TL 1,406,660)
- Foreign currency valuation differences: TL (305,478) (31 December 2025 – TL (1,417,016))

Receivables/Payables related to derivative financial instruments include foreign currency purchase/sale transactions and forward precious metal purchases that are amounting to.

- Foreign exchange buying transactions with value date: TL 35,991,642 ((31 December 2025 – TL 26,334,410)
- Foreign exchange sales transactions with value date: TL 37,401,882 (31 December 2025 – TL 21,340,152)
- Precious metal purchase transactions: TL 239,721,073 (31 December 2025 – TL 171,957,203)
- Precious metal sales transactions: TL 17,001,201 (31 December 2025 – TL 38,777,712)

Currency risk sensitivity

The Bank is mainly exposed to foreign currency risk in EURO, USD and GOLD.

The following table shows the Bank's sensitivity to 10% change in both USD, Euro and Gold exchange rate.

	% changes on foreign currency	Effects on Profit / Loss		Effects on equity	
		Current Period	Prior Period	Current Period	Prior Period
USD	10%	(143,540)	139,481	(364,757)	(524,586)
EURO	10%	(713,464)	(670,008)	(484,500)	(360,563)
Gold	10%	2,641,980	2,312,008	2,641,980	2,312,008

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

4. Explanations related to stock position risk

4.1 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

The Bank's non-quoted securities are accounted for fair value. When the fair value cannot be reliably measured, the cost method is used.

4.2 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		**Comparison**	
Equity Securities Investments	**Carrying Value**	**Fair Value (*)**	**Market Value**
Securities at fair value through other comprehensive income	**613,788**	**-**	**613,788**
Quoted securities	-	-	-
Investments in Associates	-	-	-
Quoted securities	-	-	-
Investment in Subsidiaries	**14,910,612**	**2,643,300**	**2,643,300**
Quoted securities	541,106	2,643,300	2,643,300
Other	**20,000**	**-**	**-**
Quoted securities	-	-	-

Prior Period		**Comparison**	
Equity Securities Investments	**Carrying Value**	**Fair Value (*)**	**Market Value**
Securities at fair value through other comprehensive income	**670,378**	**-**	**670,378**
Quoted securities	-	-	-
Investments in Associates	-	-	-
Quoted securities	-	-	-
Investment in Subsidiaries	**13,360,612**	**2,821,500**	**2,821,500**
Quoted securities	541,106	2,821,500	2,821,500
Other	**20,000**	**-**	**-**
Quoted securities	-	-	-

(*) Shares of Körfez Gayrimenkul Yatırım Ortaklığı A.Ş., a subsidiary of the Bank, are traded on Borsa İstanbul. The amount of Körfez Gayrimenkul Yatırım Ortaklığı A.Ş. is presented in the fair value column.

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

None.

5. Liquidity risk management and liquidity coverage ratio

The liquidity risk of the Bank is the risk of being unable to fulfil 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. It has been evaluated in two main categories:

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 related business units within the framework of the Liquidity Risk Policy and risk appetite approved by the Board of Directors. In liquidity risk management, the measures to be taken and the practices to be carried out are determined by taking into account normal economic conditions and stress conditions. The Bank defines liquidity risk, measures risks with liquidity risk measurement methods in accordance with international standards, monitors them and periodically presents them to the interested parties. Liquidity risk stress tests are performed during monthly periods. An Emergency Funding Plan (liquidity contingency plan) has been created to regulate the procedures and principles for the Bank to maintain and maintain adequate liquidity levels under stress conditions.

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

The applications and responsibilities related to the liquidity risk has been determined according to the Treasury Liquidity and Market Management Policies and Practices approved by Board of Directors. The Bank's liquidity and funding policy is to own sufficient liquidity reserve and funding opportunities to meet its liabilities even in cases of stress, resulting from the market conditions or other conditions specific to the Bank.

The Bank has a strong capital structure and is supported by its main shareholder is Kuwait Finance House; also its current and participation accounts are spread to the base and are stable, and its sources of foreign borrowing are diversified. Hence, by the virtue of the aforementioned facts, the Bank has a high risk capacity. In addition, the Liquidity Coverage Ratio of the Bank which insures its cash outflows with the high-quality liquid assets is deemed high. The Bank also has limits available for use at Central Bank of Türkiye and other financial institutions.

Indicators regarding the liquidity position are analyzed and liquidity risk is evaluated at the ALCO meetings attended by the senior management. Furthermore, the Board of Directors are informed through the Audit Committee.

For the management of liquidity risk, the Risk Management Department follows the funding and liquidity risks, market conditions, in the participating accounts, the distribution of different currencies, maturity, cost and expected future cash flow requirements (particularly with regard to large deposits). Reports on the liquidity gap analysis prepared weekly by Budget and Management Reporting and monitored by the Asset and Liability Committee. These units also estimate the possible liquidity needs of the Bank in case of urgent situations and generate action plans based on these estimates. Risk Management Department follows the limits on liquidity risk determined by the Board of Directors. Risk Management Department, in addition to these, is implementing monthly liquidity stress tests to measure the effects of negative scenarios on liquidity position of the Bank. The Treasury Bank Management manages the liquidity risk and funding risk in order to prevent insufficiencies of funding relating to any time or any source and makes reports related with the liquidity position to Asset and Liability Committee regularly. Official and International Reporting Directorate tracks the liquidity coverage ratio and the results are reported to the BRSA.

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

The Bank's liquidity management is performed by the Asset and Liability Management. Depending on the Bank's consolidated subsidiaries are subject to liquidity risk is managed in-house, but the necessary communication and coordination within the Assistant General Manager in charge of Treasury and International Banking are provided.

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

Bank spread to the base of current and participation accounts and that a stable, long-term diversification and aims to be the source of the funds used. Ratio of liquid assets to total assets ratio and risk indicators related to liquidity, credit and the ratio of funds, issues such as the concentration in collected funds are being closely monitored.

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

Almost all liabilities of the Bank are denominated in Turkish Lira, American Dollar, Euro or Gold. The TL denominated liquidity of the Bank is managed through the open market transactions implemented by the Central Bank of the Turkish Republic and interbank operations. Liabilities denominated in TL are used in order to fund assets that are denominated in TL, assets denominated in TL are generated through foreign exchange based funds with swap operations if necessary. Foreign currency funds are provided with the foreign sourced credits denominated in foreign currency and sukuk-financial certificates issued. Liquidity denominated in foreign currency is kept at the interbank operations and accounts of the corresponding bonds within the limits. Liabilities denominated in Gold are kept at the required reserve accounts of the Central Bank of the Turkish substantially.

5.5 Information on liquidity risk mitigation techniques

Liquidity risk is mitigated by using techniques such as maintaining high quality liquid asset buffer to cover possible fund outflows, diversification of funding sources so far as possible and inclusion to the base, homogenizing the maturity distribution of repayments as far as possible, obtaining limits from funding institutions to use when necessary and ensuring that a determined portion of funding sources are comprised of deposits. In addition, core deposit analysis is performed and concentration on collected funds are closely monitored.

5.6 Information on the use of stress tests

In order to analyze the source of the possible liquidity insufficiencies and whether conformably move exists on existing off-balance sheet and balance sheet positions relevant with liquidity risk expectation, 3 types of liquidity stress tests are applied by Risk Management Directorate. These includes stress test scenarios are special to the Bank, related with the overall market or scenarios take in consideration both of the situations. Stress tests related with liquidity risk are repeated at monthly periods. Results are tracked with key risk indicators and monitored by Senior Management.

5.7 General information about the contingency funding plan

Necessary strategy and procedures for the management of possible liquidity crisis are determined with the Contingency Funding Plan, which is approved and reviewed every year by the Executive Risk Committee. The actions to be taken favor the benefits of depositors, creditors of the Bank and shareholders. Indicators of Contingency Funding Plan were determined, in case of unexpected progress at the liquidity situation occur or at situations trigger of other indicators, plan is put into use. After Liquidity Contingency Plan is put into use, Liquidity Contingency Management Committee is responsible from the determination of actions to be taken.

5.8 Presentation of financial liabilities according to contractual maturities

Not prepared in accordance with the Article 25 of the Communiqué on Financial Statements and Related Disclosures and Notes to be Announced to Public by Banks.

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

5.9 Liquidity coverage ratio

	Current Period	Total Unweighted Value (Average) (*)		Total Weighted Value (Average) (*)	
		TL+FC	FC	TL+FC	FC
HIGH QUALITY LIQUID ASSETS					
1	High quality liquid assets			386,644,168	283,364,021
CASH OUTFLOWS					
2	Retail and small business customers, of which;	699,020,439	485,806,286	64,380,660	48,580,628
3	Stable deposits	110,427,683	-	5,521,384	-
4	Less stable deposits	588,592,756	485,806,286	58,859,276	48,580,628
5	Unsecured debts other than real person deposits and retail deposits	220,971,982	118,961,535	108,720,687	58,283,030
6	Operational deposit	-	-	-	-
7	Non-operational deposits	196,707,043	105,604,282	84,455,748	44,925,777
8	Other unsecured funding	24,264,939	13,357,253	24,264,939	13,357,253
9	Secured funding			-	-
10	Other cash outflows	320,627,325	284,353,862	320,627,325	284,353,862
11	Derivative liabilities and collateral fulfilment obligations	204,800,162	177,951,422	204,800,162	177,951,422
12	Obligations related to structured financial products	115,827,163	106,402,440	115,827,163	106,402,440
13	Commitments related to debts to financial markets and other off-balance sheet obligations	-	-	-	-
14	Other revocable off-balance sheet commitments and contractual obligations	-	-	-	-
15	Other irrevocable or conditionally revocable off-balance sheet obligations	450,207,759	66,690,434	31,165,831	3,549,016
16	**TOTAL CASH OUTFLOWS**			**524,894,503**	**394,766,536**
CASH INFLOWS					
17	Secured lending	-	-	-	-
18	Unsecured lending	183,460,200	138,795,697	152,182,183	126,149,547
19	Other cash inflows	212,066,456	180,273,993	212,066,456	180,273,993
20	**TOTAL CASH INFLOWS**	**395,526,656**	**319,069,690**	**364,248,639**	**306,423,540**
				Upper Limit Applied Value	
21	**TOTAL HQLA STOCK**			**386,644,168**	**283,364,021**
22	**TOTAL NET CASH OUTFLOWS**			**160,645,864**	**98,691,634**
23	**LIQUIDITY COVERAGE RATIO (%)**			**240.68**	**287.12**

(*) The simple arithmetic average of the values calculated by taking the weekly simple arithmetic average for the last three months.

For the period 1 January - 31 March 2026, the lowest, highest and average liquidity coverage ratios calculated on a monthly basis are presented in the table below:

	Highest	Date	Lowest	Date
TL+FC	316.39	14/02/2026	191.67	12/01/2026
FC	344.23	21/02/2026	200.95	13/01/2026

The liquidity coverage rate is calculated by the proportion of high-quality liquid assets held by the Bank to its one-month maturity cash outflows. Important balance sheet items that determine the rate; Compulsory provisions held by the CBRT, repo / non-repurchase securities, institutional qualified participation accounts, funds from abroad and receivables from banks. These items have more impact on the liquidity coverage ratio than the liquidity assets and net cash outflows because they have a high share of the current cointegration, high concentration and variability over time.

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

	Prior Period	**Total Unweighted Value (Average) (*)**		**Total Weighted Value (Average) (*)**	
		TL+FC	**FC**	**TL+FC**	**FC**
HIGH QUALITY LIQUID ASSETS					
1	High quality liquid assets			349,469,309	260,065,603
CASH OUTFLOWS					
2	Retail and small business customers, of which;	588,550,913	387,273,050	53,842,982	38,727,305
3	Stable deposits	100,242,193	-	5,012,110	-
4	Less stable deposits	488,308,720	387,273,050	48,830,872	38,727,305
5	Unsecured debts other than real person deposits and retail deposits	182,926,396	92,210,779	90,964,328	45,539,844
6	Operational deposit	-	-	-	-
7	Non-operational deposits	161,519,069	81,590,950	69,557,001	34,920,015
8	Other unsecured funding	21,407,327	10,619,829	21,407,327	10,619,829
9	Secured funding			-	-
10	Other cash outflows	318,634,716	287,318,465	318,634,716	287,318,465
11	Derivative liabilities and collateral fulfilment obligations	198,473,042	175,176,557	198,473,042	175,176,557
12	Obligations related to structured financial products	120,161,674	112,141,908	120,161,674	112,141,908
13	Commitments related to debts to financial markets and other off-balance sheet obligations	-	-	-	-
14	Other revocable off-balance sheet commitments and contractual obligations	-	-	-	-
15	Other irrevocable or conditionally revocable off-balance sheet obligations	343,907,108	55,621,607	24,811,167	2,985,987
16	**TOTAL CASH OUTFLOWS**			**488,253,193**	**374,571,601**
CASH INFLOWS					
17	Secured lending	-	-	-	-
18	Unsecured lending	144,033,318	105,953,492	116,375,173	94,828,479
19	Other cash inflows	204,734,069	154,742,688	204,734,069	154,742,688
20	**TOTAL CASH INFLOWS**	**348,767,387**	**260,696,180**	**321,109,242**	**249,571,167**
				Upper Limit Applied Value	
21	**TOTAL HQLA STOCK**			**349,469,309**	**260,065,603**
22	**TOTAL NET CASH OUTFLOWS**			**167,143,951**	**125,000,434**
23	**LIQUIDITY COVERAGE RATIO (%)**			**209.08**	**208.05**

(*) The simple arithmetic average of the values calculated by taking the weekly simple arithmetic average for the last three months.

For the period 1 October- 31 December 2025, the lowest, highest and average liquidity coverage ratios calculated on a monthly basis are presented in the table below:

	Highest	**Date**	**Lowest**	**Date**
TL+FC	253.33	22/11/2025	165.02	16/12/2025
FC	248.46	09/10/2025	175.78	16/12/2025

The liquidity coverage ratio is calculated by the ratio of the high-quality liquid assets of the Bank to the net cash outflows within the one-month maturity window. Important balance sheet items which are influential over the ratio may be specified as required reserves held in the presence of CBRT, securities not subject to repo/assurance, institutional qualified participation accounts, funds of foreign origins and receivables from banks. These items have a higher influence over the liquidity coverage ratio as their amounts have a higher share of liquid assets and net cash outflows, their consideration rate is higher, and they may show variability over time.

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

Presentation of assets and liabilities according to their remaining maturities

End of Current Period	Demand	Up to 1 month	1-3 Months	3-12 months	1-5 Years	Over 5 years	Unallocated (****)	Total
Assets								
Cash (cash in vault, effectives, cash in transit, Cheques purchased) and balances with the Central Bank of the Republic of Türkiye	155,889,910	171,739,064	-	-	-	-	(1,250)	327,627,724
Banks (*)	144,696,142	-	-	-	-	-	(4,214)	144,691,928
Financial assets at fair value through profit and loss	33,654,984	28,018	1,112,586	1,050,895	20,811,744	8,013		56,666,240
Money market placements	-	-	-	-	-	-	-	-
Financial assets at fair value through other comprehensive income	613,779	59,302,348	12,679,315	12,214,343	51,410,069	4,756,652	-	140,976,506
Loans (**)	-	183,484,302	92,525,375	252,558,150	163,233,052	5,580,307	(3,131,840)	694,249,346
Financial assets measured at amortized cost	-	15,627,366	44,997	22,380,396	13,778,024	6,629,725	(22,439)	58,438,069
Other assets (***)	1,504,324	13,402,894	1,628	-	4,880,680	-	34,755,964	54,545,490
Total Assets	**336,359,139**	**443,583,992**	**106,363,901**	**288,203,784**	**254,113,569**	**16,974,697**	**31,596,221**	**1,477,195,303**
Liabilities								
Current account and funds collected from banks via participation accounts	5,311,652	68	233	-	-	-	-	5,311,953
Current and profit-sharing accounts	624,012,104	295,736,034	49,184,922	15,180,886	264,265	7,217	-	984,385,428
Funds provided from other financial institutions	-	108,060,745	21,981,901	22,094,395	33,925,362	15,827,672	-	201,890,075
Money market borrowings	-	81,579,686	-	-	-	-	-	81,579,686
Marketable securities issued	-	-	-	-	-	-	-	-
Miscellaneous payables	8,319,789	4,646,323	-	-	-	-	-	12,966,112
Other liabilities (****)	-	30,811,206	18,056,383	877,102	1,473,066	112,257	139,732,035	191,062,049
Total Liabilities	**637,643,545**	**520,834,062**	**89,223,439**	**38,152,383**	**35,662,693**	**15,947,146**	**139,732,035**	**1,477,195,303**
Net liquidity gap	(301,284,406)	(77,250,070)	17,140,462	250,051,401	218,450,876	1,027,551	(108,135,814)	-
Prior Period								
Total Assets	302,981,020	382,830,705	97,129,975	249,513,471	258,563,278	19,375,369	41,672,452	1,352,066,270
Total liabilities	575,664,363	464,135,162	97,581,703	33,201,869	35,665,393	15,158,213	130,659,567	1,352,066,270
Net liquidity gap	(272,683,343)	(81,304,457)	(451,728)	216,311,602	222,897,885	4,217,156	(88,987,115)	-

(*) Expected losses are netted off with provision.
(**) Includes receivables from leasing transactions and presented with netting off with the expected credit loss.
(***) Certain assets in the balance sheet that are necessary for the banking operations but cannot be readily convertible into cash soon, such as tangible assets, investments in associates and subsidiaries, stationary supplies and prepaid expenses are included under unallocated assets.
(****) The unallocated other liabilities consist of equity and provisions balances.

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

5.10 Net stable funding ratio

The net stable funding ratio (NSFR) is calculated by dividing the available stable funding amount by the required stable funding amount. Available stable funding is the portion of banks' liabilities and equity expected to be permanent, while required stable funding is the portion of banks' on-balance sheet assets and off-balance sheet liabilities expected to be refinanced.

The amount of available stable funds is calculated by adding the amounts to be found after applying the relevant consideration rates determined in accordance with the legislation to the amounts of the banks' liabilities and equity components valued in accordance with TFRS. The required amount of stable funds is calculated by adding the amounts calculated by deducting the specific provisions set aside in accordance with the Regulation on the Procedures and Principles Regarding the Classification of Loans and the Provisions to be set aside from the amounts of banks' on-balance sheet assets and off-balance sheet liabilities valued in accordance with TFRS, after applying the relevant consideration rates determined in accordance with the legislation.

The three-month simple arithmetic average of the consolidated and unconsolidated NSFR calculated monthly as of the equity calculation periods cannot be less than 100% as of March, June, September and December.

The Net Stable Funding Ratio for the period ended 31 March 2026 was 130.84% (31 December 2025 – 140.45%). As of 31 March 2026, the current stable funding amount in our Bank's Net Stable Funding table was TL 1,133,754,483 (31 December 2025 – TL 1,032,797,951), while the required stable funding amount was TL 866,489,340 (31 December 2025 – TL 735,355,072), and the simple arithmetic average of the Net Stable Funding Ratio for the last three months including the March 2026 period was 135.28% (31 December 2025 – 138.82%).

The NSFR development for the first quarter of 2026 is shown in the table below.

Period	Rate
31 January 2026	136.65%
28 February 2026	138.34%
31 March 2026	130.84%
3-month average	135.28%

Current Period		a	b	c	ç	d
		Unweighted value by residual maturity				
		Demand *	Less than 6 Months	6 Months and Longer than 6 Months Less than 1 Year	1 Year and More than 1 Year	Weighted value
Available Stable Fund						
1	Equity Items	158,966,736	-	-	-	158,966,736
2	Tier 1 and Tier 2 capital	158,966,736	-	-	-	158,966,736
3	Other equity items	-	-	-	-	-
4	Real person and retail customer deposits/participation funds	624,579,903	345,287,414	8,876,498	272,082	925,681,966
5	Stable deposit/participation fund	563,021,712	319,623,834	8,444,168	263,449	846,785,505
6	Low stable deposit/participation fund	61,558,191	25,663,580	432,330	8,633	78,896,461
7	Payables to other persons	-	-	-	-	-
8	Operational deposits/participation funds	-	-	-	-	-
9	Other payables	-	-	-	-	-
10	Liabilities equivalent to linked assets					
11	Other liabilities	12,944,423	218,803,857	30,360,840	-	15,180,419

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

12	Derivative liabilities				24,817,595	
13	Other equity items and liabilities not included above	61,652,433	-	-	33,925,362	33,925,362
14	**Available Stable Fund**					**1,133,754,483**
Required Stable Funding						
15	High-quality liquid assets					6,582,421
16	Operational deposits/participation funds deposited with credit institutions or financial institutions	-	-	-	-	-
17	Live receivables	38,518,164	209,769,486	191,181,321	340,715,975	509,726,659
18	Receivables from credit institutions or financial institutions with first quality liquid assets as collateral	-	-	-		-
19	Unsecured receivables from credit institutions or financial institutions or secured receivables whose collateral is not first quality liquid assets	57,453	18,283,396	-	-	2,751,127
20	Receivables from corporate customers, institutions, real persons and retail customers, central governments, central banks and public institutions other than credit institutions or financial institutions	10,703,557	191,465,020	190,986,928	245,567,591	414,614,353
21	*Receivables subject to risk weighting of 35% or less*	-	-	-	92,142,475	59,892,609
22	Receivables collateralized by mortgages on residential real estate	-	-	-	-	-
23	*Receivables subject to risk weighting of 35% or less*	-	-	-	-	-
24	Quoted equities and debt instruments that do not qualify as high quality liquid assets	27,757,154	21,070	194,393	3,005,909	32,468,570
25	Assets equivalent to interconnected liabilities					
26	Other assets	274,621,526	70,185,997	-	11,972,521	340,313,428
27	Commodities with physical delivery including gold	28,222,332				23,988,982
28	Initial margin for derivative contracts or guarantee fund given to central counterparty				-	-
29	Derivative assets				-	-
30	Derivative liabilities before deduction of variation margin				69,925,252	69,925,252
31	Other assets not included above	246,399,194	260,745	-	11,972,521	246,399,194
32	Off-balance sheet payables		197,336,640	-	-	9,866,832
33	**Required Stable Funding**					**866,489,340**
34	**Net Stable Funding Ratio (%)**					**130.84**

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

The NSFR development for the last quarter of 2025 is shown in the table below.

Period	Rate
31 October 2025	138.81%
30 November 2025	137.19%
31 December 2025	140.45%
3-month average	138.82%

	Prior Period	a	b	c	ç	d
		Unweighted value by residual maturity				Weighted value
		Demand	Less than 6 Months	6 Months and Longer than 6 Months Less than 1 Year	1 Year and More than 1 Year	
	Available Stable Fund					
1	Equity Items	146,744,299	-	-	-	146,744,299
2	Tier 1 and Tier 2 capital	146,744,299	-	-	-	146,744,299
3	Other equity items	-	-	-	-	-
4	Real person and retail customer deposits/participation funds	549,256,630	335,174,435	7,267,131	269,154	843,239,492
5	Stable deposit/participation fund	493,607,674	308,665,431	6,844,612	259,837	768,908,676
6	Low stable deposit/participation fund	55,648,956	26,509,004	422,519	9,317	74,330,816
7	Payables to other persons	-	-	-	-	-
8	Operational deposits/participation funds	-	-	-	-	-
9	Other payables	-	-	-	-	-
10	Liabilities equivalent to linked assets					
11	Other liabilities	35,174,147	198,189,279	17,558,095	-	8,779,048
12	Derivative liabilities		-			
13	Other equity items and liabilities not included above	75,014,616	-	-	34,035,112	34,035,112
14	**Available Stable Fund**					**1,032,797,951**
Required Stable Funding						
15	High-quality liquid assets					5,402,226
16	Operational deposits/participation funds deposited with credit institutions or financial institutions	-	-	-	-	-
17	Live receivables	32,823,764	192,125,031	163,432,562	326,624,870	466,148,290
18	Receivables from credit institutions or financial institutions with first quality liquid assets as collateral	-	-	-	-	-
19	Unsecured receivables from credit institutions or financial institutions or secured receivables whose collateral is not first quality liquid assets	53,603	7,435,654	-	-	1,123,389

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

20	Receivables from corporate customers, institutions, real persons and retail customers, central governments, central banks and public institutions other than credit institutions or financial institutions	10,138,697	184,689,377	163,246,220	226,517,404	380,660,640
21	*Receivables subject to risk weighting of 35% or less*	-	-	-	99,450,447	64,642,791
22	Receivables collateralized by mortgages on residential real estate	-	-	-	-	-
23	*Receivables subject to risk weighting of 35% or less*	-	-	-	-	-
24	Quoted equities and debt instruments that do not qualify as high quality liquid assets	22,631,464	-	186,342	657,019	19,721,470
25	Assets equivalent to interconnected liabilities					
26	Other assets	186,732,870	72,269,576	354,598	11,817,868	255,165,790
27	Commodities with physical delivery including gold	25,577,705				21,741,049
28	Initial margin for derivative contracts or guarantee fund given to central counterparty				-	
29	Derivative assets				15,870,806	15,870,806
30	Derivative liabilities before deduction of variation margin				56,398,770	56,398,770
31	Other assets not included above	161,155,165	-	354,598	11,817,868	161,155,165
32	Off-balance sheet payables		172,775,311	-	-	8,638,766
33	**Required Stable Funding**					**735,355,072**
34	**Net Stable Funding Ratio (%)**					**140.45**

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

6. Explanations on leverage ratio

Disclosure of leverage ratio template

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.

	On-balance sheet assets (*)	Current Period	Prior Period
1	On-balance sheet items (excluding derivative financial instruments and credit derivatives but including collateral)	1,449,029,187	1,285,947,046
2	(Assets deducted in determining Tier I Capital)	(10,334,563)	(8,574,626)
3	Total on-balance sheet risks (sum of lines 1 and 2)	1,438,694,624	1,277,372,420
	Derivative financial instruments and credit derivatives		
4	Replacement cost associated with all derivative instruments and credit derivatives	20,277,878	4,848,576
5	Add-on amounts for PFE associated with all derivative instruments and credit derivatives	6,413,552	1,847,890
6	Total risks of derivative financial instruments and credit derivatives (sum of lines 4 to 5)	26,691,430	6,696,466
	Securities or commodity financing transactions (SCFT)		
7	Risks from SCFT assets (excluding on-balance sheet)	(18,992,721)	(10,852,931)
8	Risks from brokerage activities related exposures	-	-
9	Total risks related with securities or commodity financing transactions (sum of lines 7 to 8)	(18,992,721)	(10,852,931)
	Other off-balance sheet transactions		
10	Gross notional amounts of off-balance sheet transactions	563,801,949	406,311,763
11	(Adjustments for conversion to credit equivalent amounts)	-	-
12	Total risks of off-balance sheet items (sum of lines 10 and 11)	563,801,949	406,311,763
	Capital and total risks		
13	Tier I Capital	122,569,635	114,644,957
14	Total risks (sum of lines 3, 6, 9 and 12)	2,010,195,282	1,679,527,718
	Leverage ratio		
15	Leverage ratio	6.10	6.83

(*) Amounts in the table are three-month average amounts.

As of the Bank's unconsolidated balance sheet date, the leverage ratio calculated based on the arithmetic average of the values found at the end of the month in the previous three months was 6.1% (31 December 2025 - 6.83%). The main reason for the change compared to the previous period is that the increase in capital, on-balance sheet assets and derivative financial assets and credit derivatives items is higher than other items. Accordingly, capital increased by 7% from profit for the period, while on-balance sheet risk increased by 13%, off-balance sheet items increased by 39%. Accordingly, there is an increase of 73 basis points in the leverage ratio in the current period compared to the previous period.

7. Explanations on fair values of financial assets and liabilities

Not prepared in accordance with the Article 25 of the Communiqué on Financial Statements and Related Disclosures and Notes to be Announced to Public by Banks.

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

Not prepared in accordance with the Article 25 of the Communiqué on Financial Statements and Related Disclosures and Notes to be Announced to Public by Banks

9. Explanations on hedge accounting practices

None (31 December 2025 - None).

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

10. Explanations on risk management

Risk Management System refers to the Board of Directors, the Audit Committee, the Risk Management Committee, Asset-Liability Committee ("ALCO") and the Risk Management Department ("RMD") which has been composed in order to manage systemic risks that the Bank is exposed. The Board of Directors is the owner of the Bank's Risk Management System and ensures the establishment of an effective, sufficient and appropriate risk management system as well as the continuity of the system. The main objective of the Bank's Risk Management System is to identify, measure, monitor and control the risks that the Bank is exposed to, by determining the policies, limits and procedures to control, to monitor, and if necessary to change the risk-return structure of the Bank's future cash flows and the level & the quality of related activities.

10.1. GB1 - Overview of risk weighted amounts

		Risk Weighted Amounts		Minimum Capital Requirements
		Current Period 31/03/2026	**Prior Period 31/12/2025**	**Current Period 31/03/2026**
1	Credit risk (excluding counterparty credit risk)	614,995,385	453,053,554	49,199,631
2	Standardized approach	614,995,385	453,053,554	49,199,631
3	Internal rating-based approach	-	-	-
4	Counterparty credit risk	6,001,737	6,882,444	480,139
5	Standardized approach for counterparty credit risk	6,001,737	6,882,444	480,139
6	Internal model method	-	-	-
7	Basic risk weight approach to internal model's equity position in the banking account	-	-	-
8	Investments 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	-	-	-
16	Market risk	105,085,827	69,351,303	8,406,866
17	Standardized approach	105,085,827	69,351,303	8,406,866
18	Internal model approaches	-	-	-
19	Operational risk	129,913,998	88,762,224	10,393,120
20	Basic indicator approach	129,913,998	88,762,224	10,393,120
21	Standardized 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)**	**855,996,947**	**618,049,525**	**68,479,756**

11. Securitization positions

None.

12. Explanations on the activities carried out on behalf and account of other persons, fiduciary-based transactions

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

13. Qualitative explanations on market risk

Not prepared in accordance with the Article 25 of the Communiqué on Financial Statements and Related Disclosures and Notes to be Announced to Public by Banks.

14. Explanations on operating segments

The Bank operates in Corporate and Commercial Banking, Retail Banking, Treasury and International Banking sectors.

Corporate and Commercial Banking: Special cash flow and financial solutions are provided to customers through loans, non-cash loans, foreign trade financing services and similar customized products to meet the financial needs of the customers. Domestic and foreign business opportunities are supported by using different corporate banking instruments to serve the sustainability of the production of entities.

Retail Banking includes fund collection, instalment commercial loans, business loans, non-cash loans, consumer financing and credit cards. The Bank serves in the range of products areas of profit share accounts creation, banking services, trade finance, checks, POS services, credit cards, ATM services, online banking and mobile banking in these fields.

In Treasury and International Banking, the relationships with foreign correspondent banks and investment institutes are executed directly or via branches abroad, representative offices and agencies. The firms, which are exceed size limits, are classified “corporate” customers and directed to the Corporate Banking. The products are the same with the Commercial Banking. The aim of international banking is to enable foreign trade financing and develop mutual long-term financing agreements with foreign banks. Besides supplying syndicated loans and issue the Sukuk for the Bank, investment banking also supplies syndicated loans in corporate basis for the firms and Banks in Türkiye. The project finance function is also performed by Investment Banking. In addition to monitoring the foreign currency position and cash flows on behalf of the Bank, the Treasury carries out spot and forward TL and foreign currency trading, derivative transactions (Forward, Swap) with banks and customers, stock trading within the scope of BIST membership, murabaha transactions with foreign banks and gold trading transactions.

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

Selected balance sheet and income statement items according to segments

Current Period **1 January 2026-31 March 2026**	**Retail Banking**	**Corporate and Commercial Banking**	**Treasury and international Banking**	**Unallocated**	**Bank's total operation**
Operating income	39,025,502	12,610,857	16,429,411	-	68,065,770
Operating expenses (-)	26,106,340	7,058,829	7,684,682	11,358,982	52,208,833
Transfers between segments	15,554,028	(5,454,818)	(10,099,210)	-	-
Net operating income / loss	**28,473,190**	**97,210**	**(1,354,481)**	**(11,358,982)**	**15,856,937**
Income from associates using equity method	-	-	-	-	-
Profit before tax	**28,473,190**	**97,210**	**(1,354,481)**	**(11,358,982)**	**15,856,937**
Provision for taxation (-)	-	-	-	3,722,363	3,722,363
Net profit for the period	**28,473,190**	**97,210**	**(1,354,481)**	**(15,081,345)**	**12,134,574**
Current Period **31 March 2026**					
Segment assets	271,144,259	478,449,259	679,855,293	-	1,429,448,811
Associates, subsidiaries and joint ventures	-	-	-	14,930,612	14,930,612
Undistributed assets	-	-	-	32,815,880	32,815,880
Total assets	**271,144,259**	**478,449,259**	**679,855,293**	**47,746,492**	**1,477,195,303**
Segment liabilities	730,402,947	259,293,338	315,671,635	-	1,305,367,920
Undistributed liabilities	-	-	-	40,223,271	40,223,271
Shareholders' equity	-	-	-	131,604,112	131,604,112
Total liabilities	**730,402,947**	**259,293,338**	**315,671,635**	**171,827,383**	**1,477,195,303**

Prior Period **1 January 2025-31 March 2025**	**Retail Banking**	**Corporate and Commercial Banking**	**Treasury and international Banking**	**Unallocated**	**Bank's total operation**
Operating income	29,685,011	12,247,121	10,016,254	-	51,948,386
Operating expenses (-)	16,788,139	7,019,750	6,894,065	7,480,646	38,182,600
Transfers between segments	16,826,839	(7,853,258)	(8,973,581)	-	-
Net operating income / loss	**29,723,711**	**(2,625,887)**	**(5,851,392)**	**(7,480,646)**	**13,765,786**
Income from associates using equity method	-	-	-	-	-
Profit before tax	**29,723,711**	**(2,625,887)**	**(5,851,392)**	**(7,480,646)**	**13,765,786**
Provision for taxation (-)	-	-	-	3,274,657	3,274,657
Net profit for the period	**29,723,711**	**(2,625,887)**	**(5,851,392)**	**(10,755,303)**	**10,491,129**
Prior Period **31 December 2025**					
Segment assets	252,046,580	440,742,681	606,800,094	-	1,299,589,355
Associates, subsidiaries and joint ventures	-	-	-	13,380,612	13,380,612
Undistributed assets	-	-	-	39,096,303	39,096,303
Total liabilities	**252,046,580**	**440,742,681**	**606,800,094**	**52,476,915**	**1,352,066,270**
Prior Period **31 December 2025**					
Segment liabilities	663,733,270	236,267,407	262,838,194	-	1,162,838,871
Undistributed liabilities	-	-	-	67,883,515	67,883,515
Shareholders' equity	-	-	-	121,343,884	121,343,884
Total liabilities	**663,733,270**	**236,267,407**	**262,838,194**	**189,227,399**	**1,352,066,270**

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

SECTION FIVE

EXPLANATIONS AND NOTES ON THE FINANCIAL STATEMENTS

1. Explanations and notes related to assets

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

1.1.1 Cash and balances with the Central Bank of Republic of Türkiye

	Current Period		Prior Period	
	TL	**FC**	**TL**	**FC**
Cash/foreign currency	2,959,914	8,923,532	4,578,039	13,644,590
The Central Bank of Republic of Türkiye	79,164,785	208,358,412	86,855,241	219,346,673
Other (*)	671,911	27,550,420	13,025	25,564,679
Total	**82,796,610**	**244,832,364**	**91,446,305**	**258,555,942**

(*) As of 31 March 2026, precious metal deposit accounts amounting to TL 24,299,259 (31 December 2025 – TL 25,564,357) and money in transit amounting to TL 3,923,072 (31 December 2025 – TL 13,347) are presented in this line.

1.1.2 Information about CBRT

	Current Period		Prior Period	
	TL	**FC**	**TL**	**FC**
Unrestricted Demand Deposit	44,575,926	36,619,348	54,483,732	70,032,187
Restricted Time Deposit	-	-	-	-
Unrestricted Time Deposit	34,588,859	171,739,064	32,371,509	149,314,486
Total	**79,164,785**	**208,358,412**	**86,855,241**	**219,346,673**

In accordance with the Communiqué No. 2013/15 on Reserve Requirements, the Bank establishes reserve requirements at the CBRT for its Turkish Lira and foreign currency liabilities. According to the “Communiqué on Required Reserves”, required reserves can be held at the CBRT in Turkish Lira, US Dollars and/or Euros and standard gold.

As of 31 March 2026, the Bank maintains reserve requirements for Turkish Lira participation funds and other liabilities at 0% to 20% (22% to 40% for accounts with currency hedging support), for foreign currency participation funds and other liabilities at 0% to 30%, and for precious metal deposit accounts at 26% to 30% depending on the maturity structure. The additional reserve requirement ratio for foreign currency participation funds (excluding participation funds of foreign banks and precious metal deposit accounts) is 4%.

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

As of 31 March 2026, there are no financial assets at fair value through profit or loss subject to repurchase agreements (31 December 2025 – None). The amount given as collateral and blocked is TL 1,804,223 (31 December 2025 – TL 1,702,514).

Positive differences related to marketable derivative financial assets

	Current Period		Prior Period	
	TL	**FC**	**TL**	**FC**
Forward transactions	187,025	192,330	111,732	279,482
Swap transactions	48,419	4,294,302	108,254	18,155,472
Total	**235,444**	**4,486,632**	**219,986**	**18,434,954**

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

1.3 Information on Banks

1.3.1. Information on Banks

	Current Period		Prior Period	
	TL	**FC**	**TL**	**FC**
Banks	**39,101**	**144,657,041**	**21,261**	**78,386,250**
Domestic	39,101	997,018	21,261	958,929
Foreign	-	143,660,023	-	77,427,321
Headquarters and branches abroad	-	-	-	-
Other Financial Institutions	-	-	-	-
Total	**39,101**	**144,657,041**	**21,261**	**78,386,250**

1.3.2. Information on foreign banks account

Not prepared in accordance with the Article 25 of the Communiqué on Financial Statements and Related Disclosures and Notes to be Announced to Public by Banks.

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

	Current Period	Prior Period
Debt Securities	**146,523,260**	**120,788,520**
Quoted on Stock Exchange	146,523,260	120,788,520
Not Quoted on Stock Exchange	-	-
Share Certificates/Investment Funds	**614,717**	**671,275**
Quoted on Stock Exchange	473,590	530,339
Not Quoted on Stock Exchange	141,127	140,936
Impairment Provision (-)	**6,161,471**	**5,797,717**
Total	**140,976,506**	**115,662,078**

1.4.1. Information on financial assets given as collateral or blocked at fair value reflected in other comprehensive income

As of the balance sheet date, there are financial assets given TL 51,113,669 (31 December 2025 - TL 50,337,420) as collateral whose fair value difference is reflected to other comprehensive income.

1.4.2. Information on financial assets whose fair value difference subject to repo transaction is reflected to other comprehensive income

As of the balance sheet date, there are financial assets subject to sale transactions with the promise of repurchase, of which TL 47,674,381 (31 December 2025 - TL 30,771,362) is reflected to other comprehensive income.

1.5 Explanations on financial assets measured at amortized cost

1.5.1 All types of loans and advances given to shareholders and employees of the Bank

	Current Period		Prior Period	
	Cash	**Non-Cash**	**Cash**	**Non-Cash**
Direct Loans Granted To Shareholders	**141,152**	**109,418**	**119,911**	**2,522**
Corporate Shareholders	76,934	106,887	51,719	-
Real Person Shareholders	64,218	2,531	68,192	2,522
Indirect Loans Granted to Shareholders	**5,866**	**124,824**	**4,934**	**120,482**
Loans Granted to Employees	**603,952**	**23,873**	**524,031**	**11,248**
Total	**750,970**	**258,115**	**648,876**	**134,252**

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

1.5.2 Information on standard loans, loans under close monitoring and restructured loans under close monitoring

Current Period - Cash Loans	Standard Loans	Loans Under Close Monitoring		
		Not Subject to Restructuring	Restructured Loans	
			Revised Contract Terms	Refinance
Loans	**570,101,054**	**45,504,357**	**7,153,726**	**-**
Export Loans	91,786,108	2,566,731	-	-
Import Loans	14,257,771	604,374	-	-
Corporation Loans	269,569,109	27,363,429	6,246,496	-
Consumer Loans	33,006,613	1,202,395	9,939	-
Credit Cards	102,306,482	12,124,786	523,044	-
Loans given to financial sector	20,269,807	-	-	-
Other	38,905,164	1,642,642	374,247	-
Other Receivables	**3,839**	**182,725**	**-**	**-**
Total	**570,104,893**	**45,687,082**	**7,153,726**	**-**

Prior Period - Cash Loans	Standard Loans	Loans Under Close Monitoring		
		Not Subject to Restructuring	Restructured Loans	
			Revised Contract Terms	Refinance
Loans	**525,874,555**	**38,328,373**	**6,205,937**	**-**
Export Loans	82,365,966	1,779,312	-	-
Import Loans	17,069,833	628,003	-	-
Corporation Loans	263,627,823	24,155,539	5,270,611	-
Consumer Loans	30,968,277	1,093,009	8,335	-
Credit Cards	84,429,491	9,914,279	537,639	-
Loans given to financial sector	9,199,068	-	-	-
Other	38,214,097	758,231	389,352	-
Other Receivables	**12,731**	**231,077**	**-**	**-**
Total	**525,887,286**	**38,559,450**	**6,205,937**	**-**

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

	Standard Loans Current Period	Loans Under Close Monitoring Current Period	Standard Loans Prior Period	Loans Under Close Monitoring Prior Period
12 Month Expected Credit Losses	2,993,830	-	2,567,158	-
Expected Loss Provision for Other Financial Assets Measured at Amortized Cost	22,439	-	24,836	-
Significant Increase in Credit Risk	-	5,751,946	-	5,407,304
Total	**3,016,269**	**5,751,946**	**2,591,994**	**5,407,304**

1.5.3 Distribution of cash loans and other receivables according to their maturities

Not prepared in accordance with the Article 25 of the Communiqué on Financial Statements and Related Disclosures and Notes to be Announced to Public by Banks.

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

1.5.4 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	**3,342,113**	**30,497,167**	**33,839,280**
Housing Loans	39,833	24,452,757	24,492,590
Vehicle Loans	1,418,466	3,948,959	5,367,425
Consumer Loans	1,875,041	1,757,794	3,632,835
Other	8,773	337,657	346,430
Consumer Loans-FC Indexed	**-**	**-**	**-**
Housing Loans	-	-	-
Vehicle Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Consumer Loans-FC	**-**	**8,602**	**8,602**
Housing Loans	-	8,602	8,602
Vehicle Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Retail Credit Cards-TL	**50,726,019**	**22**	**50,726,041**
With Instalment	14,061,847	22	14,061,869
Without Instalment	36,664,172	-	36,664,172
Retail Credit Cards-FC	**-**	**-**	**-**
With Instalment	-	-	-
Without Instalment	-	-	-
Personnel Loans-TL	**142,446**	**228,619**	**371,065**
Housing Loans	139	23,931	24,070
Vehicle Loans	24,010	54,493	78,503
Consumer Loans	118,297	150,195	268,492
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	**280,242**	**2**	**280,244**
With Instalment	107,873	2	107,875
Without Instalment	172,369	-	172,369
Personnel Credit Cards-FC	**-**	**-**	**-**
With Instalment	-	-	-
Without-instalment	-	-	-
Overdraft Account-TL (Real Person)	**-**	**-**	**-**
Overdraft Account-FC (Real Person)	**-**	**-**	**-**
Total	**54,490,820**	**30,734,412**	**85,225,232**

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

Prior Period	**Short Term**	**Medium and Long Term**	**Total**
Consumer Loans-TL	**3,331,699**	**28,406,803**	**31,738,502**
Housing Loans	61,108	23,513,731	23,574,839
Vehicle Loans	1,740,954	3,451,526	5,192,480
Consumer Loans	1,522,541	1,082,194	2,604,735
Other	7,096	359,352	366,448
Consumer Loans-FC Indexed	-	-	-
Housing Loans	-	-	-
Vehicle Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Consumer Loans-FC	-	**7,970**	**7,970**
Housing Loans	-	7,970	7,970
Vehicle Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Retail Credit Cards-TL	**37,396,482**	**22**	**37,396,504**
With Instalment	9,703,142	22	9,703,164
Without Instalment	27,693,340	-	27,693,340
Retail Credit Cards-FC	-	-	-
With Instalment	-	-	-
Without Instalment	-	-	-
Personnel Loans-TL	**161,642**	**161,507**	**323,149**
Housing Loans	752	19,912	20,664
Vehicle Loans	28,899	57,859	86,758
Consumer Loans	131,991	83,736	215,727
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	**253,532**	**2**	**253,534**
With Instalment	86,915	2	86,917
Without Instalment	166,617	-	166,617
Personnel Credit Cards-FC	-	-	-
With Instalment	-	-	-
Without-instalment	-	-	-
Overdraft Account-TL (Real Person)	-	-	-
Overdraft Account-FC (Real Person)	-	-	-
Total	**41,143,355**	**28,576,304**	**69,719,659**

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

1.5.5 Information on commercial installment loans and corporate credit cards

Current Period	Short Term	Medium and Long Term	Total
Commercial Installment Loans-TL	**6,774,890**	**85,420,789**	**92,195,679**
Business Loans	131,480	5,996,896	6,128,376
Vehicle Loans	5,192,354	61,931,415	67,123,769
Consumer Loans	1,451,056	17,492,478	18,943,534
Other	-	-	-
Commercial Installment Loans-FC Indexed	**3,010**	**55,794**	**58,804**
Business Loans	3,010	-	3,010
Vehicle Loans	-	-	-
Consumer Loans	-	55,794	55,794
Other	-	-	-
Commercial Installment Loans-FC	**212,061**	**18,410,247**	**18,622,308**
Business Loans	-	2,829,367	2,829,367
Vehicle Loans	212,061	15,580,880	15,792,941
Consumer Loans	-	-	-
Other	-	-	-
Corporate Credit Cards-TL	**63,948,027**	**-**	**63,948,027**
With Installment	26,700,015	-	26,700,015
Without Installment	37,248,012	-	37,248,012
Corporate Credit Cards-FC	**-**	**-**	**-**
With Installment	-	-	-
Without Installment	-	-	-
Overdraft Account-TL (Legal Entity)	**-**	**-**	**-**
Total	**70,937,988**	**103,886,830**	**174,824,818**

Prior Period	Short Term	Medium and Long Term	Total
Commercial Installment Loans-TL	**6,999,374**	**78,634,287**	**85,633,661**
Business Loans	90,473	5,597,764	5,688,237
Vehicle Loans	5,272,527	59,060,626	64,333,153
Consumer Loans	1,636,374	13,975,897	15,612,271
Other	-	-	-
Commercial Installment Loans-FC Indexed	**12,643**	**74,398**	**87,041**
Business Loans	12,643	-	12,643
Vehicle Loans	-	-	-
Consumer Loans	-	74,398	74,398
Other	-	-	-
Commercial Installment Loans-FC	**251,186**	**17,970,247**	**18,221,433**
Business Loans	-	2,697,440	2,697,440
Vehicle Loans	251,186	15,272,807	15,523,993
Consumer Loans	-	-	-
Other	-	-	-
Corporate Credit Cards-TL	**57,231,371**	**-**	**57,231,371**
With Installment	21,381,169	-	21,381,169
Without Installment	35,850,202	-	35,850,202
Corporate Credit Cards-FC	**-**	**-**	**-**
With Installment	-	-	-
Without Installment	-	-	-
Overdraft Account-TL (Legal Entity)	**-**	**-**	**-**
Overdraft Account-FC (Legal Entity)	**-**	**-**	**-**
Total	**64,494,574**	**96,678,932**	**161,173,506**

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

1.5.6. Breakdown of loans by users

This footnote has not been prepared in accordance with Article 25 of the Communiqué on The Financial Statements about disclosures to be announced to Public by The Banks.

1.5.7 Breakdown of domestic and foreign loans

	Current Period	Prior Period
Domestic Loans	599,807,154	554,131,783
Foreign Loans	23,138,547	16,520,890
Total	**622,945,701**	**570,652,673**

1.5.8 Loans granted to subsidiaries and associates

	Current Period	Prior Period
Loans Granted Directly to Subsidiaries and Associates	317,436	245,063
Loans Granted Indirectly to Subsidiaries and Associates	-	-
Total	**317,436**	**245,063**

1.5.9 Specific provisions for loans or default (third stage) provisions

	Current Period	Prior Period
Loans and Receivables with Limited Collectability	4,282,222	1,359,007
Loans and Receivables with Doubtful Collectability	3,287,638	3,146,786
Uncollectible Loans and Receivables	6,581,195	5,109,893
Total	**14,151,055**	**9,615,686**

1.5.10. Information on non-performing loans (Net)

1.5.10.1 Information on loans and other receivables included in loans under follow-up account, which are restructured or rescheduled

	Group III	Group IV	Group V
	Loans and Receivables with Limited Collectability	Loans and Receivables with Doubtful Collectability	Uncollectible Loans and Receivables
Current Period			
Gross Amount Before Specific Provisions	12,196	321,371	796
Restructured Loans and Receivables	12,196	321,371	796
Prior Period			
Gross Amount Before Specific Provisions	12,196	-	1,020
Restructured Loans and Receivables	12,196	-	1,020

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

1.5.10.2. Information on the movement of total non-performing loans

Current Period	Group III Loans and receivables with limited collectability	Group IV Loans and receivables with doubtful collectability	Group V Uncollectible loans and receivables
Ending balance of prior period 31.12.2025	**2,460,032**	**4,545,001**	**6,090,141**
Additions in the current period (+)	6,307,583	3,815,514	5,622,494
Transfers from other categories of non-performing loans (+)	-	833,990	500,470
Transfers to other categories of non-performing loans (-)	833,990	500,470	-
Collections in the current period (-)	890,303	3,743,053	4,464,857
Write-offs (-)(*)	-	-	-
Sold Portfolio (-)	-	-	-
Corporate and commercial loans	-	-	-
Retail loans	-	-	-
Credit Cards	-	-	-
Other	-	-	-
Ending balance of the current period	**7,043,322**	**4,950,982**	**7,748,248**
Specific provisions (-)	4,282,222	3,287,638	6,581,195
Net balances on balance sheet	**2,761,100**	**1,663,344**	**1,167,053**

(*) The Bank has no receivables to write off from its assets in 2026.

Prior Period	Group III Loans and receivables with limited collectability	Group IV Loans and receivables with doubtful collectability	Group V Uncollectible loans and receivables
Ending balance of prior period 31.12.2024	**1,710,851**	**1,696,519**	**3,633,300**
Additions in the current period (+)	3,467,010	4,367,706	10,798,705
Transfers from other categories of non-performing loans (+)	-	1,271,957	1,056,019
Transfers to other categories of non-performing loans (-)	1,271,957	1,056,019	-
Collections in the current period (-)	1,445,872	1,735,162	4,180,151
Write-offs (-)(*)	-	-	5,217,732
Sold Portfolio (-)	-	-	-
Corporate and commercial loans	-	-	-
Retail loans	-	-	-
Credit Cards	-	-	-
Other	-	-	-
Ending balance of the current period	**2,460,032**	**4,545,001**	**6,090,141**
Specific provisions (-)	1,359,007	3,146,786	5,109,893
Net balances on balance sheet	**1,101,025**	**1,398,215**	**980,248**

(*) In 2025, the Parent Bank has written off TL 5,217,732 of its receivables from its assets. As a result of this transaction, there was an effect of 78 basis points on the defaulted conversion rate.

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

1.5.10.3 Information on non-performing loans granted as foreign currency loans

	Group III	Group IV	Group V
Current Period			
Ending Balance of the Current Period	891,796	849,895	897,475
Provision Amount (-)	630,975	506,451	738,161
Net Balance at the Balance Sheet	**260,821**	**343,444**	**159,314**
Prior Period			
Ending Balance of the Current Period	243,387	653,561	712,146
Provision Amount (-)	135,891	470,454	585,641
Net Balance at the Balance Sheet	**107,496**	**183,107**	**126,505**

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

	Group III	Group IV	Group V
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectible loans and receivables
Current Period (Net)	**2,761,100**	**1,663,344**	**1,167,053**
Loans granted to real persons and legal entities (Gross)	7,043,322	4,950,982	7,748,248
Specific provision (-)	4,282,222	3,287,638	6,581,195
Loans to real persons and legal entities (Net)	**2,761,100**	**1,663,344**	**1,167,053**
Banks (Gross)	-	-	-
Specific provision (-)	-	-	-
Banks (Net)	-	-	-
Other loans and receivables (Gross)	-	-	-
Specific provision (-)	-	-	-
Other loans and receivables (Net)	-	-	-
Prior Period (Net)	**1,101,025**	**1,398,215**	**980,248**
Loans granted to real persons and legal entities (Gross)	2,460,032	4,545,001	6,090,141
Specific provision (-)	1,359,007	3,146,786	5,109,893
Loans to real persons and legal entities (Net)	**1,101,025**	**1,398,215**	**980,248**
Banks (Gross)	-	-	-
Specific provision (-)	-	-	-
Banks (Net)	-	-	-
Other loans and receivables (Gross)	-	-	-
Specific provision (-)	-	-	-
Other loans and receivables (Net)	-	-	-

The Bank has collaterals such as cash, mortgages, pledges, and checks of customer issued for non-performing loans.

1.5.10.5. In terms of financial instrument classes, the aging analysis of past due but not impaired financial assets is as follows

This footnote has not been prepared in accordance with Article 25 of The Communiqué on the Financial Statements about disclosures to be announced to Public by The Banks.

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

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

	Group III	Group IV	Group V
	Loans and Other Receivables with Limited Collectability	Loans and Other Receivables with Doubtful Collectability	Uncollectible Loans and Other Receivables
Current Period (Net)	**107,420**	**179,092**	**662,749**
Profit Share Accruals, Rediscount and Valuation Differences	270,715	323,389	799,930
Provision (-)	163,295	144,297	137,181

	Group III	Group IV	Group V
	Loans and Other Receivables with Limited Collectability	Loans and Other Receivables with Doubtful Collectability	Uncollectible Loans and Other Receivables
Prior Period (Net)	**65,539**	**161,365**	**131,207**
Profit Share Accruals, Rediscount and Valuation Differences	175,461	601,107	793,578
Provision (-)	109,922	439,742	662,371

1.5.11. Main guidelines for liquidation process of uncollectible loans and other

This footnote has not been prepared in accordance with Article 25 of the Communiqué on The Financial Statements about disclosures to be announced to Public by The Banks.

1.5.12. Information on the write-off policy

This footnote has not been prepared in accordance with Article 25 of the Communiqué on The Financial Statements about disclosures to be announced to Public by The Banks.

1.6 Information on financial assets measured at amortized cost

1.6.1 Information on other financial assets measured at amortized cost

	Current Period	Prior Period
Debt Securities	**58,460,508**	**57,734,344**
Quoted on a Stock Exchange	58,460,508	57,734,344
Not Quoted	-	-
Total	**58,460,508**	**57,734,344**

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

	Current Period	Prior Period
Opening Balance	**57,734,344**	**56,023,875**
Foreign Exchange Differences Arising from Monetary Assets	894,224	5,291,864
Purchases During the Year	-	-
Disposals Through Sales and Redemptions (-)	-	5,528,411
Transfers	-	1,791,226
Income Accruals and Discounts	(168,060)	155,790
Total	**58,460,508**	**57,734,344**

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

1.7 Information on investment in associates (Net)

1.7.1 The 1.49% ownership of the shares of Kredi Garanti Fonu A.Ş. amounting to TL 4,897 (31 December 2025 - TL 4,897), ownership of the shares of Katılım Finans Kefalet A.Ş amounting to TL 90,000, which corresponds to 15% in (31 December 2025 - TL 90,000), Swift shares amounting to TL 12,111 (31 December 2025 - TL 11,952) and 0.0035% ownership of the shares traded in Borsa Istanbul A.Ş amounting to TL 15 (31 December 2025 - TL 15), 2.86% ownership of the shares of JCR Avrasya Derecelendirme A.Ş. amounting to TL 2,755 (31 December 2025 - TL 2,755), the 0.31% ownership of the shares of İhracatı Geliştirme A.Ş. amounting to TL 30,420 (31 December 2025 - TL 30,420), VISA shares amounting to TL 473,590 (31 December 2025 - TL 530,339) are classified as financial assets at fair value through other comprehensive income and the Bank does not have a significant influence on these entities.

1.7.2 Information about investments in unconsolidated associates: None (31 December 2025 – None).

1.7.3 Information related to consolidated associates: None (31 December 2025 – None).

1.8 Information on subsidiaries (Net)

1.8.1 Although the Bank has control power over the management and capital of its non-financial subsidiaries, Körfez Tatil Beldesi Turistik Tesisler ve Devremülk İşletmeciliği San. Ve Tic. A.Ş and Architecht Bilişim Sistemleri ve Pazarlama Tic A.Ş and KT Sağlam Gayrimenkul A.Ş. does not confirm to the definition of financial subsidiary in accordance with "Regulation related to the Preparation of Consolidated Financial Statements by Banks" published in the Official Gazette No. 26340 dated 8 November 2006; hence this subsidiary has not been consolidated.

1.8.2 Information on subsidiaries

	Title	**Address (City/Country)**	**Bank's share percentage, if different-voting percentage (%)**	**Bank's risk group share percentage (%)**
1	KT Bank AG(*)	Frankfurt/Germany	100	100
2	Neova Katılım Sigorta A.Ş.(***)	İstanbul/Türkiye	100	100
3	KT Kira Sertifikaları Varlık Kiralama A.Ş.	İstanbul/Türkiye	100	100
4	KT Sukuk Varlık Kiralama A.Ş.	İstanbul/Türkiye	100	100
5	Kuveyt Türk Portföy Yönetimi A.Ş.	İstanbul/Türkiye	100	100
6	Körfez Gayrimenkul Yatırım Ortaklığı A.Ş.	İstanbul/Türkiye	74	74
7	Architecht Bilişim Sistemleri ve Pazarlama Tic A.Ş.(**)	İstanbul/Türkiye	100	100
8	Körfez Tatil Beldesi Turistik Tesisler ve Devremülk İşletmeciliği San.ve Tic. A.Ş.(**)	İstanbul/Türkiye	99.99	99.99
9	Kuveyt Türk Yatırım Menkul Değerler A.Ş.	İstanbul/Türkiye	100	100
10	Sağlam Finansal Teknolojiler A.Ş.	İstanbul/Türkiye	100	100
11	KT Sağlam Gayrimenkul A.Ş.	İstanbul/Türkiye	100	100

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

Information on subsidiaries in the order listed above

	Total Assets	Equity	Total Fixed Assets	Profit Share Income	Income from Marketable Securities	Current Period Profit/Loss	Prior Period Profit /Loss	Fair Value
1 (*)	52,043,884	8,243,872	822,659	453,390	40,186	7,967	5,745	-
2 (***)	53,346,717	10,165,773	1,526,402	2,734,930	2,730,900	2,263,327	473,519	-
3	1,489	1,329	-	-	-	66	133	-
4	10,896,257	1,749	-	-	-	47	72	-
5	2,995,587	2,701,842	57,626	-	-	505,936	287,002	-
6	1,662,869	1,407,181	123,236	57,393	56,690	68,540	4,645	-
7 (**)	2,048,876	1,608,252	342,988	85,257	30,923	207,029	319,563	-
8 (**)	408,368	246,306	242,592	-	-	(9,145)	1,702	-
9	2,663,870	1,364,201	45,433	41,165	39,324	162,117	27,087	-
10	462,086	459,203	10,863	-	-	327	11,124	-
11	8,316,353	8,152,209	7,917	-	-	49,631	(392)	-

(*) As of 31 March 2026, financial figures for this entity in the table above are based on the financial information prepared in accordance with the local regulations of the country in which this entity operates.
(**) These are the amounts in the statutory financial statements dated 31 March 2026, regulated according to the Turkish Commercial Code.
(***) According to Article 10 of the Regulation on the Measurement and Evaluation of Capital Adequacy of Insurance and Reinsurance and Pension Companies, Neova Katılım Sigorta A.Ş. calculates a minimum required equity capital twice a year, in June and December periods, there is no capital deficiency. (31 December 2025: There is no capital deficiency).

Movement regarding the subsidiaries

	Current Period	Prior Period
Balance at the beginning of the year	**13,360,612**	**4,122,212**
Movements during the year	1,550,000	9,238,400
Purchases (*)	1,550,000	9,238,400
Transfers from subsidiaries(net)	-	-
Bonus shares	-	-
Dividends from current year income	-	-
Sales	-	-
Revaluation increase	-	-
Impairment	-	-
Capital commitment payments	-	-
Balance at the end of the year	**14,910,612**	**13,360,612**
Capital commitments	-	-
Share percentage at the end of the year (%)	-	-

(*) The paid-in capital of Neova Katılım Sigorta A.Ş., a subsidiary of the Bank, amounting to TL 2,401,796,000 (full amount), was increased by TL 1,000,000,000 (full amount) on 31 March 2026 to TL 3,401,796,000 (full amount). In addition, the paid-in capital of Kuveyt Türk Yatırım Menkul Değerler A.Ş., amounting to TL 450,000,000 (full amount), was increased by TL 550,000,000 (full amount) on 23 January 2026 to TL 1,000,000,000 (full amount).

Sectoral information on consolidated subsidiaries and the related carrying amounts

	Current Period	Prior Period
Banks	1,592,030	1,592,030
Insurance Companies	3,401,796	2,401,796
Factoring Companies	-	-
Leasing Companies	-	-
Finance Companies	-	-
Other Subsidiaries	1,793,106	1,243,106
Total	**6,786,932**	**5,236,932**

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

Subsidiaries that are quoted on the stock Exchange

	Current Period	Prior Period
Quoted in Domestic Stock Exchange	541,106	541,106
Quoted in Foreign Stock Exchange	-	-
Total	**541,106**	**541,106**

1.8.3 Information on capital adequacies of major subsidiaries

The shareholder's equity of KT Bank AG, the bank's subsidiary in Germany, calculated as of 31 March 2026, is EUR 161,998,282 (Full EUR amount) and the capital adequacy ratio is 21.7%.

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

	Bank's share percentage	Total assets	Equity	Total fixed assets	Current period profit/loss	Prior period profit /loss
Katılım Emeklilik ve Hayat A.Ş. (*)	50%	79,351,240	2,237,216	134,101	163,086	128,907

(*) In accordance with decision of the Bank's Board of Directors on 25 April 2013, Kuveyt Türk Katılım Bankası A.Ş. and Albaraka Türk Katılım Bankası A.Ş. decided to establish the Pension Company in line with main shares. Bank decided to establish that pension company with the equal share amounts with Albaraka Türk Katılım Bankası A.Ş, and that pension company is registered with the trade name "Katılım Emeklilik ve Hayat Anonim Şirketi", 895027 registry numbered dated 17 December 2013 by İstanbul Trade Registry Office.

1.10 Information on finance lease receivables (Net)

1.10.1 Presentation of remaining maturities of net finance leases

	Current Period		Prior Period	
	Gross	**Net**	**Gross**	**Net**
Less than 1 year	49,616,335	39,141,285	47,829,897	37,587,055
1 to 4 years	37,693,032	33,925,795	34,153,287	31,726,725
More than 4 years	1,468,096	1,390,844	1,286,809	1,273,967
Total	**88,777,463**	**74,457,924**	**83,269,993**	**70,587,747**

1.10.2 Net investments in finance leases

	Current Period	Prior Period
Gross Receivable from Finance Leases	88,777,463	83,269,993
Unearned Finance Lease Income (-)	14,319,539	12,682,246
Cancelled Rental Amounts (-)	-	-
Net Leasing Investment	**74,457,924**	**70,587,747**

1.10.3 Information on finance lease contracts

The Bank determines the settlements of the financial lease agreements in accordance with related legislations. Payment terms and amounts may be rearranged with additional agreements upon customers' requests. On the agreements, the Bank gives the customer the option to buy the related property. According to the Financial Lease Law, if a customer does not fulfill its obligations until 60 days, the Bank sends a notice to the customer and the Bank takes legal action against the customer if necessary. Non-performing finance lease receivables amounting to TL 1,977,704 are included in the non-performing loans in the balance sheet (31 December 2025 – TL 1,184,821).

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

1.11 Information on derivative financial assets for hedging purposes

None (31 December 2025 – None).

1.12. Information on tangible assets

This footnote has not been prepared in accordance with Article 25 of the Communiqué on The Financial Statements about disclosures to be announced to Public by The Banks.

1.13. Explanations on intangible assets

This footnote has not been prepared in accordance with Article 25 of the Communiqué on The Financial Statements about disclosures to be announced to Public by The Banks.

1.14. Explanations on investment properties

None (31 December 2025 – None).

1.15. Information on deferred tax asset

As of 31 March 2026, deferred tax is offset as TL 4,880,680 in the balance sheet (31 December 2025 - TL 1,552,719). The deferred tax asset is TL 7,376,029 (31 December 2025 - TL 7,171,081) and the deferred tax liability is TL 2,495,349 (31 December 2025 - TL 5,618,362).

	Current Period	**Prior Period**
TFRS 9 Provisions	1,845,117	1,640,136
Tangible assets valuation differences	2,808,183	2,655,211
Employee benefits liability	843,949	1,034,843
Deferred income	601,492	556,585
Severance pays liability	527,411	481,980
Discounts on derivative financial instruments	(1,012,829)	(4,769,975)
Valuation Difference of Marketable Securities	(1,115,225)	(426,764)
Provisions for Lawsuits and Delay Penalties	535,114	546,681
Other	(152,532)	(165,978)
Net Deferred Tax Asset	**4,880,680**	**1,552,719**

Table of deferred tax asset movement

	Current Period	**Prior Period**
As of 1 January	1,552,719	8,340,450
Deferred Tax (Expense)/Income	2,524,824	(5,841,520)
Deferred Tax Accounted Under Equity	803,137	(946,211)
Deferred tax asset	**4,880,680**	**1,552,719**

1.16. Explanations on assets held for sale and discontinued operations

	Current Period	**Prior Period**
Opening Balance	2,011,387	522,743
Additions	261,275	1,679,811
Transfers from Tangible Asset	-	-
Disposals (-), Net	195,740	191,167
Transfer to Tangible Assets	-	-
Amortization Cost (-)	-	-
Provision for Impairment (-)	-	-
Closing Net Book Value	**2,076,922**	**2,011,387**

1.17. Information on other assets

As of balance sheet date, the Bank’s other assets amount to TL 15,084,370 (31 December 2025 - TL 25,543,726). Other assets balance does not exceed 10% of the total assets on the balance sheet excluding off balance sheet commitments.

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

2. Explanations and Notes Related to Liabilities

2.1 Information on funds collected

2.1.1 Information on maturity structure of funds collected

Current Period	Demand	Up to 1 months	Up to 3 months	Up to 6 months	Up to 9 months	Up to 1 year	1 year and over	Accumulated profit sharing accounts	Total (*)
I. Real persons current accounts-TL	**54,182,728**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**54,182,728**
II. Real persons profit sharing accounts TL	**-**	**48,298,930**	**113,090,313**	**3,815,218**	**-**	**3,963,010**	**2,435,369**	**19,143**	**171,621,983**
III. Another current accounts-TL	**48,630,718**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**48,630,718**
Public sector	2,041,320	-	-	-	-	-	-	-	2,041,320
Commercial sector	45,480,626	-	-	-	-	-	-	-	45,480,626
Other institutions	903,926	-	-	-	-	-	-	-	903,926
Commercial and other institutions	-	-	-	-	-	-	-	-	-
Banks and participation banks	204,846	-	-	-	-	-	-	-	204,846
Central Bank of Republic of Türkiye	-	-	-	-	-	-	-	-	-
Domestic banks	-	-	-	-	-	-	-	-	-
Foreign banks	199,797	-	-	-	-	-	-	-	199,797
Participation banks	479	-	-	-	-	-	-	-	479
Others	4,570	-	-	-	-	-	-	-	4,570
IV. Profit sharing accounts-TL	**-**	**25,793,722**	**43,541,290**	**365,834**	**-**	**24,209,551**	**172,429**	**57**	**94,082,883**
Public sector	-	784,769	56,965	22,425	-	3,036,984	-	-	3,901,143
Commercial sector	-	23,985,056	41,466,755	294,532	-	20,788,356	171,848	57	86,706,604
Other institutions	-	891,137	1,875,461	48,877	-	382,653	511	-	3,198,639
Commercial and other institutions	-	132,760	141,808	-	-	1,558	70	-	276,196
Banks and participation banks	-	-	301	-	-	-	-	-	301
V. Real persons current accounts-FC	**109,897,416**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**109,897,416**
VI. Real persons profit sharing accounts-FC	**-**	**15,829,399**	**19,230,021**	**1,620,632**	**-**	**1,524,457**	**1,218,082**	**45,104**	**39,467,695**
VII. Another current accounts-FC	**56,331,078**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**56,331,078**
Commercial residents in Türkiye	51,036,513	-	-	-	-	-	-	-	51,036,513
Commercial residents in Abroad	3,850,039	-	-	-	-	-	-	-	3,850,039
Banks and participation banks	**1,444,526**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**1,444,526**
Central Bank of Republic of Türkiye	898,148	-	-	-	-	-	-	-	898,148
Domestic banks	-	-	-	-	-	-	-	-	-
Foreign banks	540,068	-	-	-	-	-	-	-	540,068
Participation banks	6,310	-	-	-	-	-	-	-	6,310
Others	-	-	-	-	-	-	-	-	-
VIII. Profit sharing accounts- FC	**-**	**2,023,780**	**1,327,970**	**41,261**	**-**	**191,437**	**27,767**	**1,237**	**3,613,452**
Public sector	-	22	9,719	-	-	-	-	-	9,741
Commercial sector	-	1,520,040	1,085,750	38,052	-	191,210	27,767	1,237	2,864,056
Other institutions	-	21,563	127,376	3,139	-	227	-	-	152,305
Commercial and other institutions	-	482,155	105,125	70	-	-	-	-	587,350
Banks and participation banks	-	-	-	-	-	-	-	-	-
IX. Precious metal funds	**360,281,816**	**33,642,932**	**13,299,692**	**2,748,951**	**-**	**1,596,547**	**151,073**	**-**	**411,721,011**
X. Profit sharing accounts special funds - TL	**-**	**-**	**849**	**-**	**-**	**147,568**	**-**	**-**	**148,417**
Residents in Türkiye	-	-	849	-	-	147,568	-	-	148,417
Residents Abroad	-	-	-	-	-	-	-	-	-
XI. Profit sharing accounts special funds - FC	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Residents in Türkiye	-	-	-	-	-	-	-	-	-
Residents Abroad	-	-	-	-	-	-	-	-	-
Total (**)	**629,323,756**	**125,588,763**	**190,490,135**	**8,591,896**	**-**	**31,632,570**	**4,004,720**	**65,541**	**989,697,381**

(*) There are no 7 days notification accounts of the Bank.
(**) As of 31 March 2026, the Bank has foreign exchange protected TL time deposit accounts amounting to TL 13,870,467 (31 December 2025: TL 12,773,039) opened within the scope of the "Communiqué on the Support of Conversion of Turkish Lira Deposit and Participation Accounts" published by the CBRT in the Official Gazette dated 21 December 2021 and numbered 31696. The Bank does not have any such accounts opened under the announcement of the Republic of Türkiye Ministry of Treasury and Finance ("Treasury") dated 24 December 2021 (31 December 2025: None). Total foreign exchange protected TL time deposit accounts amounted to TL 13,870,467 as of 31 March 2026 (31 December 2025: TL 12,773,039).

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

Prior Period	**Demand**	**Up to 1 months**	**Up to 3 months**	**Up to 6 months**	**Up to 9 months**	**Up to 1 year**	**1 year and over**	**Accumulated profit sharing accounts**	**Total**
I. Real persons current accounts-TL	**56,931,577**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**56,931,577**
II. Real persons profit sharing accounts TL	**-**	**43,867,032**	**116,390,386**	**3,377,657**	**-**	**4,297,573**	**2,998,551**	**22,162**	**170,953,361**
III. Another current accounts-TL	**52,349,169**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**52,349,169**
Public sector	4,253,932	-	-	-	-	-	-	-	4,253,932
Commercial sector	46,957,498	-	-	-	-	-	-	-	46,957,498
Other institutions	949,224	-	-	-	-	-	-	-	949,224
Commercial and other institutions	-	-	-	-	-	-	-	-	-
Banks and participation banks	188,515	-	-	-	-	-	-	-	188,515
Central Bank of Republic of Türkiye	-	-	-	-	-	-	-	-	-
Domestic banks	-	-	-	-	-	-	-	-	-
Foreign banks	184,612	-	-	-	-	-	-	-	184,612
Participation banks	3,854	-	-	-	-	-	-	-	3,854
Others	49	-	-	-	-	-	-	-	49
IV. Profit sharing accounts-TL	**-**	**8,546,818**	**54,492,242**	**401,290**	**-**	**21,092,273**	**194,153**	**53**	**84,726,829**
Public sector	-	345,023	113,705	-	-	2,426,043	-	-	2,884,771
Commercial sector	-	7,423,958	52,861,139	344,924	-	18,527,936	193,546	53	79,351,556
Other institutions	-	620,803	1,487,404	56,366	-	134,367	537	-	2,299,477
Commercial and other institutions	-	157,034	29,713	-	-	3,927	70	-	190,744
Banks and participation banks	-	-	281	-	-	-	-	-	281
V. Real persons current accounts-FC	**112,889,832**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**112,889,832**
VI. Real persons profit sharing accounts-FC	**-**	**16,534,793**	**19,735,435**	**1,639,723**	**-**	**1,544,929**	**1,370,675**	**40,484**	**40,866,039**
VII. Another current accounts-FC	**55,364,940**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**55,364,940**
Commercial residents in Türkiye	49,956,037	-	-	-	-	-	-	-	49,956,037
Commercial residents in Abroad	4,271,818	-	-	-	-	-	-	-	4,271,818
Banks and participation banks	1,137,085	-	-	-	-	-	-	-	1,137,085
Central Bank of Republic of Türkiye	685,365	-	-	-	-	-	-	-	685,365
Domestic banks	-	-	-	-	-	-	-	-	-
Foreign banks	445,545	-	-	-	-	-	-	-	445,545
Participation banks	6,175	-	-	-	-	-	-	-	6,175
Others	-	-	-	-	-	-	-	-	-
VIII. Profit sharing accounts- FC	**-**	**1,900,445**	**1,170,338**	**40,440**	**-**	**214,858**	**29,908**	**515**	**3,356,504**
Public sector	-	21	16,614	-	-	-	-	-	16,635
Commercial sector	-	1,541,757	951,125	37,348	-	214,284	29,908	515	2,774,937
Other institutions	-	20,950	93,167	3,023	-	574	-	-	117,714
Commercial and other institutions	-	337,717	109,432	69	-	-	-	-	447,218
Banks and participation banks	-	-	-	-	-	-	-	-	-
IX. Precious metal funds	**275,429,437**	**30,048,846**	**12,338,998**	**2,554,026**	**-**	**1,380,755**	**148,203**	**-**	**321,900,265**
X. Profit sharing accounts special funds - TL	**-**	**-**	**-**	**-**	**-**	**310,261**	**351,900**	**-**	**662,161**
Residents in Türkiye	-	-	-	-	-	310,261	151,900	-	462,161
Residents Abroad	-	-	-	-	-	-	200,000	-	200,000
XI. Profit sharing accounts special funds - FC	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Residents in Türkiye	-	-	-	-	-	-	-	-	-
Residents Abroad	-	-	-	-	-	-	-	-	-
Total	**552,964,955**	**100,897,934**	**204,127,399**	**8,013,136**	**-**	**28,840,649**	**5,093,390**	**63,214**	**900,000,677**

(*) There are no 7 days notification accounts of the Bank.

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

2.1.2 Information's on current and profit share accounts that are in the scope of Saving Deposit/Saving Deposit Insurance Fund

2.1.2.1 Current and Participation Accounts Attributable to Real and Legal Entities/Persons under the Guarantee of Saving Deposit Insurance Fund Exceeding the Limit of the Deposit Insurance Fund

	Under the guarantee of saving deposit insurance		Exceeding the limit of saving Deposit	
	Current Period	**Prior Period**	**Current period**	**Prior period**
Real and legal persons current and profit-sharing accounts that are not subject to commercial activities				
TL accounts	145,516,261	137,558,118	223,136,561	227,869,225
FC accounts	267,943,295	212,260,066	353,634,346	321,711,481
Foreign branches' deposits under foreign authorities' insurance	-	-	-	-
Off-shore banking regions' under foreign authorities' insurance	-	-	-	-

Funds collected by Participation Banks (except for foreign branches) through current and profit share accounts which are opened by real and legal persons and denominated in Turkish Lira or foreign currency with a limit of maximum of TL 1,200 (including both capital and profit shares) for each person is under the guarantee of Saving Deposit Insurance Fund in accordance with the Banking Law No. 5411 which issued in official gazette no. 25893 on 1 November 2005.

2.1.2.2 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.

2.1.2.3 Current and Profit Share Accounts of the real persons who are not in the scope of Saving Deposits Insurance Fund

The Bank has no current or profit-sharing accounts which are not under the guarantee of the Saving Deposit Insurance Fund except for the current and profit-sharing accounts of shareholders, member of Board of Directors, CEO, the Vice Presidents and their first-degree relatives.

	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	-	-
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	47,657	31,894
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	3,725	-
Profit sharing accounts in participation banks which are established in Türkiye in order to engage in offshore banking activities solely	-	-

2.2 Information on derivative financial liabilities held for trading

Derivative financial liabilities held for trading

	Current Period		Prior Period	
	TL	**FC**	**TL**	**FC**
Forward transactions	123,976	72,152	119,817	164,897
Swap transactions	1,263,016	28,080,527	1,257,657	1,241,763
Total	**1,386,992**	**28,152,679**	**1,377,474**	**1,406,660**

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

2.3 Information on funds borrowed

2.3.1 Information on banks and other financial institutions

	Current Period		Prior Period	
	TL	**FC**	**TL**	**FC**
Loans from The Central Bank of the Republic of Türkiye	-	-	-	-
From Domestic Banks and Institutions	8,992,058	120,087,907	13,517,309	123,755,890
From Foreign Banks, Institutions and Funds	-	56,982,438	-	58,318,613
Total	**8,992,058**	**177,070,345**	**13,517,309**	**182,074,503**

2.3.2 Information on maturity structure of borrowings

	Current Period		Prior Period	
	TL	**FC**	**TL**	**FC**
Short-Term	8,720,181	143,416,860	13,204,701	148,352,000
Medium and Long-Term	271,877	33,653,485	312,608	33,722,503
Total	**8,992,058**	**177,070,345**	**13,517,309**	**182,074,503**

2.3.4 Explanations related to the concentrations of the Bank's major liabilities

Most of the bank's loans consist of foreign currency loans. There is no risk concentration of the Bank's current and profit-sharing accounts.

2.4 Information on other liabilities and miscellaneous payables

As of 31 March 2026, other liabilities amount to TL 12,379,641 (31 December 2025 - TL 32,060,487), sundry creditors amount to TL 12,966,112 (31 December 2025 - TL 26,473,417). These items are classified under "Other Liabilities" on the balance sheet and do not exceed 10% of the total.

2.5 Information on finance lease payables (net)

	Current Period		Prior Period	
	Gross	**Net**	**Gross**	**Net**
Less than 1 year	108,396	100,391	74,490	68,892
1 to 4 years	147,183	110,320	147,156	107,522
More than 4 years	4,044,352	2,450,396	3,663,862	2,233,475
Total	**4,299,931**	**2,661,107**	**3,885,508**	**2,409,889**

Bank used FTP (Fund Transfer Pricing) rates as an alternative borrowing rate of profit on 1 January 2019. Relevant ratios are revised and revised in 2-week periods after 1 January 2019. The change in Participation Bank payments uses an unmodified discount rate unless the variable profit share rate is related. If the change in the lease payments results from variable profit share rates (LIBOR, EURIBOR), the lessee used a revised discount rate reflecting changes in the profit share rate.

2.5.1. Explanations on contract changes and the new obligations these changes bring to the Bank

None (31 December 2025 – None).

2.5.1.1. Explanations on financial leasing obligations

None (31 December 2025 – None).

2.5.1.2. Explanations on operating lease

Leasing is classified as an operating lease in which the lessor holds all the risks and benefits of that asset. Such transactions include lease agreements belonging to branches, which can be cancelled with prior notice.

There are no significant obligations imposed by the changes in the contract related to the operating lease to the Bank.

The bank registers its lease payments based on operating lease agreements with equal amounts of expenses during the lease term.

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

2.6. Information on hedging derivative financial liabilities

None (31 December 2025 – None).

2.7. Information on provisions

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

None (31 December 2025 – None).

2.7.2 Information on other provisions

	Current Period	Prior Period
Specific provisions for non-cash loans that are not indemnified converted into cash	250,795	240,698
General Provisions for non-cash loans	763,025	574,219
Provision for profits will be allocated to participation accounts	657,261	663,502
Credit cards of banking services applications	11,797	11,289
Other (*)	1,867,409	1,998,565
Total	**3,550,287**	**3,488,273**

(*) The other item is mainly consisting of TL 533,784 (31 December 2025 – TL 621,679) litigation provision, TL 5,888 (31 December 2025 – TL 5,888) expense provision, TL 1,232,248 (31 December 2025 – TL 1,183,412) other provision.

2.7.3 Information on provisions for employee benefits

Provisions for employee benefits consist of reserve for employee termination benefits amounting to TL 1,764,472 (31 December 2025 - TL 1,612,812), vacation pay liability amounting to TL 610,352 (31 December 2025 - TL 31,251), performance premium amounting to TL 444,610 (31 December 2025 - TL 1,881,788), retirement bonuses on payment of TL 1,501,798 (31 December 2025 - TL 1,328,505), committee fee amounting to TL 211,968 (31 December 2025 - TL 165,051) and other fees amounting to TL 44,434 (31 December 2025 - TL 42,883).

Under the Turkish Labor Law, the Bank 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 compensation to be paid is up to one month's salary for each service year and this amount is limited to TL 64,948.77 (full TL amount) (31 December 2025 - TL 53,919.68 (full TL amount)). The liability is not funded, as there is no funding requirement.

The reserve has been calculated by estimating the present value of the future probable obligation of the Bank 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 (%)	29.20	29.20
Inflation rate (%)	24.66	24.66
Salary increases rate (%)	25.16	25.16

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

	Current Period	Prior Period
Balance at the end of the prior period	1,612,812	1,432,099
Provisions recognized during the period	183,029	455,281
Paid during the period	(31,369)	(59,848)
Actuarial loss	-	(214,720)
Balances at the end of the period	**1,764,472**	**1,612,812**

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

2.8. Explanations on tax liability

2.8.1. Explanations on current tax liability

2.8.1.1 Information on tax provision

As of the balance sheet date, the Bank has a corporate tax liability of TL 6,749,597 (31 December 2025: TL 8,215,681) and there are no prepaid taxes (31 December 2025: TL 7,416,633). The Bank clearly indicated the corporate tax liability and prepaid tax in the financial statements.

2.8.1.2. Information on taxes payable

	Current Period	Prior Period
Taxation of marketable securities	2,406,250	2,278,443
Taxation of immovable property	18,503	14,893
Banking Insurance Transaction Tax (BITT)	681,494	672,102
Foreign Exchange Transaction Tax	166,596	123,001
Value Added Tax Payable	65,499	91,488
Income tax deducted from wages	359,024	271,459
Other	21,577	19,173
Total	**3,718,943**	**3,470,559**

2.8.1.3. Information on premiums (*)

	Current Period	Prior Period
Social Insurance Premiums-Employee	353,281	125,686
Social Insurance Premiums-Employer	496,617	150,065
Unemployment insurance-Employee	25,227	8,976
Unemployment insurance-Employer	52,255	18,723
Total	**927,380**	**303,450**

(*) Included in Other Liabilities/Various Debts in the balance sheet.

2.8.1.4. Information on deferred tax liability

As of 31 March 2026, deferred tax has been netted off as TL 4,880,680 (31 December 2025 - TL 1,552,719) in the balance sheet within the scope of the relevant regulations. Deferred tax asset is calculated as TL 7,376,029 (31 December 2025 - TL 7,171,081) and deferred tax liability is TL 2,495,349 (31 December 2025 - TL 5,618,362).

2.9. Information on payables related to assets held for sale

None (31 December 2025 - None).

2.10. Information on subordinated loans

Not prepared in accordance with Article 25 of the Communiqué on Financial Statements to be Announced to Public by Banks and Related Disclosures and Footnotes.

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

2.11. Information on shareholders' equity

2.11.1. Presentation of paid-in capital

	Current Period	Prior Period
Common shares	8,000,000	8,000,000
Preference shares	-	-
Repurchased shares amount (*)	(7,865)	(4,869)
Total	**7,992,135**	**7,995,131**

(*) It represents the Bank's acquisition of its own shares as a result of the Bank's shareholders not using their right of preference according to the commitment made in the capital increase in the Bank.

2.11.2 Amount of paid-in capital, disclosure on whether the 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 Bank.

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

None (31 December 2025 – None).

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

None (31 December 2025 – None).

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

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

2.11.6 Summary of privileges given to shares representing the capital

None (31 December 2025 – None).

2.11.7 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 (*)	(5,496,085)	305,478	(4,750,951)	1,417,016
Foreign Exchange Difference	-	-	-	-
Total	**(5,496,085)**	**305,478**	**(4,750,951)**	**1,417,016**

(*) Valuation difference is calculated taking the tax effect of the rent certifications in the account, which are classified as "Government Debt Securities" and "Other Marketable Securities" under financial assets at fair value through other comprehensive income in the balance sheet.

2.12 Information on minority shares

None (31 December 2025 – None).

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

3. Explanations and Notes Related to Off-Balance Sheet Contingencies and Commitments

3.1 Explanations on off-balance sheet accounts

3.1.1 Types and amounts of irrevocable commitments

Commitment for credit card limits, as of 31 March 2026 amounts to TL 270,265,355 (31 December 2025 - TL 186,634,221); payment commitments for cheque books amounts to TL 10,248,751 (31 December 2025 - TL 8,113,715).

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

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

As of 31 March 2026, the Bank has guarantees and surety ships constituting of TL 150,887,830 (31 December 2025 - TL 136,859,415) of letters of guarantee; TL 1,518,982 (31 December 2025 - TL 1,382,873) of acceptances and TL 35,665,154 (31 December 2025 - TL 25,804,814) of letters of credit. Also, the Bank has other acceptances amounting to TL 9,264,674 (31 December 2025 - TL 8,728,209).

3.1.2.2 Revocable, irrevocable guarantees and other similar commitments and contingencies: There are no other than those explained in 2.i.).

3.1.3 Total amount of non-cash loans

	Current Period	Prior Period
Non-cash loans given against cash loans	2,338,522	2,000,508
With original maturity of 1 year or less	2,338,522	2,000,508
With original maturity of more than 1 year	-	-
Other non-cash loans	194,998,118	170,774,803
Total	**197,336,640**	**172,775,311**

3.1.4. Information on sector-based risk concentration in non-cash loans

This footnote has not been prepared in accordance with Article 25 of the Communiqué on The Financial Statements about disclosures to be announced to Public by the Banks.

3.1.5. Information on non-cash loans classified in Stage I and II

This footnote has not been prepared in accordance with Article 25 of the Communiqué on The Financial Statements about disclosures to be announced to Public by the Banks.

3.2. Explanations on derivative transactions

This footnote has not been prepared in accordance with Article 25 of the Communiqué on The Financial Statements about disclosures to be announced to Public by the Banks.

3.3. Explanations on credit derivatives and their risks

None.

3.4. Explanations on contingent liabilities and assets

This footnote has not been prepared in accordance with Article 25 of the Communiqué on The Financial Statements about disclosures to be announced to Public by the Banks.

3.5. Explanations on services provided to other names and accounts

None.

3.6. Summary information on the rating of the bank to international rating agencies

This footnote has not been prepared in accordance with Article 25 of the Communiqué on The Financial Statements about disclosures to be announced to Public by the Banks.

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

4. Explanations and Notes Related to The Statement of Income

4.1 Information on profit share income

4.1.1 Information on profit share received from loans

	Current Period		Prior Period	
	TL	**FC**	**TL**	**FC**
Profit share on loans	**27,102,242**	**4,635,541**	**19,866,697**	**3,465,457**
Short-term loans	11,071,129	1,701,511	10,142,596	1,385,411
Medium and long-term loans	15,442,569	2,885,266	9,500,709	2,053,596
Profit share on non-performing loans	588,544	48,764	223,392	26,450
Premiums received from resource utilization support fund	-	-	-	-
Total	**27,102,242**	**4,635,541**	**19,866,697**	**3,465,457**

4.1.2 Information on profit share received from banks

	Current Period		Prior Period	
	TL	**FC**	**TL**	**FC**
The Central Bank of the Republic of Türkiye	1,662	-	22	-
Domestic Banks	429	-	571	-
Foreign Banks	-	123,045	-	34,870
Branches and head office abroad	-	-	-	-
Total	**2,091**	**123,045**	**593**	**34,870**

4.1.3 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	910,128	86,986	33,129	235,746
Financial Assets at Fair Value Through Other Comprehensive Income	4,742,165	875,911	2,995,409	356,509
Financial Assets valued at Amortized Cost	1,724,477	482,916	1,528,944	533,182
Total	**7,376,770**	**1,445,813**	**4,557,482**	**1,125,437**

4.1.4 Information on profit share income received from associates and subsidiaries

	Current Period	Prior Period
Profit share income received from associates and subsidiaries	1,277	10,059

4.2 Information on profit share given to loans used

	Current Period		Prior Period	
	TL	**FC**	**TL**	**FC**
Banks	**192,516**	**762,443**	**480,848**	**578,925**
The Central Bank of the Republic of Türkiye	-	-	-	-
Domestic banks	192,516	36,444	191,572	22,713
Foreign banks	-	725,999	289,276	556,212
Branches and head office abroad	-	-	-	-
Other Institutions	860,750	1,223,178	688,207	881,477
Total	**1,053,266**	**1,985,621**	**1,169,055**	**1,460,402**

4.2.1 Profit share expense given to associates and subsidiaries

	Current Period	Prior Period
Profit share expenses given to associates and subsidiaries	774,762	742,234

4.2.2 Profit share expense paid to securities issued

None (1 January - 31 March 2025 - None).

4.3 Information on dividend income

This footnote has not been prepared in accordance with Article 25 of the Communiqué on The Financial Statements about disclosures to be announced to Public by the Banks.

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

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

Current Period	Profit Sharing Accounts							
Account name	Up to 1 months	Up to 3 months	Up to 6 months	Up to 9 months	Up to 1 year	Above 1 year	Accumulated profit sharing accounts	Total
TL								
Collected funds from banks through current and profit share accounts	-	23	-	-	-	-	-	23
Real person's non-trading profit sharing account	3,626,750	8,934,991	217,972	-	266,444	219,812	1,595	13,267,564
Public-sector profit-sharing account	61,668	7,877	1,649	-	12,862	-	-	84,056
Commercial sector profit sharing account	815,028	4,263,989	3,429	-	10,534	9,559	6	5,102,545
Other institutions profit sharing account	64,601	166,772	4,506	-	4,589	37	-	240,505
Total	**4,568,047**	**13,373,652**	**227,556**	**-**	**294,429**	**229,408**	**1,601**	**18,694,693**
FC								
Banks	-	-	-	-	-	-	-	-
Real person's non-trading profit sharing account	39,192	46,845	3,512	-	2,836	2,143	121	94,649
Public-sector profit-sharing account	-	37	-	-	-	-	-	37
Commercial sector profit sharing account	3,548	2,463	77	-	53	8	-	6,149
Other institutions profit sharing account	933	772	9	-	-	-	-	1,714
Precious metal accounts	11,828	4,846	974	-	574	-	-	18,222
Total	**55,501**	**54,963**	**4,572**	**-**	**3,463**	**2,151**	**121**	**120,771**
Grand Total	**4,623,548**	**13,428,615**	**232,128**	**-**	**297,892**	**231,559**	**1,722**	**18,815,464**

Prior Period	Profit Sharing Accounts							
Account name	Up to 1 months	Up to 3 months	Up to 6 months	Up to 9 months	Up to 1 year	Above 1 year	Accumulated profit sharing accounts	Total
TL								
Collected funds from banks through current and profit share accounts	-	4	-	-	-	-	-	4
Real person's non-trading profit sharing account	1,796,184	8,626,757	621,221	-	1,947,299	640,454	1,002	13,632,917
Public-sector profit-sharing account	925	5,410	-	-	5,780	-	-	12,115
Commercial sector profit sharing account	385,488	2,375,251	57,913	-	171,536	14,269	-	3,004,457
Other institutions profit sharing account	26,893	125,541	6,123	-	19,074	40	-	177,671
Total	**2,209,490**	**11,132,963**	**685,257**	**-**	**2,143,689**	**654,763**	**1,002**	**16,827,164**
FC								
Banks	-	-	-	-	-	-	-	-
Real person's non-trading profit sharing account	31,903	34,601	3,073	-	3,522	3,576	89	76,764
Public-sector profit-sharing account	-	276	-	-	-	-	-	276
Commercial sector profit sharing account	913	1,495	71	-	228	19	-	2,726
Other institutions profit sharing account	149	443	9	-	-	-	-	601
Precious metal accounts	5,782	2,642	517	-	355	-	-	9,296
Total	**38,747**	**39,457**	**3,670**	**-**	**4,105**	**3,595**	**89**	**89,663**
Grand Total	**2,248,237**	**11,172,420**	**688,927**	**-**	**2,147,794**	**658,358**	**1,091**	**16,916,827**

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

4.5 Information on trading income/loss (Net)

	Current Period	Prior Period
Trading profit / loss (net)	**6,863,620**	**6,675,845**
Profit	**234,096,952**	**61,212,388**
Gain on capital market transactions	2,157,664	1,528,880
Gain on derivative financial instruments	22,864,163	24,067,980
Foreign exchange profit	209,075,125	35,615,528
Losses (-)	**227,233,332**	**54,536,543**
Losses on capital market transactions	53,605	27,299
Losses on derivative financial instruments	65,488,518	19,091,778
Foreign exchange losses	161,691,209	35,417,466

4.6 Information on other operating income

The details of other operating income are presented below. There are no unusual items in the other operating income which materially affect the income of the Bank.

	Current Period	Prior Period
Reversal of prior period provisions	844,539	1,795,709
Cancellations of Provisions from Profits to be Distributed to Participation Accounts	51,920	900,249
Income from sales of assets	87,732	165,423
Rental income	8,773	6,171
Other income	185,855	73,613
Total	**1,178,819**	**2,941,165**

4.7 Provisions for loan losses and other receivables of the Bank

	Current Period (*)	Prior Period (*)
Expected Credit Loss	**6,137,858**	**2,616,146**
12 month expected credit loss (Stage 1)	478,148	33,365
Significant increase in credit risk (Stage 2)	547,909	244,824
Non-performing loans (Stage 3)	5,111,801	2,337,957
Marketable Securities Impairment Expense	**212,273**	**89,785**
Financial Assets at Fair Value through Profit or Loss	212,273	89,785
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 (**)	**53,324**	**228,063**
Total	**6,403,455**	**2,933,994**

(*) Includes the provisions in the "Other Provision Expenses" line in the Income Statement.
(**) Also includes provisions that can be allocated from profit to be distributed to participation accounts according to provisions regulation.

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

.8 Information on other operating expenses

	Current Period	Prior Period
Provision for retirement pay liability	151,660	127,144
Impairment expenses of tangible assets	-	-
Depreciation expenses of tangible assets	543,467	328,974
Impairment Expenses of intangible fixed assets	-	-
Depreciation expenses of intangible assets	150,263	39,219
Depreciation expenses of assets held for sale	-	-
Other operating expenses	2,494,373	1,634,207
Lease Expenses Regarding TFRS 16 Exemptions	572	683
Maintenance expenses	622,856	471,231
Advertisement expenses	105,694	225,088
Communication expenses	242,999	133,607
Heating, electricity and water expenses	49,736	43,533
Cleaning expenses	23,393	23,867
Vehicle expenses	36,352	24,203
Stationery expenses	42,110	22,302
Other expenses	1,370,661	689,693
Losses on sales of assets	30	58
Deposit insurance fund expenses	744,099	529,761
Other (*)	1,598,616	788,630
Total	**5,682,508**	**3,447,993**

(*) Other items as of 31 March 2026 primarily include TL 515,985 (31 March 2025 – TL 336,795) Bank and Insurance Transactions Tax, TL 474,119 (31 March 2025 – TL 45,495) in amounts related to the Contracted Legal Services and Legal Consultancy account, TL 360,023 (31 March 2025 – TL 194,949) in Financial Activities Fees and TL 62,861 (31 March 2025 – 49,291 TL) in Banking Regulation and Supervision Authority Participation Share.

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

This footnote has not been prepared in accordance with Article 25 of the Communiqué on The Financial Statements about disclosures to be announced to Public by The Banks.

4.10 Information on tax provision for continued and discontinued operations

Current period tax provision for the period amounting to TL 6,247,187 (1 January -31 March 2025 – TL 2,229,014), deferred tax income of TL 6,932,040 (1 January-31 March 2025 – TL 151,326) and TL 4,407,216 (1 January -31 March 2025 – TL 1,196,969) deferred tax expense is recognized.

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

There is no profit/loss arising from discontinued operations within the operating profit/loss after tax.

4.12 Information on net profit/loss

4.12.1 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

As of 31 March 2026, net profit share income is TL 20,682,587 (1 January - 31 March 2025 - TL 11,978,841), net fees and commission income is TL 5,637,692 (1 January - 31 March 2025 - TL 3,113,762).

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

None (1 January-31 March 2025 – None).

4.12.3 Profit/loss attributable to minority interest

None (1 January-31 March 2025 – None).

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

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

As of 31 March 2026, other fees and commissions received is TL 11,378,486 (1 January-31 March 2025 – TL 6,547,778), TL 4,989,766 (1 January-31 March 2025 – TL 2,608,242 of this amount is related with credit card fees and commissions TL 3,959,711 (1 January-31 March 2025 – TL 2,379,181) of this amount is related with POS machine commissions and TL 2,429,009 (1 January-31 March 2025 – TL 1,560,355) of this amount is related with other commissions.

As of 31 March 2026, other fees and commissions given is TL 6,102,890 (1 January-31 March 2025 – TL 3,685,462), TL 4,553,613 (1 January-31 March 2025 – TL 2,917,539) of this amount is related with POS clearing commissions and installation expenses, TL 467,728 (1 January-31 March 2025 – TL 337,935) of this amount is related with fees and commissions paid for credit cards and TL 1,081,549 (1 January-31 March 2025 – TL 429,988) of this amount is related with commissions.

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

This footnote has not been prepared in accordance with Article 25 of the Communiqué on The Financial Statements about disclosures to be announced to Public by The Banks.

6. Explanations and Notes Related to Statement of Cash Flows

This footnote has not been prepared in accordance with Article 25 of the Communiqué on The Financial Statements about disclosures to be announced to Public by The Banks.

7. Explanations and notes related to risk group of the Bank

7.1 The volume of transactions related to the risk group of the Bank, 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 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	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans and other receivables						
Balance at beginning of period	245,063	548,622	119,911	2,522	4,934	120,482
Balance at end of period	317,436	601,940	141,152	109,418	5,866	124,824
Profit share and commission income	-	1,277	2,961	779	301	-

(*) Defined in the Subsection 2, Article 49 of the Banking Law No. 5411.

Prior period

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	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans and other receivables						
Balance at beginning of period	111,135	199,233	31,373	104,629	1,117	3,505
Balance at end of period	245,063	548,622	119,911	2,522	4,934	120,482
Profit share and commission income	9,376	683	1,231	229	-	-

(*) Defined in the Subsection 2, Article 49 of the Banking Law No. 5411.

7.2 Information on current and profit-sharing accounts of the Bank'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
Current and profit-sharing accounts						
Balance at beginning of period	1,957,763	4,048,835	861,207	777,817	2,206,251	946,678
Balance at end of period	3,830,536	1,957,763	919,037	861,207	1,984,458	2,206,251
Profit share and commission income	23,113	46,758	16,059	28,116	32,796	977

(*) Defined in the Subsection 2, Article 49 of the Banking Law No. 5411. Dividends paid to associates and subsidiaries

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

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

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
Transactions at Fair Value through Profit or Loss						
Balance at beginning of period	5,081,894	4,668,605	8,418,306	1,459,578	-	-
Balance at end of period	6,499,238	5,081,894	10,698,301	8,418,306	-	-
Total Profit / (Loss)	13,102	79,746	437	1,297	-	-
Hedging Transactions	-	-	-	-	-	-
Balance at beginning of period	-	-	-	-	-	-
Balance at end of period	-	-	-	-	-	-
Total Profit / (Loss)	-	-	-	-	-	-

(*) Defined in the Subsection 2, Article 49 of the Banking Law No. 5411.

7.4 Information on loans received from the Bank'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
Borrowings						
Balance at beginning of period	15,568,685	15,194,096	17,446,977	14,649,976	-	-
Balance at end of period	15,827,672	15,568,685	17,876,863	17,446,977	-	-
Profit share expense	751,649	695,476	103,119	62,452	-	-

(*) Defined in the Subsection 2, Article 49 of the Banking Law No. 5411.

7.5 Information on subordinated loans used by the Bank's from its risk group

USD 35,000,000 (full amount) of the Bank's USD 350,000,000 (full amount) Tier II sukuk issued on 16 September 2021, were allocated by Kuwait Finance House.

7.6 Information on remunerations provided to top management

As of 1 January - 31 March 2026, the Bank has paid TL 623,914 to top management (1 January - 31 March 2025 - TL 492,068).

8. Information about the branches of the Bank in domestic, foreign and coastal banking regions and their representative offices abroad

This footnote has not been prepared in accordance with Article 25 of the Communiqué on The Financial Statements about disclosures to be announced to Public by The Banks.

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

None.

SECTION SIX

OTHER EXPLANATIONS

1. Other matters which must be explained in terms of explicitness, interpretability and understandability of the balance sheet:

None.

SECTION SEVEN

REVIEW REPORT

1. Explanations on the limited review report

The unconsolidated financial statements have been reviewed by DRT Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş. (A Member Deloitte Touche Tohmatsu Limited) and the independent auditors' limited review report dated 13 May 2026 is presented preceding the financial statements.

2. Notes and disclosures prepared by the independent auditor:

None.

SECTION EIGHT

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

1.1 About Kuveyt Türk

Kuveyt Türk Katılım Bankası A.Ş. ("The Bank") was incorporated with the approval of the Central Bank of the Republic of Türkiye (CBRT) on 28 February 1989 and commenced its operations on 31 March 1989, with the name of Kuveyt Türk Evkaf Finans Kurumu A.Ş. To comply with the Banking Act 5411, the title of the Bank has been changed to Kuveyt Türk Katılım Bankası A.Ş. with a change in the Articles of Association which was approved in the annual general meeting dated 26 April 2006. Main field of operation is, in addition to the 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.

As of 31 March 2026, 57.81% of the Bank's shares are owned by Kuwait Finance House located in Kuwait, 24.49% by Vakıflar Genel Müdürlüğü Mazbut Vakıfları, 8.36% by Wafra International Investment Company in Kuwait and 8.36% by Islamic Development Bank whereas the remaining 0.98% of the shares are owned by other real persons and legal entities.

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

1.2 Financial Information Summary

UNCONSOLIDATED BALANCE SHEET (SELECTED ITEMS)	31.03.2026	31.12.2025
CASH BALANCES AND CENTRAL BANK	327,628,974	350,002,247
BANKS	144,696,142	78,407,511
SECURITIES	256,103,254	210,097,189
LOANS (NET)	642,688,253	583,747,847
FINANCE LEASE RECEIVABLES (Net)	74,457,924	70,587,747
EXPECTED LOSS PROVISIONS (-)	22,924,734	17,619,513
TANGIBLE ASSETS (Net)	8,260,868	7,974,274
OTHER ASSETS	46,284,622	68,868,968
TOTAL ASSETS	**1,477,195,303**	**1,352,066,270**
FUND COLLECTED	989,697,381	900,000,677
FUNDS BORROWED	186,062,403	195,591,812
FINANCE LEASE PAYABLES	2,661,107	2,409,889
SUBORDINATED LOANS	15,827,672	15,048,512
OTHER LIABILITIES	151,342,628	117,671,496
EQUITY	131,604,112	121,343,884
TOTAL LIABILITIES	**1,477,195,303**	**1,352,066,270**

UNCONSOLIDATED STATEMENT OF INCOME	31.03.2026	31.03.2025
PROFIT SHARE INCOME	48,268,532	35,526,828
PROFIT SHARE EXPENSE	27,585,945	23,547,987
NET PROFIT SHARE INCOME/EXPENSE	20,682,587	11,978,841
NET FEES AND COMMISSION INCOME/EXPENSE	5,637,692	3,113,762
PERSONNEL EXPENSES	6,420,573	4,562,414
DIVIDEND INCOME	755	574
NET TRADING PROFIT / LOSS	6,863,620	6,675,845
OTHER OPERATING INCOME	1,178,819	2,941,165
EXPECTED CREDIT LOSS (-)	6,137,858	2,616,146
OTHER PROVISION EXPENSES (-)	265,597	317,848
OTHER OPERATING EXPENSES (-)	5,682,508	3,447,993
PROFIT/ LOSS BEFORE TAX	15,856,937	13,765,786
TAX CHARGE (-)	3,722,363	3,274,657
CURRENT PERIOD PROFIT/LOSSES	**12,134,574**	**10,491,129**

RATIOS	31.03.2026	31.12.2025
Total Loans/Total Assets*	48.55%	48.40%
Total Loans/Fund Collected*	72.46%	72.70%
Average Equity Profit **	38.38%	53.80%
Average Assets Profit **	3.43%	4.65%
Capital Adequacy Ratio	17.28%	22.11%

* Finance Lease Receivables is included in total loans.
** Related ratios calculated by included in interim periods' profit amounts to year-end balances.

1.3 Message from the Chairman

Dear Shareholders,

In the first quarter of 2026, the global growth outlook was adversely affected by escalating geopolitical tensions in the Middle East and volatility in energy prices. In its March 2026 report, the OECD maintained its global growth forecast at 2.9%, while revising its 2027 projection downward. The primary driver of this outlook was the significant disruption of transit through the Strait of Hormuz and the damage to regional energy infrastructure, which resulted in price increases across global markets. Downside risks to the global economy, particularly policy uncertainty and elevated energy costs, remain pronounced, while geopolitical developments continue to sustain vulnerabilities in supply chains and inflationary pressures.

In the United States, the economic outlook exhibited a mixed trajectory over the quarter. Annual inflation, which stood at 2.4% in January and February, rose to 3.3% in March 2026, reaching its highest level since May 2024, driven by increased energy costs stemming from geopolitical tensions in the Middle East. The labor market remained relatively resilient, with the unemployment rate declining to 4.3%. The Federal Reserve maintained its policy rate within the 3.50%–3.75% range, in line with market expectations. Federal Reserve officials emphasized that a data-dependent and cautious approach would be maintained going forward. The inflationary impact of rising energy prices has delayed expectations for potential interest rate cuts.

In the Euro Area, growth momentum remained weak, while the contraction in industrial production raised concerns over stagflation. Inflation, which stood at 1.9% in February, slightly below the European Central Bank's target, rose to 2.6% in March 2026 amid an energy shock triggered by the Iran conflict. At its March meeting, the European Central Bank maintained a cautious stance in the face of heightened uncertainty stemming from geopolitical tensions in the Middle East, keeping the deposit facility rate at 2.00% and the refinancing rate at 2.15%. The ECB projected GDP growth at 0.9% for 2026 and revised its inflation forecast upward to 2.6%. The risk of higher energy prices feeding into consumer prices and wages has necessitated a more prudent approach to monetary easing in the region.

While Asian economies continue to contribute to global growth, downward revisions to regional growth expectations have become more prevalent. The OECD projects that China's economy will grow by 4.4% in 2026, which is notably below the 5% growth recorded in 2025. Structural weaknesses in the real estate sector, the reemergence of trade tensions with the United States, and rising global energy costs continue to pose downside risks to regional growth prospects.

In the Turkish economy, the disinflation process has continued with determination, albeit with some volatility. Annual inflation declined to 30.87% in March 2026, decreasing by 0.66 percentage points compared to the previous month. On the GDP side, the Turkish economy completed 2025 with growth of 3.6%, while in the final quarter of the year, growth was recorded at 3.4%, supported by domestic demand and investment activity. At its first Monetary Policy Committee meeting of the year on 22 January, the Central Bank of the Republic of Türkiye (CBRT) reduced the policy rate by 100 basis points from 38% to 37%, thereby maintaining a cautious easing cycle. At the March meeting, however, the policy rate was kept unchanged at 37%, with geopolitical developments in the Middle East and their associated risks to the inflation outlook highlighted as key considerations. Ensuring a sustained and lasting decline in inflation continues to depend on effective expectations management and the maintenance of a tight monetary policy stance.

Our Bank continued to make strong contributions to the Turkish economy and the participation finance sector as it entered the second quarter of the year. Total funding base increased by 47.8% year-on-year to TL 1.2 trillion, while total financing extended rose by 48.6% to TL 717.1 billion. Kuveyt Türk increased its net profit by 15.7% compared to the same period last year, reaching TL 12.1 billion. In addition, the Bank expanded its shareholders' equity to TL 131.6 billion and its total assets to TL 1.5 trillion, maintaining its leadership among participation banks in terms of asset size and preserving its 10th position in the banking sector.

As Kuveyt Türk, we continue to further strengthen our leading position in the sector with our strong technological infrastructure, customer-centric service approach, and uninterrupted support for the real economy. Through innovative solutions offered via our digital channels and sustainable financing products, we remain committed to creating value for all our stakeholders.

Regards,

Hamad Abdulmohsen ALMARZOUQ

Head of the BOD

Kuveyt Türk Katılım Bankası

1.4 Message from the General Manager

Dear Shareholders,

In the first quarter of 2026, the global economy entered a period of heightened uncertainty amid escalating geopolitical tensions in the Middle East and increasing threats to energy supply security. In an environment characterized by deepening uncertainty in global trade policy, major central banks maintained a cautious stance by keeping policy rates unchanged.

Turning to the Turkish economy, 2025 was completed with growth of 3.6%, while an increasing contribution from investments in the growth composition has strengthened signals of a more balanced economic structure. The Central Bank of the Republic of Türkiye (CBRT) reduced the policy rate by 100 basis points in January to 37%, but kept the rate unchanged at its March meeting in order to limit the risks posed by the ongoing conflict in the Middle East on energy prices and the inflation outlook. Annual CPI inflation stood at 30.87% in March, indicating that the disinflation process continues to follow a volatile path, while cumulative inflation in the first quarter reached 10.04%. Although core inflation at 29.68% remaining below headline inflation provides a positive signal, the structural rigidity in services inflation, recorded at 40.26%, remains a significant risk factor. The unemployment rate stood at 8.1% in March, while the rise in the broad underutilization of labor to 31.5% points to continued structural weaknesses in the labor market.

In this period marked by rising global risks and pronounced domestic macroeconomic challenges, Kuveyt Türk continued to support the real sector. Thanks to our strong capital base, robust liquidity position, and proactive risk management approach, we strengthened our financial resilience in an environment of uncertainty and maintained uninterrupted asset growth. While adhering to participation banking principles in delivering reliable and high-quality services to our customers, we further advanced our digital transformation initiatives. With our AI-powered new applications, we accelerated our processes and intensified our efforts to provide a more personalized and efficient banking experience for our customers.

Going forward, we aim to further strengthen our profitability on a sustainable basis and to play a leading role in the development of the participation finance sector. We will continue to respond to the needs of the real economy through innovative financial solutions, while adding value to the national economy with our expert workforce and technological infrastructure. By further enhancing our capabilities in digital platforms and our customer-centric service approach, we will strengthen our leadership position in the sector, and we will increase our support for environmentally responsible projects through our green financing instruments and sustainability-focused investment products. As Kuveyt Türk, we will continue to maintain a stance that closely monitors global and local dynamics, prudently manages financial and non-financial risks, and effectively capitalizes on opportunities as they arise at the right time. With our strong balance sheet structure, effective risk management approach, and technology-driven transformation vision, we will adapt swiftly and accurately to changing economic conditions.

I would like to thank our valued colleagues for their dedicated contributions throughout this journey, as well as our esteemed stakeholders whose support we always feel by our side.

Regards,

Ufuk UYAN

General Manager

Kuveyt Türk Katılım Bankası

1.5 Financial Position, Performance and Assessment of the Prospects for the Future

Based on the financial statements prepared as of 31 March 2026, our asset size reached TL 1 trillion 477 billion, while our fund disbursement was TL 717 billion 146 million and the funds we collected were TL 989 billion 697 million. Due to the effect of the first three months of 2026 'profit of TL 12 billion 135 million, the ratio of shareholder equity increased 8.46% by reaching TL 131 billion 604 million. As of 31 March 2026, unconsolidated capital adequacy ratio has been realized as 17.28%.

The expectations for growth and profitability will continue in the development line.

1.6 Announcement Regarding Important Developments within 3 Months

In line with the resolutions of the Ordinary General Assembly Meeting held on 27 March 2026, and following the approvals of the Banking Regulation and Supervision Agency (BRSA) and the Ministry of Trade, it was resolved to amend the Capital clause of the Articles of Association. Accordingly, the Bank's paid-in capital of TL 8,000,000 was increased by TL 3,100,000 to TL 11,100,000. The relevant General Assembly resolution was registered on 6 April 2026.

1.7 Assessment of the Expectations Related to the Subsequent Interim Period

In the first quarter of 2026, progress in the disinflation process slowed. Although annual inflation declined to 30.87% in March, cumulative inflation in the first quarter reaching 10.04%, together with services inflation at 40.26%, which is significantly above headline inflation, indicates that rigidity in pricing behavior persists. Geopolitical tensions in the Middle East continue to create upside risks to the inflation outlook. In this context, the Central Bank of the Republic of Türkiye (CBRT) paused the cautious easing cycle initiated with a 100-basis-point rate cut at its January meeting and kept the policy rate unchanged at 37% in March, further reinforcing its data-dependent and meeting-by-meeting decision making approach.

The Turkish economy completed 2025 with growth of 3.6%. However, rising tensions in the Middle East have pushed up commodity costs, while disruptions in the Strait of Hormuz have affected trade routes, both of which have increased pressures on the external balance.

Looking ahead, the trajectory of geopolitical risks, the pass-through of energy costs into inflation and production expenses, the effectiveness of CBRT reserve management under exchange rate pressures, and the continuation of fiscal discipline will be key determinants. The impact of rising bond yields on credit conditions and prudent balance sheet management by banks will also remain critical factors in maintaining financial stability and sustaining the disinflation process.