

ARAP TRK BANKASI ANONİM ŐİRKETİ

**CONSOLIDATED FINANCIAL STATEMENTS
AND RELATED DISCLOSURES AT 31 MARCH 2025
TOGETHER WITH AUDITOR’S REVIEW REPORT**

**(CONVENIENCE TRANSLATION OF CONSOLIDATED FINANCIAL
STATEMENTS AND RELATED DISCLOSURES AND FOOTNOTES
ORIGINALLY ISSUED IN TURKISH)**



AUDITOR'S REVIEW REPORT ON INTERIM FINANCIAL INFORMATION

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

To the General Assembly of Arap Türk Bankası Anonim Şirketi;

Introduction

We have reviewed the consolidated balance sheet of Arap Türk Bankası Anonim Şirketi ("the Bank") and its consolidated subsidiary (collectively referred to as "the Group") at 31 March 2025 and the related consolidated statement of profit or loss, consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in shareholders' equity, consolidated statement of cash flows and a summary of significant accounting policies and other explanatory notes to the consolidated financial statements for the three-month-period then ended. The Bank Management is responsible for the preparation and fair presentation of interim financial information in accordance with the Banking Regulation and Supervision Agency ("BRSA") Accounting and Financial Reporting Legislation which includes "Regulation on Accounting Applications for Banks and Safeguarding of Documents" published in the Official Gazette no.26333 dated 1 November 2006, and other regulations on accounting records of Banks published by Banking Regulation and Supervision Agency and circulars and interpretations published by BRSA and Turkish Accounting Standard 34 "Interim Financial Reporting" for those matters not regulated by the aforementioned regulations. Our responsibility is to express a conclusion on these interim financial information based on our review.

Scope of Review

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



Conclusion

Based on our review nothing has come to our attention that causes us to believe that the accompanying consolidated financial information does not present fairly in all material respects the financial position of Arap Türk Bankası Anonim Şirketi and its consolidated subsidiary at 31 March 2025 and its financial performance and its cash flows for the three-month-period then ended in accordance with the BRSA Accounting and Financial Reporting Legislation.

Report on other regulatory requirements arising from legislation

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

Additional Paragraph for Convenience Translation:

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

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

Özge Arslan Yılmaz, SMMM
Independent Auditor

Istanbul, 9 May 2025

**ARAP TRK BANKASI A.. CONSOLIDATED INTERIM FINANCIAL REPORT
AS OF AND FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2025**

Address of the Bank's Headquarters : Valikonađı Caddesi No:10, 34367 – ŐİŐLİ/İSTANBUL
Telephone and Fax Numbers : Tel : 0 212 225 05 00 Faks: 0 212 225 05 26
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E-mail address of the Bank : corp@atbank.com.tr

The consolidated interim financial report as of and for the three month period ended 31 March 2025 prepared in accordance with the communiqué of “Financial Statements and Related Disclosures and Footnotes to be Announced to Public” by Banks as regulated by Banking Regulation and Supervision Agency, is comprised of the following sections:

- GENERAL INFORMATION ABOUT THE PARENT BANK
- CONSOLIDATED INTERIM FINANCIAL STATEMENTS OF THE PARENT BANK
- EXPLANATIONS ON ACCOUNTING POLICIES APPLIED IN THE RELATED PERIOD
- INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT OF THE CONSOLIDATED GROUP
- DISCLOSURES AND FOOTNOTES RELATED TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS
- INDEPENDENT AUDITOR'S REVIEW REPORT
- INTERIM ACTIVITY REPORT

The subsidiaries, associates and jointly controlled companies included in the consolidated interim financial report are as follows:

	Subsidiaries	Associates	Jointly Controlled Companies
1	A&T Finansal Kiralama A.Ő.	-	-

The consolidated financial statements for the three-month period and related disclosures and footnotes that were subject to limited review, are prepared in accordance with the Regulation on Accounting Applications for Banks and Safeguarding of Documents, Turkish Accounting Standards, Turkish Financial Reporting Standards and the related statements and guidances and in compliance with the financial records of our Bank and, unless stated otherwise, presented in **thousands of Turkish Lira**.

Yasin Öztrk
*Chairman of the Board of
Directors*

Mohamed Milad Ebrayik Hassadi
*Deputy Chairman of The Board
of Directors and Chairman of The
Audit Committee*

Selen Giyim
*Member of The Board of
Directors and The Audit
Committee*

Hseyin Serdar Ycel
*Member of The Board of
Directors and The Audit
Committee*

Wail J. A. Belgasem
General Manager

Salih Hatipođlu
*Assistant General Manager
Responsible For Financial Reporting*

Cem Berk Bayer
Group Manager

Contact information of the personnel for addressing questions regarding this financial report

Name / Title: Utku Çelik /Unit Manager

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

SECTION ONE**GENERAL INFORMATION ABOUT THE PARENT BANK****I. THE PARENT BANK’S DATE OF ESTABLISHMENT, BEGINNING STATUTE, ITS HISTORY REGARDING CHANGES ON ITS STATUTE**

Arap Türk Bankası Anonim Şirketi (“the Bank” or “the Parent Bank”) has been established in 1977 as a joint stock entity in accordance with an agreement signed on 11 August 1975 between the Republic of Türkiye and the Libyan Arab Republic. The duration of the Bank is 50 years from the commencement of the Agreement. This period shall be renewable automatically unless agreed otherwise by an Extraordinary General Meeting held at least one year prior to expiration.

In accordance with the Articles of Association, the Board of Directors shall elect a Chairman among its Turkish members and a Deputy Chairman among its Arab members. The General Manager shall always be nominated by Libyan Foreign Bank assigned by the Board.

II. THE PARENT BANK’S SHARE CAPITAL STRUCTURE, SHAREHOLDERS DIRECTLY OR INDIRECTLY, ALONE OR TOGETHER HOLDING THE MANAGEMENT AND CONTROL OF THE BANK, RELATED CHANGES WITHIN THE YEAR AND INFORMATION ABOUT THE BANK’S GROUP

The Parent Bank is a foreign bank status incorporated in Türkiye. The main shareholder Libyan Foreign Bank is 100% owned by Central Bank of Libya. The main shareholder Libyan Foreign Bank has financial investments in various countries.

The shareholder’s other qualified shares are Türkiye İş Bankası A.Ş. and T.C. Ziraat Bankası A.Ş.

The decision to increase the capital of Ana Ortaklık Bank to 2,580,000 TL was approved at the Extraordinary General Assembly meeting held on December 4, 2024. The capital increase and the related amendment to the Articles of Association were registered on February 18, 2025, and published in the Turkish Trade Registry Gazette on February 18, 2025, with issue number 11274. The accounting for the capital increase was carried out on February 18, 2025, based on the approval obtained from the Banking Regulation and Supervision Agency (BDDK).

As of 31 March 2025, the Parent Bank’s share capital at the balance sheet date as follows:

Shareholders	Current Period		Prior Period	
	Share Amounts	Share Percentages ⁽¹⁾	Share Amounts	Share Percentages ⁽¹⁾
Libyan Foreign Bank	1,626,491	63.04%	274,426	62.37%
T. İş Bankası A.Ş.	530,857	20.58%	90,534	20.58%
T.C. Ziraat Bankası A.Ş.	398,143	15.43%	67,900	15.43%
Kuwait Investment Co.	24,509	0.95%	7,140	1.62%
Total	2,580,000	100%	440,000	100%

(1) Emek İnşaat ve İşletme A.Ş. has 0,0000014 % share in the paid capital by TL 36.25 (full digit in TL) (31 December 2024: 0,0000014 % share and TL 6.20 (full digit in TL)).

(2) In the extraordinary general assembly meeting of the Bank held on March 4, 2025, it has been decided to increase the paid-in capital by TL 641,000 and the legal process is ongoing.

ARAP TÜRK BANKASI A.Ş.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

GENERAL INFORMATION ABOUT THE PARENT BANK (Continued)

III. INFORMATION ABOUT THE PARENT BANK'S CHAIRMAN AND MEMBERS OF BOARD OF DIRECTORS, MEMBERS OF AUDIT COMMITTEE, GENERAL MANAGER AND ASSISTANT GENERAL MANAGERS AND THEIR QUALIFICATIONS, RELATED CHANGES WITHIN THE YEAR AND THEIR SHARES AT THE BANK

Chairmen of the Board of Directors and Board Members

Name	Job Title - Description
Yasin Öztürk	Chairman of the Board of Directors
Mohamed Milad Ebrayik Hassadi	Deputy Chairman of the Board of Directors and Chairman of Audit Committee
Wail J. A. Belgasem	Member of the Board of Directors and General Manager
Selen Giyim	Member of the Board of Directors and Audit Committee
İmge Hilal Soyluoğlu Canlı	Member of the Board of Directors
Hüseyin Serdar Yücel	Member of the Board of Directors
Nouri Ali Mohamed Aboflega	Member of the Board of Directors
Abdalkhalig Mohamed M. Ibrahi	Member of the Board of Directors

Abdulkhalek Hussein Ergei resigned from his position on March 25, 2025. Abdalkhalig Mohamed M. Ibrahim started his position on January 16, 2025.

General Manager and Deputies

Name	Job Title – Description
Wail J. A. Belgasem	Member of the Board of Directors and General Manager
Salih Hatipoğlu ⁽²⁾	Assistant General Manager - Financial Management, IT Support Services Division
Zafer Basri Yüksel ⁽¹⁾	Assistant General Manager - Treasury, Financial Institutions, Sales Marketing and Operations Division

⁽¹⁾ started on March 17, 2025.

⁽²⁾ resigned from his position on May 2, 2025.

Members of the board and top-level managers do not possess any share in the Bank.

IV. INFORMATION ON PEOPLE AND ENTITIES WHO HAVE QUALIFIED SHARE IN THE PARENT BANK

Name Surname/Entity Title	Share Amount	Share Percentage %	Paid-in Capital	Unpaid Capital
Libyan Foreign Bank	1,626,491	63.04%	1,626,491	-
T. İş Bankası A.Ş.	530,857	20.58%	530,857	-
T.C. Ziraat Bankası A.Ş.	398,143	15.43%	398,143	-

V. INFORMATION ABOUT THE SERVICES AND NATURE OF ACTIVITIES OF THE PARENT BANK

The Parent Bank was established to incorporate commercial activities among Türkiye, Middle East and North African countries. The Bank is authorized to collect deposits and operates in corporate banking areas.

The Bank has seven branches; three in Istanbul, one in Ankara, one in Kayseri, one in Konya and one in Gaziantep and has share participations in a subsidiary operating in financial leasing business.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

GENERAL INFORMATION ABOUT THE PARENT BANK (Continued)

VI. DIFFERENCES BETWEEN THE COMMUNIQUE ON PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS OF BANKS AND TURKISH ACCOUNTING STANDARDS AND SHORT EXPLANATION ABOUT THE ENTITIES SUBJECT TO FULL CONSOLIDATION OR PROPORTIONAL CONSOLIDATION AND ENTITIES WHICH ARE DEDUCTED FROM EQUITY OR ENTITIES WHICH ARE NOT INCLUDED IN THESE THREE METHODS

There is no difference for the Parent Bank between the consolidation process according to the Turkish Accounting Standards and the Communiqué of the Preparation of Consolidated Financial Statements of Banks in Türkiye.

VII. THE EXISTING OR POTENTIAL, ACTUAL OR LEGAL OBSTACLES ON THE TRANSFER OF SHAREHOLDERS’ EQUITY BETWEEN THE PARENT BANK AND ITS SUBSIDIARIES OR THE REIMBURSEMENT OF LIABILITIES

None.

SECTION TWO

CONSOLIDATED FINANCIAL STATEMENTS

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- III. CONSOLIDATED OFF-BALANCE SHEET COMMITMENTS
- IV. CONSOLIDATED STATEMENT OF PROFIT OR LOSS
- V. CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
- VI. CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
- VII. CONSOLIDATED STATEMENT OF CASH FLOWS

ARAP TÜRK BANKASI A.Ş.

CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION) AS OF 31 MARCH 2025

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

I- BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)		Note (Section 5)	CURRENT PERIOD 31.03.2025			PRIOR PERIOD 31.12.2024		
ASSETS			TL	FC	TOTAL	TL	FC	TOTAL
I.	FINANCIAL ASSETS (Net)		1,147,230	7,425,004	8,572,234	518,649	7,488,699	8,007,348
1.1	Cash and Cash Equivalents	(1)	696,154	6,846,354	7,542,508	189,393	6,894,898	7,084,291
1.1.1	Cash and Balances with Central Bank		67,412	4,266,304	4,333,716	10,474	4,122,804	4,133,278
1.1.2	Banks	(4)	98,733	2,580,072	2,678,805	111,586	2,772,104	2,883,690
1.1.3	Money Markets		532,700	-	532,700	70,092	-	70,092
1.1.4	Expected Credit Loss (-)		2,691	22	2,713	2,759	10	2,769
1.2	Financial Assets Measured at Fair Value Through Profit or Loss	(2)	-	-	-	-	-	-
1.2.1	Government Securities		-	-	-	-	-	-
1.2.2	Equity Securities		-	-	-	-	-	-
1.2.3	Other Financial Assets		-	-	-	-	-	-
1.3	Financial Assets Measured at Fair Value Through Other Comprehensive Income	(5)	451,076	578,650	1,029,726	329,256	593,801	923,057
1.3.1	Government Securities		450,852	538,363	989,215	329,032	555,529	884,561
1.3.2	Equity Securities		224	2,355	2,579	224	2,170	2,394
1.3.3	Other Financial Assets		-	37,932	37,932	-	36,102	36,102
1.4	Derivative Financial Assets		-	-	-	-	-	-
1.4.1	Derivative Financial Assets Measured at Fair Value Through Profit or Loss		-	-	-	-	-	-
1.4.2	Derivative Financial Assets Measured at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
II.	FINANCIAL ASSETS MEASURED AT AMORTISED COST (Net)		2,098,258	10,133,662	12,231,920	1,093,822	9,303,491	10,397,313
2.1	Loans	(6)	1,894,724	5,970,428	7,865,152	952,182	4,878,693	5,830,875
2.2	Lease Receivables	(11)	117,722	1,394,484	1,512,206	134,497	1,301,430	1,435,927
2.3	Factoring Receivables		-	-	-	-	-	-
2.4	Other Financial Assets Measured at Amortised Cost	(7)	158,009	2,774,393	2,932,402	44,086	3,128,476	3,172,562
2.4.1	Government Securities		158,009	2,524,040	2,682,049	44,086	2,892,450	2,936,536
2.4.2	Other Financial Assets		-	250,353	250,353	-	236,026	236,026
2.5	Expected Credit Loss (-)	(5)	72,197	5,643	77,840	36,943	5,108	42,051
III.	ASSETS HELD FOR SALE PURPOSE AND RELATED TO DISCONTINUED OPERATIONS (Net)	(15)	-	-	-	-	-	-
3.1	Held for Sale Purpose		-	-	-	-	-	-
3.2	Related to Discontinued Operations		-	-	-	-	-	-
IV.	EQUITY INVESTMENTS		-	-	-	-	-	-
4.1	Associations (Net)	(8)	-	-	-	-	-	-
4.1.1	Associates Accounted Based on Equity Method		-	-	-	-	-	-
4.1.2	Unconsolidated Financial Subsidiaries		-	-	-	-	-	-
4.2	Subsidiaries (Net)	(9)	-	-	-	-	-	-
4.2.1	Unconsolidated Financial Subsidiaries		-	-	-	-	-	-
4.2.2	Unconsolidated Non-Financial Subsidiaries		-	-	-	-	-	-
4.3	Joint Ventures (Net)	(10)	-	-	-	-	-	-
4.3.1	Joint Ventures Accounted Based on Equity Method		-	-	-	-	-	-
4.3.2	Unconsolidated Joint Ventures		-	-	-	-	-	-
V.	TANGIBLE ASSETS (Net)		1,456,469	-	1,456,469	1,441,993	-	1,441,993
VI.	INTANGIBLE ASSETS (Net)		15,909	-	15,909	16,257	-	16,257
6.1	Goodwill		-	-	-	-	-	-
6.2	Other		15,909	-	15,909	16,257	-	16,257
VII.	INVESTMENT PROPERTY (Net)	(13)	-	-	-	-	-	-
VIII.	CURRENT TAX ASSET	(14)	-	-	-	-	-	-
IX.	DEFERRED TAX ASSET	(14)	3,945	-	3,945	2,296	-	2,296
X.	OTHER ASSETS (Net)	(16)	89,399	351,457	440,856	109,244	81,102	190,346
TOTAL ASSETS			4,811,210	17,910,123	22,721,333	3,182,261	16,873,292	20,055,553

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

ARAP TÜRK BANKASI A.Ş.

CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION) AS OF 31 MARCH 2025

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

II- BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)		CURRENT PERIOD 31.03.2025			PRIOR PERIOD 31.12.2024		
LIABILITIES	Note	TL	FC	TOTAL	TL	FC	TOTAL
I. DEPOSITS	(1)	98,413	11,171,350	11,269,763	150,268	10,321,863	10,472,131
II. FUNDS BORROWED	(3)	27,143	6,329,033	6,356,176	33,505	6,108,716	6,142,221
III. MONEY MARKETS		-	-	-	-	-	-
IV. SECURITIES ISSUED (Net)		-	-	-	-	-	-
4.1 Bills		-	-	-	-	-	-
4.2 Asset Backed Securities		-	-	-	-	-	-
4.3 Bonds		-	-	-	-	-	-
V. FUNDS		-	-	-	-	-	-
5.1 Borrower Funds		-	-	-	-	-	-
5.2 Other		-	-	-	-	-	-
VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		-	-	-	-	-	-
VII. DERIVATIVE FINANCIAL LIABILITIES		-	48	48	-	55	55
7.1 Derivative Financial Liabilities at Fair Value Through Profit or Loss		-	48	48	-	55	55
7.2 Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
VIII. FACTORING LIABILITIES		-	-	-	-	-	-
IX. LEASE LIABILITIES (Net)	(5)	3,741	854	4,595	1,344	881	2,225
X. PROVISIONS	(7)	212,327	25,974	238,301	179,095	24,187	203,282
10.1 Restructuring Provisions		-	-	-	-	-	-
10.2 Reserve for Employee Benefits		137,502	-	137,502	114,820	-	114,820
10.3 Insurance Technical Provisions (Net)		-	-	-	-	-	-
10.4 Other Provisions		74,825	25,974	100,799	64,275	24,187	88,462
XI. CURRENT TAX LIABILITY	(8)	136,344	-	136,344	72,968	-	72,968
XII. DEFERRED TAX LIABILITY		71,035	-	71,035	90,715	-	90,715
XIII. LIABILITIES FOR ASSETS HELD FOR SALE AND RELATED TO DISCONTINUED OPERATIONS (Net)		-	-	-	-	-	-
13.1 Held for Sale Purpose		-	-	-	-	-	-
13.2 Related to Discontinued Operations		-	-	-	-	-	-
XIV. SUBORDINATED DEBT INSTRUMENTS		-	-	-	-	-	-
14.1 Loans		-	-	-	-	-	-
14.2 Other Debt Instruments		-	-	-	-	-	-
XV. OTHER LIABILITIES	(4)	498,478	312,468	810,946	91,970	283,406	375,376
XVI. SHAREHOLDERS' EQUITY	(9)	3,832,570	1,555	3,834,125	2,694,829	1,751	2,696,580
16.1 Paid-in capital		2,580,000	-	2,580,000	440,000	-	440,000
16.2 Capital Reserves		-	-	-	-	-	-
16.2.1 Share Premium		-	-	-	-	-	-
16.2.2 Share Cancellation Profits		-	-	-	-	-	-
16.2.3 Other Capital Reserves		-	-	-	-	-	-
16.3 Accumulated Other Comprehensive Income or Loss that will not be Reclassified to Profit or Loss		1,029,335	-	1,029,335	1,029,335	-	1,029,335
16.4 Accumulated Other Comprehensive Income or Loss that will be Reclassified to Profit or Loss		(140,175)	1,555	(138,620)	(143,054)	1,751	(141,303)
16.5 Profit Reserves		89,560	-	89,560	79,232	-	79,232
16.5.1 Legal Reserves		89,559	-	89,559	79,231	-	79,231
16.5.2 Status Reserves		-	-	-	-	-	-
16.5.3 Extraordinary Reserves		1	-	1	1	-	1
16.5.4 Other Profit Reserves		-	-	-	-	-	-
16.6 Profit or (Loss)		273,850	-	273,850	1,289,316	-	1,289,316
16.6.1 Prior Periods' Profit or (Loss)		208,693	-	208,693	1,090,762	-	1,090,762
16.6.2 Current Period Profit or (Loss)		65,157	-	65,157	198,554	-	198,554
16.7 Minority Shares		-	-	-	-	-	-
TOTAL LIABILITIES		4,880,051	17,841,282	22,721,333	3,314,694	16,740,859	20,055,553

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

ARAP TÜRK BANKASI A.Ş.

CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET COMMITMENTS AS OF 31 MARCH 2025

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

III-OFF-BALANCE SHEET COMMITMENTS (I-II+III)	Note	CURRENT PERIOD 31 March 2025			PRIOR PERIOD 31 December 2024		
		TL	FC	Total	TL	FC	Total
A. OFF-BALANCE SHEET COMMITMENTS (I-II+III)		1,637,932	16,775,476	18,413,408	1,102,370	15,459,337	16,561,707
I. GUARANTEES AND WARRANTIES	(2)	1,630,202	16,362,357	17,992,559	1,093,862	15,203,695	16,297,557
1.1 Letters of Guarantee		1,630,202	10,993,089	12,623,291	1,093,862	10,332,269	11,426,131
1.1.1 Guarantees Subject to State Tender Law		55,660	-	55,660	81,714	239	81,953
1.1.2 Guarantees Given for Foreign Trade Operations		9,409	10,778,896	10,788,305	10,762	10,129,605	10,140,367
1.1.3 Other Letters of Guarantee		1,565,133	214,193	1,779,326	1,001,386	202,425	1,203,811
1.2 Bank Acceptances		-	-	-	-	-	-
1.2.1 Import Letter of Acceptance		-	-	-	-	-	-
1.2.2 Other Bank Acceptances		-	-	-	-	-	-
1.3 Letters of Credit		-	5,369,268	5,369,268	-	4,871,426	4,871,426
1.3.1 Documentary Letters of Credit		-	-	-	-	-	-
1.3.2 Other Letters of Credit		-	5,369,268	5,369,268	-	4,871,426	4,871,426
1.4 Prefinancing Given as Guarantee		-	-	-	-	-	-
1.5 Endorsements		-	-	-	-	-	-
1.5.1 Endorsements to the Central Bank of the Republic of Türkiye		-	-	-	-	-	-
1.5.2 Other Endorsements		-	-	-	-	-	-
1.6 Purchase Guarantees on Marketable Security Issuance		-	-	-	-	-	-
1.7 Factoring Guarantees		-	-	-	-	-	-
1.8 Other Guarantees		-	-	-	-	-	-
1.9 Other Collaterals		-	-	-	-	-	-
II. COMMITMENTS	(1)	7,730	384,292	392,022	8,508	224,355	232,863
2.1 Irrevocable Commitments		1,240	37,879	39,119	908	5,748	6,656
2.1.1 Asset Purchase and Sale Commitments		-	-	-	-	-	-
2.1.2 Deposit Purchase and Sales Commitments		-	-	-	-	-	-
2.1.3 Share Capital Commitments to Associates and Subsidiaries		-	-	-	-	-	-
2.1.4 Loan Granting Commitments		-	-	-	-	-	-
2.1.5 Securities Issue Brokerage Commitments		-	-	-	-	-	-
2.1.6 Commitments for Reserve Deposit Requirements		-	-	-	-	-	-
2.1.7 Commitments for Cheques		1,240	-	1,240	908	-	908
2.1.8 Tax and Fund Liabilities from Export Commitments		-	-	-	-	-	-
2.1.9 Commitments for Credit Card Limits		-	-	-	-	-	-
2.1.10 Commitments for Credit Cards and Banking Services Promotions		-	-	-	-	-	-
2.1.11 Receivables from Short Sale Commitments of Marketable Securities		-	-	-	-	-	-
2.1.12 Payables for Short Sale Commitments of Marketable Securities		-	-	-	-	-	-
2.1.13 Other Irrevocable Commitments		-	37,879	37,879	-	5,748	5,748
2.2 Revocable Commitments		6,490	346,413	352,903	7,600	218,607	226,207
2.2.1 Revocable Loan Granting Commitments		-	-	-	-	-	-
2.2.2 Other Revocable Commitments		6,490	346,413	352,903	7,600	218,607	226,207
III. DERIVATIVE FINANCIAL INSTRUMENTS		-	28,827	28,827	-	31,287	31,287
3.1 Hedging Derivative Financial Instruments		-	-	-	-	-	-
3.1.1 Transactions for Fair Value Hedge		-	-	-	-	-	-
3.1.2 Transactions for Cash Flow Hedge		-	-	-	-	-	-
3.1.3 Transactions for Foreign Net Investment Hedge		-	-	-	-	-	-
3.2 Trading Transactions		-	28,827	28,827	-	31,287	31,287
3.2.1 Forward Foreign Currency Buy/Sell Transactions		-	-	-	-	-	-
3.2.1.1 Forward Foreign Currency Transactions-Buy		-	-	-	-	-	-
3.2.1.2 Forward Foreign Currency Transactions-Sell		-	-	-	-	-	-
3.2.2 Swap Transactions Related to Foreign Currency and Interest Rates		-	28,827	28,827	-	31,287	31,287
3.2.2.1 Foreign Currency Swap-Buy		-	14,566	14,566	-	15,498	15,498
3.2.2.2 Foreign Currency Swap-Sell		-	14,261	14,261	-	15,789	15,789
3.2.2.3 Interest Rate Swap-Buy		-	-	-	-	-	-
3.2.2.4 Interest Rate Swap-Sell		-	-	-	-	-	-
3.2.3 Foreign Currency, Interest rate and Securities Options		-	-	-	-	-	-
3.2.3.1 Foreign Currency Options-Buy		-	-	-	-	-	-
3.2.3.2 Foreign Currency Options-Sell		-	-	-	-	-	-
3.2.3.3 Interest Rate Options-Buy		-	-	-	-	-	-
3.2.3.4 Interest Rate Options-Sell		-	-	-	-	-	-
3.2.3.5 Securities Options-Buy		-	-	-	-	-	-
3.2.3.6 Securities Options-Sell		-	-	-	-	-	-
3.2.4 Foreign Currency Futures		-	-	-	-	-	-
3.2.4.1 Foreign Currency Futures-Buy		-	-	-	-	-	-
3.2.4.2 Foreign Currency Futures-Sell		-	-	-	-	-	-
3.2.5 Interest Rate Futures		-	-	-	-	-	-
3.2.5.1 Interest Rate Futures-Buy		-	-	-	-	-	-
3.2.5.2 Interest Rate Futures-Sell		-	-	-	-	-	-
3.2.6 Other		-	-	-	-	-	-
B. CUSTODY AND PLEDGES RECEIVED (IV+V+VI)		3,421,964	18,482,544	21,904,508	2,926,733	17,103,414	20,030,147
IV. ITEMS HELD IN CUSTODY		11,059	-	11,059	5,981	-	5,981
4.1 Customer Fund and Portfolio Balances		-	-	-	-	-	-
4.2 Investment Securities Held in Custody		-	-	-	-	-	-
4.3 Checks Received for Collection		11,059	-	11,059	5,981	-	5,981
4.4 Commercial Notes Received for Collection		-	-	-	-	-	-
4.5 Other Assets Received for Collection		-	-	-	-	-	-
4.6 Assets Received for Public Offering		-	-	-	-	-	-
4.7 Other Items Under Custody		-	-	-	-	-	-
4.8 Custodians		-	-	-	-	-	-
V. PLEDGES RECEIVED		3,410,905	18,482,544	21,893,449	2,920,752	17,103,414	20,024,166
5.1 Marketable Securities		-	-	-	-	-	-
5.2 Guarantee Notes		16,820	807,554	824,374	16,820	841,211	858,031
5.3 Commodity		-	-	-	-	-	-
5.4 Warranty		-	-	-	-	-	-
5.5 Immovable		106,394	913,928	1,020,322	106,394	853,783	960,177
5.6 Other Pledged Items		3,287,691	16,761,062	20,048,753	2,797,538	15,408,420	18,205,958
5.7 Pledged Items-Depository		-	-	-	-	-	-
VI. ACCEPTED INDEPENDENT GUARANTEES AND WARRANTIES		-	-	-	-	-	-
TOTAL OFF-BALANCE SHEET COMMITMENTS (A+B)		5,059,896	35,258,020	40,317,916	4,029,103	32,562,751	36,591,854

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

ARAP TÜRK BANKASI A.Ş.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE PERIOD ENDED 31 MARCH 2025

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

IV. STATEMENT OF PROFIT OR LOSS		THOUSANDS OF TURKISH LIRA (TL)	
		CURRENT PERIOD	PRIOR PERIOD
	Note	(01/01/2025-31/03/2025)	(01/01/2024-31/03/2024)
I. INTEREST INCOME	(1)	461,010	300,984
1.1 Interest on Loans		243,103	138,448
1.2 Interest on Reserve Requirements		3,285	899
1.3 Interest on Banks		27,934	22,399
1.4 Interest on Money Market Transactions		60,822	5,263
1.5 Interest on Marketable Securities Portfolio		76,495	95,307
1.5.1 Fair Value Through Profit or Loss		-	-
1.5.2 Fair Value Through Other Comprehensive Income		27,411	35,564
1.5.3 Measured at Amortised Cost		49,084	59,743
1.6 Financial Lease Income		48,778	38,604
1.7 Other Interest Income		593	64
II. INTEREST EXPENSE (-)	(2)	99,239	112,725
2.1 Interest on Deposits		18,363	29,713
2.2 Interest on Funds Borrowed		80,876	83,012
2.3 Interest Expense on Money Market Transactions		-	-
2.4 Interest on Securities Issued		-	-
2.5 Measured at Amortised Expense		-	-
2.6 Other Interest Expenses		-	-
III. NET INTEREST INCOME (I - II)		361,771	188,259
IV. NET FEES AND COMMISSIONS INCOME		78,754	43,945
4.1 Fees and Commissions Received		84,320	50,828
4.1.1 Non-cash Loans		13,460	10,906
4.1.2 Other	(11)	70,860	39,922
4.2 Fees and Commissions Paid		5,566	6,883
4.2.1 Non-cash Loans		22	10
4.2.2 Other		5,544	6,873
V. DIVIDEND INCOME		-	-
VI. TRADING INCOME /(LOSS) (Net)	(3)	25,075	39,748
6.1 Trading Gains / (Losses) on Securities		-	35,747
6.2 Gains / (Losses) on Derivative Financial Transactions		(105)	(77)
6.3 Foreign Exchange Gains / (Losses)		25,180	4,078
VII. OTHER OPERATING INCOME	(4)	10,570	20,960
VIII. GROSS OPERATING INCOME (III+IV+V+VI+VII+VIII)		476,170	292,912
IX. EXPECTED CREDIT LOSS (-)	(5)	48,680	504
X. OTHER PROVISION EXPENSE (-)	(6)	11,187	9,636
XI. PERSONNEL EXPENSE (-)		215,469	155,505
XII. OTHER OPERATING EXPENSES (-)	(7)	113,883	86,362
XIII. NET OPERATING INCOME/(LOSS) (VIII-IX-X)		86,951	40,905
XIV. EXCESS AMOUNT RECORDED AS INCOME AFTER MERGER INCOME/(LOSS) FROM INVESTMENTS IN SUBSIDIARIES CONSOLIDATED BASED ON EQUITY METHOD		-	-
XV. INCOME/(LOSS) ON NET MONETARY POSITION	(8)	86,951	40,905
XVII. PROFIT/LOSS BEFORE TAX FROM CONTINUED OPERATIONS (XII+...+XV)		(21,794)	(3,812)
XVIII. TAX PROVISION FOR CONTINUED OPERATIONS (±)		(44,262)	(8,137)
18.1 Current Tax Provision		31,328	36,420
18.2 Deferred Tax Income Effect (+)		53,796	40,745
18.3 Deferred Tax Expense Effect (-)	(9)	65,157	37,093
XIX. CURRENT PERIOD PROFIT/LOSS FROM CONTINUED OPERATIONS (XVI±XVII)		-	-
XX. INCOME FROM DISCONTINUED OPERATIONS		-	-
20.1 Income from Non-current Assets Held for Sale		-	-
20.2 Profit from Sales of Associates, Subsidiaries and Joint Ventures		-	-
20.3 Income from Other Discontinued Operations		-	-
XXI. EXPENSES FOR DISCONTINUED OPERATIONS (-)		-	-
21.1 Expenses for Non-current Assets Held for Sale		-	-
21.2 Loss from Sales of Associates, Subsidiaries and Joint Ventures		-	-
21.3 Expenses for Other Discontinued Operations		-	-
XXII. PROFIT/LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS (XIX-XX)		-	-
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 (XXI±XXII)		-	-
XXV. NET PROFIT/(LOSS) (XVIII+XXIII)	(10)	65,157	37,093
25.1 Group Profit (Loss)		65,157	37,093
25.2 Minority shares Profit (Loss)		-	-
Earning/(Loss) per share (in TL full)		0.0003	0.0008

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

ARAP TÜRK BANKASI A.Ş.**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2025**

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

V.-STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME		Current Period	Prior Period
		1 January- 31 March 2025	1 January- 30 March 2024
I. CURRENT PERIOD PROFIT/LOSS		65,157	37,093
II. OTHER COMPREHENSIVE INCOME		2,683	(45,544)
2.1 Other Comprehensive Income That will Not Be Reclassified To Profit or Loss		-	-
2.1.1 Tangible Assets Revaluation Increase/Decrease		-	-
2.1.2 Intangible Assets Revaluation Increase/Decrease		-	-
2.1.3 Defined Benefit Pension Plan Remeasurement Gain/Loss		-	-
2.1.4 Other Comprehensive Income Items Not Reclassified Through Profit or Loss		-	-
2.1.5 Tax Related Other Comprehensive Income Items Not Reclassified Through Profit or Loss		-	-
2.2 Reclassified to Profit or Loss		2,683	(45,544)
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		3,822	(64,815)
2.2.3 Gains/Loses from Cash Flow Hedges		-	-
2.2.4 Hedge Income/Expense from Hedge of Investment in Foreign Operation		-	-
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		(1,139)	19,271
III. TOTAL COMPREHENSIVE INCOME (I+II)		67,840	(8,451)

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

ARAP TÜRK BANKASI A.Ş.

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE PERIOD ENDED 31 MARCH 2025

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

VI. - STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY	Paid-in Capital	Share Premiums	Gain on cancellation of share certificates	Other Capital Reserves	Not to be Reclassified to Profit or Loss Accumulated Other Comprehensive Income and Expenses			To be Reclassified to Profit or Loss Accumulated Other Comprehensive Income and Expenses			Profit Reserves	Prior Period Profit/ (Loss)	Net Profit or Loss for the Period	Total Equity Excluding Minority Interests	Minority Interests	Total Equity
					1	2	3	4	5	6						
CURRENT PERIOD 31 March 2025																
I. Prior Period End Balance	440,000	-	-	-	1,047,667	(18,332)	-	-	(141,303)	-	79,232	1,090,762	198,554	2,696,580	-	2,696,580
II. Adjustments in accordance with TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effect of Correction of Errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effect of Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. New Balance (I+II)	440,000	-	-	-	1,047,667	(18,332)	-	-	(141,303)	-	79,232	1,090,762	198,554	2,696,580	-	2,696,580
IV. Total Comprehensive Income	-	-	-	-	-	-	-	-	2,683	-	-	-	65,157	67,840	-	67,840
V. Capital Increase Realised in Cash	1,069,705	-	-	-	-	-	-	-	-	-	-	-	-	1,069,705	-	1,069,705
VI. Capital Increase Realised from Internal Resources	1,070,295	-	-	-	-	-	-	-	-	-	-	(1,070,295)	-	-	-	-
VII. Inflation Adjustment to Paid-in Capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Increase / Decrease Due to Other Changes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	10,328	188,226	(198,554)	-	-	-
11.1 Dividends Distributed	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2 Amounts Transferred to Reserves	-	-	-	-	-	-	-	-	-	-	10,328	188,226	(198,554)	-	-	-
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance at the end of the period (III+IV+.....+X+XI)	2,580,000	-	-	-	1,047,667	(18,332)	-	-	(138,620)	-	89,559	208,693	65,157	3,834,125	-	3,834,125

1. Increases and decreases in Tangible and Intangible Assets Revaluation Reserve,
2. Accumulated Gains / Losses on Remeasurements of Defined Benefit Plans
3. Other (Other Comprehensive Income of Associates and Joint Ventures Accounted for Using Equity Method that will not be Reclassified to Profit or Loss and Other Accumulated Amounts of Not Reclassified Through Profit or Loss Differences on Translation)
4. Exchange Differences on Translation,,
5. Accumulated gains (losses) due to revaluation and/or reclassification of financial assets at fair value through other comprehensive income
6. Other (Accumulated Gains or Losses on Cash Flow Hedges, Other Comprehensive Income of Associates and Joint Ventures Accounted for Using Equity Method that will be Reclassified to Profit or Loss and Other Accumulated Amounts of Reclassified Through Profit or Loss

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

ARAP TÜRK BANKASI A.Ş.

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE PERIOD ENDED 31 MARCH 2025

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

VI. - STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY	Paid-in Capital	Share Premiums	Gain on cancellation of share certificates	Other Capital Reserves	Not to be Reclassified to Profit or Loss Accumulated Other Comprehensive Income and Expenses			To be Reclassified to Profit or Loss Accumulated Other Comprehensive Income and Expenses			Profit Reserves	Prior Period Profit/(Loss)	Net Profit or Loss for the Period	Total Equity Excluding Minority Interests	Minority Interests	Total Equity
					1	2	3	4	5	6						
PRIOR PERIOD 31 March 2024																
I. Prior Period End Balance	440,000	-	-	-	700,283	(15,546)	-	-	(92,994)	-	70,425	936,917	162,652	2,201,737	-	2,201,737
II. Adjustments in accordance with TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effect of Correction of Errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effect of Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. New Balance (I+II)	440,000	-	-	-	700,283	(15,546)	-	-	(92,994)	-	70,425	936,917	162,652	2,201,737	-	2,201,737
IV. Total Comprehensive Income	-	-	-	-	-	-	-	-	(45,544)	-	-	-	37,093	(8,451)	-	(8,451)
V. Capital Increase Realised in Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Capital Increase Realised from Internal Resources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Inflation Adjustment to Paid-in Capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Increase / Decrease Due to Other Changes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	7,833	154,819	(162,652)	-	-	-
11.1 Dividends Distributed	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2 Amounts Transferred to Reserves	-	-	-	-	-	-	-	-	-	-	7,833	154,819	(162,652)	-	-	-
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance at the end of the period (III+IV+.....+X+XI)	440,000	-	-	-	700,283	(15,546)	-	-	(138,538)	-	78,258	1,091,736	37,093	2,193,286	-	2,193,286

- Increases and decreases in Tangible and Intangible Assets Revaluation Reserve,
- Accumulated Gains / Losses on Remeasurements of Defined Benefit Plans
- Other (Other Comprehensive Income of Associates and Joint Ventures Accounted for Using Equity Method that will not be Reclassified to Profit or Loss and Other Accumulated Amounts of Not Reclassified Through Profit or Loss Differences on Translation)
- Exchange Differences on Translation,
- Accumulated gains (losses) due to revaluation and/or reclassification of financial assets at fair value through other comprehensive income
- Other (Accumulated Gains or Losses on Cash Flow Hedges, Other Comprehensive Income of Associates and Joint Ventures Accounted for Using Equity Method that will be Reclassified to Profit or Loss and Other Accumulated Amounts of Reclassified Through Profit or Loss)

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

ARAP TÜRK BANKASI A.Ş.

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2025

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

	Note	THOUSANDS OF TURKISH LIRA (TL)	
		CURRENT PERIOD	PRIOR PERIOD
		(01/01/2025-31/03/2025)	(01/01/2024-31/03/2024)
A. CASH FLOWS FROM BANKING OPERATIONS			
1.1 Operating Profit Before Changes in Operating Assets and Liabilities		540,558	38,988
1.1.1 Interest Received		573,089	331,702
1.1.2 Interest Paid		(48,226)	(89,643)
1.1.3 Dividend Received		-	-
1.1.4 Fees and Commissions Received		84,320	50,828
1.1.5 Other Income		37,440	62,732
1.1.6 Collections from Previously Written-off Loans and Other Receivables		-	16
1.1.7 Payments to Personnel and Service Suppliers		(273,690)	(199,176)
1.1.8 Taxes Paid		(21,794)	(23,613)
1.1.9 Other		189,419	(93,858)
1.2 Changes in Operating Assets and Liabilities		(3,073,716)	44,307
1.2.1 Net Increase/Decrease in Financial Assets at Fair Value Through Profit or Loss		-	33,040
1.2.2 Net (increase) / decrease in due from banks and other financial institutions		-	-
1.2.3 Net (increase) / decrease in loans		(1,691,107)	(81,271)
1.2.4 Net (increase) / decrease in other assets		(739,225)	(133,033)
1.2.5 Net increase / (decrease) in bank deposits		452,254	458,700
1.2.6 Net increase / (decrease) in other deposits		(494,369)	132,738
Net Increase/Decrease in Financial Liabilities at Fair Value Through Profit or			
1.2.7 Loss		-	-
1.2.8 Net increase / (decrease) in funds borrowed		(44,958)	(502,430)
1.2.9 Net increase / (decrease) in payables		-	-
1.2.10 Net increase / (decrease) in other liabilities		(556,311)	136,563
I. Net Cash Provided from Banking Operations		(2,533,158)	83,295
B. CASH FLOWS FROM INVESTMENT ACTIVITIES			
II. Net Cash Provided from Investing Activities		1,600,938	1,291,604
2.1 Cash paid for acquisition of investments, associates and subsidiaries		-	-
2.2 Cash obtained from disposal of investments, associates and subsidiaries		-	-
2.3 Purchases of property and equipment		(19,764)	(4,316)
2.4 Disposals of property and equipment		120	-
Purchase of Financial Assets at Fair Value Through Other Comprehensive			
2.5 Income		(126,171)	-
2.6 Sale of Financial Assets at Fair Value Through Other Comprehensive Income		563,954	1,003,437
2.7 Purchase of Financial Assets Measured at Amortised Cost		(125,292)	-
2.8 Sale of Financial Assets Measured at Amortised Cost		1,310,182	294,120
2.9 Other		(2,091)	(1,637)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
III. Net Cash Provided from Financing Activities		1,069,128	(432)
3.1 Cash Obtained from Funds Borrowed and Securities Issued		-	-
3.2 Cash Used for Repayment of Funds Borrowed and Securities Issued		-	-
3.3 Issued Equity Instruments		1,069,704	-
3.4 Dividends Paid		-	-
3.5 Payments for Finance Leases		(576)	(432)
3.6 Other		-	-
IV. Effect of Change in Foreign Exchange Rate on Cash and Cash Equivalents		354,144	305,760
V. Net Decrease/ Increase in Cash and Cash Equivalents (I+II+III+IV)		491,052	1,680,227
VI. Cash and Cash Equivalents at the Beginning of the Period		4,582,254	2,597,640
VII. Cash and Cash Equivalents at the End of the Period		5,073,306	4,277,867

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

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

SECTION THREE

EXPLANATIONS ON ACCOUNTING POLICIES

I. EXPLANATIONS FOR BASIS OF PRESENTATION

The consolidated financial statements are prepared in accordance with the Regulation on Accounting Applications for Banks and Safeguarding of Documents ("Regulation") published in the Official Gazette No. 26333 dated 1 November 2006 in relation to the Banking Law No. 5411 and other regulations published by the Banking Regulation and Supervision Agency regarding the accounting records of banks and circulars and explanations of the Banking Regulation and Supervision Agency and Public Oversight Authority except for the matters regulated by the BRSA legislation, The accompanying financial statements have been prepared in accordance with Turkish Accounting Standard 34 ("TAS 34") Interim Financial Reporting Standard and Turkish Accounting Standards and Turkish Financial Reporting Standards ("TFRS") and related appendices and interpretations ("Turkish Accounting Standards" or "TAS") promulgated by the Accounting and Auditing Standards Authority ("POA") (collectively "BRSA Accounting and Financial Reporting legislation").

The format and content of the publicly announced consolidated financial statements and notes to these statements have been prepared in accordance with the "Communiqué on Publicly Announced Financial Statements, Explanations and Notes to These Financial Statements", published in Official Gazette no. 28337, dated 28 June 2012, and amendments to this Communiqué. The Bank maintains its books in Turkish Lira in accordance with the Banking Act, Turkish Commercial Code and Turkish Tax Legislation.

In an announcement made by the KGK on November 23, 2023, it was decided that companies applying TFRS should implement the "TAS 29 Financial Reporting in Hyperinflationary Economies" standard in their financial statements starting from the reporting period of December 31, 2023. Additionally, institutions or organizations authorized to regulate and supervise within their respective fields were granted flexibility in determining different transition dates for the application of TAS 29 provisions. In this context, according to the Banking Regulation and Supervision Agency's (BDDK) decision numbered 10744, dated December 12, 2023, it was decided that banks, as well as financial leasing, factoring, financing, savings financing, and asset management companies, would not be subject to inflation adjustments under TAS 29 in their financial statements as of December 31, 2023. Furthermore, based on the BDDK's decision numbered 10825, dated January 11, 2024, it was decided that inflation accounting would begin to be applied starting from January 1, 2025, and therefore, TAS 29 was not applied, and no inflation adjustment was made in the financial statements as of December 31, 2024. Additionally, according to the BDDK's decision numbered 11021, dated December 5, 2024, it was decided that banks, along with financial leasing, factoring, financing, savings financing, and asset management companies, would not apply inflation accounting in 2025 either.

The preparation of financial statements requires the use of certain critical estimates on assets and liabilities reported as of balance sheet date or amount of contingent assets and liabilities explained and amount of income and expenses occurred in related period. Although these estimates rely on the management's best judgment, actual results can vary from these estimates. Judgements and estimates are explained in related notes.

For a correct perception of the financial statements, the accounting policies and valuation principles are explained between in Notes No. II and XXIII.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

I. EXPLANATIONS FOR BASIS OF PRESENTATION (Continued)

New and revised Turkish Accounting Standards effective for annual periods have no material effect on the financial statements, financial performance and on the Parent Bank’s accounting policies. New and revised Turkish Accounting Standards issued but not yet effective as of the finalization date of the financial statements have no material effect on the financial statements, financial performance and on the Bank’s accounting policies.

II. INFORMATION ON STRATEGY FOR THE USE OF FINANCIAL INSTRUMENTS AND FOREIGN CURRENCY TRANSACTIONS

The Bank’s core business operation is banking activities including corporate banking, commercial banking, retail banking and security transactions (treasury transactions) together with international banking services. The Bank uses financial instruments intensively because of the nature of the Bank. The main funding resources are deposits, borrowing and equity and these resources are invested in qualified financial assets. The Bank follows the utilization of resources and the risk and return for the investments in various financial assets through an effective asset and liability management strategy.

The transactions in foreign currency are recorded in accordance with “TAS 21 - Effects of Exchange Rate Changes” Related gain and loss occurred due to the changes in exchange rates resulted by the foreign currency transactions are translated into Turkish Lira over the effective exchange rate prevailing at the date of the transaction and is recorded accordingly.

At the end of the related periods, foreign currency assets and liability balances outstanding are translated into Turkish Lira over the Bank’s exchange rates prevailing at the balance sheet date and the resulting exchange rate differences are accounted as foreign exchange gains and losses.

III. EXPLANATIONS ON INVESTMENTS IN ASSOCIATES AND SUBSIDIARIES

The accompanying consolidated financial statements are prepared in accordance with “Communiqué on Preparation of Consolidated Financial Statements” which is published in the Official Gazette No. 26340 dated November 8, 2006. The Parent Bank directly owns the shares of A&T Finansal Kiralama A.Ş. and this subsidiary is consolidated accordingly. As of current period, the Parent Bank has no associates.

A&T Finansal Kiralama Anonim Şirketi, was founded in 1997 with the aim to provide financial leasing services.

The Parent Bank and its subsidiary A&T Finansal Kiralama A.Ş that is included in consolidation are together referred to as “Group” in the disclosures and footnotes related to the consolidated financial statements.

“Full Consolidation” method has been applied in consolidating the financial statements of the Parent Bank with the financial statements of its subsidiary. In accordance with this method, the financial statements of the Parent Bank and its subsidiary are combined on a line-by-line basis by adding together all items of assets, liabilities, income, expenses and off-balance sheet items, in preparing consolidated financial statements. Minority interests are presented separately in the consolidated balance sheet and consolidated statement of income.

The major principles applied in the consolidation of subsidiaries

The carrying amount of the Parent Bank’s net investment in the subsidiary and the Parent Bank’s portion of equity of the subsidiary are eliminated.

All intercompany transactions and intercompany balances between the consolidated subsidiary and the Parent Bank are eliminated.

The financial statements which have been used in the consolidation are prepared as current period and appropriate adjustments are made to financial statements to use uniform accounting policies for similar transactions and events in similar circumstances.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

IV. INFORMATION ON FORWARD TRANSACTIONS, OPTIONS AND DERIVATIVE INSTRUMENTS

Derivative financial instruments of the Bank are classified under "IFRS 9 Financial Instruments" ("IFRS 9"), "Derivative Financial Assets Designated at Fair Value through Profit or Loss".

Derivatives are initially recorded at their purchase costs including the transaction costs. The notional amounts of derivative transactions are recorded in off-balance sheet accounts based on their contractual amounts.

The derivative transactions are measured at fair value subsequent to initial recognition and if the fair value of a derivative financial instrument is positive, it is disclosed under trading derivative financial assets and if the fair value difference is negative, it is disclosed under trading derivative financial liabilities.

Gains and losses arising from a change in fair value of trading derivatives after the re measurement are accounted in the income statement. The fair value of the derivative financial instruments is calculated using quoted market prices by using discounted cash flows model.

V. INFORMATION ON INTEREST INCOME AND EXPENSE

Interest income and expense are recognized according to the effective interest method based on accrual basis. Effective interest rate is the rate that discounts the expected cash flows of financial assets or liabilities during their lifetimes to their carrying values. Effective interest rate is calculated when a financial asset or a liability is initially recorded and is not modified thereafter.

The computation of effective interest rate comprises discounts and premiums, fees and commissions paid or received and transaction costs. Transaction costs are additional costs that are directly related to the acquisition, issuance or disposal of financial assets or liabilities.

VI. INFORMATION ON FEES AND COMMISSION

Fees and commission received and paid are recognized according to either accrual basis of accounting or effective interest method depending on nature of fees and commission; incomes derived from agreements and asset purchases for third parties are recognized as income when realized.

VII. INFORMATION ON FINANCIAL ASSETS

Financial assets are recognized or derecognized according to IFRS 9 Financial Instruments Part 3 Recognition and Derecognition. Financial assets are measured at fair value at initial recognition in the financial statements. During the initial recognition of financial assets other than "Financial Assets at Fair Value Through Profit or Loss", transaction costs are added to fair value or deducted from fair value. They are included in the balance sheet of the group if the Bank is a legal party to these instruments.

Group categorizes its financial assets as "Fair Value Through Profit/Loss", "Fair Value Through Other Comprehensive Income" or "Measured at Amortized Cost". Financial instruments comprise financial assets and liabilities and derivative instruments. This classification is based on the contractual cash flow characteristics of the related business model used for management of the financial assets at initial recognition.

a. Financial Assets at Fair Value through Profit or Loss

"Financial assets at fair value through profit/loss" are financial assets that are either acquired for generating a profit from short term fluctuations in prices or are financial assets included in a portfolio aiming to short-term profit making.

Financial assets at the fair value through profit or loss are initially recognized at fair value and remeasured at their fair value after recognition. All gains and losses arising from these valuations are reflected in the income statement.

Government bonds and treasury bills included in Financial Assets at Fair Value through Profit or Loss portfolios traded in BIST are carried at weighted average exchange rates of BIST as of the balance sheet date and those securities that are not traded in Borsa İstanbul A.Ş (BIST) are carried at other valuation models. All gains and losses arising from these valuations are reflected in the statement of profit or loss.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

VII. INFORMATION ON FINANCIAL ASSETS (Continued)

b. Financial Assets at Fair Value Through Other Comprehensive Income

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

Financial assets at fair value through other comprehensive income are recognized by adding transaction cost to acquisition cost reflecting the fair value of the financial asset. After the recognition, financial assets at fair value through other comprehensive income are remeasured at fair value. Interest income calculated with effective interest rate method arising from financial assets at fair value through other comprehensive income and dividend income from equity securities are recorded to income statement. "Unrealized gains and losses" arising from the difference between the 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, and impairment of the asset and they are accounted under the "Accumulated other comprehensive income or expense to be reclassified through profit or loss" under shareholders' equity. When these securities are collected or disposed of, the accumulated fair value differences reflected in the shareholders' equity are reflected to the income statement.

Subsequent amendments to the values of investments in equity instruments are not reflected in the income statement except for the dividend.

At initial recognition, it can be made an irrevocable election to present in other comprehensive income subsequent changes in the fair value of an investment in an equity instrument that is neither held for trading nor contingent consideration recognized by an acquirer in a business combination to which IFRS 3 applies.

The subsequent measurement of financial assets at fair value through other comprehensive income is based on fair value. However, securities that do not have a quoted market price in an active market, the fair value for the floating rate securities is measured at the amortized cost using the most probable effective interest method; for fixed interest securities, fair value pricing models or discounted cash flow techniques are used.

c. Financial Assets Measured at Amortized Cost

Financial assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are classified as financial assets measured at amortized cost.

Financial assets measured at amortized cost are initially recognized at acquisition cost including the transaction costs which reflect the fair value of those instruments and subsequently recognized at amortized cost by using effective interest rate method. Interest income obtained from financial assets measured at amortized cost is accounted in income statement.

d. 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 Interest Rate Method".

Bank loans and receivables are initially carried at cost value. Bank loans are measured at amortized cost with internal rate of return. Fees paid for the assets received as collateral against loans, such as transaction costs and other costs are part of acquisition cost and charged to the customer.

All loans of the Parent Bank are classified under "Financial Assets Measured at Amortised Cost".

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

VII. INFORMATION ON FINANCIAL ASSETS (Continued)

e. Impairment

Group recognizes an Impairment for financial assets measured at amortized cost and at fair value through other comprehensive income.

As of 1 January 2018, the Bank recognize provisions for impairment in accordance with IFRS 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. Method of provisions for impairment as set out in accordance with the related legislation of BRSA is changed by applying the expected credit loss model under IFRS 9. Expected loss estimate is unbiased, weighted by probabilities and includes supportable information about estimates of past events, current conditions and future economic conditions.

The expected credit loss model includes instruments that are recorded at amortized cost or at fair value in other comprehensive income tables (such as bank deposits, loans and securities) that are not measured at fair value through profit or loss, credit commitments and financial guarantee contracts.

Expected credit loss is an estimate of the expected credit losses over the life of a financial instrument also the following aspects are important for the measurement.

- 1) Probability-weighted and neutral amount determined by taking into account possible outcomes
- 2) Time value of money
- 3) Reasonable and supportable information on past events, current conditions and forecast of future economic conditions, at the time of reporting, without excessive cost and effort

The expected 12 monthly credit loss values are part of the life expectancy loss calculation (within 12 months after the reporting date or within a shorter period if the life of a financial instrument is shorter than 12 months).

The main theme of the expected credit loss model can reflect the deterioration of the quality of financial instruments or the general view of recovery. The amount of expected credit loss, known as loss allowance or allowance, depends on the degree of credit deterioration. There are two measurements according to the general approach:

12-Month Expected Loss (1st Stage) is valid for all assets unless there is a significant deterioration in the quality of the loan.

Lifetime Expected Loss (2nd and 3rd Stage) is applied when a significant increase in credit risk occurs.

The following parameters are used in the calculation of expected credit loss;

Probability of Default: It denotes the possibility of default of the loan in the related term. The Bank's internal ratings are used in the calculation of the probability of default.

Loss in case of default: refers to the expected loss rate from the loan in case of default

Default Amount: refers to the risk balance for cash loans and the risk balance calculated by using the credit conversion rate for non-cash loans.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

VII. INFORMATION ON FINANCIAL ASSETS (Continued)

e. Impairment (Continued)

Definition of Default

The debtor can be considered as the Stage 3 under conditions where the debtor fails to pay his obligations regardless of past due and the guarantees the debtor has.

These conditions have stated below:

- 1) To have a past due more than 90 days. (150 days for the financial leasing receivables)
- 2) The decision taken for bankruptcy or concordatum registration.
- 3) To have a loan classified as standard receivable by restructuring while monitored as non-performing loan and to have a past due more than 30 days of principal and/or interest payment delayed within the 1 year monitoring period or to have a loan restructured once more during this monitoring period.
- 4) Other neutral criteria deemed appropriate by management.

Significant increase in credit risk definition

Loans are designated as the First Group (Standard loans), the Second Group (loans under close monitoring), the Third Group (loans with limited collection), the Fourth Group (loans in suspicious cases where the loss is expected) and the fifth group (Losses).

In this context, in the criteria applied for the loans classified in the first Group; the issue of future payment issues is not expected and the credit worthiness of the borrower of the loan has not weakened. In accordance with IFRS 9, loans subject to 12-month credit impairment are classified under the First Group (Stage 1).

The criteria applied for the credits classified in the Stage 2 are; unfavourable developments in debt payment or cash flows of debtors are observed or anticipated, problems arises in principal and / or interest payments in accordance with the terms of the loan agreement and the credit risk of the borrower is considerably increased. In accordance with IFRS 9, loans classified in the Stage 2 are subject to the provision of an expected lifetime loan loss provision.

The conditions for the loans classified in the stage 2 are stated below;

1. Past due more than 30 days,
2. The subject of in-bank restructuring,
3. High level negative investigation
4. Restructured

Loans classified as third, fourth and fifth groups are considered as non-performing loans. In accordance with IFRS 9, these loans, which are subject to a lifetime impairment application, are classified under the Stage 3.

The relevant Staging criteria and default definitions are set out in accordance with IFRS 9 regulation and specified in the monitoring policies.

Under the contractual cash flows, the cash flows from the sale of the collateral and the cash flows from the credit are also taken into account.

In accordance with IFRS 9, probability-weighted scenarios are taken into account over the expected life of the financial instrument in order to estimate the expected losses. The assessment consists of an assessment of the possible outcomes, including the amount and timing of cash flows for certain outputs and the identification of possible scenarios that indicate the estimated likelihood of that outcome.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

VII. INFORMATION ON FINANCIAL ASSETS (Continued)

e. Impairment (Continued)

Bank's loans have been evaluated and classified in line with the Regulation on the Classification of Loans and the Procedures and Principles Regarding Provisions to be Reserved for them a provision has been set aside.

Expected credit losses are measured using reasonable and supportable information and including macroeconomic variables, taking into account macroeconomic projections for the future as well as historical information. Within the scope of the macroeconomic model, it is used in the final estimation studies obtained by weighting three scenarios as base, optimistic and negative. The main macroeconomic independent variables used in these forecasts are the changes in "USDTRY, Consumer Price Index and Gross Domestic Product". Credit risk parameters used in the calculation of expected credit losses are reviewed and evaluated at least once a year within the framework of model validation processes. The macroeconomic forecasts used in risk parameter models and the historical default data of portfolios are re-evaluated in each quarter in order to reflect the changes in the economic conjuncture and updated as needed.

VIII. INFORMATION ON OFFSETTING FINANCIAL INSTRUMENTS

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously.

IX. INFORMATION ON SALE AND REPURCHASE AGREEMENTS AND LENDING OF FINANCIAL ASSETS

Repurchase ("repo") and resale ("reverse repo") agreements of financial assets are followed at the balance sheet accounts. Financial assets which are sold to customers under repurchase agreements are categorized according to initial classification and are measured in accordance with the accounting policy of the related portfolio.

Funds obtained under repurchase agreements are accounted under funds provided under repurchase agreements in liability accounts. The interest expense accruals are calculated by means of internal rate of return method over the difference resulting from repurchase and sale prices for the relevant period.

Securities subject to repurchase agreements are reflected under receivables from reverse repurchase agreements. The difference between the purchase and resell price which is related with the period is computed with the effective interest rate method for accrued interest income.

As of the balance sheet date, there is no security lending transactions.

X. INFORMATION ON ASSETS HELD FOR SALE AND RELATED TO DISCONTINUED OPERATIONS AND EXPLANATIONS ON LIABILITIES RELATED WITH THESE ASSETS

Property and equipment held-for-sale consist of tangible assets that were acquired due to non-performing loans and receivables, and are accounted in the financial statements in accordance with the regulations of "Turkish Financial Reporting Standard for Assets Held for Sale and Discontinued Operations (IFRS 5)".

The assets that meet the criteria of being classified under assets held for sale are measured at the lower of their book values or fair value less costs to be incurred for sale, depreciation for these assets is ceased and these assets are presented separately in the balance sheet. In order for an asset to be classified as an asset held for sale, the related asset (or the asset group to be disposed) shall be ready to be sold immediately under usual conditions and should have a high possibility to be sold. To have a high possibility of sale, a plan should have been made for the sale of the asset (or the asset group to be disposed) and an active program should have been started by the management, aiming to complete the plan and determine the buyers. The related amount is very low. In addition, the asset should be actively marketed at a price that is consistent with the true value.

A discontinued operation is a part of an entity which is classified as to be disposed or held for sale. The results related to discontinuing operations are presented separately in the income statement. The Bank does not have any discontinued operations.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

XI. INFORMATION ON GOODWILL AND OTHER INTANGIBLE ASSETS

There is no goodwill in the accompanying financial statements related to the acquisition of a subsidiary.

The Group's intangible assets consist of software.

Intangible assets are initially recorded at their costs in compliance with the "TAS 38 - Intangible Assets".

The costs of the intangible assets purchased before 31 December 2004 are restated from the purchasing dates to 31 December 2004, the date the hyperinflationary period is considered to be ended. The intangible assets purchased after this date are recorded at their historical costs. The intangible assets are amortized based on straight line amortization. The useful life of software is determined as 3-15 years.

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

XII. INFORMATION ON TANGIBLE ASSETS

The costs of the tangible assets purchased before 31 December 2004 are restated from the purchasing dates to 31 December 2004, the date the hyperinflationary period is considered to be ended. In subsequent periods no inflation adjustment is made for tangible assets, and costs which are restated as of 31 December 2004 are considered as their historical costs. Tangible assets purchased after 1 January 2005 are recorded at their historical costs after foreign exchange differences and financial expenses are deducted if any.

As of 2017, the Parent Bank has changed its accounting policy and switched from the cost model to the revaluation model in the valuation of the real estates in use under tangible fixed assets within the framework of "TAS 16 Property, Plant and Equipment". The positive difference between the real estate values in the expertise report prepared by the licensed valuation company and the net book value of the related real estate is followed in the equity accounts.

Gains and losses arising from the disposal of the tangible assets are calculated as the difference between the net book value and the net sales price and recognized in the income statement of the period.

Maintenance and repair costs incurred for tangible assets are recorded as expense. Expenditures incurred that extend the useful life and service capacity of the assets are capitalized.

The depreciation rates used approximate the rates of the useful life of the tangible assets are as follows:

Tangible Assets	Estimated Useful Life (Years)	Depreciation Rate (%)
Buildings	37-44	2-3
Motor vehicles	5	20
Office equipment, furniture and fixture	3-50	2-33

There are no changes in the accounting estimates that are expected to have an impact in the current or subsequent periods.

At each reporting date, the Group evaluates whether there is objective evidence of impairment on its assets. If there is an objective evidence of impairment, the asset's recoverable amount is estimated in accordance with the "TAS 36 - Impairment of Assets" and if the recoverable amount is less than the carrying value of the related asset, a provision for impairment loss is made.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

XIII. INFORMATION ON LEASING ACTIVITIES

Tangible assets acquired through financial leasing are recognized as assets and the related liabilities as lease payables in the Group's assets and liabilities, respectively. Financing costs arising from the leasing are spread over the period to form a fixed interest rate throughout the lease term. Interest and foreign exchange expenses related to financial leasing are reflected in the profit or loss statement. Depreciation is calculated for the assets acquired through financial leasing in accordance with the principles applied for tangible fixed assets.

As of the end of the reporting period, the Group does not have the authority to make financial leasing, like a financial leasing company.

Explanations on IFRS 16 Leases

Group - as a tenant

The group assesses at the inception of a contract whether the contract is or contains a lease. If the contract transfers the right to control the use of the identified asset for a specified period of time, the contract is or includes a lease. The Group reflects a right-of-use asset and a lease liability in its financial statements at the commencement date of the lease.

Right-of-use asset

The right-of-use asset is initially accounted for using the cost method and includes:

- a) The initial measurement amount of the lease liability,
- b) The amount obtained by deducting all lease incentives received from all lease payments made on or before the actual commencement of the lease,
- c) All initial direct costs incurred by the group

When applying the group cost method, the right-of-use entity:

- a) Accumulated depreciation and accumulated impairment losses are deducted; and
- b) Measures at cost adjusted for remeasurement of the lease liability.

While depreciating right-of-use assets, the Group applies the depreciation provisions of TAS 16 Tangible Fixed Assets.

Rental liability

At the commencement date of the lease, the Group measures the lease liability at the present value of the lease payments not paid at that date. Lease payments are discounted using the alternative borrowing interest rate.

At the commencement date of the lease, the lease payments included in the measurement of the lease liability consist of payments for the right to use the underlying asset during the lease term that are not paid at the commencement date of the lease.

After the actual commencement date of the lease, the Group measures the lease liability as follows:

- a) Increases the book value to reflect the interest on the lease liability,
- b) Decrease book value to reflect lease payments made; and
- c) Remeasure book value to reflect reassessments and restructurings or to reflect revised lease payments that are fixed in substance.

The interest on the lease liability for each period in the lease term is the amount found by applying a fixed periodic interest rate to the remaining balance of the lease liability.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)**XIV. INFORMATION ON PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

Provisions and contingent liabilities are provided for in accordance with the "TAS 37 - Provisions, Contingent Liabilities and Contingent Assets", except for the general and specific provisions set aside for the loans and other receivables.

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

A provision for contingent liabilities arising from past events should be recognized in the same period of occurrence if it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate the amount of the obligation can be made.

As of the balance sheet date, there are no probable contingent liabilities resulting from past events whose amount can be reliably measured.

Contingent assets usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits to the entity. Contingent assets are not recognized in financial statements since this may result in the recognition of income that may never be realized. Contingent assets are disclosed where an inflow of economic benefits is probable. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits will arise, the asset and the related income are recognized in the financial statements in which the change occurs.

XV. INFORMATION ON LIABILITIES REGARDING EMPLOYEE BENEFITS*Reserve for other benefits to employees*

In accordance with existing Turkish Labor Law, the Bank is required to make lump-sum termination indemnities to each employee who has completed one year of service with the Bank and whose employment is terminated due to retirement or for reasons other than resignation or as mentioned in related legislation. The Bank calculates and accounts in financial statements by estimating the present value of the future probable obligation regarding severance pay in accordance with the provisions of "TAS 19-Employee Benefits". The resulting actuarial losses and gains are accounted for under equity in accordance with TAS 19.

In determining the liability, the Bank uses independent actuaries and makes assumptions on issues such as discount rate and inflation. The assumptions regarding the calculation are as follows.

	Current Year	Prior Year
Discount Rate	3.00%	3.00%
Inflation Rate	%25.55%	%25.55%

The vacation pay obligation is calculated on the cumulative sum of the number of unused leave days that are deducted from the legally granted leave each year.

Other benefits to employees

The Group has provided provision for undiscounted short-term employee benefits earned during the financial period as per services rendered in compliance with the updated TAS 19 in the accompanying consolidated financial statements.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

XVI. INFORMATION ON TAX APPLICATIONS

Corporate tax

With the Law No. 7456 published in the Official Gazette No. 32249 dated July 15, 2023, the corporate tax rate for banks has been determined as 30% and this rate has entered into force starting from the declarations to be submitted as of October 1, 2023 and to be applied to the corporate earnings of the accounting periods starting from January 1, 2023.

Corporate tax rate is calculated on the total income of the Bank after adjusting for certain disallowable expenses, exempt income and other allowances. No further tax is payable unless the profit is distributed. The prepaid taxes are calculated and paid at the rates valid for the earnings of the related years. The payments can be deducted from the annual corporate tax calculated for the whole year earnings.

Dividends paid to the resident institutions and the institutions working through local offices or representatives are not subject to withholding tax. The withholding tax rate on the dividend payments other than the ones paid to the non-resident institutions generating income in Türkiye through their operations or permanent representatives and the resident institutions is 15%. By the Decision of the President published in the Official Gazette dated 22 December 2021 and numbered 31697, this ratio has changed to 10%. In applying the withholding tax rates on dividend payments to the non-resident institutions and the individuals, the withholding tax rates covered in the related Double Tax Treaty Agreements are taken into account. Appropriation of the retained earnings to capital is not considered as profit distribution and therefore is not subject to withholding tax.

Within the framework of the provisions of the Corporate Tax Law No. 5520, 75% of the gains arising from the sale of participation shares held in assets for at least two full years and founders' shares, redeemed shares and preemptive rights held for the same period are exempt from corporate tax, provided that they are held in a special fund account in liabilities until the end of the fifth year following the year of sale or added to capital and collected until the end of the second calendar year. 25% of the gains from the sale of immovable properties acquired before July 15, 2023 are exempt from corporate tax.

The Law No. 7352 dated 29 January 2022 on the amendment of the Tax Procedure Law and the Corporate Tax Law was enacted in the Official Gazette No. 31734 on 29 January 2022, and the financial statements will not be subject to inflation adjustment in the 2021 and 2022 accounting periods, including the provisional accounting periods, and in the provisional tax periods of the 2023 accounting period, regardless of whether the conditions for inflation adjustment within the scope of Repeated Article 298 are met, 31 December 2023 dated financial statements will be subject to inflation adjustment regardless of whether the conditions for inflation adjustment are met. With the Tax Procedure Law General Communiqué dated 30 April 2024 and numbered 32532, it has been decided not to make inflation adjustment for the first provisional tax period.

Türkiye has implemented the Domestic Minimum Corporate Tax through the laws published in the Official Gazette on August 2, 2024. This tax will be applied starting from the 2025 fiscal year. With the Law No. 7524, the Minimum Corporate Tax system has been introduced, and it stipulates that the calculated corporate tax, before deductions and exemptions, cannot be less than 10% of the corporate income. The regulation will come into effect on the publication date and will apply to corporate profits for the 2025 tax period. Additionally, the Corporate Tax General Communiqué No. 23 has been published on the subject.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

XVII. INFORMATION ON TAX APPLICATIONS

Corporate tax (continued)

Global Minimum Complementary Corporate Tax

In September 2023, the Public Oversight Accounting and Auditing Standards Authority (KGK) issued amendments to TAS 12 introducing a mandatory exception for recognizing and disclosing deferred tax assets and liabilities related to income taxes arising from the implementation of the OECD’s Pillar Two Model Rules. These amendments clarify that TAS 12 applies to income taxes arising from tax laws enacted or substantively enacted to implement the OECD’s Pillar Two Model Rules. They also introduce specific disclosure requirements for entities affected by such tax laws. The exemption from recognizing and disclosing deferred tax information in this context, and the disclosure that the exemption has been applied, are effective upon issuance of the amendments.

On July 16, 2024, a draft law was submitted to the Grand National Assembly of Türkiye to adopt the OECD’s Global Minimum Tax rules (Pillar Two). These regulations came into force through legislation published in the Official Gazette on August 2, 2024. The implementation in Türkiye is largely aligned with the OECD’s Pillar Two Model Rules and shows similarities in areas such as scope, exemptions, consolidation, tax calculations, and filing deadlines. Although secondary legislation detailing calculation methods and implementation has not yet been published, preliminary assessments based on the OECD regulations indicate that these arrangements are not expected to have a significant impact on the Bank’s financial statements. Nevertheless, legislative developments continue to be monitored.

Deferred taxes

Deferred tax is recognised on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the balance sheet liability method in accordance with TAS 12 - Income Taxes and related BRSA guidance. For tax purposes, differences that affect neither the taxable profit nor the accounting profit at the date of acquisition of assets and liabilities are excluded from this calculation.

If transactions and other events are recognised in profit or loss, the related tax effects are also recognised in profit or loss. If transactions and other events are recognised directly in equity, the related tax effects are also recognised directly in equity.

Deferred tax assets and deferred tax liabilities are offset and the resulting deferred tax assets and deferred tax liabilities are offset in the financial statements.

In accordance with Article 298 of the Tax Procedure Law, since the financial statements dated 31 March 2025 will be subject to inflation adjustment, the tax advantage that will be provided in the future periods by the increase in the value of fixed assets and prepaid expenses from non-monetary items is shown in the deferred tax asset in the financial statements dated 31 March 2025.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

XVI. INFORMATION ON TAX APPLICATIONS (Continued)

Transfer pricing

In Türkiye, the transfer pricing provisions has been stated under the Article 13 of Corporate Tax Law with the heading of disguised profit distribution via transfer pricing. “The General Communiqué on Disguised Profit Distribution via Transfer Pricing”, dated 18 November 2007 sets details about implementation.

If the companies enter into transactions concerning to the sale or the purchase of the goods or services with the related parties by setting the prices or amounts which are not in line with the arm’s length principle, related profits will be treated as having been wholly or partially distributed in a disguised way via transfer pricing. This kind of disguised profit distribution via transfer pricing cannot be deducted from tax base in accordance with corporate tax.

XVII. ADDITIONAL INFORMATION ON BORROWINGS

The Group accounts for its borrowing instruments in accordance with IFRS 9 “Financial Instruments” standard and evaluates all its financial liabilities with the “effective interest rate method” in subsequent periods. There are no borrowings required to apply the hedging techniques in respect of the accounting and valuation methods of borrowing instruments and liabilities that represent borrowing.

The Group did not issue any stocks convertible into bonds.

The Group does not have borrowing instruments issued by itself.

XVIII. INFORMATION ON SHARE ISSUANCES

The Group has not issued any share in the current year.

XIX. INFORMATION ON BILLS OF EXCHANGES AND ACCEPTANCES

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

There are no acceptances presented as liabilities against any assets.

XX. INFORMATION ON GOVERNMENT INCENTIVES

None.

XXI. CASH AND CASH EQUIVALENTS

Cash and cash equivalents are cash on hand, demand deposits and other highly liquid short-term investments with maturities of three months or less following the date of acquisition, which is readily convertible to a known amount of cash, and does not bear the risk of significant amount of value change. The book values of these assets represent their fair values. Cash equivalents and balances regarding banks are valued by the period end counter foreign currency buying rate of the Bank.

For the purposes of the cash flow statement, “Cash” includes cash, effectives, cash in transit, purchased cheques and demand deposits including balances with the Central Bank; and “Cash equivalents” include interbank money market placements and time deposits at banks with original maturity periods of less than three months.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

XXII. INFORMATION ON SEGMENT REPORTING

Operating segment is the unit that operates in only one product or service of the Parent Bank or the group of products or services which are related each other and differs from other units from the point of risk and profit. Operating segments are presented in the footnote VIII of Fourth Section.

XXIII. OTHER DISCLOSURES

Profit reserves and profit distribution

Retained earnings other than legal reserves are available for distribution, subject to legal reserve requirement referred to below.

The legal reserves are comprised of first and second reserves, in accordance with the Turkish Commercial Code (“TCC”). The first legal reserve is appropriated out of the profits at the rate of 5% until the total reserve reaches a maximum of 20% of the Bank’s paid in capital. The second legal reserve is appropriated at the rate of 10% of all distributions in excess of the 5% of the Company’s share capital; however holding companies are not subject to this application. First and second legal reserves can only be used to compensate accumulated losses and cannot be used for profit distribution unless they exceed 50% of paid-in capital.

Related parties

In accompanying financial statements, shareholders, key management personnel and board members together with their families and companies controlled by or affiliated by them associated and jointly controlled entities are considered as Related Parties in compliance with “TAS 24 - Related Party Disclosures”.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

SECTION FOUR

INFORMATION ON THE FINANCIAL POSITION OF THE GROUP

I. INFORMATION ON SHAREHOLDER'S EQUITY

The Group's capital adequacy standard ratio is 20.47% (December 31, 2024: 19.10%). Capital adequacy standard rate is calculated based on the Regulation on Equity of Banks, the Regulation on Measurement and Evaluation of Capital Adequacy of Banks, BRSA decision No. 10747 dated June 28, 2024 and other relevant legal regulations. Within the framework of the said Board decision, the amount subject to credit risk item is calculated using the foreign exchange buying rates of the Central Bank of the Republic of Turkey as of June 26, 2023, and the equity item is included in the "Securities with Fair Value Difference Reflected in Other Comprehensive Income" portfolio acquired before January 1, 2024. It is calculated without taking into account the negative net valuation differences of the securities.

Informations about Total Capital

	Current Period	Prior Period
COMMON EQUITY TIER 1 CAPITAL	3,834,125	2,696,580
Paid-in capital following all debts in terms of claim in liquidation of the Bank	2,580,000	440,000
Share issue premiums	0	0
Reserves	89,560	79,232
Gains recognized in equity as per TAS	890,715	888,032
Profit	273,850	1,289,316
Current Period Profit	65,157	198,554
Prior Period Profit	208,693	1,090,762
Shares acquired free of charge from subsidiaries, affiliates and jointly controlled partnerships and cannot be recognized within profit for the period	-	-
Minorities' shares	-	-
Common Equity Tier 1 Capital Before Deductions	3,834,125	2,696,580
Deductions from Common Equity Tier 1 Capital	15,920	16,268
Common Equity as per the 1st 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	-	-
Improvement costs for operating leasing	11	11
Goodwill (net of related tax liability)	-	-
Other intangibles other than mortgage-servicing rights (net of related tax liability)	15,909	16,257
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related 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	-	-
Direct and indirect investments of the Bank in its own Common Equity	-	-
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 10% or more 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 10% or more 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 1 Capital	15,920	16,268
Total Common Equity Tier 1 Capital	3,818,205	2,680,312

ARAP TÜRK BANKASI A.Ş.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)

I. INFORMATION ON SHAREHOLDER'S EQUITY (Continued)

	Current Period	Prior Period
ADDITIONAL TIER I CAPITAL		
Debt instruments and premiums approved by BRSA	-	-
Debt instruments and premiums approved by BRSA (Temporary Article 4)	-	-
Third parties' share in the Additional Tier I Capital	-	-
Third parties' share in the Additional Tier I Capital (Temporary Article 3)	-	-
Additional Tier I Capital before Deductions	-	-
Deductions from Additional Tier I Capital	-	-
Direct and indirect investments of the Bank in 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 Consolidated Banks and Financial Institutions where the Bank Owns 10% or less of the Issued Share Capital Exceeding the 10% Threshold of above Tier I Capital	-	-
Total of Net Long Position of the Direct or Indirect Investments in Additional Tier I Capital of Consolidated 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 be deducted from Common Equity Tier 1 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-	-
Net deferred tax asset/liability which is not deducted from Common Equity Tier 1 capital for the purposes of the sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-	-
Deductions to be made from common equity in the case that adequate Additional Tier I Capital or Tier II Capital is not available (-)	-	-
Total Deductions from Additional Tier I Capital	-	-
Total Additional Tier I Capital	-	-
Total Tier I Capital (Tier I Capital=Common Equity+Additional Tier I Capital)	3,818,205	2,680,312
TIER II CAPITAL		
Debt instruments and share issue premiums deemed suitable by the BRSA	-	-
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	-	-
Shares of third parties in additional capital	-	-
Shares of third parties in the contribution capital (Those within the scope of Temporary Article 3)	-	-
Provisions (Article 8 of the Regulation on the Equity of Banks)	143,408	108,835
Tier II Capital Before Deductions	143,408	108,835
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	143,408	108,835
Total Capital (The sum of Tier I Capital and Tier II Capital)	3,961,613	2,789,147
The sum of Tier I Capital and Tier II Capital (Total Capital)	3,961,613	2,789,147
Deductions from Capital Loans granted contrary to the 50th and 51th 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	-	-
Other items to be defined by the BRSA (-)	-	-
Elements that will continue to be deducted from the Total Tier 1 Capital and Contribution Capital (from the Capital) in the Transition Period	-	-

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)

I. INFORMATION ON SHAREHOLDER'S EQUITY (Continued)

	Current Period	Prior Period
The Portion of the Total Net Long Positions of the Investments in Equity Items of Unconsolidated Banks and Financial Institutions where the Bank owns 10% or less of the Issued Share Capital Exceeding the 10% Threshold of above Tier I Capital not deducted from Tier I Capital, Additional Tier I Capital or Tier II Capital as per the Temporary Article 2, Clause 1 of the Regulation (-)	-	-
The Portion of Total Net Long Positions of the Investments in Equity Items of Unconsolidated Banks and Financial Institutions where the Bank Owns more than 10% of the Issued Share Capital Exceeding the 10% Threshold of above Tier I Capital not deducted from Additional Tier I Capital or Tier II Capital as per the Temporary Article 2, Clause 1 of the Regulation (-)	-	-
The Portion of Net Long Position of the Investments in Equity Items of Unconsolidated Banks and Financial Institutions where the Bank Owns 10% or more of the Issued Share Capital, of the Net Deferred Tax Assets arising from Temporary Differences and of the Mortgage Servicing Rights not deducted from Tier I Capital as per the Temporary Article 2, Clause 2, Paragraph (1) and (2) and Temporary Article 2, Clause 1 of the Regulation (-)	-	-
TOTAL CAPITAL	3,961,613	2,789,147
Total Capital (The sum of Tier I Capital and Tier II Capital)	3,961,613	2,789,147
Total risk weighted amounts	20,321,542	15,664,986
CAPITAL ADEQUACY RATIOS		
Consolidated Core Capital Adequacy Ratio (%)	19.77	18.40
Consolidated Tier I Capital Adequacy Ratio (%)	19.77	18.40
Consolidated Capital Adequacy Ratio (%) ^(*)	20.47	19.10
BUFFERS		
Total buffer requirement	2.907	2.877
Capital conservation buffer requirement (%)	2.500	2.500
Bank specific counter-cyclical buffer requirement (%)	0.407	0.377
The ratio of Additional Common Equity Tier I capital which will be calculated by the first paragraph of the Article 4 of Regulation on Capital Conservation and Countercyclical Capital buffers to Risk Weighted Assets	15.27	13.90
Amounts below the Excess Limits as per the Deduction Principles	-	-
Portion of the total of net long positions of investments in equity items of consolidated banks and financial institutions where the bank owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I capital	-	-
Portion of the total of investments in equity items of consolidated banks and financial institutions where the bank owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I capital	-	-
Amount arising from mortgage-servicing rights	-	-
Amount arising from deferred tax assets based on temporary differences	-	-
Limits related to provisions considered in Tier II calculation	143,408	108,835
General provisions for standard based receivables (before tenthousandtwentyfive limitation)	143,408	108,835
Up to 1.25% of total risk-weighted amount of general reserves for receivables where the standard approach used	-	-
Excess amount of total provision amount to credit risk Amount of the Internal Ratings Based Approach in accordance with the Communiqué on the Calculation	-	-
Excess amount of total provision amount to 0.6% of risk weighted receivables of credit risk Amount of the Internal Ratings Based Approach in accordance with the Communiqué on the Calculation	-	-
Debt instruments subjected to Article 4		
(to be implemented between 1 January 2018 and 1 January 2022)		
Upper limit for Additional Tier I Capital subjected to temporary Article 4	-	-
Amounts Excess the Limits of Additional Tier I Capital subjected to temporary Article 4	-	-
Upper limit for Additional Tier II Capital subjected to temporary Article 4	-	-
Amounts Excess the Limits of Additional Tier II Capital subjected to temporary Article 4	-	-

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)

I. INFORMATION ON SHAREHOLDER'S EQUITY (Continued)

The Parent Bank's internal capital requirements within the scope of the internal capital adequacy assessment process in order to evaluate the adequacy of the approach in terms of current and future activities

The Parent Bank has procedures and reports under the name of internal capital assessment process. In order to assess the capital adequacy of the current year, the Bank analyze the legal ratios and budget expectations to qualitate them for the effect on the legal capital adequacy and economic capital of the Bank. With these procedures and reports the Bank covers all risk in capital adequacy requirements.

Explanations Related to Debt Instruments included in Equity Calculation

None.

Necessary Explanations in order to Reach an Agreement Between the Statement of Shareholders's Equity and Balance-Sheet Amounts

Current Period	Balance sheet value	Amount of adjustment	Value at capital report
Paid-in capital	2,580,000	-	2,580,000
Other Capital Reserves	-	-	-
Bonus Shares which are not accounted in the current period profit or loss of Associates, Subsidiaries and Joint-Ventures	-	-	-
Portion of the current and prior periods' losses which cannot be covered through reserves and losses reflected in equity in accordance with TAS (-)	-	-	-
Accumulated Other Comprehensive Income or Loss Not Reclassified Through Profit or Loss	1,029,335	-	1,029,335
Accumulated Other Comprehensive Income or Loss Reclassified Through Profit or Loss	(138,620)	-	(138,620)
Profit Reserves	89,560	-	89,560
Profit or Loss	273,850	-	273,850
Prior Periods' Profit/Loss	208,693	-	208,693
Current Period Net Profit/Loss	65,157	-	65,157
Deductions from Common Equity Tier Capital ^(*)	-	15,920	(15,920)
Common Equity Tier 1 capital	-	-	3,818,205
Tier 1 capital	-	-	3,818,205
Provisions	-	(143,408)	143,408
Tier 2 capital ^(**)	-	(143,408)	143,408
Shareholders' Equity Adjustments ^(***)	-	-	-
Total Shareholders' Equity	3,834,125	(127,488)	3,961,613

⁽¹⁾ The regulations cover Common Equity Tier 1 capital adjustments within the framework of paragraphs 9-1-b and c.

⁽²⁾ The regulations cover general loan provisions included in Tier 2 capital within the framework of paragraphs 8-1-a.

⁽³⁾ The regulations cover Shareholders' Equity adjustments within the framework of paragraphs 9-8-ç.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)**II. INFORMATION ON CONSOLIDATED FOREIGN CURRENCY EXCHANGE RATE RISK**

Whether the Group is exposed to foreign exchange risk, whether the effects of this situation are estimated, and whether the board of directors of the Bank sets limits for positions that are monitored daily

The Group complies with net general position-shareholder's equity limits. The Group has the possibility to borrow a significant amount of foreign currency.

Within the context of the market risk management work of the Risk Management Department, the Parent Bank's Exchange rate risk is calculated and analyzed taking different dimensions of the issue in consideration. The Exchange rate risk is measured according to market risk calculated using the Standard Method and is included in the capital adequacy ratio. For testing effects of the unexpected exchange rate fluctuations on the Parent Bank monthly basis stress test analysis are done. In addition, by classifying the changes in risk factors different scenario analysis are done based on different exchange rate expectations. The sensitivity of assets, liabilities and off-balance sheets against exchange rate are measured by an analysis on a monthly basis.

The magnitude of hedging foreign currency debt instruments and net foreign currency investments by using hedging derivatives

The Group does not have any financial derivatives used for hedging.

Foreign exchange risk management policy

Transactions are being hedged according to the Central Bank of Türkiye's basket of currencies instantly. Manageable and measurable risks are taken in the scope of the regulatory limits.

Foreign exchange buying rates of the last five business days before the balance sheet date as publicly announced by the Parent Bank, are as follows

Date	USD Dollars	Euro
21 March 2025	37.9150	41.1915
24 March 2025	37.8502	41.0195
25 March 2025	37.8600	41.0400
26 March 2025	37.9086	40.9489
27 March 2025	37.9287	40.9326
28 March 2025	37.9323	40.8740
Balance Sheet Valuation Rate	37.9323	40.8740

The basic arithmetical average of the Parent Bank's foreign exchange bid rate for the last thirty days

The basic arithmetical average of the Parent Bank's foreign exchange bid rate for March 2025 is TL 36.9707 for USD, TL 39.8706 for EURO.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)

II. INFORMATION ON CONSOLIDATED FOREIGN CURRENCY EXCHANGE RATE RISK (Continued)

Information on Currency Risk of the Group ⁽¹⁾

Current Period	Euro	USD	Other	Total
Assets				
Cash (Cash in Vault, Foreign currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Türkiye	1,939,615	2,320,761	5,928	4,266,304
Banks	653,432	1,863,002	63,638	2,580,072
Financial Assets Measured at Fair Value through Profit or Loss	-	-	-	-
Interbank Money Market Placements	-	-	-	-
Financial Assets Measured at Fair Value through Comprehensive Income	520,480	58,170	-	578,650
Loans	1,920,414	4,050,014	-	5,970,428
Investments in Subsidiaries and Associates	-	-	-	-
Financial Assets Measured at Amortized Cost	1,544,182	1,230,211	-	2,774,393
Financial Derivative held for Hedging (Assets)	-	-	-	-
Tangible Assets	-	-	-	-
Intangible Assets	-	-	-	-
Other Assets	1,502,358	237,918	-	1,740,276
Total Assets	8,080,481	9,760,076	69,566	17,910,123
Liabilities				
Bank Deposits	2,042,997	1,905,375	2,448	3,950,820
Foreign Currency Deposits	2,772,101	4,391,068	57,361	7,220,530
Money Market Borrowings	-	-	-	-
Funds Borrowed from Other Financial Institutions	3,153,238	3,175,795	-	6,329,033
Marketable Securities Issued	-	-	-	-
Miscellaneous Payables	-	-	-	-
Financial Derivatives held for Hedging (Liabilities)	-	-	-	-
Other Liabilities ⁽²⁾	108,004	228,117	3,223	339,344
Total Liabilities	8,076,340	9,700,355	63,032	17,839,727
Net Balance Sheet Position	4,141	59,721	6,534	70,396
Net Off Balance Sheet Position	14,566	(14,261)	-	305
Financial Derivatives (Assets)	14,566	-	-	14,566
Financial Derivatives (Liabilities)	-	(14,261)	-	(14,261)
Non-Cash Loans	6,267,897	8,387,625	1,706,835	16,362,357
Prior Period				
Total Assets	7,107,853	9,693,517	71,922	16,873,292
Total Liabilities	7,089,257	9,595,185	54,666	16,739,108
Balance Sheet Position, net	18,596	98,332	17,256	134,184
Off Balance Sheet Position, net	15,498	(15,789)	-	(291)
Financial Derivatives (Assets)	15,498	-	-	15,498
Financial Derivatives (Liabilities)	-	(15,789)	-	(15,789)
Non-cash Loans	5,274,092	8,359,222	1,570,381	15,203,695

⁽¹⁾ In accordance with the provisions of the "Regulation on the Calculation and Application of Foreign Currency Net General Position/Equity Standard Ratio by Banks on a Consolidated and Non-Consolidated Basis"; Equity amounting to 1,555 TL was not taken into account in the exchange rate risk calculation.

⁽²⁾ Includes financial lease receivables.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)**II. INFORMATION ON CONSOLIDATED FOREIGN CURRENCY EXCHANGE RATE RISK (Continued)****Exposed currency risk**

Assuming a 10 percent depreciation/ appreciation of the TL against the following currencies 31 March 2025 The increase/decrease in equity and statement of profit or loss (excluding tax effects) for the periods ended 31 March 2024 and 31 December 2024 are shown in the table below. This analysis assumes that all other variables, in particular interest rates, remain constant.

Assuming 10 percent appreciation of TL;

	Current Period		Prior Period	
	Profit and Loss Statement	Shareholders' Equity ⁽¹⁾	Profit and Loss Statement	Shareholders' Equity ⁽¹⁾
Euro	(1,871)	(1,889)	(2,812)	(3,414)
US Dollar	(4,546)	(4,683)	32	(8,425)
Other Currencies	(653)	(653)	(1,466)	(1,726)
Total	(7,070)	(7,225)	(4,246)	(13,565)

⁽¹⁾ The effect on shareholders' equity also includes the effect on the profit/loss.

Assuming 10 percent depreciation of TL;

	Current Period		Prior Period	
	Profit and Loss Statement	Shareholders' Equity ⁽¹⁾	Profit and Loss Statement	Shareholders' Equity ⁽¹⁾
Euro	1,871	1,889	2,812	3,414
US Dollar	4,546	4,683	(32)	8,425
Other Currencies	653	653	1,466	1,726
Total	7,070	7,225	4,246	13,565

⁽¹⁾ The effect on shareholders' equity also includes the effect on the profit/loss.

III. INFORMATION ON CONSOLIDATED INTEREST RATE RISK**Interest rate sensitivity of the assets, liabilities and off-balance sheet items**

Within the context of the market risk management of the Risk Management Department, the Parent Bank's interest rate risk is calculated and analyzed taking different dimensions of the issue in consideration. The interest rate risk is measured according to market risk calculated using the standard method and is included in the capital adequacy ratio. To test the effect of the interest rate fluctuations on the Parent Bank monthly based stress test analysis are done.

In addition, by classifying the changes in risk factors different scenario analysis are done based on different interest rate expectations. The sensitivity of assets, liabilities and off-balance sheets against interest rate are measured by an analysis on a monthly basis.

The expected effects of the fluctuations of market interest rates on the Parent Bank's financial position and cash flows, the expectations for interest income, and the limits the board of directors has established on daily interest rates

The early warning limit is maximum 10%, maximum 12% limit, maximum 14% exception for limit exceedance, and early warning limit maximum 17% for Interest Rate Risk Arising from Banking Accounts/Equity ratio, maximum 17% limit for Securities Duration Risk/Total Assets ratio by the Board of Directors. maximum 18%, and maximum 19% exception for limit exceedance.

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INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)

III. INFORMATION ON CONSOLIDATED INTEREST RATE RISK (Continued)

he precautions taken for the interest rate risk the Parent Bank was exposed to during the current year and their expected effects on net income and shareholders' equity in the future periods

Although the increase in interest rates have a limited negative effect on the Parent Bank's financial position the Parent Bank's Equity structure is able to confront the negative effects of possible fluctuations in the interest rates.

Information related to interest rate sensitivity of assets, liabilities and off-balance sheet items
(Based on re-pricing dates)

Current Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non-Interest Bearing	Total
Assets							
Cash (cash in vault, foreign currencies, cash in transit, cheques purchased) and balances with the Central Bank of Türkiye	-	-	-	-	-	4,333,716	4,333,716
Banks	2,632,576	-	-	-	-	46,229	2,678,805
Financial assets at fair value through Profit or Loss	-	-	-	-	-	-	-
Interbank Money Market Placements	532,700	-	-	-	-	-	532,700
Financial Assets at Fair Value Through Other Comprehensive Income	511,780	8,336	143,767	316,351	46,912	2,580	1,029,726
Loans	1,890,424	3,682,591	1,902,536	346,456	-	43,145	7,865,152
Financial Assets Measured at Amortized Cost	759,648	292,216	1,575,620	304,918	-	-	2,932,402
Other assets ^{(1) (3)}	77,985	224,857	653,768	517,405	-	1,874,817	3,348,832
Total assets	6,405,113	4,208,000	4,275,691	1,485,130	46,912	6,300,487	22,721,333
Liabilities							
Bank Deposits	3,192,654	758,721	-	-	-	12	3,951,387
Other Deposits	229,350	480,374	48,173	-	-	6,560,479	7,318,376
Money Market Borrowings	-	-	-	-	-	-	-
Miscellaneous Payables	-	-	-	-	-	-	-
Marketable Securities Issued	-	-	-	-	-	-	-
Funds Borrowed From Other Fin. Ins.	593,067	2,677,433	3,062,212	23,464	-	-	6,356,176
Other liabilities ⁽²⁾	581	1,179	2,933	-	-	5,090,701	5,095,394
Total liabilities	4,015,652	3,917,707	3,113,318	23,464	-	11,651,192	22,721,333
Off-balance sheet items							
Long Position in the Balance Sheet	2,389,461	290,293	1,162,373	1,461,666	46,912	-	5,350,705
Short Position in the Balance Sheet	-	-	-	-	-	(5,350,705)	(5,350,705)
Long Position in the Off-balance Sheet	14,566	-	-	-	-	-	14,566
Short Position in the Off-balance Sheet	(14,261)	-	-	-	-	-	(14,261)
Total Position	2,389,766	290,293	1,162,373	1,461,666	46,912	(5,350,705)	305

(1) The amount of TL 1,874,817 in other assets non-interest bearing column consists of Property, Plant and Equipment amounting to TL 1,456,469 Provision for Expected Losses amounting to TL 80,553 Intangible Assets amounting to TL 15,909, Deferred Tax Asset amounting to TL 3,945 Other non-interest bearing amounts amounting to TL 479,047 and other unallocated amounts.

(2) The amount of TL 5,090,799 in the other liabilities non-interest bearing column consists of shareholders' equity amounting to TL 3,834,125, provisions amounting to TL 238,301, current tax liability amounting to TL 136,344, deferred tax liability amounting to TL 71,035, derivative liabilities amounting to TL 48 and other liabilities amounting to TL 810,946.

(3) Includes finance lease receivables.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)

III. INFORMATION ON CONSOLIDATED INTEREST RATE RISK (Continued)

Prior Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non-Interest Bearing	Total
Assets							
Cash (cash in vault, foreign currencies, cash in transit, cheques purchased) and balances with the Central Bank of Türkiye	-	-	-	-	-	4,133,278	4,133,278
Banks	2,837,014	-	-	-	-	46,676	2,883,690
Financial assets at fair value through Profit or Loss	-	-	-	-	-	-	-
Interbank Money Market Placements	70,092	-	-	-	-	-	70,092
Financial Assets at Fair Value Through Other Comprehensive Income	4,575	530,404	7,949	329,280	48,453	2,396	923,057
Loans	1,280,003	1,758,036	2,295,301	496,427	-	1,108	5,830,875
Financial Assets Measured at Amortized Cost	42,424	1,267,182	754,465	1,108,491	-	-	3,172,562
Other assets ^{(1) (3)}	73,856	222,969	578,117	536,304	-	1,630,753	3,041,999
Total assets	4,307,964	3,778,591	3,635,832	2,470,502	48,453	5,814,211	20,055,553
Liabilities							
Bank Deposits	2,502,368	707,064	-	-	-	-	3,209,432
Other Deposits	238,613	60,203	413,059	505	-	6,550,319	7,262,699
Money Market Borrowings	-	-	-	-	-	-	-
Miscellaneous Payables	-	-	-	-	-	-	-
Marketable Securities Issued	-	-	-	-	-	-	-
Funds Borrowed From Other Fin. Ins.	2,022,933	1,670,471	2,408,156	40,661	-	-	6,142,221
Other liabilities ⁽²⁾	531	1,078	616	-	-	3,438,976	3,441,201
Total liabilities	4,764,445	2,438,816	2,821,831	41,166	-	9,989,295	20,055,553
Long Position in the Balance Sheet	-	1,339,775	814,001	2,429,336	48,453	-	4,631,565
Short Position in the Balance Sheet	(456,481)	-	-	-	-	(4,175,084)	(4,631,565)
Long Position in the Off-balance Sheet	15,498	-	-	-	-	-	15,498
Short Position in the Off-balance Sheet	-	-	-	-	-	-	-
Total Position	(456,772)	1,339,775	814,001	2,429,336	48,453	(4,175,084)	(291)

⁽¹⁾ The amount of 1,630,753 TL in the other assets interest-free column; It consists of Tangible Assets of 1,441,992 TL, Expected Loss Provisions of 44,820 TL, Intangible Assets of 16,257 TL, Deferred Tax Asset of 2,296 TL, Deferred Tax Asset of 215,027 TL, Other interest-free amounts of 162,579 TL and other non-distributable amounts.

⁽²⁾ The amount of 3,438,976 TL in the other liabilities interest-free column; It consists of Equity in the amount of 2,696,580 TL, Provisions in the amount of 90,715 TL, Deferred Tax Liability in the amount of 55 TL, and undistributed amounts in the Other Liabilities amounting in the amount of 375,376 TL.

⁽³⁾ Includes financial lease receivables.

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INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)

III. INFORMATION ON CONSOLIDATED INTEREST RATE RISK (Continued)

Average interest rates applied to monetary financial instruments (%)

Current Period	EURO	USD	TL
Assets			
Cash (cash in vault, effectives, money in transit, cheques purchased) and Balances with the Central Bank of Türkiye	-	-	-
Banks	2.66	4.28	43.84
Financial Assets at Fair Value through Profit or Loss	-	-	-
Money Market Placements	-	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	3.27	8.42	17.37
Loans	6.26	7.07	44.28
Financial Assets Measured at Amortized Cost	-	-	37.06
Financial Lease Receivables	10.06	7.32	51.02
Liabilities			
Interbank Deposits	3.73	6.50	-
Other Deposits	0.53	1.32	34.46
Money Market Borrowings	-	-	-
Miscellaneous Payables	-	-	-
Marketable Securities Issued	-	-	-
Funds Borrowed from Other Financial Institutions	4.31	5.65	44.95
Prior Period	EURO	USD	TL
Assets			
Cash (cash in vault, effectives, money in transit, cheques purchased) and Balances with the Central Bank of Türkiye.	-	-	8.50
Banks	2.59	4.82	48.24
Financial assets at Fair Value through Profit or Loss	-	-	-
Money Market Placements	-	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	3.27	6.21	10.65
Loans	9.19	7.59	51.33
Financial Assets Measured at Amortized Cost	-	-	19.22
Financial Lease Receivables	9.98	7.43	50.68
Liabilities			
Interbank Deposits	5.07	7.10	-
Other Deposits	0.48	2.84	48.75
Money Market Borrowings	-	-	-
Miscellaneous Payables	-	-	-
Marketable Securities Issued	-	-	-
Funds Borrowed from Other Financial Institutions	4.76	6.07	44.95

IV. INFORMATION ON CONSOLIDATED STOCK POSITION RISK

Equity investment risk due from banking book

The Parent Bank does not have equity investment risk due to subsidiary and securities issued capital which classified banking accounts are not traded on the stock exchange.

Information on booking value, fair value and market value of equity investments

None.

Information on equity investments realized gains or losses, revaluation increases and unrealized gains or losses and these amounts including capital contribution.

None.

Breakdown of the amount of capital requirements on investments in related stock exchange basis, depending on the Credit Risk Standard Method or the capital requirement calculation method which bank has chosen out of allowed methods stated in the Communiqué Regarding Calculation of Credit Risk Amount on Internal Rating Based Approach.

None.

INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)

V. INFORMATION ON CONSOLIDATED LIQUIDITY RISK MANAGEMENT

Information on liquidity risk management regarding risk capacity of the Parent Bank, responsibilities and structure of the liquidity risk management, reporting of the liquidity risk in the Bank, the way that sharing liquidity risk strategy, policy and implementations with the board of directors and job fields.

Evaluation of capacity of liquidity risk position of the Parent Bank depends on current liquidity position, current and estimated asset quality, current and future income capacity, historical funding needs, estimated funding needs and decreasing funding needs or analysis of decrease in additional funding choices. One or more actions below are done to find funds in order to maintain liquidity needs.

- Disposal of the liquid assets
- Maintain increasing short term debts and/or additional short term time deposit and deposit like assets
- Decrease in moveable long term assets
- Increase in long term liabilities
- Increase in equity funds

Responsibility of the management of general liquidity belongs to Top Level Management, Treasury Department or Asset/Liability Committee which is consisting of Risk Management executives. Appropriate controls and balances are maintained in every condition.

Analysis of effects of various stress scenarios on the liquidity position and establishment of limits are crucial in order to establish effective liquidity risk management. Limits are determined according to the size of the Parent Bank, complexity of transactions and suitability of the financial conditions.

One of the important components of liquidity management is management information system which is created to offer information about the liquidity position of the Parent Bank to the Board of Directors, top level management and related appropriate personnel at the right time. Strong management information system is an integral part of the reliable decision making process of the liquidity.

One of the important aspects of liquidity management is making assumptions on prospective funding needs. Although final cash inflows and outflows can be easily calculated or estimated, the Parent Bank also makes short-term and long-term assumptions. Another important consideration is that the Parent Bank's reputation plays an important role in reaching the funds it needs in a reasonable amount of time.

Management also has an emergency plan to be implemented in the absence of accurate projections. An effective emergency planning consists of identifying minimum and maximum liquidity needs and weighting alternatives that will be used to meet these needs.

The degree of centralization of liquidity management and funding strategy and information about the functioning between the Bank and its shareholders

The Parent Bank is supported by well-established shareholders among most powerful financial institutions in Türkiye, Middle East and the North African region. The Parent Bank's largest shareholder is Libyan Foreign Bank which is 100% owned by the Central Bank of Libya has A&T Bank. Funds received from the Group's risk group have a 25% share in liabilities.

Information on the Bank's funding strategy including the policies regarding diversification of funding sources and periods

The Parent Bank obtains its fund sources mainly from the parent Libyan Foreign Bank and its subsidiaries. These Funds are reliable sources which are ongoing for many years with renewing terms and expected to continue thereafter.

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INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)**V. INFORMATION ON CONSOLIDATED LIQUIDITY RISK MANAGEMENT (Continued)****Currencies constituting minimum five percent of the Bank's total liabilities**

A large portion of the Parent Bank's liabilities consist of funds obtained from the parent Libyan Foreign Bank and group banks 60% of these funds are US Dollars, and 40% are EUR.

Information regarding to the liquidity risk mitigation techniques used

The Parent Bank's liquidity risk mitigation techniques are retention of high-quality liquid assets on hand, provide maturity match between assets and liabilities and having the option to obtain funds from different banks in its risk groups.

Information regarding to the usage of Stress Tests

Stress tests are applied by changing the percentage of the parameters regarding to the liquidity ratio calculation. Subjected components, particularly high-quality liquid assets, including cash inflows and cash outflows are increased and decreased at various rates to measure the effects on the calculation. The test results provide guidance on liquidity management.

General information on the emergency and contingency plan of Liquidity

The Liquidity Emergency Action Plan prepared by the Parent Bank's Assets Liabilities Committee was presented to the Board of Directors and approved by Council Decision No. 316-A/6/18 at 5 October 2018. Decisions on the plan;

- Bank-specific crisis and general market crisis has been described,
- The decision of proportional and structural changes of assets and liabilities in the balance sheet is delegated to Assets and Liabilities Committee,
- Agreed that the Liquidity Dashboard which includes available and accessible liquidity sources of the Bank, asset sales, loan repayments and liquidity usage submitted periodically to Assets Liabilities Committee by the Treasury Department.
- Within the framework of an effective liquidity risk management of the Treasury Department, where necessary, acting jointly with other business units to avoid concentration of funding sources, following different funding options and current trends and reporting on costs is expressed,
- If necessary, making changes in the Emergency Action Plan and update it according to market conditions and balance sheet structure is delegated to Assets Liabilities Committee.

Liquidity coverage ratio

In accordance with the "Regulation on calculation of Bank's liquidity coverage ratio", published in Official Gazette no. 28948, dated 21 March 2014, liquidity coverage ratio is calculated which disclosed to the public in the following format. The monthly simple arithmetic average calculated consolidated liquidity coverage ratio of the last three months average, the weekly simple arithmetic average calculated liquidity coverage ratio of the last three months average

The last 3 months calculated lowest and highest values of consolidated foreign currency and total liquidity coverage ratio by weeks are as follows:

	Month	FC	Month	FC+TL
Lowest	February	237	January	184
Highest	March	297	March	238

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INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)

V. INFORMATION ON CONSOLIDATED LIQUIDITY RISK MANAGEMENT (Continued)

The monthly simple arithmetic average calculated consolidated liquidity coverage ratio of the last three months average is as following:

Current Period		Consideration Ratio Not Applied Total Value ⁽¹⁾		Consideration Ratio Applied Total Value ⁽¹⁾	
		TL+FC	FC	TL+FC	FC
	HIGH QUALITY LIQUID ASSETS				
1	High quality liquid assets	10,465,058	9,929,759	7,996,434	7,502,246
	CASH OUTFLOWS				
2	Real person deposits and retail deposits	-	-	-	-
3	Stable deposit	3,095,420	1,758,502	244,552	175,850
4	Deposit with low stability	1,299,788	-	64,989	-
5	Unsecured debts except real person deposits and retail deposits	1,795,632	1,758,502	179,563	175,850
6	Operational deposit	8,815,372	7,809,965	6,431,903	5,441,755
7	Non-operating deposits	-	-	-	-
8	Other unsecured debts	7,532,857	7,490,077	5,149,388	5,121,867
9	Secured debts	1,282,515	319,888	1,282,515	319,888
10	Other cash outflows	-	-	-	-
11	Derivative liabilities and margin obligations	17,371,150	16,126,776	1,357,668	894,923
12	Debt from structured financial instruments	-	-	-	-
13	Other off-balance sheet liabilities and commitments for the payment owed to financial markets	-	-	-	-
14	Revocable off-balance sheet obligations regardless of any other requirement and other contractual obligations	-	-	-	-
15	Other irrevocable or provisory revocable off-balance sheet liabilities	17,371,150	16,126,776	1,357,668	894,923
16	TOTAL CASH OUTFLOW	29,281,942	25,695,243	8,034,123	6,512,528
	CASH INFLOWS				
17	Secured receivables	-	-	-	-
18	Unsecured claims	4,487,131	3,895,386	3,993,564	3,462,921
19	Other cash inflows	1,666	1,666	1,666	1,666
20	TOTAL CASH INFLOWS	4,488,797	3,897,052	3,995,230	3,464,587
21	TOTAL HQLA STOCK			7,996,434	7,502,246
22	TOTAL NET CASH OUTFLOWS			4,038,893	3,047,941
23	LIQUIDITY COVERAGE RATIO (%)			197.99	246.14

⁽¹⁾ The monthly simple arithmetic average calculated consolidated liquidity coverage ratio of the last three months average.

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INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)

V. INFORMATION ON CONSOLIDATED LIQUIDITY RISK MANAGEMENT (Continued)

Prior Period	Consideration Ratio Not Applied Total Value ⁽¹⁾		Consideration Ratio Applied Total Value ⁽¹⁾	
	TL+FC	FC	TL+FC	FC
HIGH QUALITY LIQUID ASSETS				
1 High quality liquid assets	10,556,057	10,150,992	8,239,422	7,834,358
CASH OUTFLOWS				
2 Real person deposits and retail deposits	2,845,764	1,788,752	233,901	178,875
3 Stable deposit	1,013,517	-	50,676	-
4 Deposit with low stability	1,832,247	1,788,752	183,225	178,875
5 Unsecured debts except real person deposits and retail deposits	7,873,974	7,442,410	5,418,146	4,998,672
6 Operational deposit	-	-	-	-
7 Non-operating deposits	7,211,665	7,178,793	4,755,837	4,735,055
8 Other unsecured debts	662,309	263,617	662,309	263,617
9 Secured debts	-	-	-	-
10 Other cash outflows	15,911,106	14,811,974	1,212,370	819,976
11 Derivative liabilities and margin obligations	-	-	-	-
12 Debt from structured financial instruments	-	-	-	-
13 Other off-balance sheet liabilities and commitments for the payment owed to financial markets	-	-	-	-
14 Revocable off-balance sheet obligations regardless of any other requirement and other contractual obligations	-	-	-	-
15 Other irrevocable or provisory revocable off-balance sheet liabilities	15,911,106	14,811,974	1,212,370	819,976
16 TOTAL CASH OUTFLOW	26,630,844	24,043,136	6,864,417	5,997,523
CASH INFLOWS				
17 Secured receivables	-	-	-	-
18 Unsecured claims	4,621,562	4,180,070	4,122,549	3,733,773
19 Other cash inflows	2,545	2,545	2,545	2,545
20 TOTAL CASH INFLOWS	4,624,107	4,182,615	4,125,094	3,736,318
21 TOTAL HQLA STOCK			8,239,422	7,834,358
22 TOTAL NET CASH OUTFLOWS			2,739,323	2,261,205
23 LIQUIDITY COVERAGE RATIO (%)			300.78	346.47

⁽¹⁾ The monthly simple arithmetic average calculated consolidated liquidity coverage ratio of the last three months average.

Important factors affecting the liquidity coverage ratio results and the change over time of those items taken into account while calculating this ratio

High-quality liquid assets and cash outflows are one of the most important factors affecting the calculation of the liquidity coverage ratio for Parent bank. A major portion of high-quality liquid assets of the Parent Bank are consisted of treasury bills and free deposits held in CBRT. High-quality liquid assets been on the rise throughout the year had a positive effect on the calculation of liquidity coverage ratio.

The content of high-quality liquid assets

High quality liquid assets consist of cash and cash equivalents, currency deposits, debt instruments issued by the CBRT and the Treasury and debt instruments with a credit rating or default probability between A+ and BBB- or equivalent. The Bank's high quality liquid assets consist of 47% of CBRT accounts, 51% of debt instruments issued by the Treasury and 2% of cash and cash equivalents.

Sections Funding sources comprised of and their densities within all funds

A significant part of the funding sources are comprised of deposits received. 50% of the total liabilities are deposits received. 35% of these deposits are deposits obtained from banks.

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INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)

V. INFORMATION ON CONSOLIDATED LIQUIDITY RISK MANAGEMENT (Continued)

Information on cash outflows arising from derivative transactions and transactions that are subject to collateralization

Cash outflows due to derivative contracts occur during periods when the bank's derivative liabilities exceed its derivative receivables. As of March 31, 2025, the Bank has no net cash outflow from derivative transactions.

Counterparty and product-based funding sources and concentration limits on collaterals

A significant part of the funding sources are comprised of deposits received. 50% of the liability is deposits and 35% of these deposits are from banks. All of these liabilities are warrantless.

Funding needs in terms of the Bank itself, foreign branches and consolidated subsidiaries taking into account operational and legal factors that inhibits the Bank's liquidity transfer and liquidity risk exposure

The Parent Bank obtains funds essentially from main shareholder Libyan Foreign Bank and its subsidiaries. These reliable and ongoing funds are renewed at different maturities and expected to continue for many years.

Other cash inflows and outflows that are included in liquidity coverage calculation but not included in the public disclosure template in the second paragraph and considered to be related with the Bank's liquidity profile

None.

Display of assets and liabilities according to their remaining maturities

Current Period	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Year and Over	Unallocated	Total
Assets								
Cash (cash in vault, effectives, money in transit, cheques purchased) and Central Bank balances	183,736	4,149,980	-	-	-	-	-	4,333,716
Banks	533,207	2,145,598	-	-	-	-	-	2,678,805
Financial Assets at Fair Value through Profit or Loss	-	-	-	-	-	-	-	-
Money Market Placements	-	532,700	-	-	-	-	-	532,700
Financial Assets at Fair Value Through Other Comprehensive Income	-	511,780	8,331	143,772	316,351	46,912	2,580	1,029,726
Loans	-	1,890,424	2,418,043	3,167,084	346,456	-	43,145	7,865,152
Investment securities held-to-maturity	-	759,648	292,216	1,575,620	304,918	-	-	2,932,402
Other assets ^{(1) (3)}	-	181,488	154,456	671,107	570,467	-	1,771,314	3,348,832
Total Assets	716,943	10,171,618	2,873,046	5,557,583	1,538,192	46,912	1,817,039	22,721,333
Liabilities								
Interbank Deposits	2,825,264	367,402	758,721	-	-	-	-	3,951,387
Other Deposits	6,560,479	229,359	480,365	48,173	-	-	-	7,318,376
Funds provided from other financial institutions	-	-	-	-	-	-	-	-
Money market borrowings	-	-	-	-	-	-	-	-
Marketable securities issued	-	-	-	-	-	-	-	-
Miscellaneous payables	-	20,806	2,325,565	3,193,498	816,307	-	-	6,356,176
Other liabilities ⁽²⁾	-	7,915	5,547	2,342	395	-	5,079,195	5,095,394
Total Liabilities	9,385,743	625,482	3,570,198	3,244,013	816,702	-	5,079,195	22,721,333
Net Liquidity Gap	(8,668,800)	9,546,136	(697,152)	2,313,570	721,490	46,912	(3,262,156)	-
Prior Period								
Total Assets	530,222	8,008,174	3,178,528	4,172,718	2,534,861	48,453	1,582,597	20,055,553
Total Liabilities	8,982,098	1,801,294	2,066,885	3,002,895	773,095	-	3,429,286	20,055,553
Net Liquidity Gap	(8,451,876)	6,206,880	1,111,643	1,169,823	1,761,766	48,453	(1,846,689)	-

(1) The amount of TL 1,771,314 in the other assets undistributable column; It consists of Tangible Assets of TL 1,456,469, Expected Loss Provisions of TL 80,553, Intangible Assets of 15,909 TL, Deferred Tax Asset of TL 3,945, other interest-free amounts of TL 479,047 and other undistributed amounts.

(2) The amount of TL 5,079,195 in the other liabilities undistributed column; It consists of TL 3,834,125 Equity, TL 238,301 Provisions, TL 136,344 Current Tax Debt, TL 71,035 Deferred Tax Debt, TL 48 Derivative Liabilities, TL 810,946 other interest-free amounts.

(3) Includes financial lease receivables.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)

V. INFORMATION ON CONSOLIDATED LIQUIDITY RISK MANAGEMENT (Continued)

In addition to the Bank Liquidity Coverage Ratio, the Net Stable Funding Ratio (NIFO) measurement, which provides medium/long-term liquidity risk measurement in accordance with the Regulation on the Calculation of the Net Stable Funding Ratio of Banks, which came into force after being published in the Official Gazette dated 26 May 2023 and numbered 32202, is submitted to BRSA. has started to be sent.

Current Period		According to the Remaining Maturity, Unapplied Consideration Rate				Total Amount with Consideration Rate Applied
		Vadesiz*	Less than 6 Months	6 Months to 6 Months Longer than 6 Months Less than 1 Year	1 Year and more than 1 Year	
Available Stable Fund						
1	Elements of Equity	-	-	-	3,606,680	3,606,680
2	Tier 1 and Tier 2 capital	-	-	-	3,606,680	3,606,680
3	Other equity items	-	-	-	-	-
4	Real person and retail customer deposits/participation funds	2,834,580	329,208	13,499	-	2,928,095
5	Stable deposit/participation fund	1,218,900	145,854	5,989	-	1,302,206
6	Low stable deposit/participation fund	1,615,680	183,354	7,510	-	1,625,889
7	Due to other persons	5,127,016	5,105,001	1,773,308	1,958,333	3,169,020
8	Operational deposits/participation funds	-	-	-	-	-
9	Other payables	5,127,016	5,105,001	1,773,308	1,958,333	3,169,020
10	Liabilities equivalent to interconnected assets					
11	Other liabilities	1,674,323	-	-	-	-
12	Derivative liabilities					
13	Other equity items and liabilities not included above	1,674,323	-	-	-	-
14	Available Stable Fund					9,703,795
Required Stable Funding						
15	High quality liquid assets					180,364
16	Operational deposits/participation funds deposited with credit institutions or financial institutions	-	-	-	-	-
17	Live receivables	2,273,277	7,343,180	1,498,130	1,276,958	5,782,388
18	Receivables from credit institutions or financial institutions whose collateral is first quality liquid assets	-	-	-	-	-
19	Unsecured receivables from credit institutions or financial institutions or secured receivables whose collateral is not first quality liquid assets	819,732	4,231,864	654,437	1,568	1,783,298
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	1,453,545	3,111,316	843,693	997,392	3,762,791
21	Receivables subject to 35% or lower risk weighting	-	596,020	-	-	-
22	Receivables collateralised with mortgages on residential properties	-	-	-	-	-
23	Receivables subject to risk weighting of 35% or less	-	-	-	-	-
24	High quality liquid assets that do not qualify as high quality liquid assets, listed equities and debt instruments	-	-	-	277,998	236,299
25	Assets equivalent to interconnected liabilities					
26	Other assets	2,360,491	-	-	9,392	2,369,882
27	Commodities with physical delivery including gold	-				-
28	Initial margin for derivative contracts or guarantee fund given to central counterparty				-	-
29	Derivative assets				-	-
30	Derivative liabilities before deduction of variation margin				-	-
31	Other assets not included above	2,360,491	-	-	9,392	2,369,882
32	Off-balance sheet liabilities		17,552,952	-	-	877,648
33	Required Stable Funding					9,210,282
34	Net Stable Funding Ratio (%)					105.20

(*) Items reported in the Non-maturity column do not have a specific maturity. These include, but are not limited to, equity items with no stated maturity, demand deposits, short positions, positions with no stated maturity, high quality illiquid equities and commodities with physical delivery.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)

VI. EXPLANATIONS ON LEVERAGE RATIO

Leverage Ratio

Explanations on leverage ratio is calculated in accordance with the "Regulation on Equity of Banks" and "Regulation on Measurement and Assessment of Capital Adequacy of Banks" published in the Official Gazette numbered 28812, dated 5 November 2013.

Information on subjects that causes difference in leverage ratio between current and prior periods

The main difference between the current and prior period are capital and total risk amount. Additionally, Bank has no significant change in portfolio.

An Extract Comparison Table of Total Risks Placed in Consolidated Financial Statements Coordinated in Accordance With TAS

	Current Period	Prior Period
Total assets in consolidated financial statements prepared in accordance with Turkish Accounting Standards ⁽¹⁾	31,626	33,444
The difference between total assets prepared in accordance with Turkish Accounting Standards and total assets in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements"	-	-
The difference between the amounts of derivative financial instruments and credit derivatives in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements" and risk amounts of such instruments	28,938	36,028
The difference between the amounts of securities or commodity financing transactions in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements" and risk amounts of such instruments	3,887,941	4,402,774
The difference between the amounts of off-balance items in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements" and risk amounts of such items	334,487	335,920
Other differences between the amounts in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements" and risk amounts of such items	-	-
Total Risk Amount	4,282,992	4,808,166

⁽¹⁾ The related amounts are calculated from financial tables in the Consolidated Financial Statements prepared in accordance with BRSA Accounting and Financial Reporting Legislation.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)

VI. EXPLANATIONS ON LEVERAGE RATIO (Continued)

Leverage ratio disclosure as follows:

	Balance sheet assets	Current Period ⁽¹⁾	Prior Period ⁽¹⁾
1	Balance sheet assets (Except for derivative financial instruments and credit derivatives, including warranties)	21,763,824	17,828,018
2	(Assets deducted from main capital)	(15,813)	(15,650)
3	Total risk amount of the balance sheet assets (Sum of 1st and 2nd rows)	21,748,011	17,812,368
	Derivative financial instruments and credit derivatives		
4	Replacement cost of derivative financial instruments and credit derivatives	-	-
5	Potential credit risk amount of derivative financial instruments and credit derivatives	-	-
6	Total risk amount of derivative financial instruments and credit derivatives (Sum of 4th and 5th rows)	-	-
	Security or secured financing transactions		
7	Risk amount of security or secured financing transactions (Except balance sheet)	-	-
8	Risk amount due to intermediated transactions	-	-
9	Total risk amount of security or secured financing transactions (Sum of 7th and 8th rows)	-	-
	Off-balance sheet transactions		
10	Gross nominal amount of off-balance sheet transactions	17,554,056	15,138,840
11	(Adjustment amount resulting from multiplying by credit conversion rates)	-	-
12	Risk amount of the off-balance sheet transactions (Sum of 10th and 11th rows)	17,554,056	15,138,840
	Equity and total risk		
13	Main capital	3,464,986	2,299,325
14	Total risk amount (Sum of 3th, 6th, 9th and 12th rows)	39,302,067	32,951,208
	Leverage ratio		
15	Leverage ratio	8.80%	6.99%

⁽¹⁾ Amounts in the table are obtained on the basis of three-month weighted average.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)

VII. EXPLANATIONS ON RISK MANAGEMENT

Overview of Risk Weighted Amount

		Risk Weighted Amount		Minimum capital Requirement
		Current Period	Prior Period	Current Period
1	Credit risk (excluding counterparty credit risk) (CCR)	17,841,401	13,602,227	1,427,312
2	Standardised approach (SA)	17,841,401	13,602,227	1,427,312
3	Internal rating-based (IRB) approach	-	-	-
4	Counterparty credit risk	153	33	12
5	Standardised approach for counterparty credit risk (SA-CCR)	153	33	12
6	Internal model method (IMM)	-	-	-
7	Basic risk weight approach to internal models 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 - 12.50% weighted risk approach	-	-	-
11	Settlement risk	-	-	-
12	Securitization positions in banking accounts	-	-	-
13	IRB ratings-based approach (RBA)	-	-	-
14	IRB Supervisory Formula Approach (SFA)	-	-	-
15	SA/simplified supervisory formula approach (SSFA)	-	-	-
16	Market risk	776,225	850,938	62,098
17	Standardised approach (SA)	776,225	850,938	62,098
18	Internal model approaches (IMM)	-	-	-
19	Operational Risk	1,703,763	1,211,788	136,301
20	Basic Indicator Approach	1,703,763	1,211,788	136,301
21	Standard Approach	-	-	-
22	Advanced measurement approach	-	-	-
23	The amount of the discount threshold under the equity (subject to a 250% risk weight)	-	-	-
24	Floor adjustment	-	-	-
25	Total (1+4+7+8+9+10+11+12+16+19+23+24)	20,321,542	15,664,986	1,625,723

RWA changes for CCR under the according to the internal model approach

None.

Market risk RWA (Risk Weighted Assets) change table according to the internal model approach

None.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON THE FINANCIAL POSITION OF THE GROUP (Continued)

VIII. INFORMATION ON CONSOLIDATED OPERATING SEGMENTS

The operating segments of the Parent Bank are determined in accordance with the organizational and internal reporting structure and IFRS 8 "Operating Segments".

The Parent Bank operates in the areas of retail banking, Corporate and Commercial Banking, treasury and Leasing.

Information on operational segments on 31 March 2025, 31 March 2024 are presented in the table below:

Current Period	Retail Banking	Corporate and Commercial Banking	Treasury	Leasing	Other	Total Operations of the Group
Interest Income (Net)	(4,183)	241,509	88,097	36,348	-	361,771
Commission Income (Net)	-	77,667	-	1,087	-	78,754
Unallocated Income/Expenses (Net)	-	-	-	(29,112)	(324,462)	(353,574)
Income from Subsidiaries	-	-	-	-	-	-
Dividend Income	-	-	-	-	-	-
Other Dividend Income	-	-	-	-	-	-
Operating Income(Net)	(4,183)	319,176	88,097	8,323	(324,462)	86,951
Income before tax	-	-	-	-	86,951	86,951
Tax Provision	-	-	-	-	(21,794)	(21,794)
Net Profit for the Period	-	-	-	-	65,157	65,157

Current Period	Retail Banking	Corporate and Commercial Banking	Treasury	Leasing	Other	Total Operations of the Group
Segment Assets	6,077	2,926,325	11,147,125	1,931,742	-	16,011,269
Unallocated assets	-	-	-	-	6,710,064	6,710,064
Total Assets	6,077	2,926,325	11,147,125	1,931,742	6,710,064	22,721,333
Segment Liabilities	3,371,177	3,957,089	8,763,268	1,621,472	-	17,713,006
Unallocated Liabilities	-	-	-	-	1,174,202	1,174,202
Equity	-	-	-	-	3,834,125	3,834,125
Total Liabilities	3,371,177	3,957,089	8,763,268	1,621,472	5,008,327	22,721,333

Prior Period	Retail Banking	Corporate and Commercial Banking	Treasury	Leasing	Other	Total Operations of the Group
Interest Income (Net)	(2,808)	138,941	35,638	16,488	-	188,259
Commission Income (Net)	-	43,319	-	626	-	43,945
Unallocated Income/Expenses (Net)	-	-	-	(17,063)	(174,236)	(191,299)
Income from Subsidiaries	-	-	-	-	-	-
Dividend Income	-	-	-	-	-	-
Other Dividend Income	-	-	-	-	-	-
Operating Income	(2,808)	182,260	35,638	51	(174,236)	40,905
Income before tax	-	-	-	-	40,905	40,905
Tax Provision	-	-	-	-	(3,812)	(3,812)
Net Profit for the Period	-	-	-	-	37,093	37,093

Prior Period	Retail Banking	Corporate and Commercial Banking	Treasury	Leasing	Other	Total Operations of the Group
Segment Assets	1,630	3,170,932	10,923,399	1,716,305	-	15,812,266
Unallocated assets	-	-	-	-	4,243,287	4,243,287
Total Assets	1,630	3,170,932	10,923,399	1,716,305	4,243,287	20,055,553
Segment Liabilities	2,910,062	4,385,114	7,993,332	1,394,671	-	16,683,179
Unallocated Liabilities	-	-	-	-	675,794	675,794
Equity	-	-	-	-	2,696,580	2,696,580
Total Liabilities	2,910,062	4,385,114	7,993,332	1,394,671	3,372,374	20,055,553

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

SECTION FIVE**INFORMATION ON DISCLOSURES AND FOOTNOTES OF
CONSOLIDATED FINANCIAL STATEMENTS****I. INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED ASSETS****1. Information on cash equivalents and Central Bank of Türkiye****Information on cash equivalents**

	Current Period		Prior Period	
	TL	FC	TL	FC
Cash/Effective	2,477	116,324	1,489	134,010
Central Bank of Turkey	64,935	4,149,980	8,985	3,988,794
Other	-	-	-	-
Total	67,412	4,266,304	10,474	4,122,804

Information related to the account of Central Bank of Türkiye

	Current Period		Prior Period	
	TL	FC	TL	FC
Unrestricted Demand Deposits ⁽¹⁾	14,935	-	8,985	-
Unrestricted Time Deposits	-	1,682,005	-	1,494,349
Restricted Time Deposits	-	-	-	-
Reserve Deposits	50,000	2,467,975	-	2,494,445
Total	64,935	4,149,980	8,985	3,988,794

⁽¹⁾ General reserve amount requirements maintained at CBRT.**Information on Reserve Deposits**

Banks established in Turkey or operating in Turkey by opening branches are subject to the Central Bank's Communiqué on Required Reserves numbered 2013/15. The items specified in the communiqué constitute the liabilities subject to required reserves, with the exception of the liabilities to the Central Bank of the Republic of Turkey, the Treasury, domestic banks and the banks established by international agreement to their headquarters and branches in Turkey, based on the accounting standards and registration scheme to which banks are subject.

Banks establish required reserves at the Central Bank of the Republic of Turkey for their Turkish Lira and foreign currency liabilities specified in the aforementioned communiqué. Establishment of required reserves begins on Friday, two weeks after the liability calculation date, and lasts for 14 days. Required reserves can be kept in Turkish Lira, USD, EUR and standard gold in accordance with the "Communiqué on Required Reserves" at the Central Bank of the Republic of Turkey. Required reserve ratios vary according to the maturity structure of the liabilities and are applied between 3% and 17% for Turkish Lira deposits and other liabilities, and between 5% and 30% for foreign currency deposits and other liabilities.

2. Information on financial assets at fair value through profit or loss

None.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

I. INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED ASSETS (Continued)

3. Positive differences related to derivative financial assets
None.

4. Information on banks

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
Domestic banks	98,733	2,097,141	111,586	2,425,810
Foreign banks	-	482,931	-	346,294
Branches and head office abroad	-	-	-	-
Total	98,733	2,580,072	111,586	2,772,104

Information on Expected Credit Losses Information on Expected Loss Provisions

Current Period	Stage 1	Stage 2	Stage 3	Total
Balances at Beginning of Period	2,769	-	-	2,769
Additions during the Period (+)	2,567	-	-	2,567
Disposal (-)	(2,623)	-	-	(2,623)
Transfer to Stage1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Write-offs (-)	-	-	-	-
Balances at End of Period	2,713	-	-	2,713

Prior period	Stage 1	Stage 2	Stage 3	Total
Balances at Beginning of Period	1,674	-	-	1,674
Additions during the Period (+)	2,648	-	-	2,648
Disposal (-)	(1,553)	-	-	(1,553)
Transfer to Stage1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Write-offs (-)	-	-	-	-
Balances at End of Period	2,769	-	-	2,769

5. Information on financial assets at fair value through other comprehensive income

Information on transaction of repo and collateral/blocked financial assets (Net)

The Bank has no financial assets at fair value through other comprehensive income subject to repurchase agreements in the current period (December 31, 2024: None).

In the current period, the Parent Company does not have any securities at fair value through other comprehensive income given as collateral/blocked as collateral (December 31, 2024: None).

Major types of financial assets at fair value through other comprehensive income

Financial assets at fair value through other comprehensive income are composed of shares that are not quoted in the stock market, certificates of rent and other securities.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

I. INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED ASSETS (Continued)

5. Information on financial assets at fair value through other comprehensive income (Continued)

Information on Financial assets at fair value through other comprehensive income

	Current Period	Prior Period
Debt Securities	1,246,435	1,141,112
Quoted in stock exchange	1,246,435	1,141,112
Not quoted in stock exchange	-	-
Share Certificates	2,579	2,394
Quoted in stock Exchange	-	-
Not quoted in stock Exchange	2,579	2,394
Impairment provision (-)	219,288	220,449
Total	1,029,726	923,057

6. Information on Loans

Information on all types of loans and advances given to shareholders and employees of the Parent Bank

	Current Period		Prior Period	
	Cash	Non-Cash	Cash	Non-Cash
Direct Loans Granted to Shareholders	-	494,679	-	333,214
Corporate Shareholders	-	494,679	-	333,214
Individual Shareholders	-	-	-	-
Indirect Loans Granted to Shareholders	-	-	-	-
Loans Granted to the Bank's personnel	6,077	-	1,630	-
Total	6,077	494,679	1,630	333,214

Information about the first and second group loans and other receivables including loans that have been restructured or rescheduled

Cash Loans	Standard Loans	Loans Under Close Monitoring Not Under the Scope of Restructuring or Rescheduling	Loans Under Close Monitoring	
			Loans with revised contract terms	Refinancing
Non-Specialized Loans	4,792,053	290	-	-
Commercial Loans	-	-	-	-
Export Loans	2,342,399	-	-	-
Import Loans	-	-	-	-
Loans Given to Financial Sector	2,443,867	-	-	-
Consumer Loans	5,787	290	-	-
Credit Cards	-	-	-	-
Other	2,684,513	345,151	-	-
Specialized Lending	-	-	-	-
Other Receivables	-	-	-	-
Total	7,476,566	345,441	-	-

Current Period	Standard Loan ^(*)	Loans Under Close Monitoring ^(*)
12-Month expected credit losses	27,205	-
Significant increase in credit risk	-	32,658
Prior Period	Standard Loan ^(*)	Loans Under Close Monitoring ^(*)
12-Month expected credit losses	20,031	-
Significant increase in credit risk	-	18,029

(*) Includes lease receivables.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

I. INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED ASSETS (Continued)

6. Information on Loans (Continued)

	Short Term	Middle and Long Term	Total
Consumer Loans-TL	-	-	-
Real estate loans	-	-	-
Automotive loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Consumer Loans-Indexed to FC	-	-	-
Real estate loans	-	-	-
Automotive loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Consumer Loans-Indexed to FC	-	-	-
Real estate loans	-	-	-
Automotive loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Individual Credit Cards-TL	-	-	-
Installment	-	-	-
Non-Installment	-	-	-
Individual Credit Cards-FC	-	-	-
Installment	-	-	-
Non-Installment	-	-	-
Personnel Loans- TL	3,656	2,421	6,077
Real estate loans	-	-	-
Automotive loans	-	-	-
Consumer loans	3,656	2,421	6,077
Other	-	-	-
Personnel Loans- Indexed to FC	-	-	-
Real estate loans	-	-	-
Automotive loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Personnel Loans-FC	-	-	-
Real estate loans	-	-	-
Automotive loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Personnel Credit Cards-TL	-	-	-
Installment	-	-	-
Non-Installment	-	-	-
Personnel Credit Cards-FC	-	-	-
Installment	-	-	-
Non-Installment	-	-	-
Deposits with Credit Limit-TL (Individual)	-	-	-
Deposits with Credit Limit-FC (Individual)	-	-	-
Total	3,656	2,421	6,077

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

I. INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED ASSETS (Continued)

6. Information on Loans (Continued)

Information on installment commercial loans and commercial credit cards

None.

Allocation of domestic and foreign loans

	Current Period	Prior Period
Domestic loans	7,116,636	5,503,434
Foreign loans	748,516	327,441
Total	7,865,152	5,830,875

Loans given to subsidiaries and affiliates

	Current Period	Prior Period
Direct loans to subsidiaries and associates	38,706	34,758
Indirect loans to subsidiaries and associates	-	-
Total	38,706	34,758

Specific provisions for loans ⁽¹⁾

Specific provisions	Current Period	Prior Period
Loans and receivables with limited collectibles	-	-
Loans and receivables with doubtful collectibles	-	-
Uncollectible loans and receivables	15,828	1,899
Total	15,828	1,899

(1) Includes Financial lease receivables.

Information related to non-performing loans (Net)

Information on loans and other receivables that are restructured by the bank from non-performing loans or linked to a new amortization schedule

None.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

I. INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED ASSETS (Continued)

6. Information on Loans (Continued)

Information on movement of total non-performing loans⁽¹⁾

	III. Group Loans and receivables with limited collectibles	IV. Group Loans and receivables with doubtful collectibles	V. Group Uncollectible loans and receivables
Balances at Beginning of Period	-	-	1,956
Additions (+)	-	-	60
Transfers from other categories of nonperforming loans (+)	-	-	42,037
Transfers to other categories of nonperforming loans (-)	-	-	-
Collections (-)	-	-	-
Write-offs (-)	-	-	-
Institutional and commercial credits	-	-	-
Individual credits	-	-	-
Credit cards	-	-	-
Others	-	-	-
Balances at End of the Period	-	-	44,053
Specific provisions (-)	-	-	15,828
Net Balance on Balance Sheet	-	-	28,225

⁽¹⁾ Includes Financial lease receivables.*Information on foreign currency non-performing loans*

None (31 December:2024: None).

Information on gross and net loans under follow-up according to the borrowers

	III. Group Loans and receivables with limited collectability	IV. Group Loans and receivables with doubtful collectability	V. Group Non- performing loans and receivables
Current Period (Net)	-	-	28,225
Loans granted to real persons and legal entities (Gross)	-	-	44,053
Specific provisions (-)	-	-	15,828
Loans granted to real persons and legal entities (Net)	-	-	28,225
Banks (Gross) ⁽¹⁾	-	-	-
Specific provisions (-)	-	-	-
Banks (Net)	-	-	-
Other Loans and receivables (Gross)	-	-	-
Specific provisions (-)	-	-	-
Other Loans and receivables (Net)	-	-	-
Prior Period (Net)	-	-	58
Loans granted to real persons and legal entities (Gross)	-	-	1,957
Specific provisions (-)	-	-	1,899
Loans granted to real persons and legal entities (Net)	-	-	58
Banks (Gross) ⁽¹⁾	-	-	-
Specific provisions (-)	-	-	-
Banks (Net)	-	-	-
Other Loans and receivables (Gross) ⁽²⁾	-	-	-
Specific provisions (-)	-	-	-
Other Loans and receivables (Net)	-	-	-

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

I. INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED ASSETS (Continued)

6. Information on Loans (Continued)

Information on accruals, valuation differences and related provisions calculated for non-performing loans for Banks which are providing expected credit loss according to IFRS 9

None.

Collection policy on loans determined as loss and other receivables

Loans determined as loans and other receivables are collected via legal follow-up and conversion of guarantees to cash.

Information on write-off policy

The Group is in the effort to provide collections from loans under legal follow-up under the leadership of Corporate and Commercial Credits Monitor and Follow-up Department and Legal and Legislation Services Department and other related departments. However the absence of reasonable collection ability in any condition and manner regarding the recovery of the mentioned loans, determined as loss in which the bank monitors by allocate 100% provision under 5th group (3rd group in IFRS) in accordance with IFRS 9 and the "Regulation on Procedures and Principles Concerning Classification of Loans and Provision" are written-off by presenting to Board of Directors' approval upon gathering the opinion of Legal and Legislation Services Department and by obtaining approvals from Corporate and Commercial Credits Monitor and Follow-up Department.

The write-off of the uncollectible receivables is an accounting policy, it does not result in the right to waive.

Within the scope of IFRS 9, the Bank have written off TL loans (31 December 2024: None).

Expected credit loss for loans*Information on Expected Credit Loss*

Current Period	Stage 1	Stage 2	Stage 3	Total
Balances at Beginning of Period	16,885	16,325	1,108	34,318
Additions during the Period	14,811	14,211	13,862	42,884
Disposal	(7,684)	(27)	-	(7,711)
Transfer to Stage1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Write-offs	-	-	-	-
Balances at End of Period	24,012	30,509	14,970	69,491
Prior Period	Stage 1	Stage 2	Stage 3	Total
Balances at Beginning of Period	11,788	15	2,913	14,716
Additions during the Period	15,565	16,325	-	31,890
Disposal	(10,468)	(15)	(1,805)	(12,288)
Transfer to Stage1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Write-offs	-	-	-	-
Balances at End of Period	16,885	16,325	1,108	34,318

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

I. INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED ASSETS (Continued)

6. Information on Loans (Continued)

Information on Expected Loss provisions for Receivables from leasing transactions

Current Period	Stage 1	Stage 2	Stage 3	Total
Balances at Beginning of Period	3,146	1,705	791	5,642
Additions during the Period	596	1,216	67	1,879
Disposal	(391)	(930)	-	(1,321)
Transfer to Stage1	(159)	159	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Write-offs	-	-	-	-
Balances at End of Period	3,192	2,150	858	6,200
Prior Period	Stage 1	Stage 2	Stage 3	Total
Balances at Beginning of Period	3,012	2,621	332	5,965
Additions during the Period	2,038	1,610	504	4,152
Disposal	(2,188)	(2,242)	(45)	(4,475)
Transfer to Stage1	284	(284)	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Write-offs	-	-	-	-
Balances at End of Period	3,146	1,705	791	5,642

7. Information on financial assets measured at amortized cost

Information on transaction of repo and collateral/blocked financial assets (Net)

As of 31 March 2025, The Bank has not financial assets measured at amortized cost that are subject to repo transactions. (31 December 2024: None)

In the current period, the Bank has no securities given as collateral/blocked as collateral from financial assets measured at amortised cost (31 December 2024: TL None).

Information on government financial assets measured at amortized cost

	Current Period		Prior Period	
	TL	FC	TL	FC
Government Bonds	158,009	2,524,040	44,086	2,892,450
Treasury Bonds	-	-	-	-
Other Public Bonds	-	250,353	-	236,026
Total	158,009	2,774,393	44,086	3,128,476

Information on financial assets measured at amortized cost

	Current Period	Prior Period
Debt Instruments	2,932,402	3,172,562
Quoted at stock exchange	2,932,402	3,172,562
Not-quoted at stock exchange	-	-
Impairment loss provision (-)	-	-
Total	2,932,402	3,172,562

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

I. INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED ASSETS (Continued)

7. Information on financial assets measured at amortized cost (Continued)

Movement of financial assets measured at amortized cost

	Current Period	Prior Period
Balances at the Beginning of the Period	3,172,562	3,386,775
Foreign Currency Gains / Losses on Monetary assets	944,730	571,777
Purchases during the Period	125,292	-
Disposals through sales and redemptions	(1,310,182)	(785,990)
Impairment loss provision	-	-
Period end balance	2,932,402	3,172,562

Information on Expected Credit Loss

Current Period	Stage 1	Stage 2	Stage 3	Total
Balance at End of Prior Period	2,091	-	-	2,091
Additions during the Period	113	-	-	113
Disposals	(55)	-	-	(55)
Transfer to Stage1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Write-offs	-	-	-	-
Balance at End of Period	2,149	-	-	2,149

Prior Period	Stage 1	Stage 2	Stage 3	Total
Balance at End of Prior Period	4,253	-	-	4,253
Additions during the Period	20	-	-	20
Disposals	(2,182)	-	-	(2,182)
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Write-offs	-	-	-	-
Balance at End of Period	2,091	-	-	2,091

8. Information on associates

The Group does not have an associate.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

I. INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED ASSETS (Continued)

9. Information on subsidiaries (Net)

Information on subsidiaries

	Current Period	Prior Period
CORE CAPITAL		
Paid in Capital	190,000	161,500
Capital Reserves	228	228
Legal Reserves	10,216	8,998
Extraordinary Reserves – Legal Reserve per General Legislation	1	1
Profit / Loss	12,809	36,954
<i>Net Profit</i>	5,703	24,494
<i>Prior Period Profit/Loss</i>	7,106	12,460
Intangible Assets (-)	4,611	4,945
Total Core Capital	208,643	202,736
SUPPLEMENTARY CAPITAL	-	-
CAPITAL	208,643	202,736
DEDUCTION FROM CAPITAL	-	-
NET AVAILABLE CAPITAL ⁽¹⁾	208,643	202,736

(1) There is no restriction on shareholders' equity of subsidiary. After deduction from the capital, the total net available equity is TL 208,643.

There is no internal capital adequacy assessment approach for the subsidiary. There is no additional requirements in terms of the capital of the subsidiary.

Summary information on basic features of equity items

Paid in capital has been indicated as Turkish Lira in articles of incorporation and registered in trade registry. Effect of inflation adjustments on paid in capital is the difference caused by the inflation adjustment on shareholders' equity items. Extraordinary reserves are the status reserves which have been transferred with the General Assembly decision after distributable profit have been transferred to legal reserves. Legal reserves are the status reserves which have been transferred from distributable profit in accordance with the third clause of first and second paragraph of 519 and 521 articles of Turkish Commercial Code no. 6102.

Information about the consolidated financial statements of the subsidiaries

Description	Address (City/Country)	Bank's share percentage-If different voting percentage (%)	Bank's risk group share percentage (%)
1 A&T Finansal Kiralama A.Ş.	İstanbul	99.98	99.98

Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Income from marketable securities portfolio	Current Period Profit Loss	Prior Period Profit / Loss	Fair Value (*)
1,931,742	256,410	73,277	59,154	-	5,703	1,509	-

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

I. INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED ASSETS (Continued)

9. Information on subsidiaries (Net) (Continued)

Movement related to subsidiaries

	Current Period	Prior Period
Balance at the Beginning of the Period	161,695	153,696
Movements during the Period	28,494	7,999
Purchases	-	-
Bonus Shares Received	28,494	7,999
Dividends from Current Year Profit	-	-
Sales	-	-
Revaluation Increase, Effect of Inflation and F/X Difference	-	-
Impairment Provision (+)	-	-
Balance at the End of the Period	190,189	161,695
Capital Commitments	-	-
Share Percentage at the end of Period (%)	99.98	99.98

Valuation of investments in subsidiaries

The method used in accounting treatment of subsidiaries in consolidated financial statements is explained in Section III.

Sectoral Information on the subsidiaries

Subsidiaries	Current Period	Prior Period
Banks	-	-
Insurance Companies	-	-
Factoring Companies	-	-
Leasing Companies	190,189	161,695
Finance Companies	-	-
Other Affiliates	-	-

Subsidiaries in the scope of consolidation quoted on the stock exchange

The Parent Bank does not have a subsidiary that is quoted.

Consolidated subsidiaries disposed of in the current period

None.

Consolidated subsidiaries purchased in the current period

None.

10. Information on joint ventures

The Parent Bank has no joint ventures.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)**I. INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED ASSETS (Continued)****11. Information on Financial Lease Receivables (Net)**

	Current Period	Prior Period
Gross Financial Lease Investment	1,701,516	1,633,359
Earned Financial Lease Income (-)	189,310	197,432
Cancelled Leasing Amounts	-	-
Net Investment on Leases	1,512,206	1,435,927

	Current Period	Prior Period
Stage 1	1,221,015	1,170,227
Stage 2	290,283	264,851
Stage 3	908	849
Total	1,512,206	1,435,927

Maturity analysis of financial lease receivables

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than 1 year	1,070,818	941,739	967,911	835,254
Between 1-4 years	630,698	570,467	665,448	600,673
Over 4 years	-	-	-	-
Total	1,701,516	1,512,206	1,633,359	1,435,927

12. Information on financial derivatives for hedging

The Bank has no financial derivatives for hedging.

13. Information on investment property

The Group has no investment property.

14. Information on tax assets

The Group has no current tax assets in the current period (31 December 2024: None).

15. Information about fixed assets held for sale

The Group has no fixed assets held for sale.

16. Information on other assets

Other assets is amounting to TL 440,856 and does not exceed 10% of total assets of balance sheet except off balance sheet commitments (31 December 2024: TL 190,346).

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

II. INFORMATION ON DISCLOSURES RELATED TO CONSOLIDATED LIABILITIES

1. Information on maturity profile of deposits

Current Period	Demand	7 Days' Notice	Up to 1 Month	1-3 Months	3-6 Months	6 Months- 1 Year	1 Year and over	Accumulating Deposit Accounts	Total
Saving Deposits	31,886	-	8,404	8,003	5,067	2,482	1,098	-	56,940
Foreign Currency Deposits	6,488,566	-	9,826	140,391	517,031	28,851	35,865	-	7,220,530
Residents in Türkiye	2,311,661	-	1,487	70,285	409,506	5,709	2,838	-	2,801,486
Residents Abroad	4,176,905	-	8,339	70,106	107,525	23,142	33,027	-	4,419,044
Public Sector Deposits	-	-	-	-	-	-	-	-	-
Commercial Deposits	21,343	-	613	266	-	-	-	-	22,222
Other Ins. Deposits	18,684	-	-	-	-	-	-	-	18,684
Precious Metal Deposits	-	-	-	-	-	-	-	-	-
Bank Deposits	2,825,264	-	-	1,126,131	(8)	-	-	-	3,951,387
Central Bank	-	-	-	-	-	-	-	-	-
Domestic Banks	-	-	-	758,712	-	-	-	-	758,712
Foreign Banks	2,825,264	-	-	367,419	(8)	-	-	-	3,192,675
Special Financial Inst.	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total	9,385,743	-	18,843	1,274,791	522,090	31,333	36,963	-	11,269,763

Prior Period	Demand	7 Days Notice	Up to 1 Month	1-3 Months	3-6 Months	6 Months- 1 Year	1 Year and over	Accumulating Deposit Accounts	Total
Saving Deposits	26,668	-	7,637	13,748	4,755	6,938	5,690	-	65,436
Foreign Currency Deposits	6,438,992	-	977	114,139	498,259	26,829	33,247	-	7,112,443
Residents in Turkey	2,476,306	-	977	50,953	389,545	5,288	2,640	-	2,925,709
Residents Abroad	3,962,686	-	-	63,186	108,714	21,541	30,607	-	4,186,734
Public Sector Deposits	-	-	-	-	-	-	-	-	-
Commercial Deposits	62,426	-	-	161	-	-	-	-	62,587
Other Ins. Deposits	22,233	-	-	-	-	-	-	-	22,233
Precious Metal Deposits	-	-	-	-	-	-	-	-	-
Bank Deposits	2,431,779	-	70,587	707,066	-	-	-	-	3,209,432
Central Bank	-	-	-	-	-	-	-	-	-
Domestic Banks	-	-	-	707,066	-	-	-	-	707,066
Foreign Banks	2,431,779	-	70,587	-	-	-	-	-	2,502,366
Special Financial Inst.	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total	8,982,098	-	79,201	835,114	503,014	33,767	38,937	-	10,472,131

Information on savings deposits insured by Saving Deposit Insurance Fund and the total amount of the deposits exceeding the insurance coverage limit

In accordance with the "Regulation on the Amendment to the Regulation on Deposits and Participation Funds Subject to Insurance and Premiums to be Collected by the Savings Deposit Insurance Fund" published in the Official Gazette dated 7/08/2022 and numbered 31936, all deposits and participation funds other than those belonging to official institutions, credit institutions and financial institutions in credit institutions have started to be insured. In this context, commercial deposits within the scope of insurance amounting to TL 277,213 are not included in the footnote (31 December 2024: TL 199,760).

	Covered by Deposit Insurance Fund		Not Covered by Deposit Insurance Fund	
	Current Period	Prior Period	Current Period	Prior Period
Saving Deposits	31,382	24,974	25,558	40,462
Foreign Currency Saving Deposits	1,445,548	947,591	1,868,689	1,897,035
Other Saving Deposits	-	-	-	-
Foreign Branches' Deposits Under Foreign Insurance Coverage	-	-	-	-
Off-Shore Deposits Under Foreign Insurance Coverage	-	-	-	-
Total	1,476,930	972,565	1,894,247	1,937,497

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

II. INFORMATION ON DISCLOSURES RELATED TO CONSOLIDATED LIABILITIES (Continued)

1. Information on maturity profile of deposits (Continued)

Saving deposits not covered by deposit insurance

The Bank does not have any branches in foreign and off-shore banking areas. Real persons who are not covered by the Savings Deposit Insurance Fund do not have special current and participation accounts.

The deposits that are covered in foreign branches of the Bank's that headquarters located in abroad

The Parent Bank's headquarter is located in Türkiye.

Amounts not covered by deposit insurance

Individual deposits not covered by deposit insurance

	Current Period	Prior Period
Deposits and Other Accounts held at Foreign Branches	-	-
Deposits and Other Accounts held by Shareholders and their Relatives	-	-
Deposits and Other Accounts of the Chairman and Members of Board of Directors, Chief Executive Officer, Senior Executive Officers and their Relatives	28,130	24,601
Deposits and Other Accounts held as Assets subject to the Crime defined in the Article 282 of the Turkish Criminal Code no. 5237 dated 26 September 2004	-	-
Deposits at Depositary Banks established for Off-Shore Banking Activities in Turkey	-	-
Total	28,130	24,601

2. Information on derivative financial liabilities

The Group has derivative financial liabilities amounting to TL 48. (31 December 2024: TL 55)

Negative variance table for derivative financial instruments

None.

3. Information on Funds Borrowed

Information on banks and other financial institutions

	Current Period		Prior Period	
	TL	FC	TL	FC
From CBRT	-	-	-	-
From Domestic Banks and Institutions	27,143	94,502	33,505	28,934
From Foreign Banks, Institutions and Funds	-	6,234,531	-	6,079,782
Total	27,143	6,329,033	33,505	6,108,716

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)**II. INFORMATION ON DISCLOSURES RELATED TO CONSOLIDATED LIABILITIES (Continued)****3. Information on Funds Borrowed (Continued)***Presentation of funds borrowed based on maturity profile*

	Current Period		Prior Period	
	TL	FC	TL	FC
Short-Term	27,143	2,993,782	-	2,973,539
Long-Term	-	3,335,251	33,505	3,135,177
Total	27,143	6,329,033	33,505	6,108,716

Additional explanation related to the concentrations of the Bank's major liabilities on the basis of concentrations, fund providing customers, sector groups and other criteria where risk concentration is observed

Group's liabilities come from 50% of deposits. (31 December 2024: 52%)

4. Information on other liabilities

Other liabilities in the balance sheet amounts to TL 810,946 and does not exceed 10% of the total balance sheet (31 December 2024: TL 375,376).

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than a year	1,149	827	590	418
Between 1 – 4 years	2,902	1,365	3,307	2,152
More than four years	5,007	2,403	1,026	-345
Total	9,058	4,595	4,923	2,225

5. Information on liabilities arising from financial derivative transactions for hedging purposes

The Group does not have financial derivative instruments for hedging purposes.

6. Information on provisions*Reserve for employee termination benefits*

The Group reserved for employee severance indemnities in the accompanying consolidated financial statements using actuarial method in compliance with the updated "TAS 19 - Employee Benefits". Accumulated all actuarial gains and losses in equity are recognized in other capital reserves. The unused vacation provision amount as at 31 March 2024 is TL 98,754 (31 December 2024: TL 79,831). In addition to this, the employee termination benefit liability amount is TL 38,748 (31 December 2024: TL 34,989).

In the case of the other provisions, exceeds the 10% of the total provisions, those accounts and balances

	Current Period	Prior Period
Provisions for non-cash loans	99,541	88,219
Provisions for law suits	8	8
Other provisions	1,250	235
Total	100,799	88,462

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

II. INFORMATION ON DISCLOSURES RELATED TO CONSOLIDATED LIABILITIES (Continued)

7. Information on tax payables

Information on current tax liability

As at 31 March 2025, the Parent Bank has corporate tax payable amounting to TL 136,344 after deducting prepaid taxes (31 December 2024: TL 72,968).

Information on deferred tax liabilities

The Group has recognized a deferred tax asset of TL 270,322 and a deferred tax liability of TL 337,412, which have been calculated based on the tax deductions and exemptions for the current period. These amounts reflect the differences between the carrying value of the assets and liabilities in the balance sheet and the tax base determined according to tax legislation. The deferred tax asset and liability are recorded in the financial statements after netting the amounts, and these differences will be considered in the calculation of future periods' profit or loss.

	Current Period		Prior Period	
	Accumulated Temporary Differences	Deferred Tax Asset/ (Liability)	Accumulated Temporary Differences	Deferred Tax Asset/ (Liability)
Employee Benefits Provision	137,502	41,254	105,820	31,748
Unearned Revenues	14,250	4,275	11,799	3,540
Interest Recalculation (Discounts)	233,970	70,191	245,946	73,784
Provisions:	138,468	41,540	104,350	31,305
Other Provisions				
Impairment	305,410	91,623	290,613	87,613
Deferred Tax Asset	901,071	270,322	785,318	235,597
Revaluation Surplus of Property, Plant, and Equipment	(1,398,069)	(333,095)	(1,398,069)	(333,095)
Interest Recalculation (Discounts)	-	-	-	-
Other	(14,386)	(4,317)	(30,267)	(9,079)
Deferred Tax Liability	(1,412,455)	(337,412)	(1,367,802)	(324,016)
Net Deferred Tax Asset / (Liability)		(67,090)		(88,419)

The deferred tax (asset)/liability movement table is as follows:

	Current Period	Prior Period
Beginning of Period Net Carrying Value	(88,419)	(77,301)
Deferred Tax Income / (Expense) (Net)	22,467	75,445
Deferred Tax Recognized Under Equity	(1,138)	(86,563)
Net Deferred Tax Asset / (Liability)	(67,090)	(88,419)

Information on taxes payable

	Current Period	Prior Period
Corporate Taxes Payable	84,473	41,118
Banking Insurance Transaction tax (BITT)	13,096	2,771
Taxation on Securities Income	261	287
Value Added Tax Payable	1,005	3,272
Value Added Tax Payable (Limited taxpayer)	190	337
Foreign exchange transaction tax	-	-
Taxation on real estate income	59	38
Other	20,468	14,898
Total	119,552	62,721

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

II. INFORMATION ON DISCLOSURES RELATED TO CONSOLIDATED LIABILITIES (Continued)

8. Information on Provisions

Information on premium payables

	Current Period	Prior Period
Social Security Premiums-Employee	5,609	3,388
Social Security Premiums-Employer	10,205	6,289
Bank Pension Fund Premium-Employee	-	-
Bank Pension Fund Premium-Employer	-	-
Pension Fund Membership Fee and Provisions-Employee	-	-
Pension Fund Membership Fee and Provisions-Employer	-	-
Unemployment Insurance-Employee	330	190
Unemployment Insurance-Employer	648	380
Others	-	-
Total	16,792	10,247

Information on liabilities of fixed asset held for sale and discontinued operations

The Parent Bank has no liability related to assets held for sale and discontinued operations.

Explanations on the number of subordinated loans the Parent Bank used, maturity, interest rate, institution that loan was borrowed from, and conversation option, if any

The Parent Bank has no subordinated loans.

9. Information on Shareholders' Equity

Presentation of Paid-in Capital

	Current Period	Prior Period
Common Stock	2,580,000	440,000
Preferred Stock	-	-

The decision to increase the capital to 2,580,000 TRY was approved at the Parent Bank's Extraordinary General Assembly meeting held on December 4, 2024. The capital increase and the related amendment to the Articles of Association were registered on February 18, 2025, and published in the Turkish Trade Registry Gazette No. 11274 on the same date. The accounting for this capital increase was carried out on February 18, 2025, based on the permission obtained from the Banking Regulation and Supervision Agency (BDDK), with 1,070,295 TRY coming from internal sources and 1,069,705 TRY in cash.

The Bank's Extraordinary General Assembly held on March 3, 2025, decided to increase its paid-in capital by TL 641,000, and the legal process is ongoing.

Paid-in capital amount, explanation as to whether the registered share capital system is applicable at bank; if so the amount of registered share capital

Registered share capital system is not implemented in the Parent Bank.

Information on share capital increases and their sources; other information on any increase in capital shares during the current period

None.

Information on share capital increases from capital reserves

None.

Capital commitments for current financial year and following period, general purpose of these commitments and estimated resources necessary for these commitments

No capital commitments have been made to current financial year and following period.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

II. INFORMATION ON DISCLOSURES RELATED TO CONSOLIDATED LIABILITIES (Continued)

9. Information on Shareholders' Equity (Continued)

The impacts of the foresights, which are prospects according to Group's prior periods income, profitability, and liquidity indicators and uncertainty, to shareholders' equity

None.

Explanations on dividend distribution

None.

Information on the privileges given to stocks representing the capital

The share capital can be increased or decreased one or more times. Such an increase may be accomplished through the transfer of monies from the reserves to the capital account and the issuance of "bonus" shares in consequence thereof.

Every shareholder shall have the preferential (pre-emptive) right to subscribe for a proportion of new shares corresponding to the number of shares held by him and such right may be exercised within a period of thirty days from the date of receipt by each shareholder of an invitation to the shareholders to that effect. Such invitation shall be made by registered mail to the address contained in the share register.

These preferential (pre-emptive) rights may only be assigned by approval of the Board of Directors upon the favorable vote of 80% of the members, present or represented.

New shares may not be issued at a price less than the nominal value of the original shares issued.

Fractional shares shall be allocated by the Board of Directors.

The Parent Bank may not finance the acquisition of its own shares whether directly or indirectly.

Arabian shareholders are treated under the same legislation with Turkish citizens. This includes the free transfer of distributed other revenues, guarantees, shares, dividends. And in a similar manner Arabian shareholders are benefited and protected by law No,6224, Foreign Capital Incentive Law.

Gains (losses) due to revaluation and/or reclassification of financial assets measured at fair value through other comprehensive income

	Current Period		Prior Period	
	TL	FC	TL	FC
Associates, Subsidiaries and Jointly Controlled Entities (Joint Ventures)	-	-	-	-
Valuation Differences	(140,174)	1,555	(143,054)	1,751
Exchange Rate Differences	-	-	-	-
Total	(140,174)	1,555	(143,054)	1,751

Information on legal reserve

In accordance with the decision taken at the 45th Ordinary General Assembly Meeting of the Parent Company Bank held on March 25, 2025, it has been decided to transfer TL 9,109 from the 2024 profit to legal reserves.

Information on Minority Shares

None.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)**III. INFORMATION AND DISCLOSURES RELATED TO CONSOLIDATED OFF-BALANCE SHEETS****1. Information on contingent liabilities in the off-balance sheets***Type and amount of irrevocable commitments*

The Group has TL 39,119 as irrevocable commitments (31 December 2024: TL 6,656).

Type and amount of possible losses from off-balance sheet items

As of the balance sheet date, the Group has allocated the provision amounting TL 25,974 over total non-cash loans of on the 3rd stage (31 December 2024: TL 24,187).

Guarantees, bills of exchange and acceptances and other letters of credit which can be counted as financial collateral

The total amount of non-cash loans including guarantees, bills of exchange and acceptances and sureties on letters of credits and other guarantees is TL 5,369,268 (31 December 2024: TL 4,871,426 TL).

Final guarantees, temporary guarantees, commitments and similar transactions

The total amount of the Group's guarantee letters is TL 12,623,291 (31 December 2024: TL 11,426,131).

In accordance with the Council of Ministers' Decision dated 2011, the letters of guarantee given to Libya cannot be compensated. As per the BRSA's order dated 30 December 2019, The Memorandum of Understanding signed between the Government of the Republic of Türkiye and the Government of National Accord of Libya has entered into force as of 24 September 2020. This agreement hereby has the force of law and the implementation and results of the provisions of this agreement are closely monitored by Turkish Banks transacting with Libya.

2. Total amount of non-cash loans

	Current Period	Prior Period
Non-Cash Loans granted for Cash Loan Assurance	1,838,533	1,485,579
Less Than or Equal to One Year with Original Maturity	689,014	742,000
More Than One Year with Original Maturity	1,149,519	743,579
Other Non-Cash Loans	16,154,026	14,811,978
Total	17,992,559	16,297,557

ARAP TÜRK BANKASI A.Ş.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

III. INFORMATION AND DISCLOSURES RELATED TO CONSOLIDATED OFF-BALANCE SHEETS (Continued)

3. Information on Expected Loss Provisions (Non-Cash Loans)

Current Period	Stage 1	Stage 2	Stage 3	Total
Balances at Beginning of Period	63,592	440	24,187	88,219
Additions during the Period	17,574	4,992	1,786	24,352
Disposal	(13,030)	-	-	(13,030)
Transfer to Stage1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Write-offs	-	-	-	-
Balances at End of Period	68,136	5,432	25,973	99,541
Prior Period	Stage 1	Stage 2	Stage 3	Total
Balances at Beginning of Period	82,310	-	19,498	101,808
Additions during the Period	19,352	440	4,689	24,481
Disposal	(38,070)	-	-	(38,070)
Transfer to Stage1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Write-offs	-	-	-	-
Balances at End of Period	63,592	440	24,187	88,219

IV. INFORMATION AND FOOTNOTES RELATED TO CONSOLIDATED STATEMENT OF PROFIT OR LOSS

1. Information on interest income

Information on interest income received from loans

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest Received from Loans ⁽¹⁾				
Short- Term Loans	111,358	65,797	66,672	28,721
Medium and Long- Term Loans	42,663	23,285	12,970	29,985
Interest Received From Non-Performing Loans	-	-	100	-
Premiums Received From Resource Utilization Support Fund	-	-	-	-
Total	154,021	89,082	79,742	58,706

⁽¹⁾ It contains fee and commission income related to cash loans.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

IV. INFORMATION AND FOOTNOTES RELATED TO CONSOLIDATED STATEMENT OF PROFIT OR LOSS (Continued)

Information on interest income received from banks

	Current Period		Prior Period	
	TL	FC	TL	FC
From Central Bank	-	-	-	-
From Domestic Banks	10,763	16,601	6,661	11,574
From Foreign Banks	-	570	683	3,481
From Foreign Headquarter and Branches	-	-	-	-
Total	10,763	17,171	7,344	15,055

Information on interest income on marketable securities

	Current Period		Prior Period	
	TL	FC	TL	FC
Financial Assets at Fair Value Through Profit or Loss	-	-	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	23,419	3,992	21,663	13,901
Financial Assets Measured at Amortised Cost	3,191	45,893	1,930	57,813
Total	26,610	49,885	23,593	71,714

Information on interest income received from associates and subsidiaries

None.

2. Interest Expense

Information on interest paid for funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks	3,297	77,579	5,261	77,751
Central Bank	-	-	-	-
Domestic Banks	3,297	1,689	5,261	1,000
Foreign Banks	-	75,890	-	76,751
Other Institutions	-	-	-	-
Total	3,297	77,579	5,261	77,751

Information on interest expense paid to subsidiaries and associates

None.

Information on interest expense given on securities issued

None.

ARAP TÜRK BANKASI A.Ş.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

IV. INFORMATION AND FOOTNOTES RELATED TO CONSOLIDATED STATEMENT OF PROFIT OR LOSS (Continued)

Maturity structure of the interest expense on deposits

Current Period

Account Name	Demand Deposit	Up to 1 Month	Time Deposit			Up to 1 Year	More than 1 Year	Cumulative Deposit	Total
			Up to 3 Months	Up to 6 Months					
Turkish Lira									
Interbank deposits	-	388	-	-	-	-	-	-	388
Saving deposits	-	832	1,031	350	679	418	-	-	3,310
Public sector deposits	-	-	-	-	-	-	-	-	-
Commercial deposits	-	6	22	-	-	-	-	-	28
Other deposits	-	-	-	-	-	-	-	-	-
Deposits with 7 days notification	-	-	-	-	-	-	-	-	-
Total	-	1,226	1,053	350	679	418	-	-	3,726
Foreign Currency									
Foreign currency deposits	-	36	383	1,323	137	258	-	-	2,137
Interbank deposits	11	9,302	-	-	3,187	-	-	-	12,500
Deposits with 7 days notification	-	-	-	-	-	-	-	-	-
Precious metal deposits	-	-	-	-	-	-	-	-	-
Total	11	9,338	383	1,323	3,324	258	-	-	14,637
Grand Total	11	10,564	1,436	1,673	4,003	676	-	-	18,363

Prior Period

Account Name	Demand Deposit	Up to 1 Month	Time Deposit			Up to 1 Year	More than 1 Year	Cumulative Deposit	Total
			Up to 3 Months	Up to 6 Months					
Turkish Lira									
Interbank deposits	-	9,183	-	-	-	-	-	-	9,183
Saving deposits	-	820	484	254	204	173	-	-	1,935
Public sector deposits	-	-	-	-	-	-	-	-	-
Commercial deposits	-	95	30	-	-	-	-	-	125
Other deposits	-	-	-	-	-	-	-	-	-
Deposits with 7 days notification	-	-	-	-	-	-	-	-	-
Total	-	10,098	514	254	204	173	-	-	11,243
Foreign Currency									
Foreign currency deposits	-	72	965	678	286	271	-	-	2,272
Interbank deposits	5	12,061	-	-	4,132	-	-	-	16,198
Deposits with 7 days notification	-	-	-	-	-	-	-	-	-
Precious metal deposits	-	-	-	-	-	-	-	-	-
Total	5	12,133	965	678	4,418	271	-	-	18,470
Grand Total	5	22,231	1,479	932	4,622	444	-	-	29,713

3. Information on trading gain/loss

	Current Period	Prior Period
Gain	26,187,782	15,973,835
Gain from money market transactions	-	35,747
Gain from financial derivative transactions	-	-
Gain from exchange transactions	26,187,782	15,938,088
Loss (-)	(26,162,707)	(15,934,087)
Loss from money market transactions	-	-
Loss from financial derivative transactions	(105)	(77)
Loss from exchange transactions	(26,162,602)	(15,934,010)
Net Trading Gain/Loss	25,075	39,748

ARAP TÜRK BANKASI A.Ş.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

IV. INFORMATION AND FOOTNOTES RELATED TO CONSOLIDATED STATEMENT OF PROFIT OR LOSS (Continued)

4. Information on income from other operations

	Current Period	Prior Period
Provisions of prior year	2,820	18,141
Provision for communication expenses	4,001	2,306
Gain on sales of assets	2,905	-
Other income	844	513
Total	10,570	20,960

5. Information on impairment in loans

	Current Period	Prior Period
Expected Credit Loss Provisions	48,680	504
12 month expected credit loss (stage 1)	15,050	62
Significant increase in credit risk (stage 2)	19,618	143
Non-performing loans (stage 3)	14,012	299
Marketable Securities Impairment Expense	-	-
Financial Assets at Fair Value through Profit or Loss	-	-
Financial Assets at Fair Value Through Other	-	-
Comprehensive Income	-	-
Subsidiaries, Associates and Entities under Common Control	-	-
Provision Expenses for Impairment	-	-
Associates	-	-
Subsidiaries	-	-
Joint Ventures	-	-
Other	-	-
Total	48,680	504

6. Information on Other Provision Expenses

	Current Period	Prior Period
Securities Depreciation Expenses	11,187	9,636
Free Provision	-	-
Provisions Lawsuits	-	-
Total	11,187	9,636

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

IV. INFORMATION AND FOOTNOTES RELATED TO CONSOLIDATED STATEMENT OF PROFIT OR LOSS (Continued)

7. Information on other operating expense

	Current Period	Prior Period
Employee Termination Benefits Expense	4,169	3,765
Employee Benefits Expense	29,776	21,902
Tangible Fixed Asset Impairment Expense	-	-
Amortization Expenses of Tangible Assets	4,467	3,561
Intangible Fixed Asset Impairment Expense	-	-
Goodwill Impairment Expense	-	-
Amortization Expenses of Intangible Assets	2,091	1,637
Shareholders Equity Procedure Applied Equity Interest	-	-
Impairment Expense	-	-
Disposable Fixed Asset Impairment Expense	-	-
Amortization Expense of Assets Held for Resale	-	-
Impairment Expense related to Fixed Assets held for sale and discontinued operations	-	-
Other Operating Expenses	51,527	38,488
<i>Operating Lease Expenses out of the scope of IFRS 16</i>	332	156
<i>Maintenance Expenses</i>	15,502	10,087
<i>Advertisement Expenses</i>	787	232
<i>Other Expenses</i>	34,906	28,013
Losses from sales of Assets	-	-
Other ⁽¹⁾	21,853	17,009
Total	113,883	86,362

- (1) Other operating expenses consist of taxes, duties, fees and funds amounting to TL 6,767, audit and consultancy fees amounting to TL 5,341, SDIF expenses amounting to TL 3,900 and other operating expenses amounting to TL 5,845. (31 March 2024: Other operating expenses consist of taxes, duties, fees and funds amounting to TL 5,368, audit and consultancy fees amounting to TL 3,786, SDIF expenses amounting to TL 2,106 and other operating expenses amounting to TL 5,749).
- (2) It includes TL 8,428 for communication expenses and other operating expenses (31 March 2024: TL 6,534).

8. Information on profit/loss before taxes including profit/loss from discontinued operations

The pre-tax income amount from continued operations is TL 86,951 (31 March 2024: TL 40,905).

9. Information on tax provision related to continued operations and discontinued operations

Current period taxation benefit or charge and deferred tax benefit or charge

Current period, current taxation provision amount from continued 44,262. (31 March 2024: None.) and the net impact of deferred tax income is TL 22,468 (31 March 2024: TL 4,325 deferred tax income).

Deferred tax charge arising from origination or reversal of temporary differences

The deferred tax income arising from origination of temporary differences is TL 22,468 (31 March 2024: TL 4,325 deferred tax income).

Deferred tax charge/income represented in the income statement within the context of temporary difference, financial loss and tax reduction.

The deferred tax income reflected in the income statement computed over temporary difference and tax deductions and exemptions is TL 22,468 (31 March 2024: TL 4,325 deferred tax income).

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)**IV. INFORMATION AND FOOTNOTES RELATED TO CONSOLIDATED STATEMENT OF PROFIT OR LOSS (Continued)****10. Information on net profit or loss of the period including profit/loss from continued and discontinued operations**

Current period profit from continued operations is TL 65,157 (31 March 2024: TL 37,093).

11. Information on net profit or loss of the period

Information on nature, dimension and frequency rate of income and expense accounts resulting from ordinary banking transactions if they are necessary for explaining the Bank's current period performance

None.

Information on the profit or loss effect of a change in an estimation related to financial statements and future period effect of the change in this estimation

There is no change in accounting estimation related to consolidated financial statements.

Profit/loss regarding minority rights

There is no profit/loss regarding minority rights in the accompanying consolidated financial statements since the Parent Bank owns 99.98% of the consolidated subsidiary.

12. Information on 20% of other accounts in income statement, if other accounts exceed 10% of total income statement.

Other accounts which exceed the 10% of the income statement, other than other operating income and other operating expense, amounting to TL 70,860 consist of transfer commissions, letter of credit commissions and other. (31 March 2024: TL 39,922).

	Current Period	Prior Period
Letter of Credit Commissions	47,794	26,274
Transfer Commissions	16,800	9,591
Other	6,266	4,057
Total	70,860	39,922

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

INFORMATION ON DISCLOSURES AND FOOTNOTES OF CONSOLIDATED FINANCIAL STATEMENTS (Continued)

V. INFORMATION ON THE GROUP'S RISK GROUP

1. Information on the volume of transactions with the Parent Bank's risk group, lending and deposits outstanding at period end and income and expenses in the current period

Information on the loans of the Group's risk group

Bank's Risk Group ⁽¹⁾	Associates, Subsidiaries and Joint Ventures		Bank's Direct and Indirect Shareholders		Other Components in Risk Group	
	Cash	Non-cash	Cash	Non-cash	Cash	Non-cash
Loans and Other Receivables						
Balance at the beginning of the period	-	-	-	66,066	249	772,553
Balance at the end of the period	-	-	-	494,679	36,731	1,479,406
Interest and Commission Income received ⁽²⁾	-	-	-	-	-	-

⁽¹⁾ Stated at the 2nd clause of the 49 nth article of the Law No. 5411 of Bank's Act.

⁽²⁾ Loans given to the Parent Bank's direct and indirect shareholders are composed of forfeiting and letter of credit transactions which the interest and commission income are obtained not from the risk group but from the exporting firms.

Prior Period

Group's Risk Group ⁽¹⁾	Associates, Subsidiaries and Joint Ventures		Bank's Direct and Indirect Shareholders		Other Components in Risk Group	
	Cash	Non-cash	Cash	Non-Cash	Cash	Non-cash
Loans and Other Receivables						
Balance at the beginning of the period						
Balance at the end of the period	-	-	-	66,066	249	772,553
Interest and Commission Income received ⁽²⁾	-	-	-	333,214	118,992	1,350,296
	-	-	-	-	340	-

⁽¹⁾ Stated at the 2nd clause of the 49 nth article of the Law No. 5411 of Bank's Act.

⁽²⁾ Loans given to the Parent Bank's direct and indirect shareholders are composed of forfeiting and letter of credit transactions which the interest and commission income are obtained not from the risk group but from the exporting firms.

The Group has borrowings from its risk group amounting to TL 4,082,840 (31 December 2024: TL 4,644,675). Interest expense amounting to TL 52,772 has been incurred in the current period. (31 March 2024: TL 29,218).

Information on deposits of the Group's risk group

Bank's Risk Group ⁽¹⁾	Associates, Subsidiaries and Joint Ventures		Bank's Direct and Indirect Shareholders		Other Components in Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Deposits						
Balance at the beginning of the period	-	-	176,134	145,737	117,851	742,284
Balance at the end of the period	-	-	1,242,977	176,134	185,496	117,851
Interest expense on deposits	-	-	6,449	-	2,208	-

⁽³⁾ Stated at the 2nd clause of the 49 nth article of the Law No. 5411 of Bank's Act.

Information on forward transactions, options and other contracts related to Group's risk group

None.

Information on benefits provided for top level management:

The total amount of salaries and similar benefits provided by the Group to its top management is TL 24,780 (31 March 2024: TL 20,395).

VI. EXPLANATIONS AND NOTES RELATED TO SUBSEQUENT EVENTS

None.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

SECTION SIX

INDEPENDENT AUDITOR’S REVIEW REPORT

I. INFORMATION ON INDEPENDENT AUDITOR’S REVIEW REPORT

As at and for the period ended 31 March 2025, the consolidated financial statements have been reviewed by PwC Bağımsız Denetim Ve Serbest Muhasebeci Mali Müşavirlik A.Ş. and the review report dated 9 May 2025 is presented before the consolidated financial statements.

II. INFORMATION AND FOOTNOTES PREPARED BY THE INDEPENDENT AUDITOR

None.

SECTION SEVEN

EXPLANATIONS ON INTERIM INDEPENDENT AUDITOR'S REVIEW REPORT

I. Evaluation of the Parent Bank's Chairman and General Manager for the Period

In the first quarter of 2025, the global economic outlook was shaped by the comprehensive customs tariffs announced by President Trump. The tariffs on China, which started at 34% and were gradually increased up to 125%, reignited concerns about trade wars and created significant uncertainty in the markets. Alongside trade tensions, recession expectations for the U.S. economy and persistent inflation concerns put pressure on global growth. Taking these developments into account, the OECD revised its global growth forecast for 2025 from 3.3% to 3.1%. The U.S. Federal Reserve (FED) maintained a cautious stance, keeping interest rates in the range of 4.25% to 4.5%, while still anticipating two 25 basis point rate cuts later in the year. On the European side, the European Central Bank (ECB) continued its interest rate cuts in the first quarter, lowered its growth forecast from 1.1% to 0.9%, and raised its inflation forecast to 2.3%. The planned defense and security expenditures by the European Union have provided some positive, though limited, support to the regional economy.

The Turkish economy completed 2024 with a growth rate of 3.2%, while the first quarter of 2025 was marked by high volatility in the financial markets, primarily due to political developments. Due to increasing pressure on the Turkish Lira, the Central Bank raised the upper band of the interest rate corridor from 44% to 46% to control exchange rate stability and inflation expectations. Furthermore, the policy interest rate was reduced from 47.5% to 42.5% in the first quarter. As a result of these measures, inflation declined to 38.1% by the end of the first quarter. The current account deficit continued to show a moderate outlook, and with the contribution of the recovery in our main trading partners, the cumulative current account deficit stood at USD 12.8 billion as of February.

Throughout 2024, the banking sector continued to support the Turkish economy. By the end of February 2025, the sector's total assets increased by 5.2% compared to the end of the previous year, reaching TL 34.362 billion. The credit and deposit volumes reached TL 16.865 billion and TL 19.800 billion, respectively. By the end of February 2025, the sector's net profit increased by 58.2% compared to the same period last year, reaching TL 118.2 billion. As a result, the return on equity (ROE) stood at 30.6% on an annual basis.

As of the end of the first quarter of 2025, our Group's total assets reached TRY 22.7 billion, while total shareholders' equity amounted to TRY 3.8 billion (A&T Bank successfully completed the first phase of its capital increase process, raising its equity from TRY 440 million to TRY 2.580 million). Our consolidated capital adequacy standard ratio remained strong at 20.47%.

Leveraging the advantages of digitalization, our Group remains committed to implementing innovative and sustainable solutions across all operational areas. Enhancing our customers' experience at every touchpoint and making banking transactions faster, easier, and more practical are among our top priorities. In the upcoming period, we will further strengthen our distribution channels and diversify our digital capabilities to enhance the quality of our services

Best regards,

Wail J. A. BELGASEM
Member of Board of Directors and
General Manager

Yasin ÖZTÜRK
Chairman of Board of Directors

ARAP TÜRK BANKASI A.Ş.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

II. Financial Highlights of the Group

Assets (Thousand TL) ⁽¹⁾	31.03.2025	31.12.2024
Financial Assets (Net) ⁽²⁾	8.572.234	8.007.348
Financial Assets Measured at Amortized Cost (Net) ⁽³⁾	12.231.920	10.397.313
Property and Equipment (Net)	1.456.469	1.441.993
Intangible Assets (Net)	15.909	16.257
Deferred Tax Assets	3.945	2.296
Other Assets (Net)	440.856	190.346
Total Assets	22.721.333	20.055.553

Liabilities (Thousand TL) ⁽¹⁾	31.03.2025	31.12.2024
Deposits	11.269.763	10.472.131
Funds Borrowed	6.356.176	6.142.221
Derivative Financial Liabilities	48	55
Lease Liabilities (Net)	4.595	2.225
Provisions	238.301	203.282
Current Tax Liability	136.344	72.968
Deferred Tax Liability	71.035	90.715
Shareholders' Equity	3.834.125	2.696.580
Other Liabilities	810.946	375.376
Total Liabilities	22.721.333	20.055.553

Off Balance Sheet Commitments (Thousand TL)	31.03.2025	31.12.2024
Guarantees and Warranties	17.992.559	16.297.557
Commitments	392.022	232.863
Derivative Financial Instruments	28.827	31.287
Total Off Balance Sheet Commitments	18.413.408	16.561.707

Statement of Profit / Loss (Thousand TL)	31.03.2025	31.03.2024
Interest Income	461.010	300.984
Interest Expense (-)	99.239	112.725
Net Interest Income	361.771	188.259
Net Fees & Commission Income	78.754	43.945
Dividend Income	0	0
Trading Income / Loss (Net) (+/-)	25.075	39.748
Other Operating Income	10.570	20.960
Gross Operating Income	476.170	292.912
Expected Credit Loss (-)	48.680	504
Other Provisions Expenses (-)	11.187	9.636
Personnel Expense (-)	215.469	155.505
Other Operating Expenses (-)	113.883	86.362
Net Operating Income / Loss	86.951	40.905
Tax Provision (-)	21.794	3.812
Net Term Profit	65.157	37.093

(1) Rate sensitive assets and liabilities include rediscounts.

(2) Cash and Cash Equivalents, Financial Assets Measured at Fair Value through Profit or Loss, Financial Assets Measured at Fair Value through other Comprehensive Income and Derivative Financial Assets.

(3) Loans, Lease Receivables, Factoring Receivables, Financial Assets Measured at Amortized Cost and Allowance for Expected Credit Losses.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2025

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

III. Evaluation of the Group's Financial Position and Performance

- At the end of March 2025, the Group's asset size was realized as TL 22.7 billion. In the period examined, the major items of the Bank's placements consist of net financial assets amounting to TL 8,572 million with 37.7% share and net financial assets as measured by the amortized cost of TL 12,232 million with 53.8% share.
- 83.1% of the consolidated liabilities are comprise of foreign sources. The most important part of external resources is deposits at the level of 11.270 million TL and loans received at the level of 6.356 million TL. The shareholders' equity, which constitutes 16.9% of the total liabilities, was realized as TL 3,834 million at the end of March 2025.
- Guarantees and warrantees, which include letters of guarantee, letters of credit and other guarantees, increased by 10.4% compared to the previous year-end and stood at TL 17.993 million at end- March 2025.
- At the end of the first quarter 2025, the Group's net term profit realized as TL 65.2 million.
- In the analyzed period, net interest income and net fee & commission income of the Group's increased by 92.2% and 79.2%, respectively.

IV. Information on Subsidiary Subject to Consolidation

- The Parent Bank has a subsidiary that operates in the field of financial leasing.
- A&T Finansal Kiralama A.Ş was established to conduct domestic and foreign financial leasing operations regarding to the permission of Under-secretariat of Treasury and Foreign Trade pursuant to Law No. 3226 with the publication of the Articles of Association in the Turkish Trade Registry Gazette on July 4, 1997.
- Arap Türk Bankası A.Ş. is the main shareholder of the company by 99.98% share. Operations of the company includes leasing transactions of construction equipment, machinery and real estate.
- The company carries out its leasing activities mainly in Turkey.

V. Other Issues

- There is no significant changes apart from the above mentioned explanations compared to the 2024 Annual Activity Report of the Bank, which has been prepared according to "the Regulations on the Principles and Procedures relating to the Preparation and Publication of the Annual Activity Report prepared by the Banks".