

**KUVEYT TRK KATILIM BANKASI A..
REVIEW REPORT, FINANCIAL
STATEMENTS AND NOTES TO THE FINANCIAL
STATEMENTS FOR THE INTERIM ACCOUNTING
PERIOD ENDED 30 SEPTEMBER 2025**

**(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 UNCONSOLIDATED 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 30 September 2025, 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 nine-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 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 interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the Independent Auditing Standard on Review Engagements (ISRE) 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 the Independent Auditing Standards and the objective of which is to express an opinion on the financial statements. Consequently, a review of the interim financial information does not provide assurance that the audit firm will be aware of all significant matters which would have been identified in an audit. Accordingly, we do not express an 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 of Kuveyt Türk Katılım Bankası A.Ş. as at 30 September 2025, and of the results of their operations and their cash flows for the nine-month period then ended in accordance with the BRSA Accounting and Financial Reporting Regulations.

Report on Other Legal and Regulatory Requirements

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information provided in the Management's interim report included in section eight of the accompanying financial statements, is not presented fairly, in all material respects, and is not consistent with the reviewed 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 Bank 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 November 2025

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

**THE NINE-MONTH AUDIT REPORT OF
KUVEYT TÜRK KATILIM BANKASI ANONİM ŞİRKETİ
AS OF 30 SEPTEMBER 2025**

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 nine-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 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
Chairman of the Board of Directors

Shadi Ahmed Yacoub ZAHARAN
Chairman of the Audit
Committee

Nadir ALPASLAN
Member of the Audit Committee

Boualem HAMMOUNI
Member of the Audit
Committee

Ufuk UYAN
General Manager

Ahmet KARACA
Executive Vice
President, Financial
Affairs

Cemil AKBEBEK
Regulatory and International
Reporting Manager

Contact information of the personnel in charge of the addressing of questions about this financial report;

Name-Surname / Title : Samet ÖZCAN / Associate Consolidation Manager
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KUVEYT TÜRK KATILIM BANKASI ANONİM ŞİRKETİ
UNCONSOLIDATED EXPLANATIONS AND NOTES TO FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2025

(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 30 September 2025, 57.81% of the Bank’s shares are owned by Kuwait Finance House located in Kuwait, 24.49% by T.C. Vakıflar Genel Müdürlüğü, 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	Vice President of BOD and member of Audit Committee	Bachelor
Shadi Ahmed YACOU B ZAHARAN	Member of BOD and chairman of the Audit Committee	Master
Mohamed Hedi MEJAI (*)	Member of BOD and Audit Committee	Master
Boualem HAMMOUNI (*)	Member of BOD and Audit Committee	Master
Khaled Y E S ALSHAMLAN (**)	Member of BOD	Bachelor
Ahmad S A A ALKHARJI (**)	Member of BOD	Master
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 above-mentioned persons in the Bank are insignificant.

(*) Boualem HAMMOUNI has been appointed to the Audit Committee and Corporate Governance Committee, which became vacant following the resignation of Audit Committee Member Mohamed Hedi MEJAI on 17 June 2025.

(**) Khaled Y E S ALSHAMLAN has been appointed to the Board of Directors position which became vacant following the resignation of Ahmad S A A ALKHARJI on 22 September 2025.

KUVEYT TÜRK KATILIM BANKASI ANONİM ŞİRKETİ
UNCONSOLIDATED EXPLANATIONS AND NOTES TO FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2025

(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	2,863,098	57.81%	2,863,098	-
T.C. Vakıflar Genel Müdürlüğü	1,212,608	24.49%	1,212,608	-
Total	4,075,706	82.3%	4,075,706	-

As of 30 September 2025, 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	6.82%
Public Shares	68.46%
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 30 September 2025, the Bank is operating through 453 domestic branches (31 December 2024 – 449) with 6,420 employees (31 December 2024 – 6,112). 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 (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

KUVEYT TÜRK KATILIM BANKASI ANONİM ŞİRKETİ
UNCONSOLIDATED BALANCE SHEET AS OF 30 SEPTEMBER 2025
(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated.)

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

			Reviewed			Audited		
			Current Period			Prior Period		
			30.09.2025			31.12.2024		
	ASSETS	Notes	TL	FC	Total	TL	FC	Total
I.	FINANCIAL ASSETS (Net)		144,347,907	391,794,308	536,142,215	113,004,326	231,439,362	344,443,688
1.1.	Cash and Cash Equivalents		60,428,926	313,992,141	374,421,067	59,569,581	190,460,115	250,029,696
1.1.1.	Cash and Balances with Central Bank	(5.1.1.)	60,395,491	245,907,975	306,303,466	59,543,446	163,449,279	222,992,725
1.1.2.	Banks	(5.1.3.)	34,450	68,086,847	68,121,297	27,753	27,014,929	27,042,682
1.1.3.	Money Markets Placements		-	-	-	1,019	-	1,019
1.1.4.	Expected Credit Loss (-)		1,015	2,681	3,696	2,637	4,093	6,730
1.2.	Financial Assets at Fair Value Through Profit or Loss		21,618,159	12,760,549	34,378,708	15,070,891	17,269,448	32,340,339
1.2.1.	Government Debt Securities		1,553,710	5,259,285	6,812,995	475,948	11,956,887	12,432,835
1.2.2.	Equity Instruments		-	2,913	2,913	-	18,828	18,828
1.2.3.	Other Financial Assets		20,064,449	7,498,351	27,562,800	14,594,943	5,293,733	19,888,676
1.3.	Financial Assets at Fair Value Through Other Comprehensive Income	(5.1.4.)	62,107,785	49,253,005	111,360,790	38,046,620	22,911,647	60,958,267
1.3.1.	Government Debt Securities		61,979,698	48,417,268	110,396,966	37,933,533	22,251,047	60,184,580
1.3.2.	Equity Instruments		128,087	511,694	639,781	105,587	382,853	488,440
1.3.3.	Other Financial Assets		-	324,043	324,043	7,500	277,747	285,247
1.4.	Derivative Financial Assets		193,037	15,788,613	15,981,650	317,234	798,152	1,115,386
1.4.1.	Derivative Financial Assets at Fair Value Through Profit or Loss	(5.1.2.)	193,037	15,788,613	15,981,650	317,234	798,152	1,115,386
1.4.2.	Derivative Financial Assets at Fair Value Through Other Comprehensive Income	(5.1.11.)	-	-	-	-	-	-
II.	FINANCIAL ASSETS MEASURED WITH AMORTISED COSTS (Net)		346,753,964	288,280,123	635,034,087	264,276,514	213,507,764	477,784,278
2.1.	Loans	(5.1.5.)	311,095,575	210,805,886	521,901,461	227,378,754	156,856,799	384,235,553
2.2.	Lease Receivables	(5.1.10.)	15,405,340	51,472,800	66,878,140	15,662,731	34,843,891	50,506,622
2.3.	Other Financial Assets Measured at Amortized Cost	(5.1.6.)	32,642,672	29,782,087	62,424,759	30,475,591	25,548,284	56,023,875
2.3.1.	Government Debt Securities		32,642,672	29,782,087	62,424,759	30,475,591	25,548,284	56,023,875
2.3.2.	Other Financial Assets		-	-	-	-	-	-
2.4.	Expected Loss Provision (-)		12,389,623	3,780,650	16,170,273	9,240,562	3,741,210	12,981,772
III.	NON-CURRENT ASSETS HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)	(5.1.16.)	1,038,960	-	1,038,960	522,743	-	522,743
3.1.	Held for Sale Purpose		1,038,960	-	1,038,960	522,743	-	522,743
3.2.	Held from Discontinued Operations		-	-	-	-	-	-
IV.	EQUITY INVESTMENTS		13,380,612	-	13,380,612	4,142,212	-	4,142,212
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.)	13,360,612	-	13,360,612	4,122,212	-	4,122,212
4.2.1.	Unconsolidated Financial Subsidiaries		5,236,932	-	5,236,932	3,998,532	-	3,998,532
4.2.2.	Unconsolidated Non-Financial Subsidiaries		8,123,680	-	8,123,680	123,680	-	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.)	7,020,978	4,152	7,025,130	5,357,578	4,852	5,362,430
VI.	INTANGIBLE ASSETS (Net)	(5.1.13.)	3,599,687	200	3,599,887	2,314,602	247	2,314,849
6.1.	Goodwill		-	-	-	-	-	-
6.2.	Other		3,599,687	200	3,599,887	2,314,602	247	2,314,849
VII.	INVESTMENT PROPERTIES (Net)	(5.1.14.)	-	-	-	-	-	-
VIII.	CURRENT TAX ASSET		624,327	-	624,327	-	-	-
IX.	DEFERRED TAX ASSET	(5.1.15.)	5,434,169	-	5,434,169	8,340,450	-	8,340,450
X.	OTHER ASSETS	(5.1.17.)	14,728,246	279,166	15,007,412	9,065,395	144,358	9,209,753
	TOTAL ASSETS		536,928,850	680,357,949	1,217,286,799	407,023,820	445,096,583	852,120,403

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

KUVEYT TÜRK KATILIM BANKASI ANONİM ŞİRKETİ
UNCONSOLIDATED BALANCE SHEET AS OF 30 SEPTEMBER 2025

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

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

			Reviewed Current Period 30.09.2025			Audited Prior Period 31.12.2024		
	LIABILITIES	Notes	TL	FC	Total	TL	FC	Total
I.	FUNDS COLLECTED	(5.2.1.)	325,763,274	451,054,706	776,817,980	284,192,520	301,371,393	585,563,913
II.	FUNDS BORROWED	(5.2.3.)	11,888,698	184,711,110	196,599,808	4,147,337	117,773,649	121,920,986
III.	MONEY MARKETS		69,545,356	-	69,545,356	17,719,258	-	17,719,258
IV.	SECURITIES ISSUED (Net)		-	-	-	-	-	-
V.	FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		-	-	-	-	-	-
VI.	DERIVATIVE FINANCIAL LIABILITIES		3,077,563	668,252	3,745,815	1,399,910	1,453,023	2,852,933
6.1.	Derivative Financial Liabilities at Fair Value Through Profit or Loss	(5.2.2.)	3,077,563	668,252	3,745,815	1,399,910	1,453,023	2,852,933
6.2.	Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income	(5.2.6.)	-	-	-	-	-	-
VII.	LEASE PAYABLES (Net)	(5.2.5.)	2,196,842	10,173	2,207,015	1,457,178	8,845	1,466,023
VIII.	PROVISIONS	(5.2.7.)	5,672,432	1,111,306	6,783,738	5,319,973	2,077,631	7,397,604
8.1.	Restructuring Provision		-	-	-	-	-	-
8.2.	Reserves for Employee Benefits		4,137,428	394,659	4,532,087	3,514,580	347,300	3,861,880
8.3.	Insurance for Technical Provision (Net)		-	-	-	-	-	-
8.4.	Other Provisions		1,535,004	716,647	2,251,651	1,805,393	1,730,331	3,535,724
IX.	CURRENT TAX LIABILITIES	(5.2.8.1.)	-	-	-	5,716,978	-	5,716,978
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.)	-	14,798,757	14,798,757	-	14,186,285	14,186,285
12.1.	Loans		-	-	-	-	-	-
12.2.	Other Debt Instruments		-	14,798,757	14,798,757	-	14,186,285	14,186,285
XIII.	OTHER LIABILITIES	(5.2.4.)	22,454,063	15,718,663	38,172,726	10,781,402	2,287,527	13,068,929
XIV.	SHAREHOLDERS' EQUITY	(5.2.11.)	107,768,946	846,658	108,615,604	81,954,307	273,187	82,227,494
14.1.	Paid-in Capital		7,995,131	-	7,995,131	4,947,336	-	4,947,336
14.2.	Capital Reserves		6,373,506	-	6,373,506	6,375,380	-	6,375,380
14.2.1.	Share Premiums		6,373,506	-	6,373,506	6,373,506	-	6,373,506
14.2.2.	Share Cancellation Profit		-	-	-	1,874	-	1,874
14.2.3.	Other Capital Reserves		-	-	-	-	-	-
14.3.	Other Accumulated Comprehensive Income or Loss That Will Not Be Reclassified Through Profit or Loss		(553,764)	-	(553,764)	(553,764)	-	(553,764)
14.4.	Other Accumulated Comprehensive Income or Loss That Will Be Reclassified Through Profit or Loss		(5,890,698)	846,658	(5,044,040)	(5,732,435)	273,187	(5,459,248)
14.5.	Profit Reserves		70,348,234	-	70,348,234	42,203,716	-	42,203,716
14.5.1.	Legal Reserves		5,023,898	-	5,023,898	2,944,691	-	2,944,691
14.5.2.	Statutory Reserves		-	-	-	-	-	-
14.5.3.	Extraordinary Reserves		65,019,735	-	65,019,735	38,978,346	-	38,978,346
14.5.4.	Other Profit Reserves		304,601	-	304,601	280,679	-	280,679
14.6.	Profit or Loss		29,496,537	-	29,496,537	34,714,074	-	34,714,074
14.6.1.	Prior Years' Profit or Loss		60,618	-	60,618	60,618	-	60,618
14.6.2.	Net Profit or Loss for the Period		29,435,919	-	29,435,919	34,653,456	-	34,653,456
14.7.	Minority Shares	(5.2.12.)	-	-	-	-	-	-
	TOTAL LIABILITIES		548,367,174	668,919,625	1,217,286,799	412,688,863	439,431,540	852,120,403

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

KUVEYT TÜRK KATILIM BANKASI ANONİM ŞİRKETİ
UNCONSOLIDATED STATEMENT OFF-BALANCE SHEET ITEMS
AS OF 30 SEPTEMBER 2025

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

2. STATEMENT OF OFF-BALANCE SHEET ITEMS

			Reviewed Current Period 30.09.2025			Audited Prior Period 31.12.2024		
		Notes	TL	FC	Total	TL	FC	Total
A.	COMMITMENTS AND CONTINGENCIES (I+II+III)	(5.3.1.)	362,317,203	454,664,917	816,982,120	248,076,321	297,568,524	545,644,845
I.	GUARANTEES AND WARRANTIES		99,977,247	52,620,278	152,597,525	69,514,466	35,653,962	105,168,428
1.1.	Letters of Guarantee		91,836,492	29,466,534	121,303,026	64,564,321	21,083,692	85,648,013
1.1.1.	Guarantees Subject to State Tender Law		1,073,331	34,439	1,107,770	990,082	27,987	1,018,069
1.1.2.	Guarantees Given for Foreign Trade Operations		4,208,950	387,629	4,596,579	2,948,213	166,991	3,115,204
1.1.3.	Other Letters of Guarantee		86,554,211	29,044,466	115,598,677	60,626,026	20,888,714	81,514,740
1.2.	Bank Loans		220,609	974,178	1,194,787	93,099	634,440	727,539
1.2.1.	Import Letter of Acceptances		220,609	974,178	1,194,787	93,099	634,440	727,539
1.2.2.	Other Bank Acceptances		-	-	-	-	-	-
1.3.	Letters of Credit		35,929	21,596,741	21,632,670	30,972	13,550,814	13,581,786
1.3.1.	Documentary Letters of Credit		-	2,154,618	2,154,618	4,784	1,480,135	1,484,919
1.3.2.	Other Letters of Credit		35,929	19,442,123	19,478,052	26,188	12,070,679	12,096,867
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		7,884,217	582,825	8,467,042	4,826,074	385,016	5,211,090
1.7.	Other Warrantees		-	-	-	-	-	-
II.	COMMITMENTS	(5.3.1.)	169,305,581	19,204,079	188,509,660	96,030,796	13,707,495	109,738,291
2.1.	Irrevocable Commitments		169,305,581	19,204,079	188,509,660	96,030,796	13,707,495	109,738,291
2.1.1.	Forward Asset Purchase and Sales Commitments		5,549,097	19,114,107	24,663,204	7,573,069	13,707,495	21,280,564
2.1.2.	Share Capital Commitment to Associates and Subsidiaries		-	-	-	22,500	-	22,500
2.1.3.	Loan Granting Commitments		7,642,175	-	7,642,175	5,708,160	-	5,708,160
2.1.4.	Securities Underwriting Commitments		-	-	-	-	-	-
2.1.5.	Commitments For Reserve Deposits Requirements		-	-	-	-	-	-
2.1.6.	Payment Commitments for Checks		7,914,708	-	7,914,708	5,864,748	-	5,864,748
2.1.7.	Tax and Fund Liabilities from Export Commitments		-	-	-	-	-	-
2.1.8.	Commitments For Credit Card Expenditure Limits		147,403,315	-	147,403,315	76,389,710	-	76,389,710
2.1.9.	Commitments For Credit Cards and Banking Services		-	-	-	-	-	-
2.1.10.	Promotions		-	-	-	-	-	-
2.1.10.	Receivables From Short Sale Commitments		-	-	-	-	-	-
2.1.11.	Payables For Short Sale Commitments		-	-	-	-	-	-
2.1.12.	Other Irrevocable Commitments		796,286	89,972	886,258	472,609	-	472,609
2.2.	Revocable Commitments		-	-	-	-	-	-
2.2.1.	Revocable Loan Granting Commitments		-	-	-	-	-	-
2.2.2.	Other Revocable Commitments		-	-	-	-	-	-
III.	DERIVATIVE FINANCIAL INSTRUMENTS	(5.3.2.)	93,034,375	382,840,560	475,874,935	82,531,059	248,207,067	330,738,126
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		93,034,375	382,840,560	475,874,935	82,531,059	248,207,067	330,738,126
3.2.1	Forward Foreign Currency Buy/Sell Transactions		11,579,663	16,269,085	27,848,748	7,499,657	11,975,720	19,475,377
3.2.1.1	Forward Foreign Currency Buy Transactions		5,081,045	8,966,552	14,047,597	4,305,649	5,511,268	9,816,917
3.2.1.2	Forward Foreign Currency Sell Transactions		6,498,618	7,302,533	13,801,151	3,194,008	6,464,452	9,658,460
3.2.2	Other Forward Buy/Sell Transactions		81,454,712	366,571,475	448,026,187	75,031,402	236,231,347	311,262,749
3.3	Other		-	-	-	-	-	-
B.	CUSTODY AND PLEDGES SECURITIES (IV+V+VI)		5,786,486,599	11,669,151,619	17,455,638,218	4,152,268,333	5,573,608,289	9,725,876,622
IV.	ITEMS HELD IN CUSTODY		298,033,554	10,420,064,806	10,718,098,360	203,063,073	4,699,808,964	4,902,872,037
4.1.	Customers' Securities Held		-	-	-	-	-	-
4.2.	Investment Securities Held in Custody		85,706,247	10,329,206,619	10,414,912,866	47,479,628	4,636,308,727	4,683,788,355
4.3.	Checks Received for Collection		102,980,077	4,978,997	107,959,074	79,818,813	1,735,102	81,553,915
4.4.	Commercial Notes Received for Collection		9,846,949	3,611,917	13,458,866	7,049,650	2,677,302	9,726,952
4.5.	Other Assets Received for Collection		-	-	-	-	-	-
4.6.	Assets Received for Public Offering		-	-	-	-	-	-
4.7.	Other Items Under Custody		-	-	-	-	-	-
4.8.	Custodians		99,500,281	82,267,273	181,767,554	68,714,982	59,087,833	127,802,815
V.	PLEDGED ITEMS		5,486,437,552	1,248,386,035	6,734,823,587	3,947,957,092	873,242,903	4,821,199,995
5.1.	Marketable Securities		8,799,193	5,222,724	14,021,917	5,797,660	3,150,772	8,948,432
5.2.	Guarantee Notes		100,927	17,676,686	17,777,613	100,977	14,953,279	15,054,256
5.3.	Commodity		179,181,897	323,194,142	502,376,039	133,357,236	54,581,832	187,939,068
5.4.	Warranty		-	-	-	-	-	-
5.5.	Properties		1,228,686,863	38,380,758	1,267,067,621	914,931,926	37,315,693	952,247,619
5.6.	Other Pledged Items		4,069,668,672	863,911,725	4,933,580,397	2,893,769,293	763,241,327	3,657,010,620
5.7.	Pledged Items-Depository		-	-	-	-	-	-
VI.	ACCEPTED GUARANTEES AND WARRANTIES		2,015,493	700,778	2,716,271	1,248,168	556,422	1,804,590
	TOTAL OFF-BALANCE SHEET ACCOUNTS (A+B)		6,148,803,802	12,123,816,536	18,272,620,338	4,400,344,654	5,871,176,813	10,271,521,467

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

KUVEYT TÜRK KATILIM BANKASI ANONİM ŞİRKETİ
UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE PERIOD ENDED 30 SEPTEMBER 2025 (INCOME STATEMENT)

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

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

			Current Period Reviewed 01.01.2025- 30.09.2025	Current Period Reviewed 01.07.2025- 30.09.2025	Prior Period Reviewed 01.01.2024- 30.09.2024	Prior Period Reviewed 01.07.2024- 30.09.2024
	INCOME AND EXPENSE ITEMS	Notes				
I.	PROFIT SHARE INCOME	(5.4.1.)	117,503,320	42,589,386	94,594,167	34,049,992
1.1.	Profit Share on Loans		77,584,593	28,332,346	62,802,494	22,684,575
1.2.	Profit Share on Reserve Deposits		11,736,173	4,103,084	6,138,644	2,853,133
1.3.	Profit Share on Banks		121,778	31,875	531,660	148,372
1.4.	Profit Share on Money Market Placements		-	-	-	-
1.5.	Profit Share on Marketable Securities Portfolio		19,153,005	6,999,512	17,701,867	5,746,043
1.5.1.	Fair Value Through Profit or Loss		709,320	185,190	812,160	261,318
1.5.2.	Fair Value Through Other Comprehensive Income		11,791,173	4,461,546	8,950,674	3,029,592
1.5.3.	Measured at Amortized Cost		6,652,512	2,352,776	7,939,033	2,455,133
1.6.	Finance Lease Income		7,999,195	2,754,273	6,994,413	2,409,194
1.7.	Other Profit Share Income		908,576	368,296	425,089	208,675
II.	PROFIT SHARE EXPENSES (-)		74,418,402	26,821,443	59,147,391	21,278,067
2.1.	Expense on Profit Sharing Accounts	(5.4.4.)	51,406,044	17,658,044	43,955,572	15,591,723
2.2.	Profit Share Expense on Funds Borrowed	(5.4.2.)	8,406,742	2,631,907	9,650,666	3,753,172
2.3.	Profit Share Expense on Money Market Borrowings		14,273,738	6,406,274	5,360,332	1,865,412
2.4.	Expense on Securities Issued		-	-	-	-
2.5.	Profit Share Expense on Lease		331,878	125,218	180,821	67,760
2.6.	Other Profit Share Expense		-	-	-	-
III.	NET PROFIT SHARE INCOME (I - II)		43,084,918	15,767,943	35,446,776	12,771,925
IV.	NET FEES AND COMMISSIONS INCOME/EXPENSE		11,260,810	4,398,533	6,126,151	2,503,784
4.1.	Fees and Commissions Received		24,507,699	9,383,295	12,848,804	4,990,627
4.1.1.	Non-Cash Loans		866,122	320,004	537,275	203,912
4.1.2.	Other	(5.4.13.)	23,641,577	9,063,291	12,311,529	4,786,715
4.2.	Fees and Commissions Paid (-)		13,246,889	4,984,762	6,722,653	2,486,843
4.2.1.	Non-Cash Loans		22,775	10,421	4,022	1,696
4.2.2.	Other	(5.4.13.)	13,224,114	4,974,341	6,718,631	2,485,147
V.	DIVIDEND INCOME	(5.4.3.)	5,308	2,592	3,630	2,769
VI.	TRADE PROFIT / LOSS (Net)	(5.4.5.)	13,464,156	3,903,233	3,483,526	1,813,312
6.1.	Capital Market Transaction Gains/Losses		5,302,198	1,848,502	4,340,176	1,988,238
6.2.	Gains/Losses from Derivative Financial Instruments		10,264,096	11,377,268	4,098,587	4,356,173
6.3.	Foreign Exchange Gains/Losses		(2,102,138)	(9,322,537)	(4,955,237)	(4,531,099)
VII.	OTHER OPERATING INCOME	(5.4.6.)	4,494,674	1,159,874	8,000,521	2,637,871
VIII.	GROSS OPERATING PROFIT (III+IV+V+VI+VII)		72,309,866	25,232,175	53,060,604	19,729,661
IX.	EXPECTED LOSS PROVISIONS (-)	(5.4.7.)	8,696,201	2,698,937	3,909,459	922,626
X.	OTHER PROVISIONS (-)	(5.4.7.)	419,107	11,684	1,269,188	948,139
XI.	PERSONNEL EXPENSES (-)		13,385,593	4,609,670	8,413,125	3,202,744
XII.	OTHER OPERATING EXPENSES (-)	(5.4.8.)	11,221,427	4,119,622	7,301,235	2,702,410
XIII.	NET OPERATING PROFIT/LOSS (VIII-IX-X-XI-XII)		38,587,538	13,792,262	32,167,597	11,953,742
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.)	38,587,538	13,792,262	32,167,597	11,953,742
XVIII.	TAX PROVISION FOR CONTINUED OPERATIONS (±)	(5.4.10)	(9,151,619)	(3,273,799)	(7,761,726)	(3,044,269)
18.1.	Current Tax Provision		6,424,962	(638,120)	6,600,503	706,516
18.2.	Deferred Tax Expense Effect (+)		3,694,272	3,694,272	1,612,565	1,469,674
18.3.	Deferred Tax Income Effect (-)		967,615	(217,647)	451,342	(868,079)
XIX.	CURRENT PERIOD PROFIT/LOSS FROM CONTINUED OPERATIONS (XVII±XVIII)	(5.4.11.)	29,435,919	10,518,463	24,405,871	8,909,473
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.)	29,435,919	10,518,463	24,405,871	8,909,473
25.1.	Group's Profit/Loss		29,435,919	10,518,463	24,405,871	8,909,473
25.2.	Minority Interest Profit/Loss (-)		-	-	-	-
	Earnings Per Share Profit/Loss (Full TL)		4,3539	-	5.2167	-

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

KUVEYT TÜRK KATILIM BANKASI ANONİM ŞİRKETİ
UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2025

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

4. STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

		Reviewed Current Period 01.01.2025 - 30.09.2025	Reviewed Prior Period 01.01.2024 - 30.09.2024
I.	CURRENT PERIOD PROFIT/LOSS	29,435,919	24,405,871
II.	OTHER COMPREHENSIVE INCOME	415,208	(4,242,178)
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	415,208	(4,242,178)
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	594,832	(6,081,955)
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	(179,624)	1,839,777
III.	TOTAL COMPREHENSIVE INCOME (I+II)	29,851,127	20,163,693

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

KUVEYT TÜRK KATILIM BANKASI ANONİM ŞİRKETİ

UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2025

(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
I.	Prior Period (01/01/2024 - 30/09/2024)																	
II.	Prior Period Ending Balance		4,595,131	23,250	1,874	-	-	(513,980)	-	-	(1,044,479)	-	18,253,903	60,618	26,609,371	47,985,688	-	47,985,688
III.	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)		4,595,131	23,250	1,874	-	-	(513,980)	-	-	(1,044,479)	-	18,253,903	60,618	26,609,371	47,985,688	-	47,985,688
IV.	Total Comprehensive Income		-	-	-	-	-	-	-	-	(4,242,178)	-	-	-	24,405,871	20,163,693	-	20,163,693
V.	Capital Increase by Cash		352,205	6,350,256	-	-	-	-	-	-	-	-	-	-	-	6,702,461	-	6,702,461
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		-	-	-	-	-	-	-	-	-	-	(1,079)	-	-	(1,079)	-	(1,079)
XI.	Profit Distribution		-	-	-	-	-	-	-	-	-	-	23,951,251	-	(26,609,371)	(2,658,120)	-	(2,658,120)
11.1	Dividends Paid		-	-	-	-	-	-	-	-	-	-	-	(2,660,937)	-	(2,660,937)	-	(2,660,937)
11.2	Transfers to Legal Reserves		-	-	-	-	-	-	-	-	-	-	23,951,251	(23,948,434)	-	2,817	-	2,817
11.3	Other		-	-	-	-	-	-	-	-	-	-	-	26,609,371	(26,609,371)	-	-	-
	Balances at End of the Period (III+IV+.....+X+XI)	(5.2.11.)	4,947,336	6,373,506	1,874	-	-	(513,980)	-	-	(5,286,657)	-	42,204,075	60,618	24,405,871	72,192,643	-	72,192,643
I.	Current Period (01/01/2025 - 30/09/2025)																	
II.	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
III.	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		-	-	-	-	-	-	-	-	415,208	-	-	-	29,435,919	29,851,127	-	29,851,127
V.	Capital Increase by Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI.	Capital Increase by Internal Reserves		3,047,795	-	-	-	-	-	-	-	-	-	(3,047,795)	-	-	-	-	-
VII.	Paid in Capital Inflation Adjustment Difference		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.	Convertible Bonds to Share		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.	Subordinated Debt Instruments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.	Increase / Decrease by Other Changes		-	-	(1,874)	-	-	-	-	-	-	-	(1,077)	-	-	(2,951)	-	(2,951)
XI.	Profit Distribution		-	-	-	-	-	-	-	-	-	-	31,193,390	-	(34,653,456)	(3,460,066)	-	(3,460,066)
11.1	Dividends Paid		-	-	-	-	-	-	-	-	-	-	-	(3,465,346)	-	(3,465,346)	-	(3,465,346)
11.2	Transfers to Legal Reserves		-	-	-	-	-	-	-	-	-	-	31,193,390	(31,188,110)	-	5,280	-	5,280
11.3	Other		-	-	-	-	-	-	-	-	-	-	-	34,653,456	(34,653,456)	-	-	-
	Balances at End of the Period (III+IV+.....+X+XI)	(5.2.11.)	7,995,131	6,373,506	-	-	-	(553,764)	-	-	(5,044,040)	-	70,348,234	60,618	29,435,919	108,615,604	-	108,615,604

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)

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

KUVEYT TÜRK KATILIM BANKASI ANONİM ŞİRKETİ
UNCONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2025

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

6. STATEMENT OF CASH FLOWS

		Notes	Reviewed Current Period 01.01.2025-30.09.2025	Reviewed Prior Period 01.01.2024-30.09.2024
A.	CASH FLOWS FROM BANKING OPERATIONS			
1.1	Operating Profit Before Changes in Assets and Liabilities from Banking Operations		46,436,007	40,694,833
1.1.1	Profit Share Income Received		113,212,467	85,614,531
1.1.2	Profit Share Expense Paid		(77,312,757)	(51,415,854)
1.1.3	Dividends Received		5,308	3,630
1.1.4	Fees and Commissions Received		24,507,699	12,848,804
1.1.5	Other Income		4,494,674	20,028,992
1.1.6	Collections from Previously Written Off Loans		5,928,344	521,991
1.1.7	Payments to Personnel and Service Suppliers		(12,715,476)	(8,010,265)
1.1.8	Taxes Paid		(9,297,730)	(7,570,642)
1.1.9	Others		(2,386,522)	(11,326,354)
1.2	Changes in Assets and Liabilities from Banking Operations		(26,908,517)	(23,692,220)
1.2.1	Net (Increase) Decrease in Financial Assets at Fair Value Through Profit or Loss		3,622,979	24,784,785
1.2.2	Net (Increase) Decrease in Due from Banks and Other Financial Institutions		(46,122,960)	(40,247,809)
1.2.3	Net (Increase) Decrease in Loans		(49,754,594)	(65,435,633)
1.2.4	Net (Increase) Decrease in Other Assets		16,469,352	(17,239,040)
1.2.5	Net Increase (Decrease) in Bank Deposits		835,984	777,441
1.2.6	Net Increase (Decrease) in Other Deposits		(7,536,504)	4,501,840
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		(14,696,553)	57,902,336
1.2.9	Net Increase (Decrease) in Due Payables		-	-
1.2.10	Net Increase (Decrease) in Other Liabilities		70,273,779	11,263,860
I.	Net Cash Provided from Banking Operations		19,527,490	17,002,613
B.	CASH FLOWS FROM INVESTING ACTIVITIES			
II.	Net Cash Provided from Investing Activities		(55,240,412)	12,734,682
2.1	Cash Paid for Purchase Jointly Controlled Operations, Associates and Subsidiaries		(9,260,900)	(775,000)
2.2	Cash Obtained from Sale of Jointly Controlled Operations, Associates and Subsidiaries		-	-
2.3	Fixed Assets Purchases		(2,779,095)	(1,701,334)
2.4	Fixed Assets Sales		832,527	541,644
2.5	Cash Paid for Purchase of Financial Assets at Fair Value Through Other Comprehensive Income		(55,318,984)	(12,943,790)
2.6	Cash Obtained from Sale of Financial Assets at Fair Value Through Other Comprehensive Income		12,275,000	24,256,631
2.7	Purchased Financial Assets Measured at Amortized Cost		-	(3,660,000)
2.8	Financial Assets Measured at Amortized Cost		-	8,560,000
2.9	Other		(988,960)	(1,543,469)
C.	CASH FLOWS FROM FINANCING ACTIVITIES			
III.	Net Cash Provided from Financing Activities		(3,797,224)	(2,841,758)
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		(3,465,346)	(2,660,937)
3.5	Payments for Finance Leases		(331,878)	(180,821)
3.6	Other		-	-
IV.	Effect of Change in Foreign Exchange Rate on Cash and Cash Equivalents		106,737,081	14,743,211
V.	Net Increase in Cash and Cash Equivalents		67,226,935	41,638,748
VI.	Cash and Cash Equivalents at the Beginning of the Period		125,488,388	71,638,421
VII.	Cash and Cash Equivalents at the End of the Period		192,715,323	113,277,169

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

KUVEYT TÜRK KATILIM BANKASI ANONİM ŞİRKETİ
EXPLANATION AND NOTES RELATED TO THE UNCONSOLIDATED FINANCIAL
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(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated.)

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 of 30 September 2025.

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 rearranged when deemed necessary in order to comply with the presentation of the current period financial statements.

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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. 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 decision dated 11 January 2024 and numbered 10825, it has been decided that banks and financial leasing, factoring, financing, savings financing, and asset management companies shall transition to inflation accounting as of 1 January 2025. However, pursuant to the BRSA's decision dated 5 December 2024 and numbered 11021, it has been announced that inflation accounting shall not be applied in 2025. Therefore, no inflation adjustment has been made in accordance with TAS 29 in the preparation of the financial statements as at 30 September 2025.

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 under TFRS 9.

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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 30 September 2025, 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 30 September 2025. 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 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.

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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 30 September 2025, the right-of-use assets classified tangible assets gross amounting to TL 3,051,210 in the balance sheet of the Bank and lease liabilities classified in the item of liabilities from lease transactions amounting to gross TL 3,528,561. In the nine-month period that ended as of the same date, financial expenses amounting to TL 331,878 and depreciation expenses amounting to TL 503,878 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 (FV) 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 (FV) 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 statements.

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.

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As of 30 September 2025, 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 30 September 2025, 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.

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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.

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.

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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 30 September 2025, the Bank has repurchased agreement amounting to TL 69,545,356 (31 December 2024 – TL 17,719,258).

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, such assets (or disposal group) can

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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 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.

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13. Explanations on leasing transactions

For contracts concluded prior to 1 January 2019, the Bank assesses whether the contract has a lease qualification or include a lease transaction.

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

The 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.

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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 Decree No. 9286 published in the Official Gazette dated 22 December 2024, the withholding tax rates specified in the annexed to the Council of Ministers’ Decision regarding Article 94 of the Income Tax Law No. 193 and in the annexes to the Council of Ministers’ Decisions regarding Articles 15 and 30 of the Corporate Tax Law No. 5520 have been amended, and accordingly, the withholding tax rate applied by resident companies on dividends distributed to resident individuals, persons who are not income or corporate taxpayers, and persons exempt from income tax; to non-resident individuals and non-resident persons exempt from income tax; to tax-exempt institutions; to non-resident companies and non-resident companies exempt from corporate tax (excluding those earning dividends through a permanent establishment or representative in Türkiye); and on amounts transferred by non-resident companies filing annual or special returns from their corporate earnings (after deduction of calculated corporate tax but before deductions

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and exemptions) to their headquarters has been increased from 10% to 15%. The Decree entered into force on 22 December 2024, and in the application of withholding tax rates on dividend distributions to non-resident companies and individuals, the provisions of the relevant double taxation avoidance agreements are also taken into consideration, while the addition of profits to the share capital is not deemed a dividend distribution and is therefore not subject to withholding tax.

With the Communiqué Amending the General Communiqué on Tax Procedure Law (order no. 537) published in the Official Gazette numbered 32073 on 14 January 2023, the procedures and principles of the articles allowing the revaluation of real estates and depreciation units have been redrawn. By taking into consideration aforementioned Communiqué, the Bank, has been revaluated real estate and depreciation units within its balance sheet by providing conditions in the provisions of Tax Procedure Law's provisional Article 32 and duplicated Article 298/ç. Accordingly, corporate income tax has calculated with respect to revaluated real estate and depreciation units.

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 2012 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 2024 and 2025 accounting periods, including temporary tax periods, will not be taken into account in the determination of earnings.

Pillar 2 regulations agreed upon by OECD member countries entered into force in Türkiye with the Law No. 7524 on Amendments to Tax Laws, Certain Laws and Decree Law No. 375 published in the Official Gazette dated 2 August 2024. Although secondary legislation on the subject has not been published, preliminary assessments based on the regulations published by the OECD indicate that these regulations will not have any material impact on the financials. However, legislative changes in Türkiye and other countries where Kuveyt Türk Katılım Bankası A.Ş. operates are monitored.

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.

Revaluations of immovable and depreciable economic assets are subject to deferred tax within the scope of Provisional Article 32 and Repeated Article 298/ç of the Tax Procedure Law.

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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.

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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 30 September 2025, the Bank's total shareholders' equity is calculated as TL 125,568,023 (31 December 2024: TL 97,272,056), and the capital adequacy ratio is 22.46% (31 December 2024: 24.46%).

In accordance with the Regulation on the Measurement and Assessment of Capital Adequacy of Banks, published in the Official Gazette No. 29511 on 23 October 2015, and outlined in the Banking Regulation and Supervision Agency (BRSA) Board Decision No. 10747, dated 12 December 2023, for the calculation of the credit risk-weighted amount, the values and related specific provisions for monetary and non-monetary assets, excluding foreign currency items measured at historical cost, shall be calculated based on the values determined in accordance with the Turkish Accounting Standards. The implementation allowing the use of the exchange rate of the Central Bank of the Republic of Türkiye (CBRT) on 26 June 2023, for this purpose will continue until a contrary decision is made by the Board, with the implementation of using the CBRT exchange rate of 28 June 2024, starting from 1 January 2025, as per the decision dated 19 December 2024,

Furthermore, within the scope of the regulations announced by the BRSA on 12 December 2021, if the net valuation differences of the securities in the portfolio of marketable securities accounted for in other comprehensive income are negative, the possibility has been granted to not take into account these differences in the equity amount to be used for the capital adequacy ratio.

The Bank's legal capital adequacy ratio calculation has been made by taking into account the regulation changes mentioned above as of 30 September 2025.

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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	4,952,205
Share issue premiums	6,373,506	6,373,506
Reserves	70,348,234	42,203,716
Gains recognized in equity as per Turkish Accounting Standards (TAS)	866,572	348,081
Profit	29,496,537	34,714,074
Current Period Profit	29,435,919	34,653,456
Prior Periods' Profit	60,618	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	115,084,849	88,591,582
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	3,390,188	5,761,052
Improvement costs for operating leasing	627,019	429,260
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	3,599,886	2,215,572
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	553,764	553,764
Direct and indirect investments of the Bank in its own Common Equity	4,869	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	-	-
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	8,175,726	8,964,517
Total Common Equity Tier I Capital	106,909,123	79,627,065

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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	-	1,763,557
Debt instruments and premiums approved by BRSA (Temporary Article 4)	-	-
Additional Tier I Capital before Deductions	-	1,763,557
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	-	1,763,557
Total Tier I Capital (Tier I Capital= Common Equity Tier I Capital + Additional Tier I Capital)	106,909,123	81,390,623
TIER II CAPITAL		
Debt instruments and share issue premiums deemed suitable by the BRSA	14,540,029	12,344,896
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	-	-
Provisions (Article 8 of the Regulation on the Equity of Banks)	4,599,488	3,726,449
Tier II Capital Before Deductions	19,139,517	16,071,345
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	19,139,517	16,071,345
Total Capital (The sum of Tier I Capital and Tier II Capital)	126,048,640	97,461,968

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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	44,106	180,626
Other items to be defined by the BRSA	436,511	9,286
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)	125,568,023	97,272,056
Total Risk Weighted Assets	559,183,270	397,708,358
CAPITAL ADEQUACY RATIOS		
CET 1 Capital Ratio (%)	19.12	20.02
Tier I Capital Ratio (%)	19.12	20.47
Capital Adequacy Ratio (%)	22.46	24.46
BUFFERS		
Total additional core capital requirement ratio	2.53	2.52
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	13.12	14.46
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)	4,599,488	4,918,196
General Loan Provisions for Exposures in Standard Approach Limited by 1.25% of Risk Weighted Assets	4,599,488	3,726,449
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	-	-

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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 (Additional Tier I Capital)
Amount taken into account in equity calculation (as of last reporting date-TL million)	14,540
Nominal value of the Instrument (TL million)	14,540
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 Date: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

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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 30 September 2025, the Bank has an open position of TL 5,364,621 (31 December 2024 - TL 8,318,317 open) consisting of TL 625,197 balance sheet open position (31 December 2024 - TL 9,121,278 closed) and TL 4,739,424 off-balance sheet open position (31 December 2024 - TL 17,439,595 open).

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)

	23/09/2025	24/09/2025	25/09/2025	26/09/2025	29/09/2025	Balance sheet valuation rate
USD	41.37261	41.40995	41.43246	41.44390	41.44390	41.54294
EUR	48.80297	48.71522	48.59419	48.39797	48.39797	48.78060
GBP	55.90841	55.77853	55.62573	55.37604	55.37604	55.83766
CHF	52.21333	52.15605	52.00023	51.85504	51.85504	52.13080
JPY	0.28006	0.27916	0.27819	0.27675	0.27675	0.28072

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	41.27677
EUR	48.41512
GBP	55.70818
CHF	51.78761
JPY	0.27892

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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 (****)	30,241,653	72,559,763	143,104,740	245,906,156
Banks (*****)	2,531,071	14,075,131	51,479,783	68,085,985
Financial assets at fair value through profit and loss	17,007	7,848,376	4,895,166	12,760,549
Money market placements	-	-	-	-
Financial assets at fair value through other comprehensive income	11,582	49,241,423	-	49,253,005
Loans and finance lease receivables (*)	115,074,107	143,948,718	101,127	259,123,952
Subsidiaries, associates and joint ventures (**)	1,592,031	-	-	1,592,031
Financial assets at amortized cost	-	29,770,748	-	29,770,748
Derivative financial assets for hedging purposes	-	-	-	-
Tangible assets	-	4,152	-	4,152
Intangible assets	-	200	-	200
Other assets	104,851	153,252	13,036	271,139
Total Assets	149,572,302	317,601,763	199,593,852	666,767,917
Liabilities				
Current account and funds collected from Banks via participation accounts	405,716	841,494	2,609,766	3,856,976
Current and profit-sharing accounts FC (****)	63,271,402	138,425,120	245,501,208	447,197,730
Money market borrowings	-	-	-	-
Funds provided from other financial institutions	25,243,271	146,156,194	28,110,402	199,509,867
Marketable securities issued	-	-	-	-
Miscellaneous payables	3,254,932	9,203,977	2,224,416	14,683,325
Derivative financial liabilities for hedging purposes	-	-	-	-
Other liabilities (*****)	861,030	1,046,242	237,944	2,145,216
Total Liabilities	93,036,351	295,673,027	278,683,736	667,393,114
Net balance sheet position	56,535,951	21,928,736	(79,089,884)	(625,197)
Net off-balance sheet position	(62,646,928)	(21,544,011)	79,451,515	(4,739,424)
Financial derivative assets	9,258,547	45,707,707	143,641,368	198,607,622
Financial derivative liabilities	71,905,475	67,251,718	64,189,853	203,347,046
Non-cash loans (***)	14,970,135	30,242,835	7,407,308	52,620,278
Prior Period				
Total assets	98,870,006	247,845,914	100,110,561	446,826,481
Total liabilities	60,593,946	227,940,064	149,171,193	437,705,203
Net balance sheet position	38,276,060	19,905,850	(49,060,632)	9,121,278
Net off-balance sheet position	(43,380,945)	(23,204,388)	49,145,738	(17,439,595)
Financial derivative assets	4,531,990	40,080,292	77,625,201	122,237,484
Financial derivative liabilities	47,912,935	63,284,680	28,479,463	139,677,078
Non-cash loans (***)	9,914,129	20,082,670	5,657,163	35,653,962

(*) Includes foreign currency indexed loans amounting to TL 614,577 (31 December 2024 – TL 939,403) followed as TL on the balance sheet and expected credit loss amounting to TL 3,769,311.

(**) TL 1,592,031 (31 December 2024 - TL 1,592,031) of the subsidiaries amounting to TL 13,360,612 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 28,770 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 17,169.

(*****) Includes provisions for expected losses amounting to TL 2,681 were deducted from the cash values and the relevant lines from the Central Bank and Banks accounts.

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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 15,788,613 (31 December 2024 – TL 798,152)
- Prepaid expenses: TL 8,027 (31 December 2024 – TL 3,383)
- Derivative financial liabilities held for trading: TL 668,252 (31 December 2024 – TL 1,453,023)
- Marketable securities of FC revaluation reverse: TL (865,703) (31 December 2024 – TL (301,804))

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

- Foreign exchange purchase transactions with value date: TL 10,803,244 (31 December 2024 – TL 7,019,428)
- Foreign exchange sales transactions with value date: TL 8,310,863 (31 December 2024 – TL 6,688,067)
- Precious metal purchase transactions: TL 134,725,003 (31 December 2024 – TL 72,552,364)
- Precious metal sales transactions: TL 62,049,873 (31 December 2024 – TL 26,609,412)

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%	38,473	(329,854)	(159,747)	(516,433)
Euro	10%	(608,609)	(510,489)	(325,257)	(318,163)
Gold	10%	2,981,920	972,593	2,981,920	972,593

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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	639,781	-	639,781
Quoted securities	-	-	-
Investments in Associates	-	-	-
Quoted securities	-	-	-
Investment in Subsidiaries	13,360,612	3,217,500	3,217,500
Quoted securities	541,106	3,217,500	3,217,500
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	488,440	-	488,440
Quoted securities	-	-	-
Investments in Associates	-	-	-
Quoted securities	-	-	-
Investment in Subsidiaries	4,122,212	2,603,700	2,603,700
Quoted securities	52,706	2,603,700	2,603,700
Other	20,000	-	-
Quoted securities	-	-	-

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

None.

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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.

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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 favour 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.

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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			306,386,464	224,086,775
CASH OUTFLOWS					
2	Retail and small business customers, of which;	532,508,599	338,450,790	48,210,467	33,845,079
3	Stable deposits	100,807,850	-	5,040,392	-
4	Less stable deposits	431,700,749	338,450,790	43,170,075	33,845,079
5	Unsecured debts other than real person deposits and retail deposits	126,596,863	60,931,183	63,363,320	29,337,306
6	Operational deposit	-	-	-	-
7	Non-operational deposits	112,175,341	55,674,378	48,941,798	24,080,501
8	Other unsecured funding	14,421,522	5,256,805	14,421,522	5,256,805
9	Secured funding			-	-
10	Other cash outflows	235,731,671	214,374,860	235,731,671	214,374,860
11	Derivative liabilities and collateral fulfilment obligations	135,007,653	117,865,147	135,007,653	117,865,147
12	Obligations related to structured financial products	100,724,018	96,509,713	100,724,018	96,509,713
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	298,594,495	50,727,275	23,023,079	3,679,804
16	TOTAL CASH OUTFLOWS			370,328,537	281,237,049
CASH INFLOWS					
17	Secured lending	-	-	-	-
18	Unsecured lending	107,841,991	71,194,880	81,013,171	60,750,425
19	Other cash inflows	136,887,254	98,361,113	136,887,254	98,361,113
20	TOTAL CASH INFLOWS	244,729,245	169,555,993	217,900,425	159,111,538
				Upper Limit Applied Value	
21	TOTAL HQLA STOCK			306,386,464	224,086,775
22	TOTAL NET CASH OUTFLOWS			152,428,112	122,125,511
23	LIQUIDITY COVERAGE RATIO (%)			201.00	183.49

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

For the period 1 June – 30 September 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	227.62	13/09/2025	185.14	31/07/2025
FC	219.64	08/07/2025	163.08	26/09/2025

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.

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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			202,840,451	128,720,011
CASH OUTFLOWS					
2	Retail and small business customers, of which;	203,344,021	22,844,938	17,644,538	2,284,494
3	Stable deposits	53,797,292	-	2,689,865	-
4	Less stable deposits	149,546,729	22,844,938	14,954,673	2,284,494
5	Unsecured debts other than real person deposits and retail deposits	118,411,515	63,898,446	56,660,997	29,575,647
6	Operational deposit	-	-	-	-
7	Non-operational deposits	109,275,598	60,564,199	47,525,080	26,241,400
8	Other unsecured funding	9,135,917	3,334,247	9,135,917	3,334,247
9	Secured funding			-	-
10	Other cash outflows	180,221,376	167,022,189	180,221,376	167,022,189
11	Derivative liabilities and collateral fulfilment obligations	97,774,752	88,161,348	97,774,752	88,161,348
12	Obligations related to structured financial products	82,446,624	78,860,841	82,446,624	78,860,841
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	182,393,700	34,514,007	15,231,352	2,360,354
16	TOTAL CASH OUTFLOWS			269,758,263	201,242,684
CASH INFLOWS					
17	Secured lending	-	-	-	-
18	Unsecured lending	96,959,007	63,556,483	73,529,016	55,633,016
19	Other cash inflows	99,132,567	68,220,072	99,132,567	68,220,072
20	TOTAL CASH INFLOWS	196,091,574	131,776,555	172,661,583	123,853,088
				Upper Limit Applied Value	
21	TOTAL HQLA STOCK			202,840,451	128,720,011
22	TOTAL NET CASH OUTFLOWS			97,096,680	77,389,596
23	LIQUIDITY COVERAGE RATIO (%)			208.91	166.33

(*) 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 2024, the lowest, highest and average liquidity coverage ratios calculated on a monthly basis are presented in the table below.

Prior Period

	Highest	Date	Lowest	Date
TL+FC	257.94	10/11/2024	171.71	31/12/2024
FC	233.92	03/11/2024	125.78	21/12/2024

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.

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5.10 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
Varlıklar								
Cash (cash in vault, effectives, cash in transit, Cheques purchased) and balances with the Central Bank of the Republic of Türkiye	179,402,407	126,901,059	-	-	-	-	(1,008)	306,302,458
Banks (*)	68,121,297	-	-	-	-	-	(2,688)	68,118,609
Financial assets at fair value through profit and loss	22,463,025	4,919	721,012	1,257,810	5,070,451	4,861,491	-	34,378,708
Money market placements	-	-	-	-	-	-	-	-
Financial assets at fair value through other comprehensive income	639,780	33,232,974	3,749,290	11,996,009	55,715,396	6,027,341	-	111,360,790
Loans (**)	-	143,169,218	82,996,909	217,992,925	125,482,259	5,763,064	(2,769,775)	572,634,600
Financial assets measured at amortized cost	-	22,359,129	5,644,384	41,946	33,459,306	919,994	(25,272)	62,399,487
Other assets (***)	1,903,759	12,978,412	13,838	-	5,434,169	-	41,761,969	62,092,147
Total Assets	272,530,268	338,645,711	93,125,433	231,288,690	225,161,581	17,571,890	38,963,226	1,217,286,799
Liabilities								
Current account and funds collected from banks via participation accounts	3,948,368	262	-	-	-	-	-	3,948,630
Current and profit-sharing accounts	466,813,047	244,146,809	47,454,062	13,454,428	987,473	13,531	-	772,869,350
Funds provided from other financial institutions	-	127,284,094	13,771,946	25,545,628	29,998,140	14,798,757	-	211,398,565
Money market borrowings	-	69,545,356	-	-	-	-	-	69,545,356
Marketable securities issued	-	-	-	-	-	-	-	-
Miscellaneous payables	17,846,562	3,203,840	-	-	-	-	-	21,050,402
Other liabilities (****)	-	19,749,507	747,222	1,249,588	1,231,407	97,429	115,399,343	138,474,496
Total Liabilities	488,607,977	463,929,868	61,973,230	40,249,644	32,217,020	14,909,717	115,399,343	1,217,286,799
Net Liquidity Gap	(216,077,709)	(125,284,157)	31,152,203	191,039,046	192,944,561	2,662,173	(76,436,117)	-
Prior Period								
Total Assets	163,471,651	213,703,659	74,539,340	169,980,390	175,401,749	31,154,881	23,868,733	852,120,403
Total Liabilities	323,767,015	290,467,483	75,836,151	49,431,535	10,446,287	12,457,054	89,714,878	852,120,403
Net Liquidity Gap	(160,295,364)	(76,763,824)	(1,296,811)	120,548,855	164,955,462	18,697,827	(65,846,145)	-

(*) 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.

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5.11 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 Rate for the period 30 September 2025 was 117.39% (31 December 2024 - 135.65%). As of 30 September 2025, the current stable fund amount in our bank's Net Stable Funding Table is TL 902,485,220 (31 December 2024 - TL 672,785,640), while the required stable fund amount is TL 768,778,259 (31 December 2024 - TL 495,958,022) and the simple arithmetic average of the Net Stable Funding Rate for the last three months including 30 September 2025 is 121.04% (31 December 2024 - 132.85%).

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

Period	Rate
31 July 2025	122.54%
31 August 2025	123.19%
30 September 2025	117.39%
3-month average	121.04%

Current Period		a	b	c	ç	d
		Unadjusted Amount According to Remaining Maturity				Total Amount Applied Consideration Rate
		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	133,665,735	-	-	-	133,665,735
2	Tier 1 and Tier 2 capital	133,665,735	-	-	-	133,665,735
3	Other equity items	-	-	-	-	-
4	Real person and retail customer deposits/participation funds	467,539,444	297,564,037	6,073,298	581,161	729,533,178
5	Stable deposit/participation fund	419,297,603	273,576,084	5,597,570	549,386	664,069,611
6	Low stable deposit/participation fund	48,241,841	23,987,953	475,728	31,775	65,463,567
7	Payables to other persons	-	-	-	-	-
8	Operational deposits/participation funds	-	-	-	-	-
9	Other payables	-	-	-	-	-
10	Liabilities equivalent to linked assets					
11	Other liabilities	27,477,257	221,978,080	18,576,334	-	9,288,167

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12	Derivative liabilities				-	
13	Other equity items and liabilities not included above	94,041,401	-	-	29,998,141	29,998,140
14	Available Stable Fund					902,485,220
	Required Stable Funding					
15	Required Stable Funding					5,547,051
16	Required Stable Funding	-	-	-	-	-
17	Live receivables	30,746,794	51,495,594	112,650,084	454,883,359	492,570,216
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	2,075	5,435,245	-	-	815,598
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	7,641,914	46,060,349	112,650,084	421,891,043	450,855,352
21	Receivables subject to risk weighting of 35% or less	-	-	-	32,807,690	21,324,999
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	23,102,805	-	-	184,626	19,574,267
25	Assets equivalent to interconnected liabilities					
26	Other assets	207,041,040	59,823,329	262,918	8,330,299	263,031,116
27	Commodities with physical delivery including gold	25,555,021				21,721,768
28	Initial margin for derivative contracts or guarantee fund given to central counterparty				-	-
29	Derivative assets				12,235,835	12,235,835
30	Derivative liabilities before deduction of variation margin				47,587,494	47,587,494
31	Other assets not included above	181,486,019	-	262,918	8,330,299	181,486,019
32	Off-balance sheet payables		152,597,525	-	-	7,629,876
33	Required Stable Funding					768,778,259
34	Net Stable Funding Ratio (%)					117.39

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The NSFR development for the last quarter of 2024 is shown in the table below.

Period	Rate
31 October 2024	129.61%
30 November 2024	133.30%
31 December 2024	135.65%
3 Month Average	132.85%

Prior Period		a	b	c	ç	d
		Unadjusted Amount According to Remaining Maturity				Total Amount Applied Consideration Rate
		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	105,867,852	-	-	-	105,867,852
2	Tier 1 and Tier 2 capital	105,867,852	-	-	-	105,867,852
3	Other equity items	-	-	-	-	-
4	Real person and retail customer deposits/participation funds	318,854,051	251,314,165	11,498,696	1,331,487	550,910,127
5	Stable deposit/participation fund	279,608,939	232,662,410	11,096,475	863,533	498,019,789
6	Low stable deposit/participation fund	39,245,112	18,651,755	402,221	467,954	52,890,338
7	Payables to other persons	-	-	-	-	-
8	Operational deposits/participation funds	-	-	-	-	-
9	Other payables	-	-	-	-	-
10	Liabilities equivalent to linked assets					
11	Other liabilities	6,459,329	122,219,654	19,390,815	-	9,695,407
12	Derivative liabilities		1,737,547			
13	Other equity items and liabilities not included above	65,945,567	-	-	6,312,254	6,312,254
14	Available Stable Fund					672,785,640
Required Stable Funding						
15	High-quality liquid assets					3,410,497
16	Operational deposits/participation funds deposited with credit institutions or financial institutions	-	-	-	-	-
17	Live receivables	20,234,040	82,392,090	82,173,247	275,487,654	331,370,324
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	2,075	3,220,597	-	-	483,401

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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	4,013,663	79,163,136	81,476,893	254,445,364	302,806,811
21	<i>Receivables subject to risk weighting of 35% or less</i>	-	-	-	20,126,195	13,082,026
22	Receivables collateralized by mortgages on residential real estate	-	-	-	-	-
23	<i>Receivables subject to risk weighting of 35% or less</i>	-	-	-	-	-
24	Quoted equities and debt instruments that do not qualify as high-quality liquid assets	16,218,302	8,357	696,354	916,095	14,998,086
25	Assets equivalent to interconnected liabilities					
26	Other assets	124,661,443	33,073,813	-	32,788,304	155,918,780
27	Commodities with physical delivery including gold	12,109,841				10,293,365
28	Initial margin for derivative contracts or guarantee fund given to central counterparty				-	-
29	Derivative assets				-	-
30	Derivative liabilities before deduction of variation margin				33,073,813	33,073,813
31	Other assets not included above	112,551,602	-	-	32,788,304	112,551,602
32	Off-balance sheet payables		105,168,427	-	-	5,258,421
33	Required Stable Funding					495,958,022
34	Net Stable Funding Ratio (%)					135.65

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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)	1,131,246,853	843,750,928
2	(Assets deducted in determining Tier I Capital)	(7,856,219)	(9,087,996)
3	Total on-balance sheet risks (sum of lines 1 and 2)	1,123,390,634	834,662,932
	Derivative financial instruments and credit derivatives		
4	Replacement cost associated with all derivative instruments and credit derivatives	3,849,868	1,698,299
5	Add-on amounts for PFE associated with all derivative instruments and credit derivatives	1,958,780	1,271,782
6	Total risks of derivative financial instruments and credit derivatives (sum of lines 4 to 5)	5,808,648	2,970,081
	Securities or commodity financing transactions (SCFT)		
7	Risks from SCFT assets (excluding on-balance sheet)	(24,251,184)	(2,341,046)
8	Risks from brokerage activities related exposures	-	-
9	Total risks related with securities or commodity financing transactions (sum of lines 7 to 8)	(24,251,184)	(2,341,046)
	Other off-balance sheet transactions		
10	Gross notional amounts of off-balance sheet transactions	329,877,816	377,210,385
11	(Adjustments for conversion to credit equivalent amounts)	-	(153,868,221)
12	Total risks of off-balance sheet items (sum of lines 10 and 11)	329,877,816	223,342,164
	Capital and total risks		
13	Tier I Capital	104,403,971	78,154,085
14	Total risks (sum of lines 3, 6, 9 and 12)	1,434,825,914	1,058,634,131
	Leverage ratio		
15	Leverage ratio	7.28	7.38

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

As of the Bank's 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 7.28% (31 December 2024 – 7.38%). 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 34% from profit for the period, while on-balance sheet risk increased by 35%, off-balance sheet items increased by 48%. Accordingly, there is an increase of 10 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 2024 – None).

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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. Explanations on risk management and risk-weighted amounts

10.1.1. GB1 - Overview of risk weighted amounts

		Risk Weighted Amounts		Minimum Capital Requirements
		Current Period 30/09/2025	Prior Period 31/12/2024	Current Period 30/09/2025
1	Credit risk (excluding counterparty credit risk)	412,623,485	296,488,495	33,009,879
2	Standardized approach	412,623,485	296,488,495	33,009,879
3	Internal rating-based approach	-	-	-
4	Counterparty credit risk	6,324,237	1,627,418	505,939
5	Standardized approach for counterparty credit risk	6,324,237	1,627,418	505,939
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	51,473,324	44,449,178	4,117,866
17	Standardized approach	51,473,324	44,449,178	4,117,866
18	Internal model approaches	-	-	-
19	Operational risk	88,762,224	55,143,267	7,100,978
20	Basic indicator approach	88,762,224	55,143,267	7,100,978
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)	559,183,270	397,708,358	44,734,662

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.

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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.

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Selected balance sheet and income statement items according to segments

Current Period					
1 January 2025-30 September 2025	Retail Banking	Corporate and Commercial Banking	Treasury and international Banking	Unallocated	Bank's total operation
Operating income	84,269,801	34,262,113	41,443,244	-	159,975,158
Operating expenses (-)	50,779,048	24,197,056	23,473,661	22,937,855	121,387,620
Transfers between segments	50,560,807	(32,116,739)	(18,444,068)	-	-
Net operating income / loss	84,051,560	(22,051,682)	(474,485)	(22,937,855)	38,587,538
Income from associates using equity method	-	-	-	-	-
Profit before tax	84,051,560	(22,051,682)	(474,485)	(22,937,855)	38,587,538
Provision for taxation (-)	-	-	-	9,151,619	9,151,619
Net profit for the period	84,051,560	(22,051,682)	(474,485)	(32,089,474)	29,435,919
Current Period					
30 September 2025					
Segment assets	227,381,514	342,806,151	602,027,597	-	1,172,215,262
Associates, subsidiaries and joint ventures	-	-	-	13,380,612	13,380,612
Undistributed assets	-	-	-	31,690,925	31,690,925
Total assets	227,381,514	342,806,151	602,027,597	45,071,537	1,217,286,799
Segment liabilities	588,612,981	188,204,999	286,896,751	-	1,063,714,731
Undistributed liabilities	-	-	-	44,956,464	44,956,464
Shareholders' equity	-	-	-	108,615,604	108,615,604
Total liabilities	588,612,981	188,204,999	286,896,751	153,572,068	1,217,286,799
Prior Period					
1 January 2024-30 September 2024					
Operating income	61,084,004	50,212,636	7,634,008	-	118,930,648
Operating expenses (-)	47,478,456	18,034,286	6,721,151	14,529,158	86,763,051
Transfers between segments	33,626,148	(14,912,361)	(18,713,787)	-	-
Net operating income / loss	47,231,696	17,265,989	(17,800,930)	(14,529,158)	32,167,597
Income from associates using equity method	-	-	-	-	-
Profit before tax	47,231,696	17,265,989	(17,800,930)	(14,529,158)	32,167,597
Provision for taxation (-)	-	-	-	7,761,726	7,761,726
Net profit for the period	47,231,696	17,265,989	(17,800,930)	(22,290,884)	24,405,871
Prior Period					
31 December 2024					
Segment assets	161,029,683	260,169,927	401,551,099	-	822,750,709
Associates, subsidiaries and joint ventures	-	-	-	4,142,212	4,142,212
Undistributed assets	-	-	-	25,227,482	25,227,482
Total assets	161,029,683	260,169,927	401,551,099	29,369,694	852,120,403
Prior Period					
31 December 2024					
Segment liabilities	445,912,051	139,651,862	158,145,485	-	743,709,398
Undistributed liabilities	-	-	-	26,183,511	26,183,511
Shareholders' equity	-	-	-	82,227,494	82,227,494
Total liabilities	445,912,051	139,651,862	158,145,485	108,411,005	852,120,403

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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	3,483,186	10,271,074	3,622,738	9,463,215
The Central Bank of Republic of Türkiye	56,377,722	210,616,465	55,920,535	141,876,397
Other (*)	534,583	25,020,436	173	12,109,667
Total	60,395,491	245,907,975	59,543,446	163,449,279

(*) As of 30 September 2025, precious metal account amounting to TL 23,148,107 (31 December 2024 - TL 12,109,667) and money in transit amounting to TL 2,406,912 (31 December 2024 - TL 173) are presented in this line.

1.1.2 Information about CBRT

	Current Period		Prior Period	
	TL	FC	TL	FC
Unrestricted Demand Deposit	24,717,450	83,715,406	30,806,892	54,551,669
Restricted Time Deposit	-	-	-	-
Unrestricted Time Deposit	31,660,272	126,901,059	25,113,643	87,324,728
Total	56,377,722	210,616,465	55,920,535	141,876,397

According to the “Communiqué No: 2013/15 on Reserve Requirements” of the CBRT, the Bank establishes reserve requirements for its Turkish Lira and foreign currency liabilities at the CBRT. Reserve deposits can be held at the CBRT in Turkish Lira, Usd and/or Euro and standard gold in accordance with the “Communiqué on Reserve Requirements.

As of 30 September 2025, a reserve requirement of 3% to 17% (22% to 40% for accounts with exchange rate protection support) is established for Turkish currency participation funds and other liabilities, depending on the maturity structure, 5% to 32% for foreign currency participation funds and other liabilities, and 25% to 28% for precious metal deposit accounts, depending on the maturity structure. The additional reserve requirement rate for foreign currency participation funds (excluding foreign bank participation funds and precious metal deposit accounts) is 2.5%.

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

As of 30 September 2025, there are no financial assets at fair value through profit or loss subject to repurchase agreements (31 December 2024 - None), given as collateral and blocked amounting to TL 1,521,586 (31 December 2024 - TL 4,424,962).

Positive differences related to marketable derivative financial assets:

	Current Period		Prior Period	
	TL	FC	TL	FC
Futures transactions	187,690	190,813	164,392	103,355
Swap transactions	5,347	15,597,800	152,842	694,797
Total	193,037	15,788,613	317,234	798,152

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1.3 Information on Banks

1.3.1 Information on Banks

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks	34,450	68,086,847	27,753	27,014,929
Domestic	34,450	755,931	27,753	512,475
Foreign	-	67,330,916	-	26,502,454
Headquarters and branches abroad	-	-	-	-
Other Financial Institutions	-	-	-	-
Total	34,450	68,086,847	27,753	27,014,929

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	117,681,226	66,997,119
Quoted on stock exchange	117,681,226	66,997,119
Not quoted on stock exchange	-	-
Share Certificates	640,649	489,179
Quoted on stock exchange	500,111	374,141
Not quoted on stock exchange	140,538	115,038
Impairment Provision (-)	6,961,085	6,528,031
Total	111,360,790	60,958,267

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 42,176,007 (31 December 2024: TL 22,504,948) 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 33,817,684 (31 December 2024 – TL 5,781,119) 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	64,721	118,886	31,373	104,629
Corporate shareholders	7,806	118,013	2,080	104,169
Real person shareholders	56,915	873	29,293	460
Indirect loans granted to shareholders	3,719	116,187	1,117	3,505
Loans granted to employees	468,139	17,436	331,765	5,782
Total	536,579	252,509	364,255	113,916

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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	467,240,916	36,863,185	4,423,237	-
Export Loans	67,297,448	2,126,505	-	-
Import Loans	17,836,907	755,589	-	-
Corporation Loans	234,081,480	23,085,944	3,733,198	-
Consumer Loans	27,884,763	1,004,164	12,220	-
Credit Cards	75,506,061	8,898,409	330,293	-
Loans given to financial sector	7,048,106	-	-	-
Other	37,586,151	992,574	347,526	-
Other Receivables	4,586	19,583	-	-
Total	467,245,502	36,882,768	4,423,237	-

Prior Period - Cash Loans	Standard Loans	Loans Under Close Monitoring		
		Not Subject to Restructuring	Restructured Loans	
			Revised Contract Terms	Refinance
Loans	350,387,220	22,876,571	3,909,491	-
Export Loans	56,243,452	1,030,894	-	-
Import Loans	18,028,033	340,620	-	-
Corporation Loans	176,124,416	15,321,535	3,504,424	-
Consumer Loans	20,522,311	799,233	3,265	-
Credit Cards	47,479,935	4,906,271	136,378	-
Loans given to financial sector	3,451,488	-	-	-
Other	28,537,586	478,018	265,424	-
Other Receivables	3,295	18,305	-	-
Total	350,390,516	22,894,876	3,909,491	-

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	2,024,676	-	2,696,490	-
Expected Loss Provision for Other Financial Assets Measured at Amortized Cost	25,272	-	63,024	-
Significant Increase in Credit Risk	-	4,416,542	-	4,242,520
Total	2,049,948	4,416,542	2,759,514	4,242,520

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.

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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	2,502,164	26,121,915	28,624,079
Housing Loans	78,501	21,380,378	21,458,879
Vehicle Loans	1,037,131	3,332,844	4,369,975
Consumer Loans	1,367,766	988,296	2,356,062
Other	18,766	420,397	439,163
Consumer Loans-FC Indexed	-	-	-
Housing Loans	-	-	-
Vehicle Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Consumer Loans-FC	-	10,080	10,080
Housing Loans	-	10,080	10,080
Vehicle Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Retail Credit Cards-TL	31,282,268	24	31,282,292
With Instalment	8,465,012	24	8,465,036
Without Instalment	22,817,256	-	22,817,256
Retail Credit Cards-FC	-	-	-
With Instalment	-	-	-
Without Instalment	-	-	-
Personnel Loans-TL	123,868	143,120	266,988
Housing Loans	1,318	20,207	21,525
Vehicle Loans	25,365	60,596	85,961
Consumer Loans	97,185	62,317	159,502
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	245,993	2	245,995
With Instalment	83,089	2	83,091
Without Instalment	162,904	-	162,904
Personnel Credit Cards-FC	-	-	-
With Instalment	-	-	-
Without-instalment	-	-	-
Overdraft Account-TL (Real Person)	-	-	-
Overdraft Account-FC (Real Person)	-	-	-
Total	34,154,293	26,275,141	60,429,434

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Prior Period	Short Term	Medium and Long Term	Total
Consumer Loans-TL	1,852,591	19,262,736	21,115,327
Housing Loans	69,324	13,331,667	13,400,991
Vehicle Loans	616,279	4,535,322	5,151,601
Consumer Loans	1,149,941	714,189	1,864,130
Other	17,047	681,558	698,605
Consumer Loans-FC Indexed	-	-	-
Housing Loans	-	-	-
Vehicle Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Consumer Loans-FC	-	16,396	16,396
Housing Loans	-	16,396	16,396
Vehicle Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Retail Credit Cards-TL	16,193,511	24	16,193,535
With Instalment	4,142,089	24	4,142,113
Without Instalment	12,051,422	-	12,051,422
Retail Credit Cards-FC	-	-	-
With Instalment	-	-	-
Without Instalment	-	-	-
Personnel Loans-TL	81,304	111,782	193,086
Housing Loans	423	15,521	15,944
Vehicle Loans	15,956	41,569	57,525
Consumer Loans	64,923	54,692	119,615
Other	2	-	2
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	159,943	2	159,945
With Instalment	66,931	2	66,933
Without Instalment	93,012	-	93,012
Personnel Credit Cards-FC	-	-	-
With Instalment	-	-	-
Without-instalment	-	-	-
Overdraft Account-TL (Real Person)	-	-	-
Overdraft Account-FC (Real Person)	-	-	-
Total	18,287,349	19,390,940	37,678,289

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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	7,205,427	65,592,216	72,797,643
Business Loans	153,862	4,652,187	4,806,049
Vehicle Loans	5,304,194	48,973,630	54,277,824
Consumer Loans	1,747,371	11,966,399	13,713,770
Other	-	-	-
Commercial Installment Loans-FC Indexed	22,311	111,487	133,798
Business Loans	22,311	-	22,311
Vehicle Loans	-	-	-
Consumer Loans	-	111,487	111,487
Other	-	-	-
Commercial Installment Loans-FC	218,050	15,535,805	15,753,855
Business Loans	-	2,728,520	2,728,520
Vehicle Loans	218,050	12,807,285	13,025,335
Consumer Loans	-	-	-
Other	-	-	-
Corporate Credit Cards-TL	53,206,476	-	53,206,476
With Installment	19,720,622	-	19,720,622
Without Installment	33,485,854	-	33,485,854
Corporate Credit Cards-FC	-	-	-
With Installment	-	-	-
Without Installment	-	-	-
Overdraft Account-TL (Legal Entity)	-	-	-
Overdraft Account-FC (Legal Entity)	-	-	-
Total	60,652,264	81,239,508	141,891,772

Prior Period	Short Term	Medium and Long Term	Total
Commercial Installment Loans-TL	8,401,563	41,961,903	50,363,466
Business Loans	204,525	2,959,097	3,163,622
Vehicle Loans	6,582,599	32,188,908	38,771,507
Consumer Loans	1,614,439	6,813,898	8,428,337
Other	-	-	-
Commercial Installment Loans-FC Indexed	5,489	201,814	207,303
Business Loans	5,489	-	5,489
Vehicle Loans	-	-	-
Consumer Loans	-	201,814	201,814
Other	-	-	-
Commercial Installment Loans-FC	27,458	8,876,162	8,903,620
Business Loans	-	1,773,606	1,773,606
Vehicle Loans	27,458	7,102,556	7,130,014
Consumer Loans	-	-	-
Other	-	-	-
Corporate Credit Cards-TL	36,169,104	-	36,169,104
With Installment	15,847,479	-	15,847,479
Without Installment	20,321,625	-	20,321,625
Corporate Credit Cards-FC	-	-	-
With Installment	-	-	-
Without Installment	-	-	-
Overdraft Account-TL (Legal Entity)	-	-	-
Overdraft Account-FC (Legal Entity)	-	-	-
Total	44,603,614	51,039,879	95,643,493

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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	495,542,782	369,452,118
Foreign Loans	13,008,725	7,742,765
Total	508,551,507	377,194,883

1.5.8 Loans granted to subsidiaries and associates

	Current Period	Prior Period
Loans Granted Directly to Subsidiaries and Associates	242,386	111,135
Loans Granted Indirectly to Subsidiaries and Associates	-	-
Total	242,386	111,135

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

	Current Period	Prior Period
Loans and Receivables with Limited Collectability	1,576,857	1,226,003
Loans and Receivables with Doubtful Collectability	2,978,706	1,387,051
Uncollectible Loans and Receivables	5,148,220	3,366,684
Total	9,703,783	5,979,738

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 Loans and Receivables with Limited Collectability	Group IV Loans and Receivables with Doubtful Collectability	Group V Uncollectible Loans and Receivables
Current Period			
Gross Amount Before Specific Provisions	20,661	-	1,214
Restructured Loans and Receivables	20,661	-	1,214
Prior Period			
Gross Amount Before Specific Provisions	-	-	2,463
Restructured Loans and Receivables	-	-	2,463

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1.5.10.2 Information on the movement of total non-performing loans

Current Period	Group III	Group IV	Group V
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	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 (+)	3,362,794	4,115,797	8,621,248
Transfers from other categories of non-performing loans (+)	-	1,159,365	980,221
Transfers to other categories of non-performing loans (-)	1,159,365	980,221	-
Collections in the current period (-)	1,082,779	1,635,322	3,210,243
Write-offs (-)	-	-	3,862,211
Sold Portfolio (-)	-	-	-
Corporate and commercial loans	-	-	-
Retail loans	-	-	-
Credit Cards	-	-	-
Other	-	-	-
Ending balance of the current period	2,831,501	4,356,138	6,162,315
Specific provisions (-)	1,576,857	2,978,706	5,148,220
Net balances on balance sheet	1,254,644	1,377,432	1,014,095

Prior Period	Group III	Group IV	Group V
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectible loans and receivables
Ending balance of prior period 31.12.2023	231,744	434,254	2,937,343
Additions in the current period (+)	1,638,924	1,913,853	3,012,977
Transfers from other categories of non-performing loans (+)	-	108,379	721,212
Transfers to other categories of non-performing loans (-)	108,379	721,212	-
Collections in the period (-)	51,438	38,755	1,646,099
Write-offs (-)	-	-	1,392,133
Sold Portfolio (-)	-	-	-
Corporate and commercial loans	-	-	-
Retail loans	-	-	-
Credit Cards	-	-	-
Other	-	-	-
Ending balance of the period	1,710,851	1,696,519	3,633,300
Specific provisions (-)	1,226,003	1,387,051	3,366,684
Net balances on balance sheet	484,848	309,468	266,616

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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	455,213	566,440	763,694
Provision amount (-)	283,274	406,175	626,630
Net balance at the balance sheet	171,939	160,265	137,064
Prior Period			
Ending balance of the current period	191,875	99,372	521,991
Provision amount (-)	154,919	72,473	492,098
Net balance at the balance sheet	36,956	26,899	29,893

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)	1,254,644	1,377,432	1,014,095
Loans granted to real persons and legal entities (Gross)	2,831,501	4,356,138	6,162,315
Specific provision (-)	1,576,857	2,978,706	5,148,220
Loans to real persons and legal entities (Net)	1,254,644	1,377,432	1,014,095
Banks (Gross)	-	-	-
Specific provision (-)	-	-	-
Banks (Net)	-	-	-
Other loans and receivables (Gross)	-	-	-
Specific provision (-)	-	-	-
Other loans and receivables (Net)	-	-	-
Prior Period (Net)	484,848	309,468	266,616
Loans granted to real persons and legal entities (Gross)	1,710,851	1,696,519	3,633,300
Specific provision (-)	1,226,003	1,387,051	3,366,684
Loans to real persons and legal entities (Net)	484,848	309,468	266,616
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.

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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)	96,060	153,991	119,405
Profit share accruals, rediscount and valuation differences	230,378	531,892	708,149
Provision (-)	134,318	377,901	588,744

	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)	48,718	32,168	18,059
Profit share accruals, rediscount and valuation differences	161,000	130,529	380,009
Provision (-)	112,282	98,361	361,950

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

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	62,424,759	56,023,875
Quoted on a Stock Exchange	62,424,759	56,023,875
Not Quoted	-	-
Total	62,424,759	56,023,875

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

	Current Period	Prior Period
Opening Balance	56,023,875	63,203,644
Exchange Differences on Monetary Assets	4,434,232	4,127,728
Purchases During the Year	-	3,660,000
Disposals Through Sales and Redemptions (-)	-	8,560,000
Transfers	1,791,226	(6,325,000)
Income Accruals and Discounts	175,426	(82,497)
Total	62,424,759	56,023,875

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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 2024 - 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 2024 - TL 67,500), Swift shares amounting to TL 11,582 (31 December 2024 - TL 8,713) and 0.0035% ownership of the shares traded in Borsa İstanbul A.Ş amounting to TL 15 (31 December 2024 - TL 15), 2.86% ownership of the shares of JCR Avrasya Derecelendirme A.Ş. amounting to TL 2,755 (31 December 2024 - TL 2,755), The 0.44% ownership of the shares of İhracatı Geliştirme A.Ş. amounting to TL 30,420 (31 December 2024 - TL 30,420), VISA shares amounting to TL 500,112 (31 December 2024 - TL 374,140) 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 2024 - None).

1.7.3 Information related to consolidated associates: None (31 December 2024 - 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 Architech 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	KT Portföy Yönetimi A.Ş.	İstanbul/Türkiye	100	100
6	Körfez Gayrimenkul Yatırım Ortaklığı A.Ş.	İstanbul/Türkiye	74	74
7	Architech 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 Ödeme ve Elektronik Para Hizmetleri A.Ş.	İstanbul/Türkiye	100	100
11	KT Sağlam Gayrimenkul A.Ş. (**)	İstanbul/Türkiye	100	100

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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 (*)	44,537,473	7,811,020	806,120	1,041,017	142,385	55,248	(40,702)	-
2 (***)	39,674,341	6,405,309	937,356	5,970,583	5,912,038	2,028,359	851,455	-
3	1,470	1,252	-	-	-	238	200	-
4	5,975,453	1,352	-	-	-	165	155	-
5	2,092,953	1,899,910	30,870	-	-	974,862	533,558	-
6	1,304,430	1,173,525	110,047	24,762	24,631	130,810	104,263	-
7 (**)	1,858,736	1,265,684	114,068	84,858	87,637	408,625	265,979	-
8 (**)	342,901	223,359	561	-	-	4,387	26,440	-
9	1,704,422	562,043	49,431	80,518	77,918	159,077	25,011	-
10	233,042	229,318	9,716	-	-	22,093	-	-
11 (**)	8,158,625	8,146,175	-	-	-	(5,643)	-	-

(*) As of 30 September 2025, 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 30 September 2025, 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, according to calculations performed on 30 June 2025, there is no capital deficit as of 30 September 2025 (31 December 2024: Capital deficit of TL 738,368).

Movement regarding the subsidiaries

	Current Period	Prior Period
Balance at the beginning of the year	4,122,212	3,192,925
Movements during the year	9,238,400	929,287
Purchases (*)	9,238,400	929,287
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	13,360,612	4,122,212
Capital commitments	22,500	22,500
Share percentage at the end of the year (%)	-	-

(*) The Bank established KT Sağlam Gayrimenkul A.Ş., a subsidiary, with a capital of TL 8,000,000,000 (full amount) on 24 February 2025. The capital of Körfez Gayrimenkul ve Yatırım Ortaklığı A.Ş., a subsidiary of the Bank, was increased from TL 330,000,000 (full amount) to TL 990,000,000 on 23 September 2025, by increasing it by TL 660,000,000 (full amount). The capital of Neova Katılım Sigorta A.Ş., which is the Bank's subsidiary, was increased by TL 750,000,000 (full amount) on 31 March 2025, raising it from TL 1,651,796,000 (full amount) to TL 2,401,796,000 (full amount).

Sectoral information on consolidated subsidiaries and the related carrying amounts

	Current Period	Prior Period
Banks	1,592,031	1,592,031
Insurance Companies	2,401,796	1,651,796
Factoring Companies	-	-
Leasing Companies	-	-
Finance Companies	-	-
Other Subsidiaries	1,243,105	754,705
Total	5,236,932	3,998,532

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Subsidiaries that are quoted on the stock exchange

	Current Period	Prior Period
Quoted in Domestic Stock Exchange	541,106	52,706
Quoted in Foreign Stock Exchange	-	-
Total	541,106	52,706

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 30 September 2025, is EUR 170,312,080 (Full EUR amount) and the capital adequacy ratio is 22.7%.

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%	57,727,382	1,798,600	144,819	527,444	490,051

(*) 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 Istanbul Trade Registry Office.

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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	45,670,541	35,627,662	34,908,399	27,101,903
1 to 4 years	32,762,942	30,127,972	24,424,789	22,145,023
More than 4 years	1,145,637	1,122,506	1,270,489	1,259,696
Total	79,579,120	66,878,140	60,603,677	50,506,622

1.10.2 Net investments in finance leases

	Current Period	Prior Period
Gross Receivable from Finance Leases	79,579,120	60,603,677
Unearned Finance Lease Income (-)	12,700,980	10,097,055
Cancelled Rental Amounts (-)	-	-
Net Leasing Investment	66,878,140	50,506,622

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 1,276,328 are included in the non-performing loans in the balance sheet (31 December 2024 - TL 652,739).

1.11 Information on derivative financial assets for hedging purposes

None (31 December 2024 – None).

1.12. Information on tangible assets

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1.13. Explanations on intangible assets

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1.14. Explanations on investment properties

None (31 December 2024 – None).

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1.15. Information on deferred tax asset

As of 30 September 2025, deferred tax is offset as TL 5,434,169 in the balance sheet (31 December 2024 – TL 8,340,450). The deferred tax asset is TL 9,696,210 (31 December 2024 - TL 9,115,487) and the deferred tax liability is TL 4,262,041 (31 December 2024 - TL 775,037).

	Current Period	Prior Period
TFRS 9 Provisions	1,368,169	1,794,065
Tangible assets valuation differences	2,952,934	1,997,385
Employee benefits liability	230,192	730,910
Deferred income	972,391	612,715
Severance pays liability	544,263	429,630
Discounts on Derivative Financial Instruments	(3,675,987)	-
Valuation difference of marketable securities	2,214,876	2,303,149
Other	827,331	472,596
Net Deferred Tax Asset	5,434,169	8,340,450

Table of deferred tax asset movement

	Current Period	Prior Period
As of 1 January	8,340,450	5,747,818
Deferred Tax (Expense)/Income	(2,726,657)	683,538
Deferred Tax Accounted Under Equity	(179,624)	1,909,094
Deferred Tax Asset	5,434,169	8,340,450

1.16. Explanations on assets held for sale and discontinued operations

	Current Period	Prior Period
Opening Balance	522,743	428,585
Additions	690,744	212,519
Transfers from Tangible Asset	-	-
Disposals (-), Net	174,527	118,361
Transfer to Tangible Assets	-	-
Depreciation Cost (-)	-	-
Provision for Impairment (-)	-	-
Closing Net Book Value	1,038,960	522,743

1.17. Information on other assets

As of balance sheet date, the Bank's other assets amount to TL 15,007,412 (31 December 2024 - TL 9,209,753). Other assets balance does not exceed 10% of the total assets on the balance sheet excluding off balance sheet commitments.

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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	54,338,694	-	-	-	-	-	-	-	54,338,694
II. Real persons profit sharing accounts TL	-	36,599,698	115,868,099	3,774,786	-	6,513,907	3,785,470	21,581	166,563,541
III. Another current accounts-TL	46,953,541	-	-	-	-	-	-	-	46,953,541
Public sector	4,072,969	-	-	-	-	-	-	-	4,072,969
Commercial sector	41,753,451	-	-	-	-	-	-	-	41,753,451
Other institutions	1,035,729	-	-	-	-	-	-	-	1,035,729
Commercial and other institutions	-	-	-	-	-	-	-	-	-
Banks and participation banks	91,392	-	-	-	-	-	-	-	91,392
Central Bank of Republic of Türkiye	-	-	-	-	-	-	-	-	-
Domestic banks	-	-	-	-	-	-	-	-	-
Foreign banks	90,865	-	-	-	-	-	-	-	90,865
Participation banks	478	-	-	-	-	-	-	-	478
Others	49	-	-	-	-	-	-	-	49
IV. Profit sharing accounts-TL	-	5,100,739	33,266,447	373,356	-	17,076,287	239,099	41	56,055,969
Public sector	-	35,010	522,133	18,588	-	1,747,112	-	-	2,322,843
Commercial sector	-	4,356,927	31,345,094	302,100	-	15,079,072	237,973	41	51,321,207
Other institutions	-	654,378	1,344,621	52,668	-	247,610	1,056	-	2,300,333
Commercial and other institutions	-	54,424	54,337	-	-	2,493	70	-	111,324
Banks and participation banks	-	-	262	-	-	-	-	-	262
V. Real persons current accounts-FC	112,895,142	-	-	-	-	-	-	-	112,895,142
VI. Real persons profit sharing accounts-FC	-	15,641,898	19,674,367	1,575,096	-	1,565,591	1,528,843	42,913	40,028,708
VII. Another current accounts-FC	52,475,043	-	-	-	-	-	-	-	52,475,043
Commercial residents in Türkiye	47,163,879	-	-	-	-	-	-	-	47,163,879
Commercial residents in Abroad	3,962,057	-	-	-	-	-	-	-	3,962,057
Banks and participation banks	1,349,107	-	-	-	-	-	-	-	1,349,107
Central Bank of Republic of Türkiye	957,649	-	-	-	-	-	-	-	957,649
Domestic banks	-	-	-	-	-	-	-	-	-
Foreign banks	385,525	-	-	-	-	-	-	-	385,525
Participation banks	5,933	-	-	-	-	-	-	-	5,933
Others	-	-	-	-	-	-	-	-	-
VIII. Profit sharing accounts- FC	-	1,419,879	1,226,389	40,333	-	384,891	21,589	475	3,093,556
Public sector	-	21	16,064	-	-	-	-	-	16,085
Commercial sector	-	954,312	1,053,112	37,343	-	382,730	21,589	475	2,449,561
Other institutions	-	19,974	50,660	2,924	-	2,161	-	-	75,719
Commercial and other institutions	-	445,572	106,553	66	-	-	-	-	552,191
Banks and participation banks	-	-	-	-	-	-	-	-	-
IX. Precious metal funds	204,098,995	24,396,676	10,575,001	2,150,238	-	1,206,187	135,160	-	242,562,257
X. Profit sharing accounts special funds - TL	-	-	-	-	-	1,176,273	675,256	-	1,851,529
Residents in Türkiye	-	-	-	-	-	1,144,092	361,900	-	1,505,992
Residents Abroad	-	-	-	-	-	32,181	313,356	-	345,537
XI. Profit sharing accounts special funds - FC	-	-	-	-	-	-	-	-	-
Residents in Türkiye	-	-	-	-	-	-	-	-	-
Residents Abroad	-	-	-	-	-	-	-	-	-
Total (**)	470,761,415	83,158,890	180,610,303	7,913,809	-	27,923,136	6,385,417	65,010	776,817,980

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

(**) As of 30 September 2025, the Bank has a total of TL 53,439,385 (31 December 2024: TL 62,006,685) foreign exchange-protected deposit instrument of which TL 53,439,385 (31 December 2024: TL 62,001,875) opened within the scope of the "Communiqué on Supporting the Conversion of Turkish Lira Deposit and Participation Accounts" published by the CBRT in the Official Gazette dated 21 December 2021 and numbered 31696, TL 0 (31 December 2024: TL 4,810) opened within the scope of the announcement of the Ministry of Treasury and Finance ("Treasury") dated 24 December 2021.

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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	39,469,231	-	-	-	-	-	-	-	39,469,231
II. Real persons profit sharing accounts TL	-	19,259,653	97,658,069	6,770,505	-	18,974,493	6,249,835	13,526	148,926,081
III. Another current accounts-TL	37,528,225	-	-	-	-	-	-	-	37,528,225
Public sector	2,424,752	-	-	-	-	-	-	-	2,424,752
Commercial sector	34,262,863	-	-	-	-	-	-	-	34,262,863
Other institutions	569,795	-	-	-	-	-	-	-	569,795
Commercial and other institutions	-	-	-	-	-	-	-	-	-
Banks and participation banks	270,815	-	-	-	-	-	-	-	270,815
Central Bank of Republic of Türkiye	-	-	-	-	-	-	-	-	-
Domestic banks	-	-	-	-	-	-	-	-	-
Foreign banks	270,641	-	-	-	-	-	-	-	270,641
Participation banks	144	-	-	-	-	-	-	-	144
Others	30	-	-	-	-	-	-	-	30
IV. Profit sharing accounts-TL	-	18,852,846	18,339,504	961,192	-	11,529,332	172,697	22	49,855,593
Public sector	-	6,948	52,425	-	-	789,834	-	-	849,207
Commercial sector	-	18,485,757	16,825,843	887,174	-	10,497,176	172,257	22	46,868,229
Other institutions	-	331,633	950,468	43,231	-	172,935	440	-	1,498,707
Commercial and other institutions	-	28,508	510,724	30,787	-	69,387	-	-	639,406
Banks and participation banks	-	-	44	-	-	-	-	-	44
V. Real persons current accounts-FC	95,969,664	-	-	-	-	-	-	-	95,969,664
VI. Real persons profit sharing accounts-FC	-	13,469,602	15,553,725	1,495,889	-	1,753,498	1,753,540	21,015	34,047,269
VII. Another current accounts-FC	36,154,741	-	-	-	-	-	-	-	36,154,741
Commercial residents in Türkiye	31,932,443	-	-	-	-	-	-	-	31,932,443
Commercial residents in Abroad	3,888,380	-	-	-	-	-	-	-	3,888,380
Banks and participation banks	333,918	-	-	-	-	-	-	-	333,918
Central Bank of Republic of Türkiye	-	-	-	-	-	-	-	-	-
Domestic banks	-	-	-	-	-	-	-	-	-
Foreign banks	329,317	-	-	-	-	-	-	-	329,317
Participation banks	4,601	-	-	-	-	-	-	-	4,601
Others	-	-	-	-	-	-	-	-	-
VIII. Profit sharing accounts- FC	-	459,009	1,004,573	38,849	-	195,514	160,402	249	1,858,596
Public sector	-	17	113,739	-	-	-	-	-	113,756
Commercial sector	-	402,718	767,263	34,679	-	195,349	160,402	249	1,560,660
Other institutions	-	16,702	32,416	2,395	-	165	-	-	51,678
Commercial and other institutions	-	39,572	91,155	1,775	-	-	-	-	132,502
Banks and participation banks	-	-	-	-	-	-	-	-	-
IX. Precious metal funds	111,405,414	13,520,895	6,368,941	1,206,213	-	786,663	52,997	-	133,341,123
X. Profit sharing accounts special funds - TL	-	-	39,624	47,875	-	7,199,963	1,125,928	-	8,413,390
Residents in Türkiye	-	-	39,624	47,875	-	6,549,974	377,937	-	7,015,410
Residents Abroad	-	-	-	-	-	649,989	747,991	-	1,397,980
XI. Profit sharing accounts special funds - FC	-	-	-	-	-	-	-	-	-
Residents in Türkiye	-	-	-	-	-	-	-	-	-
Residents Abroad	-	-	-	-	-	-	-	-	-
Total	320,527,275	65,562,005	138,964,436	10,520,523	-	40,439,463	9,515,399	34,812	585,563,913

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

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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	134,754,430	96,653,891	190,225,493	185,753,070
FC accounts	193,133,209	130,301,005	256,497,012	170,350,795
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 950 (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	39,029	57,044
Profit sharing account and other accounts in scope of the property holdings derived from crime defined in article 282 of Turkish Criminal Law No:5237 dated 26 September 2004	-	-
Profit sharing accounts in participation banks which are established in Türkiye in order to engage in offshore banking activities solely	-	-

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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	239,458	139,015	214,508	51,249
Swap transactions	2,838,105	529,237	1,185,402	1,401,774
Total	3,077,563	668,252	1,399,910	1,453,023

2.3 Information on funds borrowed

2.3.1 Information on banks and other financial institutions

	Current Period		Prior Period	
	TL	FC	TL	FC
From Domestic Banks and Institutions	11,888,698	128,411,743	3,547,337	85,667,578
From Foreign Banks, Institutions and Funds	-	56,299,367	600,000	32,106,071
Total	11,888,698	184,711,110	4,147,337	117,773,649

2.3.2 Information on maturity structure of borrowings

	Current Period		Prior Period	
	TL	FC	TL	FC
Short-term	11,560,918	155,040,750	4,069,314	111,539,418
Medium and Long-Term	327,780	29,670,360	78,023	6,234,231
Total	11,888,698	184,711,110	4,147,337	117,773,649

2.3.3 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 30 September 2025, other liabilities amount to TL 17,122,324 (31 December 2024 - TL 8,080,586) and miscellaneous payables amount to TL 21,050,402 (31 December 2024 - TL 4,988,343). These items are included in 'Other Liabilities' of the balance sheet and do not exceed 10% of the balance sheet total.

2.5 Information on finance lease payables (net)

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than 1 year	72,243	67,382	38,525	36,204
1 to 4 years	139,047	104,215	87,015	69,035
More than 4 years	3,317,272	2,035,418	2,170,589	1,360,784
Total	3,528,562	2,207,015	2,296,129	1,466,023

Bank used FTP (Fund Transfer Pricing) rates as an alternative borrowing rate of profit. Relevant ratios are revised and revised in 2-week periods. 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.

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

None (31 December 2024 – None).

2.5.1.1. Explanations on financial leasing obligations

None (31 December 2024 – 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.

2.6. Information on hedging derivative financial liabilities

None (31 December 2024 – 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 2024 – 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	239,247	863,935
General provisions for non-cash loans	458,260	483,337
Provision for profits will be allocated to participation accounts	632,339	1,526,885
Credit cards of banking services applications	9,936	5,478
Other (*)	911,869	656,089
Total	2,251,651	3,535,724

(*) The other item mainly consists of TL 593,717 (31 December 2024 – TL 509,045) in litigation provisions, TL 5,888 (31 December 2024 – TL 13,058) in expense provisions, TL 279,318 (31 December 2024 – TL 107,311) other provisions and TL 28,770 amounts related to the provision for impairment losses recognized on the delivery date.

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2.7.3 Information on provisions for employee benefits

Provisions for employee benefits consist of reserve for employee termination benefits amounting to TL 1,814,209 (31 December 2024 - TL 1,432,099), vacation pay liability amounting to TL 103,692 (31 December 2024 - TL 13,507), performance premium amounting to TL 1,241,733 (31 December 2024 - TL 1,442,087), retirement bonuses on payment of TL 1,210,821 (31 December 2024 - TL 808,924), committee fee amounting to TL 120,090 (31 December 2024 - TL 129,992) and other fees amounting to TL 41,542 (31 December 2024 - TL 35,271).

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 53,919.68 (full TL amount) (31 December 2024 - TL 41,828.42 (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 (%)	26.67	26.67
Inflation rate (%)	23.49	23.49
Salary increases rate (%)	23.99	23.99

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	1,432,099	1,095,389
Provisions recognized during the period	426,173	477,530
Paid during the period	(44,063)	(197,655)
Actuarial loss	-	56,835
Balances at the end of the period	1,814,209	1,432,099

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 6,792,306 (31 December 2024: TL 12,563,001) and prepaid tax of TL 7,416,633 (31 December 2024: TL 6,846,023). The Bank clearly indicated the corporate tax liability and prepaid tax in the financial statements.

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2.8.1.2 Information on taxes payable (*)

	Current Period	Prior Period
Taxation of marketable securities	1,904,498	755,307
Taxation of immovable property	14,216	9,532
Banking Insurance Transaction Tax (BITT)	578,722	510,165
Foreign Exchange Transaction Tax	72,554	27,737
Value Added Tax Payable	42,833	42,622
Income tax deducted from wages	272,224	194,158
Other	15,977	12,333
Total	2,901,024	1,551,854

2.8.1.3 Information on premiums (*)

	Current Period	Prior Period
Social Insurance Premiums-Employee	125,457	83,993
Social Insurance Premiums-Employer	149,730	94,214
Unemployment insurance-Employee	8,960	5,998
Unemployment insurance-Employer	18,669	12,544
Total	302,816	196,749

(*) Included in Other Liabilities on the balance sheet.

2.8.1.4 Information on deferred tax liability

As of 30 September 2025, deferred tax has been netted off as TL 5,434,169 (31 December 2024 - TL 8,340,450) in the balance sheet within the scope of the relevant regulations. Deferred tax asset is calculated as TL 9,696,210 (31 December 2024 - TL 9,115,487) and deferred tax liability is TL 4,262,041 (31 December 2024 - TL 775,037).

2.9 Information on payables related to assets held for sale

None (31 December 2024 - 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.

2.11 Information on shareholders' equity

2.11.1 Presentation of paid-in capital

	Current Period	Prior Period
Common shares	8,000,000	4,952,205
Preference shares	-	-
Repurchased shares amount (*)	(4,869)	(4,869)
Total	7,995,131	4,947,336

(*) 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.

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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

In accordance with the resolutions of the Ordinary General Assembly Meeting of the Bank held on 28 March 2025, it was decided to amend the Capital article of the Articles of Association, which was approved by the BRSA and the Ministry of Commerce, and to increase the paid-in capital of TL 4,952,205 by TL 3,047,795 to TL 8,000,000. The relevant General Assembly Resolution was registered on 11 April 2025.

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

None (31 December 2024 - 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 2024 - 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 (*)	(5,860,967)	865,703	(5,682,248)	301,804
Foreign Exchange Difference	-	-	-	-
Total	(5,860,967)	865,703	(5,682,248)	301,804

(*) 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 2024 - None).

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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 30 September 2025 amounts to TL 147,403,315 (31 December 2024 - TL 76,389,710); payment commitments for cheque books amounts to TL 7,914,708 (31 December 2024 - TL 5,864,748).

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 30 September 2025, the Bank has guarantees and surety ships constituting of TL 121,303,026 (31 December 2024 - TL 85,648,013) of letters of guarantee; TL 1,194,787 (31 December 2024 - TL 727,539) of acceptances and TL 21,632,670 (31 December 2024 - TL 13,581,786) of letters of credit. Also, the Bank has other acceptances amounting to TL 8,467,042 (31 December 2024 - TL 5,211,090).

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	1,846,683	426,120
With original maturity of 1 year or less	1,846,683	426,120
With original maturity of more than 1 year	-	-
Other non-cash loans	150,750,842	104,742,308
Total	152,597,525	105,168,428

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.

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

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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	66,022,265	11,562,328	55,583,023	7,219,471
Short-term loans	31,488,289	4,533,026	32,418,273	2,757,224
Medium and long-term loans	33,693,429	6,948,425	22,836,990	4,392,217
Profit share on non-performing loans	840,547	80,877	327,760	70,030
Premiums received from resource utilization support fund	-	-	-	-
Total	66,022,265	11,562,328	55,583,023	7,219,471

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	411	-	13,629	-
Domestic Banks	1,331	-	76,035	-
Foreign Banks	1,292	118,744	30,000	411,996
Branches and head office abroad	-	-	-	-
Total	3,034	118,744	119,664	411,996

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	179,464	529,856	85,484	726,676
Financial Assets at Fair Value Through Other Comprehensive Income	10,237,677	1,553,496	8,166,270	784,404
Financial Assets valued at Amortized Cost	4,964,847	1,687,665	6,527,006	1,412,027
Total	15,381,988	3,771,017	14,778,760	2,923,107

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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	60,666	6,617

4.2 Information on profit share given to loans used

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks	1,180,818	2,041,070	925,739	1,205,981
The Central Bank of the Republic of Türkiye	-	-	-	-
Domestic banks	795,151	88,222	708,624	24,674
Foreign banks	385,667	1,952,848	217,115	1,181,307
Branches and head office abroad	-	-	-	-
Other Institutions	2,247,614	2,937,240	4,532,580	2,986,366
Total	3,428,432	4,978,310	5,458,319	4,192,347

4.2.1 Profit share expense given to associates and subsidiaries

	Current Period	Prior Period
Profit share expenses given to associates and subsidiaries	781,263	1,990,404

4.2.2 Profit share expense paid to securities issued

None (1 January – 30 September 2024 - 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.

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

Current Period		Profit Sharing Accounts						Total
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	
TL								
Collected funds from banks through current and profit share accounts	-	15	-	-	-	-	-	15
Real person's non-trading profit sharing account	6,463,671	27,835,918	1,516,278	-	3,603,975	1,640,826	3,471	41,064,139
Public-sector profit-sharing account	2,983	28,352	2,548	-	17,131	-	-	51,014
Commercial sector profit sharing account	1,359,834	7,596,569	89,130	-	349,397	40,995	-	9,435,925
Other institutions profit sharing account	115,858	369,470	26,926	-	37,485	165	-	549,904
Total	7,942,346	35,830,324	1,634,882	-	4,007,988	1,681,986	3,471	51,100,997
FC								
Banks	-	-	-	-	-	-	-	-
Real person's non-trading profit sharing account	106,308	121,171	9,906	-	9,817	9,561	328	257,091
Public-sector profit-sharing account	-	525	-	-	-	-	-	525
Commercial sector profit sharing account	4,604	5,897	227	-	827	48	-	11,603
Other institutions profit sharing account	2,263	1,310	24	-	-	-	-	3,597
Precious metal accounts	20,036	9,228	1,847	-	1,120	-	-	32,231
Total	133,211	138,131	12,004	-	11,764	9,609	328	305,047
Grand Total	8,075,557	35,968,455	1,646,886	-	4,019,752	1,691,595	3,799	51,406,044
Prior Period		Profit Sharing Accounts						Total
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	
TL								
Collected funds from banks through current and profit share accounts	-	9	-	-	-	-	-	9
Real person's non-trading profit sharing account	3,305,194	19,763,116	1,538,830	-	12,239,061	1,665,745	1,623	38,513,569
Public-sector profit-sharing account	785	1,828	1,918	-	6,212	67	-	10,810
Commercial sector profit sharing account	313,691	2,036,152	553,535	-	1,584,777	105,034	-	4,593,189
Other institutions profit sharing account	64,729	434,028	22,741	-	62,624	503	-	584,625
Total	3,684,399	22,235,133	2,117,024	-	13,892,674	1,771,349	1,623	43,702,202
FC								
Banks	-	-	-	-	-	-	-	-
Real person's non-trading profit sharing account	94,863	86,798	9,469	-	14,242	12,978	400	218,750
Public-sector profit-sharing account	-	672	-	-	-	-	-	672
Commercial sector profit sharing account	3,831	5,801	205	-	176	48	-	10,061
Other institutions profit sharing account	1,423	2,743	18	-	-	-	-	4,184
Precious metal accounts	11,679	6,156	1,055	-	813	-	-	19,703
Total	111,796	102,170	10,747	-	15,231	13,026	400	253,370
Grand Total	3,796,195	22,337,303	2,127,771	-	13,907,905	1,784,375	2,023	43,955,572

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4.5 Information on trading income/loss (Net)

	Current Period	Prior Period
Trading profit/loss (net)	13,464,156	3,483,526
Profit	187,493,660	144,217,809
Gain on capital market transactions	5,389,036	4,380,088
Gain on derivative financial instruments	62,180,500	33,365,519
Foreign exchange profit	119,924,124	106,472,202
Losses (-)	174,029,504	140,734,283
Losses on capital market transactions	86,838	39,912
Losses on derivative financial instruments	51,916,404	29,266,932
Foreign exchange losses	122,026,262	111,427,439

4.6 Information on other operating income

The details of other operating income are presented below. There are no unusual items in other operating income that include new developments and materially affect the Bank's income.

	Current Period	Prior Period
Reversal of prior period provisions	2,784,928	7,292,829
Cancellations of provisions from profits to be distributed to participation accounts	1,091,610	294,434
Income from sales of assets	428,024	255,498
Rental income	12,880	12,391
Other income	177,232	145,369
Total	4,494,674	8,000,521

4.7 Provisions for loan losses and other receivables of the Bank

	Current Period (*)	Prior Period (*)
Expected Credit Loss	8,696,201	3,909,459
12 month expected credit loss (Stage 1)	40,004	-
Significant increase in credit risk (Stage 2)	678,516	881,537
Non-performing loans (Stage 3)	7,977,681	3,027,922
Marketable Securities Impairment Expense	149,366	139,874
Financial Assets at Fair Value through Profit or Loss	149,366	139,874
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 (**)	269,741	1,129,314
Total	9,115,308	5,178,647

(*) 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.

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4.8 Information on other operating expenses

	Current Period	Prior Period
Provision for retirement pay liability	382,110	288,451
Impairment expenses of tangible assets	-	-
Depreciation expenses of tangible assets	1,116,303	665,350
Impairment Expenses of intangible fixed assets	-	-
Depreciation expenses of intangible assets	310,656	422,361
Depreciation expenses of assets held for sale	-	-
Other operating expenses	4,876,537	2,784,906
Lease Expenses Regarding TFRS 16 Exemptions	3,363	593
Maintenance expenses	1,363,717	533,776
Advertisement expenses	378,348	204,994
Communication expenses	444,538	296,480
Heating, electricity and water expenses	111,222	94,038
Cleaning expenses	63,352	46,573
Vehicle expenses	90,086	62,680
Stationery expense	75,779	63,853
Other expenses	2,346,132	1,481,919
Losses on sales of assets	457	820
Deposit insurance fund expenses	1,669,165	1,185,202
Other (*)	2,866,199	1,954,145
Total	11,221,427	7,301,235

(*) Other items as of 30 September 2025 primarily include TL 1,131,816 (30 September 2024 – TL 706,525) Bank and Insurance Transactions Tax, TL 593,114 (30 September 2024 – TL 408,645) in Financial Activities Fees and TL 529,498 (30 September 2024 – TL 255,087) in amounts related to the Contracted Legal Services and Legal Consultancy account.

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 amount to TL 6,424,962 (1 January-30 September 2024 - TL 6,600,503), deferred tax income amount to TL 967,615 (1 January-30 September 2024 - TL 451,342) and deferred tax expenses amount to TL 3,694,272 (1 January–30 September 2024 – TL 1,612,565).

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 30 September 2025, net profit share income is TL 43,084,918 (1 January - 30 September 2024 - TL 35,446,776), net fees and commission income is TL 11,260,810 (1 January - 30 September 2024 - TL 6,126,151).

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

None (1 January-30 September 2024 – None).

4.12.3 Profit/loss attributable to minority interest

None (1 January-30 September 2024 – None).

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

As of 30 September 2025, other fees and commissions received is TL 23,641,577 (1 January – 30 September 2024 - TL 12,311,529), TL 9,438,045 of this amount is related with credit card fees and commissions (1 January - 30 September 2024 - TL 5,350,294), TL 8,858,591 of this amount is related with POS machine commissions (1 January - 30 September 2024 - TL 3,855,577) and TL 5,344,941 (1 January - 30 September 2024 - TL 3,105,658) of this amount is related with other commissions.

As of 30 September 2025, other fees and commissions given is TL 13,224,114 (1 January - 30 September 2024 - TL 6,718,631), TL 10,636,943 (1 January - 30 September 2024 - TL 5,231,160) of this amount is related with POS clearing commissions and installation expenses, TL 1,112,637 (1 January - 30 September 2024 - TL 527,783) of this amount is related with fees and commissions paid for credit cards and TL 1,474,534 (1 January - 30 September 2024 - TL 959,688) 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	111,135	199,233	31,373	104,629	1,117	3,505
Balance at end of period	242,386	521,620	64,721	118,886	3,719	116,187
Profit share and commission income	9,376	1,213	6,386	754	252	-

(*) 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	736,761	73,084	29,238	82,280	2,974,543	20,322
Balance at end of period	111,135	199,233	31,373	104,629	1,117	3,505
Profit share and commission income	5,661	956	2,004	612	169	-

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

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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	4,048,835	3,936,961	777,817	502,954	946,678	750,296
Balance at end of period	1,635,873	4,048,835	820,343	777,817	1,566,086	946,678
Profit share and commission income	170,810	93,420	56,744	31,447	786	6,863

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

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	4,668,605	3,758,803	1,459,578	2,361,778	-	-
Balance at end of period	3,653,107	4,668,605	987,810	1,459,578	-	-
Total Profit / (Loss)	(5,871)	(129,171)	(430)	(1,267)	-	-
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	15,194,096	26,557,884	14,649,976	9,195,276	-	-
Balance at end of period	15,297,938	15,194,096	16,841,176	14,649,976	-	-
Profit share expense	610,453	1,896,984	224,000	302,750	-	-

(*) 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

Subordinated (Tier-II) sukuk with a principal amount of USD 350,000,000 (full amount) issued by the Bank on 16 September 2021, USD 35,000,000 (full amount) is owned by Kuwait Finance House.

7.6 Information on remunerations provided to top management

As of 1 January – 30 September 2025, the Bank has paid TL 634,155 to top management (1 January - 30 September 2024- TL 425,415).

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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.

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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 November 2025 is presented preceding the unconsolidated 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 30 September 2025, 57.81% of the Bank's shares are owned by Kuwait Finance House located in Kuwait, 24.49% by T.C. Vakıflar Genel Müdürlüğü, 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.

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1.2 Financial Information Summary

UNCONSOLIDATED BALANCE SHEET (SELECTED ITEMS)	30.09.2025	31.12.2024
CASH BALANCES AND CENTRAL BANK	306,303,466	222,992,725
BANKS	68,121,297	27,042,682
SECURITIES	208,164,257	149,322,481
LOANS AND RECEIVABLES	521,901,461	384,235,553
FINANCE LEASE RECEIVABLES (NET)	66,878,140	50,506,622
EXPECTED LOSS PROVISIONS (-)	16,173,969	12,988,502
TANGIBLE ASSETS (NET)	7,025,130	5,362,430
OTHER ASSETS	55,067,017	25,646,412
TOTAL ASSETS	1,217,286,799	852,120,403
FUND COLLECTED	776,817,980	585,563,913
FUNDS BORROWED	196,599,808	121,920,986
FINANCE LEASE PAYABLES	2,207,015	1,466,023
SUBORDINATED LOANS	14,798,757	14,186,285
OTHER LIABILITIES	118,247,635	46,755,702
EQUITY	108,615,604	82,227,494
TOTAL LIABILITIES	1,217,286,799	852,120,403

UNCONSOLIDATED STATEMENT OF INCOME	30.09.2025	30.09.2024
PROFIT SHARE INCOME	117,503,320	94,594,167
PROFIT SHARE EXPENSE	74,418,402	59,147,391
NET PROFIT SHARE INCOME/EXPENSE	43,084,918	35,446,776
NET FEES AND COMMISSION INCOME/EXPENSE	11,260,810	6,126,151
PERSONNEL EXPENSES	13,385,593	8,413,125
DIVIDEND INCOME	5,308	3,630
NET TRADING PROFIT / LOSS (NET)	13,464,156	3,483,526
OTHER OPERATING INCOME	4,494,674	8,000,521
EXPECTED CREDIT LOSS (-)	8,696,201	3,909,459
OTHER PROVISION EXPENSES (-)	419,107	1,269,188
OTHER OPERATING EXPENSES (-)	11,221,427	7,301,235
PROFIT/ LOSS BEFORE TAX	38,587,538	32,167,597
TAX CHARGE (-)	9,151,619	7,761,726
CURRENT PERIOD PROFIT/LOSSES	29,435,919	24,405,871

RATIOS	30.09.2025	31.12.2024
Total Loans/Total Assets*	48.37%	51.02%
Total Loans/Fund Collected*	75.79%	74.24%
Average Equity Profit **	41.13%	53.23%
Average Assets Profit **	3.79%	4.56%
Capital Adequacy Ratio	22.46%	24.46%

* Finance Lease Receivables is included in total loans.

** Related ratios calculated by included in interim periods' profit amounts to year-end balances.

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1.3 Message from the Chairman

Dear Shareholders,

In the third quarter of 2025, the global growth outlook remained resilient but cautious despite geopolitical tensions and uncertainties in trade policies. According to the OECD's September 2025 Interim Economic Outlook Report, the global growth forecast was revised upwards from 2.9% to 3.2% for 2025 and maintained at 2.9% for 2026. This revision is largely attributable to production and increased trade volume, which have been pushed forward by trade wars. However, downside risks to the global economy, particularly policy uncertainties and trade tensions, have not completely disappeared. In particular, tariffs, which are back on the agenda in trade relations between the US and China, keep the vulnerabilities in supply chains alive, while geopolitical risks continue to put pressure on energy prices.

Economic activity in the United States remained resilient in the third quarter of the year. While negative signals in the labour market increased, inflation also increased. In August, annual inflation rose to 2.9%, while the unemployment rate was announced as 4.3%. At its meeting held on 17 September 2025, the US Federal Reserve (Fed) cut the federal funds rate by 25 basis points to 4.00%-4.25%, thus initiating the long-awaited easing cycle in monetary policy. Fed officials emphasized that a data-driven and cautious approach will be maintained in the upcoming period, while the inflationary effects of tariffs and labour markets will be decisive.

Growth momentum in the Euro Area remained slow, while the slowdown in industrial production and export performance weighed on the economic outlook. Regional inflation stood at 2.2% in September, above the ECB's medium-term target. The ECB kept interest rates unchanged in the third quarter of 2025 and suspended the rate cuts in the first half of the year. Upside risks to inflation expectations necessitate a more cautious approach to monetary easing policies.

While Asian economies continued to contribute to global growth, regional growth expectations were revised upwards. IMF raised its year-end growth forecast for Asia from 4.5% to 5.2%. OECD, on the other hand, raised its year-end growth forecast for China slightly to 4.8% on the back of increased public spending. However, the weak outlook in the real estate sector and the renewed trade tensions with the US keep the downside risks to regional growth alive.

In line with the long-standing disinflationary trend in the Turkish economy, the CBRT took the second step of cautious easing by lowering the policy rate from 43% to 40.50% on 11 September 2025. However, the higher-than-expected increase in September inflation led to a limited rise in annual inflation after a long period of time. The importance of expectations management has increased in order to realise permanent low levels in inflation. On the GDP front, GDP grew by 4.8% in the second quarter of the year, above expectations, thanks to the contribution of private consumption and investments.

Our Bank continued to make strong contributions to the Turkish economy and the participation finance sector as it entered the last quarter of the year; its total funding base increased by 38% compared to the beginning of the year and reached TL 973.4 billion, while the amount of funds disbursed increased by 35% to TL 588.8 billion. Kuveyt Türk increased its net profit by 21% compared to the same period of the previous year to TL 29.4 billion. In addition, the Bank increased its shareholders' equity to TL 108.6 billion and its asset size to TL 1.2 trillion, maintaining its leadership among participation finance institutions in terms of asset size and maintaining its 10th place in the banking sector.

As Kuveyt Türk, we further reinforce our leading position in the sector with our strong technological infrastructure, customer-oriented service approach and uninterrupted support to the real economy. We continue to add value to all our stakeholders with our innovative solutions and sustainable financing products we offer in our digital channels with determination.

Regards,

Hamad Abdulmohsen ALMARZOUQ

Head of the BOD

Kuveyt Türk Katılım Bankası

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1.4 Message from the General Manager

Dear Shareholders,

In the first quarter of 2025, the fight against inflation remained the main focus in the world economy, while the global consensus on geopolitical tensions painted a positive picture. However, the US tariff hikes against China have raised global trade risks again. Although OECD forecasts point to a limited improvement for the year-end, expectations for 2026 suggest that the pressure on global growth will continue. Nevertheless, central banks' determination to fight inflation and the gradual improvement in supply chains keep global financial conditions relatively stable.

Regarding the Turkish economy, the CBRT decided to cut policy rates due to the ongoing disinflation trend in the third quarter of the year. Inflation rates in the last quarter of the year will be closely monitored for the continuation of the disinflation process; especially the trend in core inflation will become a key indicator for interest rate decisions. The above-expected performance of GDP growth indicates the vigour of economic activity. While the unemployment rate remained stable at 8.5% and the idle labour rate fell to 29.1%, signalling a moderate recovery in the labour market, the impact of the tightening on the labour market is expected to continue. Türkiye's current account surplus increased to USD 5.5 billion in August 2025 from USD 4.9 billion in the same month of the previous year.

Under these macroeconomic conditions, in the third quarter of 2025, Kuveyt Türk continued its uninterrupted support to the real sector in line with our mission to contribute to the sustainable development goals of our country. We continued to grow our financial assets steadily thanks to our strong capital structure, high liquidity and effective risk management policies. We further strengthened our technological infrastructure while maintaining our understanding of providing reliable and continuous service to our customers within the framework of interest-free finance principles. We increased our competence in digital banking with our investments in cloud technologies and artificial intelligence-based applications. Thus, we both increased our operational efficiency and improved customer experience.

In the period to come, we will continue to lead the growth of the participation finance ecosystem by maintaining our sustainable profitability and contribute to the real economy with our innovative products and services. We will continue to create added value for our country with our strength in technology and our expert teams. Thanks to our innovative solutions in digital channels and our customer-oriented approach, we will further consolidate our leading position in the sector; we will continue to support projects with high environmental impact with our green financing and sustainable investment products.

I would like to thank our valuable colleagues who contributed to this journey of success with their devoted work and our valuable stakeholders whose support we always feel with us.

Regards,

Ufuk UYAN

General Manager

Kuveyt Türk Katılım Bankası

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

As of 30 September 2025, unconsolidated financial statements asset size is TL 1 trillion 217 billion, amount of the utilization of funds is TL 588 billion 780 million and funds collected amount is TL 776 billion 818 million. Due to the effect of the first nine months of 2025 profit of TL 29 billion 436 million thousand, the ratio of shareholder equity increased 32% by reaching TL 108 billion 616 million. As of 30 September 2025, unconsolidated capital adequacy ratio has been realized as 22.46%.

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

1.6 Announcement Regarding Important Developments within 3 Months

The subordinated additional Tier-I sukuk amounting to USD 50,000,000 (full amount), which the Bank signed with Kuwait Finance House on 28 September 2020, was closed on 29 September 2025.

1.7 Assessment of the Expectations Related to the Subsequent Interim Period

In the third quarter of 2025, with the current tight monetary policy and macroprudential measures continuing to slow domestic demand, annual consumer inflation rose for the first time in a long time, reaching 33.29% as of September. These developments have created an outlook that the Central Bank of the Republic of Türkiye will make more cautious and data-dependent decisions at its future monetary policy meetings. These developments have created an outlook that the Central Bank of the Republic of Türkiye will make more cautious and data-dependent decisions at its future monetary policy meetings. Credit card limits, instalment restrictions, and selective reserve requirements continue to slow domestic demand, while regulatory intensity in the banking sector is expected to continue for the rest of the year. On the GDP side, as indicated by the updated projections in the Medium-Term Program, pressures on economic growth are expected to continue. In the coming period, regulatory intensity alongside continued fiscal discipline, uncertainties regarding wage regulations and exchange rate fluctuations, monetary-fiscal policy coordination, and prudent balance sheet management by banks will be decisive factors in maintaining financial stability.