

BURGAN BANK ANONİM ŞİRKETİ

**PUBLICLY ANNOUNCED UNCONSOLIDATED
FINANCIAL STATEMENTS, RELATED DISCLOSURES
AND INDEPENDENT AUDITOR'S REVIEW REPORT
THEREON AS OF AND FOR THE SIX MONTH PERIOD
ENDED 30 JUNE 2025**

*(CONVENIENCE TRANSLATION FINANCIAL STATEMENTS
AND AUDITOR'S REVIEW REPORT ORIGINALLY ISSUED IN
TURKISH)*

Convenience Translation of the Review Report Originally Prepared and Issued in Turkish to English

Independent Auditor’s Report on Review of Interim Financial Information

To the Board of Directors of Burgan Bank A.Ş.

Introduction

We have reviewed the accompanying unconsolidated balance sheet of Burgan Bank A.Ş. (“the Bank”) as at 30 June 2025 and the unconsolidated statement of profit or loss, unconsolidated statement of profit or loss and other comprehensive income, unconsolidated statement of changes in shareholders’ equity, unconsolidated statement of cash flows for the six month period then ended and notes, comprising a summary of significant accounting policies and other explanatory information. The Bank Management is responsible for the preparation and fair presentation of these unconsolidated interim financial information in accordance with the “Banking Regulation and Supervision Agency (“BRSA”) Accounting and Reporting Legislation” which includes “Regulation on Accounting Applications for Banks and Safeguarding of Documents” published in the Official Gazette No.26333 dated 1 November 2006, and other regulations on accounting records of banks published by Banking Regulation and Supervision Board and circulars and interpretations published by BRSA and the requirements of Turkish Accounting Standard 34 “Interim Financial Reporting” for the matters not regulated by the aforementioned legislations. Our responsibility is to express a conclusion on these unconsolidated interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review of interim financial information is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As stated in Note 2.h.2.ii of Section Five, the accompanying unconsolidated interim financial information as at 30 June 2025 includes a free provision of TL 315,889 thousands, of which TL 386,000 thousands had been cancelled in current period and TL 701,889 thousand had been recognized as expense in prior periods which does not meet the requirements of BRSA Accounting and Reporting Legislation. This free provision is provided by the Bank management for the possible effects of the negative circumstances which may arise in economy or market conditions.

Qualified Conclusion

Based on our review, except for the effects of the matter described in the Basis for Qualified Conclusion paragraph, nothing has come to our attention that causes us to believe that the accompanying unconsolidated interim financial information does not present fairly, in all material respects, the unconsolidated financial position of Burgan Bank A.Ş. as at 30 June 2025, and its unconsolidated financial performance and its unconsolidated cash flows for the six month period then ended in accordance with the BRSA Accounting and Reporting Legislation.

Report on Other Legal and Regulatory Requirements

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information provided in the interim activity report included in section seven of the accompanying unconsolidated interim financial information is not consistent, in all material respects, with the reviewed unconsolidated interim financial information and explanatory notes.

KPMG Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi

Ebru Koçak, SMMM

Partner

5 August 2025

İstanbul, Turkey

**THE UNCONSOLIDATED SIX-MONTH INTERIM FINANCIAL REPORT OF
BURGAN BANK A.Ş. AS OF 30 JUNE 2025**

Address of the Bank's Head Office : Maslak Mahallesi, Eski Büyükdere Caddesi, No:13
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The unconsolidated six month financial report includes the following sections in accordance with the Communiqué on Financial Statements and Related Explanations and Notes that will be Publicly Announced as sanctioned by the Banking Regulation and Supervision Agency.

- **Section One** GENERAL INFORMATION ABOUT THE BANK
- **Section Two** UNCONSOLIDATED FINANCIAL STATEMENTS OF THE BANK
- **Section Three** EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD
- **Section Four** INFORMATION RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT OF THE BANK
- **Section Five** EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
- **Section Six** EXPLANATIONS ON THE LIMITED REVIEW REPORT
- **Section Seven** EXPLANATIONS ON INTERIM ACTIVITY REPORT

The accompanying unconsolidated six month financial statements and notes to these financial statements which are expressed, unless otherwise stated, in thousands of Turkish Lira ("TL"), have been prepared and presented based on the accounting books of the Bank in accordance with the Regulation on Accounting Applications for Banks and Safeguarding of Documents, Turkish Accounting Standards, Turkish Financial Reporting Standards, and related appendices and interpretations of these, and have been reviewed.

5 August 2025

Emin Hakan EMİNSOY
Chairman of the
Board of Directors

Ali Murat DİNÇ
Member of the Board of
Directors and
General Manager

Zeynep BOZKURT
Deputy General Manager,
Chief Financial Officer

Bahadır AKSU
Head of Accounting,
Tax and Reporting Unit

Hasan KILIÇ
Head of the
Audit Committee

Khaled F.A.O. ALZOUMAN
Member of the
Audit Committee

Samer ABBOUCHE
Member of the
Audit Committee

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

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SECTION ONE**GENERAL INFORMATION ABOUT THE BANK****I. BANK'S FOUNDATION DATE, START-UP STATUTE, HISTORY ABOUT THE CHANGES IN THIS MENTIONED STATUTE:**

Tekfen Yatırım ve Finansman Bankası A.Ş. was established as an "investment bank" with the permission of the Council of Ministers No. 88/13253 on 26 August 1988 and authorised to conduct finance investment and foreign trade activities. Banking operations commenced on 7 August 1989.

Bank Ekspres A.Ş. ("Bank Ekspres") was established with the permission of the Council of Ministers in decision No. 91/2316 on 22 September 1991; "The Decree of Establishment Permission" was published in the Official Gazette numbered 21017 and dated 10 October 1991. The Articles of Association was published in the Trade Registry Gazette numbered 2969 and dated 18 February 1992. The Turkish Savings Deposit and Insurance Fund ("SDIF") took over the management of Bank Ekspres A.Ş. due to the poor fiscal structure of the bank on 23 October 1998.

According to the Share Transfer Agreement signed between the SDIF and Tekfen Holding A.Ş. on 30 June 2001, 2,983,800,000 shares with a nominal value of Kr 1 each and which amount to 99.46% of the capital of Bank Ekspres A.Ş. under the control of the SDIF in accordance with Banking Law were transferred to Tekfen Holding A.Ş.. Based on this agreement, the acquisition of Tekfen Yatırım ve Finansman Bankası A.Ş., where Tekfen Holding A.Ş. owns 57.69% of the Bank, by Bank Ekspres A.Ş. was permitted by the Banking Regulation and Supervision Agency's ("BRSA") decision numbered 489 dated 18 October 2001. The share transfers were realised on 26 October 2001 and the bank's name was changed to Tekfenbank Anonim Şirketi (the "Bank"), which had two main shareholders: Tekfen Holding A.Ş. with 57.30% and TST International S.A. with 40.62%.

EFG Eurobank Ergasias S.A. ("Eurobank EFG") and Tekfen Holding A.Ş. ("Tekfen Group") signed an agreement as of 8 May 2006, that anticipated Eurobank EFG to purchase Tekfen Group's 70% share in Tekfenbank A.Ş and Tekfen Finansal Kiralama A.Ş which is fully owned by Tekfenbank; where Tekfen Group retained its strategic partnership by keeping all remaining shares. On 23 February 2007, the sale of Tekfenbank A.Ş. to Eurobank EFG Holding (Luxembourg) S.A. ("Eurobank EFG Holding") was approved by the BRSA and the sale was completed after the share transfer on 16 March 2007.

Under the agreement regarding the sale of Eurobank Ergasias S.A.'s Turkey operations to Burgan Bank K.P.S.C. (formerly Burgan Bank S.A.K), 70% of the bank shares belonging to Eurobank EFG Holding (Luxembourg) S.A. and 29.26% of the shares belonging to Tekfen Holding A.Ş. are bought by Burgan Bank K.P.S.C. 7 December 2012 in accordance with the Banking Regulation and Supervision Agency's authorization, and then 99.26% of the bank shares are turned over to Burgan Bank K.P.S.C in 21 December 2012.

At the Extraordinary Board of Directors meeting on 23 January 2013, the title of the bank has been decided to change from Eurobank Tekfen A.Ş. to Burgan Bank A.Ş., and has been registered to the Turkish Trade Registry as of 25 January 2013.

Burgan Bank K.P.S.C., which is the main shareholder with a share ratio of 99.41%, has completed the transfer transaction of its share corresponding to 52% of the Bank's capital to Al Rawabi United Holding K.S.C.C., obtaining necessary approvals from the Banking Regulation and Supervision Agency on 13 November 2023. Kuwait Projects Company K.S.C.P., the actual main shareholder of Burgan Bank K.P.S.C., also owns 99.99% of the shares of Al Rawabi United Holding Company K.S.C.C. Therefore, there has been no change in the ultimate ownership of Burgan Bank A.Ş., as Kuwait Projects Company K.S.C.P., the actual main shareholder of Burgan Bank K.P.S.C., holds 99.99% of the shares of Al Rawabi United Holding Company K.S.C.C.

BURGAN BANK A.Ş.**NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

GENERAL INFORMATION ABOUT THE BANK (continued):**II. EXPLANATION ABOUT THE BANK’S CAPITAL STRUCTURE, SHAREHOLDERS OF THE BANK WHO ARE IN CHARGE OF THE MANAGEMENT AND/OR AUDITING OF THE BANK DIRECTLY OR INDIRECTLY, CHANGES IN THESE MATTERS (IF ANY) AND THE GROUP THE BANK BELONGS TO:**

The Bank’s registered full capital ceiling is TL 6 billion.

The Bank’s capital amounts to full TL 3,050,000,000.

Founded in 1977, Burgan Bank K.P.S.C. as an affiliate of KIPCO Group (Kuwait Projects Company), one of the largest holding groups of the MENA region (Middle East and North Africa), is among the significant banking groups in the region. Besides Kuwait, Burgan Bank Group also operates as a main shareholder with its affiliate banks in Algeria (Gulf Bank Algeria), Iraq (Bank of Baghdad), and Tunisia (Tunis International Bank).

BURGAN BANK A.Ş.**NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

GENERAL INFORMATION ABOUT THE BANK (continued):**III. EXPLANATION ON THE BOARD OF DIRECTORS, MEMBERS OF THE AUDIT COMMITTEE, PRESIDENT AND EXECUTIVE VICE PRESIDENTS, CHANGES IN THESE MATTERS (IF ANY) AND SHARES OF THE BANK THEY POSSESS:**

<u>Title</u>	<u>Name</u>	<u>Responsibility</u>	<u>Education</u>
Chairman of the Board of Directors:	Emin Hakan Eminsoy	Chairman of Board of Directors	Undergraduate
Board of Directors Members:	Abdelkarim A. S. Kabariti	Deputy Chairman	Undergraduate
	Belkıs Gümüş	Member	Graduate
	Khaled F.A.O. Alzouman	Member	Undergraduate
	Hasan Kılıç	Member	Undergraduate
	Fadhil M. GH. A. Abdullah	Member	Undergraduate
	Samer Abbouchi	Member	Graduate
	Moustapha Chami	Member	Graduate
	Ali Murat Dinç	Member and General Manager	Graduate
General Manager:	Ali Murat Dinç	Member and General Manager	Graduate
Deputy General Managers:	Suat Kerem Sözügözel	Corporate & Commercial Banking	Graduate
	Zeynep Bozkurt	Financial Affairs	Graduate
Vice General Managers:	Esra Aydın	Operations & Management Services	Graduate
	Cihan Vural	Internal Systems	Undergraduate
	Rasim Levent Ergin	Employee Experience and Communication	Graduate
	Suat Kerem Sözügözel	Corporate & Commercial Banking	Graduate
	Banu Ertürk	Loans and Legal Follow-up	Undergraduate
	Darço Akkaranfil	Information Technologies	Graduate
	Zeynep Bozkurt	Financial Affairs	Graduate
	Ayşen Aslı Koçer	Savings Management	Undergraduate
	Yener Yazlalı	Loans	Graduate
	Halil Özcan	Digital Banking	Undergraduate
	Tuba Onay Ergelen	Risk Management	Undergraduate
	Erdal Arda Türerer	Treasury, Capital Markets and Financial Institutions	Graduate
Audit Committee:	Hasan Kılıç	Committee President	Undergraduate
	Khaled F.A.O. Alzouman	Member	Undergraduate
	Samer Abbouchi	Member	Graduate

There is no share of the above individuals in the Bank.

BURGAN BANK A.Ş.**NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

GENERAL INFORMATION ABOUT THE BANK (continued):**IV. EXPLANATION ON SHAREHOLDERS HAVING CONTROL SHARES:**

Name/Commercial Title	Share Amounts	Share Percentage	Paid-in Capital	Unpaid Portion
Al Rawabi United Holding K.S.C.C.	1,586,000	52.00%	52.00%	-
Burgan Bank K.P.S.C.	1,446,061	47.41%	47.41%	-

Based on the Principal Agreement, the Bank has 1 million founder's shares. According to the Principal Agreement, after allocating 5% to legal reserves and distributing 5% of the paid in capital, 10% of distributable amount is distributed to the owners of the founder's shares.

V. INFORMATION ON THE BANK'S SERVICE TYPE AND FIELD OF OPERATIONS:

As of 30 June 2025, the Bank, whose headquarter located in Istanbul, has 28 branches operating in Turkey (31 December 2024: 26). The Bank's core business activities include corporate and commercial banking, retail banking and banking services in treasury fields. As of 30 June 2025, the Bank has 1,364 (31 December 2024: 1,320) employees.

VI. CURRENT OR LIKELY ACTUAL OR LEGAL BARRIERS TO IMMEDIATE TRANSFER OF EQUITY OR REPAYMENT OF DEBTS BETWEEN THE PARENT BANK AND ITS SUBSIDIARIES:

None.

SECTION TWO

UNCONSOLIDATED FINANCIAL STATEMENTS OF THE BANK

- I. Balance sheet (Statement of financial position)
- II. Off-balance sheet
- III. Statement of profit or loss
- IV. Statement of profit or loss and other comprehensive income
- V. Statement of changes in shareholders' equity
- VI. Statement of cash flows

BURGAN BANK A.Ş.
UNCONSOLIDATED BALANCE SHEETS (STATEMENT OF FINANCIAL POSITION)
AS OF 30 JUNE 2025 AND 31 DECEMBER 2024

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

I. BALANCE SHEET	Note (Section Five)	Reviewed 30/06/2025			Audited 31/12/2024		
		TL	FC	Total	TL	FC	Total
ASSETS							
I. FINANCIAL ASSETS (Net)		19,545,172	25,111,349	44,656,521	14,591,392	13,645,440	28,236,832
1.1 Cash and Cash Equivalents		9,347,504	18,750,034	28,097,538	5,832,146	7,378,079	13,210,225
1.1.1 Cash and Balances at Central Bank	I-a	7,398,405	13,645,417	21,043,822	5,631,150	5,260,389	10,891,539
1.1.2 Banks	I-c	871	5,104,617	5,105,488	864	2,117,690	2,118,554
1.1.3 Receivables from Money Markets		1,948,370	-	1,948,370	200,268	-	200,268
1.1.4 Expected Credit Losses (-)		142	-	142	136	-	136
1.2 Financial Assets at Fair Value through Profit or Loss	I-b	3,277,163	1,465,546	4,742,709	710,992	1,282,998	1,993,990
1.2.1 Public Debt Securities		2,812,679	441,474	3,254,153	340,773	563,449	904,222
1.2.2 Subordinated Debt Instruments		-	-	-	-	-	-
1.2.3 Other Financial Assets		464,484	1,024,072	1,488,556	370,219	719,549	1,089,768
1.3 Financial Assets at Fair Value through Other Comprehensive Income	I-d	4,682,514	4,443,560	9,126,074	6,004,634	4,587,579	10,592,213
1.3.1 Public Debt Securities		4,674,840	3,426,512	8,101,352	5,996,960	4,196,082	10,193,042
1.3.2 Subordinated Debt Instruments		7,674	-	7,674	7,674	-	7,674
1.3.3 Other Financial Assets		-	1,017,048	1,017,048	-	391,497	391,497
1.4 Derivative Financial Assets	I-l	2,237,991	452,209	2,690,200	2,043,620	396,784	2,440,404
1.4.1 Derivative Financial Assets at Fair Value through Profit or Loss		956,925	326,322	1,283,247	752,651	250,421	1,003,072
1.4.2 Derivative Financial Assets at Fair Value through Other Comprehensive Income		1,281,066	125,887	1,406,953	1,290,969	146,363	1,437,332
II. FINANCIAL ASSETS MEASURED AT AMORTIZED COST (Net)		47,921,788	48,601,364	96,523,152	42,890,411	32,488,184	75,378,595
2.1 Loans	I-e-f	39,189,448	42,398,911	81,588,359	34,279,365	27,528,471	61,807,836
2.2 Receivables from Leasing Transactions	I-k	-	-	-	-	-	-
2.3 Faktoring Receivables	I-e	344,935	-	344,935	42,172	-	42,172
2.4 Other Financial Assets Measured at Amortized Cost	I-g	9,010,798	6,663,037	15,673,835	9,264,322	5,109,732	14,374,054
2.4.1 Government Debt Securities		8,390,644	6,663,037	15,053,681	8,715,258	5,109,732	13,824,990
2.4.2 Other Financial Assets		620,154	-	620,154	549,064	-	549,064
2.5 Expected Credit Losses (-)	I-e-f	623,393	460,584	1,083,977	695,448	150,019	845,467
III. NON-CURRENTS ASSETS OR DISPOSAL GROUPS HELD FOR SALE AND FROM DISCONTINUED OPERATIONS (Net)	I-o	1,891,039	-	1,891,039	1,571,475	-	1,571,475
3.1 Held for Sale		1,891,039	-	1,891,039	1,571,475	-	1,571,475
3.2 Held from Discontinued Operations		-	-	-	-	-	-
IV. PARTNERSHIP INVESTMENTS		4,638,290	-	4,638,290	3,822,776	-	3,822,776
4.1 Associates (Net)	I-h	-	-	-	-	-	-
4.1.1 Associates Accounted by Using Equity Method		-	-	-	-	-	-
4.1.2 Unconsolidated Associates		-	-	-	-	-	-
4.2 Subsidiaries (Net)	I-i	4,638,290	-	4,638,290	3,822,776	-	3,822,776
4.2.1 Non-Consolidated Financial Subsidiaries		4,633,290	-	4,633,290	3,822,776	-	3,822,776
4.2.2 Non-Consolidated Non-Financial Subsidiaries		5,000	-	5,000	-	-	-
4.3 Jointly Controlled Partnerships (Joint Ventures) (Net)	I-j	-	-	-	-	-	-
4.3.1 Jointly Controlled Partnerships Accounted by Using Equity Method		-	-	-	-	-	-
4.3.2 Non-Consolidated Jointly Controlled Partnerships		-	-	-	-	-	-
V. TANGIBLE ASSETS (Net)		555,418	-	555,418	550,069	-	550,069
VI. INTANGIBLE ASSETS (Net)		386,135	-	386,135	335,209	-	335,209
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		386,135	-	386,135	335,209	-	335,209
VII. INVESTMENT PROPERTIES (Net)	I-m	-	-	-	-	-	-
VIII. CURRENT TAX ASSETS		80	-	80	-	-	-
IX. DEFERRED TAX ASSETS	I-n	425,520	-	425,520	306,234	-	306,234
X. OTHER ASSETS (Net)	I-p	4,645,002	453,268	5,098,270	2,926,721	343,878	3,270,599
TOTAL ASSETS		80,008,444	74,165,981	154,174,425	66,994,287	46,477,502	113,471,789

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

BURGAN BANK A.Ş.
UNCONSOLIDATED BALANCE SHEETS (STATEMENT OF FINANCIAL POSITION)
AS OF 30 JUNE 2025 AND 31 DECEMBER 2024

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

I. BALANCE SHEET	Note (Section Five)	Reviewed 30/06/2025			Audited 31/12/2024		
		TL	FC	Total	TL	FC	Total
LIABILITIES							
I. DEPOSITS	II-a	40,767,283	29,453,477	70,220,760	38,357,701	14,384,432	52,742,133
II. LOANS RECEIVED	II-c	-	47,111,327	47,111,327	686,847	27,917,379	28,604,226
III. MONEY MARKET FUNDS		2,382,104	6,479,588	8,861,692	2,970,019	3,748,467	6,718,486
IV. MARKETABLE SECURITIES (Net)	II-d	-	-	-	-	-	-
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	II-b	-	-	-	-	-	-
VII. DERIVATIVE FINANCIAL LIABILITIES	II-g	2,072,556	579,218	2,651,774	2,005,813	171,406	2,177,219
7.1 Derivative Financial Liabilities at Fair Value through Profit or Loss		1,175,901	514,828	1,690,729	1,061,583	114,055	1,175,638
7.2 Derivative Financial Liabilities at Fair Value through Other Comprehensive Income		896,655	64,390	961,045	944,230	57,351	1,001,581
VIII. FACTORING PAYABLES		-	-	-	-	-	-
IX. LEASE PAYABLES (Net)	II-f	177,942	-	177,942	137,795	-	137,795
X. PROVISIONS	II-h	755,832	22,257	778,089	1,209,112	22,536	1,231,648
10.1 Provisions for Restructuring		-	-	-	-	-	-
10.2 Reserves for Employee Benefits		403,147	-	403,147	473,903	-	473,903
10.3 Insurance Technical Reserves (Net)		-	-	-	-	-	-
10.4 Other Provisions		352,685	22,257	374,942	735,209	22,536	757,745
XI. CURRENT TAX LIABILITIES	II-i	504,229	-	504,229	591,077	-	591,077
XII. DEFERRED TAX LIABILITIES	II-i	-	-	-	-	-	-
XIII. LIABILITIES RELATED TO NON-CURRENT ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)	II-j	-	-	-	-	-	-
13.1 Held for Sale		-	-	-	-	-	-
13.2 Related to Discontinued Operations		-	-	-	-	-	-
XIV. SUBORDINATED DEBT	II-k	-	8,020,066	8,020,066	-	7,118,127	7,118,127
14.1 Loans		-	8,020,066	8,020,066	-	7,118,127	7,118,127
14.2 Other Debt Instruments		-	-	-	-	-	-
XV. OTHER LIABILITIES	II-e	2,924,637	1,320,165	4,244,802	2,665,519	1,091,590	3,757,109
XVI. SHAREHOLDERS' EQUITY	II-l	11,525,543	78,201	11,603,744	10,296,448	97,521	10,393,969
16.1 Paid-in Capital		3,050,000	-	3,050,000	3,050,000	-	3,050,000
16.2 Capital Reserves		(6,321)	-	(6,321)	(6,321)	-	(6,321)
16.2.1 Equity Share Premiums		-	-	-	-	-	-
16.2.2 Share Cancellation Profits		-	-	-	-	-	-
16.2.3 Other Capital Reserves		(6,321)	-	(6,321)	(6,321)	-	(6,321)
16.3 Other Accumulated Comprehensive Income That Will not be Reclassified in Profit or Loss		57,304	-	57,304	57,304	-	57,304
16.4 Other Accumulated Comprehensive Income That Will be Reclassified in Profit or Loss		(173,909)	78,201	(95,708)	(121,796)	97,521	(24,275)
16.5 Profit Reserves		7,048,617	-	7,048,617	3,668,076	-	3,668,076
16.5.1 Legal Reserves		336,267	-	336,267	167,239	-	167,239
16.5.2 Statutory Reserves		-	-	-	-	-	-
16.5.3 Extraordinary Reserves		6,712,245	-	6,712,245	3,500,732	-	3,500,732
16.5.4 Other Profit Reserves		105	-	105	105	-	105
16.6 Profit or Loss		1,549,852	-	1,549,852	3,649,185	-	3,649,185
16.6.1 Prior Years' Profit or Losses		268,644	-	268,644	144,562	-	144,562
16.6.2 Current Period Net Profit or Loss		1,281,208	-	1,281,208	3,504,623	-	3,504,623
TOTAL EQUITY AND LIABILITIES		61,110,126	93,064,299	154,174,425	58,920,331	54,551,458	113,471,789

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

BURGAN BANK A.Ş.
UNCONSOLIDATED OFF-BALANCE SHEET COMMITMENTS
AS OF 30 JUNE 2025 AND 31 DECEMBER 2024

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

II. OFF-BALANCE SHEET	Note (Section Five)	Reviewed 30/06/2025			Audited 31/12/2024		
		TL	FC	Total	TL	FC	Total
A. OFF-BALANCE SHEET COMMITMENTS (I+II+III)		82,855,450	147,294,815	230,150,265	63,790,839	71,901,676	135,692,515
I. GUARANTEES AND WARRANTIES	III-a-2-3	10,738,602	14,328,941	25,067,543	11,332,830	9,805,297	21,138,127
1.1. Letters of Guarantee		8,389,952	2,991,100	11,381,052	8,238,680	2,314,218	10,552,898
1.1.1. Guarantees Subject to State Tender Law		8,107	1,676	9,783	8,849	1,488	10,337
1.1.2. Guarantees Given for Foreign Trade Operations		-	-	-	-	-	-
1.1.3. Other Letters of Guarantee		8,381,845	2,989,424	11,371,269	8,229,831	2,312,730	10,542,561
1.2. Bank Loans		650	189,191	189,841	650	133,750	134,400
1.2.1. Import Letter of Acceptance		650	189,191	189,841	650	133,750	134,400
1.2.2. Other Bank Acceptances		-	-	-	-	-	-
1.3. Letters of Credit		-	11,085,065	11,085,065	-	7,274,180	7,274,180
1.3.1. Documentary Letters of Credit		-	11,085,065	11,085,065	-	7,274,180	7,274,180
1.3.2. Other Letters of Credit		-	-	-	-	-	-
1.4. Prefinancing Given as Guarantee		-	-	-	-	-	-
1.5. Endorsements		-	-	-	-	-	-
1.5.1. Endorsements to the Central Bank of the Republic of Turkey		-	-	-	-	-	-
1.5.2. Other Endorsements		-	-	-	-	-	-
1.6. Securities Issue Purchase Guarantees		-	-	-	-	-	-
1.7. Factoring Guarantees		-	-	-	-	-	-
1.8. Other Guarantees		2,348,000	63,585	2,411,585	3,093,500	83,149	3,176,649
1.9. Other Collaterals		-	-	-	-	-	-
II. COMMITMENTS	III-a-1	9,426,390	11,450,005	20,876,395	2,809,649	1,418,611	4,228,260
2.1. Irrevocable Commitments		9,426,390	11,450,005	20,876,395	2,809,649	1,418,611	4,228,260
2.1.1. Asset Purchase Commitments		6,896,192	11,450,005	18,346,197	1,077,910	1,418,611	2,496,521
2.1.2. Deposit Purchase and Sales Commitments		-	-	-	-	-	-
2.1.3. Share Capital Commitments to Associates and Subsidiaries		-	-	-	-	-	-
2.1.4. Commitments for Loan Limits		1,947,943	-	1,947,943	1,511,654	-	1,511,654
2.1.5. Securities Issue Brokerage Commitments		-	-	-	-	-	-
2.1.6. Commitments for Reserve Deposit Requirements		-	-	-	-	-	-
2.1.7. Commitments for Cheques		267,076	-	267,076	173,763	-	173,763
2.1.8. Tax and Fund Liabilities from Export Commitments		-	-	-	-	-	-
2.1.9. Commitments for Credit Card Limits		207,376	-	207,376	2,601	-	2,601
2.1.10. Promotion Commitments for Credit Cards and Banking Services		-	-	-	-	-	-
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		107,803	-	107,803	43,721	-	43,721
2.2. Revocable Commitments		-	-	-	-	-	-
2.2.1. Revocable Commitments for Loan Limits		-	-	-	-	-	-
2.2.2. Other Revocable Commitments		-	-	-	-	-	-
III. DERIVATIVE FINANCIAL INSTRUMENTS		62,690,458	121,515,869	184,206,327	49,648,360	60,677,768	110,326,128
3.1. Hedging Derivative Financial Instruments		28,255,296	13,971,154	42,226,450	26,755,296	14,297,460	41,052,756
3.1.1. Transactions for Fair Value Hedge		-	-	-	-	-	-
3.1.2. Transactions for Cash Flow Hedge		28,255,296	13,971,154	42,226,450	26,755,296	14,297,460	41,052,756
3.1.3. Transactions for Foreign Net Investment Hedge		-	-	-	-	-	-
3.2. Trading Derivative Financial Instruments		34,435,162	107,544,715	141,979,877	22,893,064	46,380,308	69,273,372
3.2.1. Forward Foreign Currency Buy/Sell Transactions		13,363,784	17,182,902	30,546,686	7,596,581	6,372,925	13,969,506
3.2.1.1. Forward Foreign Currency Transactions-Buy		101,836	14,558,379	14,660,215	742,478	5,666,477	6,408,955
3.2.1.2. Forward Foreign Currency Transactions-Sell		13,261,948	2,624,523	15,886,471	6,854,103	706,448	7,560,551
3.2.2. Swap Transactions Related to Foreign Currency and Interest Rates		11,822,365	60,774,672	72,597,037	10,994,919	28,583,634	39,578,553
3.2.2.1. Foreign Currency Swap-Buy		2,919,208	29,587,391	32,506,599	3,019,683	13,776,402	16,796,085
3.2.2.2. Foreign Currency Swap-Sell		3,453,157	29,715,413	33,168,570	2,725,236	13,875,386	16,600,622
3.2.2.3. Interest Rate Swap-Buy		2,725,000	735,934	3,460,934	2,625,000	465,923	3,090,923
3.2.2.4. Interest Rate Swap-Sell		2,725,000	735,934	3,460,934	2,625,000	465,923	3,090,923
3.2.3. Foreign Currency, Interest Rate and Securities Options		1,348,763	22,095,920	23,444,683	330,575	8,110,223	8,440,798
3.2.3.1. Foreign Currency Options-Buy		898,739	10,754,102	11,652,841	222,546	4,003,669	4,226,215
3.2.3.2. Foreign Currency Options-Sell		450,024	11,341,818	11,791,842	108,029	4,106,554	4,214,583
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		7,900,250	7,491,221	15,391,471	3,970,989	3,313,526	7,284,515
3.2.4.1. Foreign Currency Futures-Buy		60,047	7,441,505	7,501,552	1,027,603	2,536,019	3,563,622
3.2.4.2. Foreign Currency Futures-Sell		7,840,203	49,716	7,889,919	2,943,386	777,507	3,720,893
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)		202,145,920	631,507,894	833,653,814	188,090,960	525,958,395	714,049,355
IV. ITEMS HELD IN CUSTODY		17,331,874	22,482,730	39,814,604	14,498,432	19,454,878	33,953,310
4.1. Customer Fund and Portfolio Balances		-	-	-	-	-	-
4.2. Investment Securities Held in Custody		6,770,449	22,218,193	28,988,642	5,762,038	19,267,938	25,029,976
4.3. Cheques Received for Collection		8,044,122	227,329	8,271,451	5,580,950	130,454	5,711,404
4.4. Commercial Notes Received for Collection		129,303	37,208	166,511	61,944	29,785	91,729
4.5. Other Assets Received for Collection		-	-	-	-	-	-
4.6. Assets Received for Public Offering		-	-	-	-	-	-
4.7. Other Items Under Custody		2,388,000	-	2,388,000	3,093,500	26,701	3,120,201
4.8. Custodians		-	-	-	-	-	-
V. PLEDGES RECEIVED		182,358,455	609,025,164	791,383,619	171,422,348	506,503,517	677,925,865
5.1. Marketable Securities		394,175	-	394,175	707,581	-	707,581
5.2. Guarantee Notes		51,380,255	106,955,767	158,336,022	42,509,210	93,604,406	136,113,616
5.3. Commodity		18,286,486	4,229,445	22,515,931	14,497,456	3,383,815	17,881,271
5.4. Warranty		-	-	-	-	-	-
5.5. Immovable		107,863,241	483,495,561	591,358,802	107,766,328	397,467,773	505,234,101
5.6. Other Pledged Items		4,434,298	14,344,391	18,778,689	5,941,773	12,047,523	17,989,296
5.7. Pledged Items-Depository		-	-	-	-	-	-
VI. ACCEPTED INDEPENDENT GUARANTEES AND WARRANTIES		2,455,591	-	2,455,591	2,170,180	-	2,170,180
TOTAL OFF-BALANCE SHEET COMMITMENTS (A+B)		285,001,370	778,802,709	1,063,804,079	251,881,799	597,860,071	849,741,870

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

BURGAN BANK A.Ş.
UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE PERIODS ENDED 30 JUNE 2025 AND 30 JUNE 2024
(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

III.	STATEMENT OF PROFIT OR LOSS	Note	Reviewed	Reviewed &	Reviewed	Reviewed &
	INCOME AND EXPENSE ITEMS	(Section Five)	01/01/2025-30/06/2025	Reclassified(*) 01/01/2024-30/06/2024	01/04/2025-30/06/2025	Reclassified(*) 01/04/2024-30/06/2024
I.	INTEREST INCOME	IV-a	19,092,001	13,623,476	9,981,207	7,205,569
1.1	Interest on Loans		8,700,370	6,420,106	4,734,201	3,297,152
1.2	Interest Received from Reserve Deposits		1,035,168	118,026	483,823	80,312
1.3	Interest Received from Banks		300,188	153,022	151,598	96,300
1.4	Interest Received from Money Market Transactions		51,775	58,614	32,685	54,379
1.5	Interest Received from Marketable Securities Portfolio		2,937,333	2,070,307	1,716,035	1,151,292
1.5.1	Financial Assets at Fair Value Through Profit or Loss		319,803	46,155	255,561	32,918
1.5.2	Financial Assets at Fair Value Through Other Comprehensive Income		1,083,566	630,799	570,716	372,453
1.5.3	Financial Assets Measured at Amortized Cost		1,533,964	1,393,353	889,758	745,921
1.6	Finance Lease Interest Income		-	-	-	-
1.7	Other Interest Income	IV-k	6,067,167	4,803,401	2,862,865	2,526,134
II.	INTEREST EXPENSES (-)	IV-b	16,091,670	12,387,686	8,315,519	6,502,922
2.1	Interest on Deposits		7,886,149	5,536,918	3,921,280	2,978,641
2.2	Interest on Funds Borrowed		1,156,064	789,397	601,655	429,127
2.3	Interest on Money Market Transactions		1,368,621	806,120	871,965	467,530
2.4	Interest on Securities Issued		-	-	-	-
2.5	Finance Lease Interest Expenses		24,704	18,034	12,875	9,536
2.6	Other Interest Expenses	IV-k	5,656,132	5,237,217	2,907,744	2,618,088
III.	NET INTEREST INCOME/EXPENSE (I - II)		3,000,331	1,235,790	1,665,688	702,647
IV.	NET FEES AND COMMISSIONS INCOME/EXPENSES		396,504	189,412	255,169	99,299
4.1	Fees and Commissions Received		537,863	253,117	327,798	134,814
4.1.1	Non-Cash Loans		83,558	74,988	43,644	38,663
4.1.2	Other	IV-k	454,305	178,129	284,154	96,151
4.2	Fees and Commissions Paid (-)		141,359	63,705	72,629	35,515
4.2.1	Non-Cash Loans (-)		133	21	79	12
4.2.2	Other (-)	IV-k	141,226	63,684	72,550	35,503
V.	DIVIDEND INCOME		87	52	87	52
VI.	TRADING PROFIT/LOSS (Net)	IV-c	(388,903)	937,237	(328,918)	709,317
6.1	Profit/Losses from Capital Market Transactions		261,633	201,309	174,242	108,046
6.2	Profit/Losses from Derivative Financial Transactions		128,016	617,355	(265,544)	640,573
6.3	Foreign Exchange Profit/Losses		(778,552)	118,573	(237,616)	(39,302)
VII.	OTHER OPERATING INCOME	IV-d	627,374	470,583	299,244	188,234
VIII.	GROSS PROFIT FROM OPERATING ACTIVITIES (III+IV+V+VI+VII)		3,635,393	2,833,074	1,891,270	1,699,549
IX.	ALLOWANCES FOR EXPECTED CREDIT LOSSES (-)	IV-e	179,822	(292,270)	219,048	127,157
X.	OTHER PROVISION EXPENSES (-)	IV-e	5,877	27,594	3,157	25,500
XI.	PERSONNEL EXPENSES (-)		1,805,983	1,111,633	911,145	598,521
XII.	OTHER OPERATING EXPENSES (-)	IV-f	1,288,571	871,299	680,487	390,402
XIII.	NET OPERATING PROFIT/LOSS (VIII-IX-X-XI-XII)		355,140	1,114,818	77,433	557,969
XIV.	SURPLUS WRITTEN AS GAIN AFTER MERGER		-	-	-	-
XV.	PROFIT/LOSS FROM EQUITY METHOD APPLIED SUBSIDIARIES		829,332	1,028,602	507,104	650,998
XVI.	NET MONETARY POSITION GAIN/LOSS		-	-	-	-
XVII.	PROFIT/LOSS BEFORE TAXES FROM CONTINUING OPERATIONS (XIII+...+XVI)	IV-g	1,184,472	2,143,420	584,537	1,208,967
XVIII.	PROVISION FOR TAXES ON INCOME FROM CONTINUING OPERATIONS (±)	IV-h	96,736	219,831	143,797	332,966
18.1	Current Tax Provision		-	341,398	-	247,192
18.2	Expense Effect of Deferred Tax (+)		299,477	280,318	(13,573)	37,573
18.3	Income Effect of Deferred Tax (-)		396,213	841,547	130,224	617,731
XIX.	NET PROFIT/LOSS FROM CONTINUING OPERATIONS (XVII±XVIII)	IV-i	1,281,208	2,363,251	728,334	1,541,933
XX.	INCOME FROM DISCONTINUED OPERATIONS		-	-	-	-
20.1	Income from Assets Held for Sale		-	-	-	-
20.2	Profit from Sale of Associates, Subsidiaries and Joint Ventures		-	-	-	-
20.3	Other Income from Discontinued Operations		-	-	-	-
XXI.	EXPENSES FROM DISCONTINUED OPERATIONS (-)		-	-	-	-
21.1	Expenses on Assets Held for Sale		-	-	-	-
21.2	Losses from Sale of Associates, Subsidiaries and Joint Ventures		-	-	-	-
21.3	Other Expenses from Discontinued Operations		-	-	-	-
XXII.	PROFIT/LOSS BEFORE TAXES FROM DISCONTINUED OPERATIONS (±) (XX-XXI)		-	-	-	-
XXIII.	TAX PROVISION FOR DISCONTINUED OPERATIONS (±)		-	-	-	-
23.1	Current Tax Provision		-	-	-	-
23.2	Expense Effect of Deferred Tax (+)		-	-	-	-
23.3	Income Effect of Deferred Tax (-)		-	-	-	-
XXIV.	NET PROFIT/LOSS FROM DISCONTINUED OPERATIONS (XXII±XXIII)		-	-	-	-
XXV.	NET PROFIT/LOSS FOR THE PERIOD (XIX+XXIV)	IV-j	1,281,208	2,363,251	728,334	1,541,933
	Profit / Loss per Share (1,000 nominal in TL full)		4.201	7.748	2.388	5.056

(*) Note XXVIII.

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

BURGAN BANK A.Ş.**UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIODS ENDED 30 JUNE 2025 AND 30 JUNE 2024**

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

IV. STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	Reviewed 01/01/2025-30/06/2025	Reviewed & Reclassified(*) 01/01/2024-30/06/2024
I. PROFIT/LOSS FOR THE PERIOD	1,281,208	2,363,251
II. OTHER COMPREHENSIVE INCOME	(71,433)	(178,303)
2.1 Items not to be Reclassified to Profit or Loss	-	-
2.1.1 Revaluation Increase/Decrease of Tangible Assets	-	-
2.1.2 Revaluation Increase/Decrease of Intangible Assets	-	-
2.1.3 Defined Benefit Plans Remeasurement Gains/Loss	-	-
2.1.4 Other Comprehensive Income not to be Reclassified to Profit or Loss	-	-
2.1.5 Tax Related to Other Comprehensive Income not to be Reclassified to Profit or Loss	-	-
2.2 Items to be Reclassified to Profit or Loss	(71,433)	(178,303)
2.2.1 Foreign Currency Translation Differences	-	-
2.2.2 Gains or Losses on Valuation or Reclassification Arising From Financial Assets at Fair Value Through Other Comprehensive Income	(89,017)	(48,248)
2.2.3 Gains/Losses Arising on Cash Flow Hedges	(13,030)	(206,426)
2.2.4 Gains or Losses Arising on Net Investment Hedges	-	-
2.2.5 Other Comprehensive Income to be Reclassified to Profit or Loss	-	-
2.2.6 Tax Related to Other Comprehensive Income to be Reclassified to Profit or Loss	30,614	76,371
III. TOTAL COMPREHENSIVE INCOME (I+II)	1,209,775	2,184,948

(*) Note XXVIII.

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

BURGAN BANK A.Ş.**UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE PERIOD ENDED 30 JUNE 2025**

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

V. STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY						Other Comprehensive Income and Expenses not to be Reclassified to Profit or Loss			Other Comprehensive Income and Expenses to be Reclassified to Profit or Loss						
Reviewed CURRENT PERIOD 30.06.2025	Note (Section Five)	Paid-in Capital	Share Issued Premiums	Share Cancellation Profit	Other Capital Reserves	1	2	3	4	5	6	Profit Reserves	Prior Period Profit / (Loss)	Net Profit or Loss for the Period	Total Shareholders' Equity
I. Balances at Beginning of Period	II-I	3,050,000	-	-	(6,321)	111,538	(54,234)	-	-	(185,573)	161,298	3,668,076	3,649,185	-	10,393,969
II. Corrections according to TAS 8		-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effect of Corrections of Errors		-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effect of Amendments in Accounting Policies		-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. New Balance (I+II)		3,050,000	-	-	(6,321)	111,538	(54,234)	-	-	(185,573)	161,298	3,668,076	3,649,185	-	10,393,969
IV. Total Comprehensive Income		-	-	-	-	-	-	-	-	(62,312)	(9,121)	-	-	1,281,208	1,209,775
V. Capital Increase in Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Capital Increase in Internal Resources		-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Adjustment to Share Capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds		-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated Debt Instruments		-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Gain or Loss related to Other Changes		-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Profit Distribution		-	-	-	-	-	-	-	-	-	-	3,380,541	(3,380,541)	-	-
11.1 Dividend Paid		-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2 Transfers to Reserves		-	-	-	-	-	-	-	-	-	-	3,380,541	(3,380,541)	-	-
11.3 Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Period End Balance (III+IV+.....+X+XI)		3,050,000	-	-	(6,321)	111,538	(54,234)	-	-	(247,885)	152,177	7,048,617	268,644	1,281,208	11,603,744

1. Non-current assets revaluations increases / decreases.

2. Accumulated re-measurement gains / losses of defined benefits.

3. Other (the share of other comprehensive income of the investments accounted by the equity method that cannot be classified as profit / loss and the accumulated amount of other comprehensive income items that will not be reclassified as other profit / loss).

4. Foreign currency translation differences.

5. Accumulated revaluation and / or classification gains / losses on financial assets at fair value through other comprehensive income.

6. Other (Cash flow hedging gains / losses, share of other comprehensive income of equity method investees classified as profit / loss and accumulated other comprehensive income to be reclassified as other profit or loss).

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

BURGAN BANK A.Ş.
UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE PERIOD ENDED 30 JUNE 2024

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

V. STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY						Other Comprehensive Income and Expenses not to be Reclassified to Profit or Loss			Other Comprehensive Income and Expenses to be Reclassified to Profit or Loss						
Reviewed and Reclassified(*) PRIOR PERIOD 30.06.2024	Note (Section Five)	Paid-in Capital	Share Issued Premiums	Share Cancellati on Profit	Other Capital Reserves	1	2	3	4	5	6	Profit Reserves	Prior Period Profit / (Loss)	Net Profit or Loss for the Period	Total Shareholders' Equity
I. Balances at Beginning of Period	II-I	3,050,000	-	-	(6,321)	99,718	(54,674)	-	-	(102,006)	590,322	1,252,334	2,560,304	-	7,389,677
II. Corrections according to TAS 8		-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effect of Corrections of Errors		-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effect of Amendments in Accounting Policies		-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. New Balance (I+II)		3,050,000	-	-	(6,321)	99,718	(54,674)	-	-	(102,006)	590,322	1,252,334	2,560,304	-	7,389,677
IV. Total Comprehensive Income		-	-	-	-	-	-	-	-	(33,773)	(144,530)	-	-	2,363,251	2,184,948
V. Capital Increase in Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Capital Increase in Internal Resources		-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Adjustment to Share Capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds		-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated Debt Instruments		-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Gain or Loss related to Other Changes		-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Profit Distribution		-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.1 Dividend Paid		-	-	-	-	-	-	-	-	-	-	2,415,741	(2,415,741)	-	-
11.2 Transfers to Reserves		-	-	-	-	-	-	-	-	-	-	2,415,741	(2,415,741)	-	-
11.3 Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Period End Balance (III+IV+.....+X+XI)		3,050,000	-	-	(6,321)	99,718	(54,674)	-	-	(135,779)	445,792	3,668,075	144,563	2,363,251	9,574,625

1. Non-current assets revaluations increases / decreases,

2. Accumulated re-measurement gains / losses of defined benefits,

3. Other (the share of other comprehensive income of the investments accounted by the equity method that cannot be classified as profit / loss and the accumulated amount of other comprehensive income items that will not be reclassified as other profit / loss).

4. Foreign currency translation differences,

5. Accumulated revaluation and / or classification gains / losses on financial assets at fair value through other comprehensive income,

6. Other (Cash flow hedging gains / losses, share of other comprehensive income of equity method investees classified as profit / loss and accumulated other comprehensive income to be reclassified as other profit or loss).

(*) Note XXVIII.

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

BURGAN BANK A.Ş.**UNCONSOLIDATED STATEMENT OF CASH FLOWS AS OF 30 JUNE 2025****AND 30 JUNE 2024**

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

VI. STATEMENT OF CASH FLOWS	Reviewed 01/01/2025-30/06/2025	Reviewed & Reclassified(*) 01/01/2024- 30/06/2024
A. CASH FLOWS FROM BANKING OPERATIONS		
1.1 Operating Profit Before Changes in Assets and Liabilities in the Field of Activity of Banking	974,629	293,205
1.1.1 Interest Received	17,924,090	13,054,476
1.1.2 Interest Paid	(15,892,951)	(12,179,213)
1.1.3 Dividend Received	87	52
1.1.4 Fees and Commissions Received	380,308	221,769
1.1.5 Other Income	-	-
1.1.6 Collections from Previously Written-off Loans and Other Receivables	91,262	22,829
1.1.7 Payments to Personnel and Service Suppliers	(1,625,983)	(1,111,633)
1.1.8 Taxes Paid	-	(68,872)
1.1.9 Other	97,816	353,797
1.2 Changes in Operating Assets and Liabilities in Banking Activities	7,194,651	5,094,901
1.2.1 Net (Increase) Decrease in Financial Assets at Fair Value Through Profit or Loss	(2,529,484)	(1,188,855)
1.2.2 Net (Increase) Decrease in Banks	(4,515,177)	1,056,770
1.2.3 Net (Increase) Decrease in Loans	(20,434,340)	(2,191,313)
1.2.4 Net (Increase) Decrease in Other Assets	(4,330,896)	(1,438,777)
1.2.5 Net Increase (Decrease) in Bank Deposits	1,593,522	613,429
1.2.6 Net Increase (Decrease) in Other Deposits	15,750,421	(261,525)
1.2.7 Net Increase (Decrease) in Financial Liabilities at Fair Value Through Profit or Loss	-	-
1.2.8 Net Increase (Decrease) in Funds Borrowed	19,345,005	5,740,405
1.2.9 Net Increase (Decrease) in Overdue Payables	-	-
1.2.10 Net Increase (Decrease) in Other Liabilities	2,315,600	2,764,767
I. Net Cash Flow Provided from Banking Operations	8,169,280	5,388,106
B. CASH FLOWS FROM INVESTING ACTIVITIES		
II. Net Cash Flow Provided from Investing Activities	2,076,260	(4,424,893)
2.1 Cash Paid for Acquisition of Investments, Associates and Subsidiaries (Joint Partnerships)	(5,000)	-
2.2 Cash Obtained from Disposal of Investments, Associates and Subsidiaries (Joint Partnerships)	-	-
2.3 Purchases of Property and Equipment	(39,151)	(56,663)
2.4 Disposals of Property and Equipment	101,384	108,319
2.5 Purchase of Financial Assets at Fair Value Through Other Comprehensive Income	(4,857,583)	(3,231,341)
2.6 Sale of Financial Assets at Fair Value Through Other Comprehensive Income	6,579,024	74,838
2.7 Purchased Financial Assets at Amortised Cost	(2,304,021)	(1,740,282)
2.8 Sold Financial Assets at Amortised Cost	2,700,050	476,174
2.9 Other	(98,443)	(55,938)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
III. Net Cash Provided from Financing Activities	(162,901)	(53,455)
3.1 Cash Obtained from Funds Borrowed and Securities Issued	-	-
3.2 Cash Outflow for Repayment of Funds Borrowed and Securities Issued	-	-
3.3 Issued Capital Instruments	-	-
3.4 Dividends Payments	-	-
3.5 Payments for Leases	(162,901)	(53,455)
3.6 Other	-	-
IV. Effect of Change in Foreign Exchange Rate on Cash and Cash Equivalents	249,327	98,186
V. Net Increase / (Decrease) in Cash and Cash Equivalents (I+II+III+IV)	10,331,966	1,007,944
VI. Cash and Cash Equivalents at the Beginning of the Period	11,095,303	8,017,147
VII. Cash and Cash Equivalents at the End of the Period	21,427,269	9,025,091

(*) Note XXVIII.

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

SECTION THREE**EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD****I. BASIS OF PRESENTATION:**

- a. The preparation of the financial statements and related notes and explanations in accordance with the Turkish Accounting Standards and Regulation on the Principles and Procedures Regarding Banks' Accounting Application and Keeping Documents:**

The unconsolidated financial statements are prepared within the scope of the "Regulation on Accounting Applications for Banks and Safeguarding of Documents" related with Banking Act numbered 5411 published in the Official Gazette no.26333 dated 1 November 2006 and in accordance with the regulations, communiqués, interpretations and legislations related to accounting and financial reporting principles published by the Banking Regulation and Supervision Agency ("BRSA"), and in case where a specific regulation is not made by BRSA, "Turkish Accounting Standards" ("TAS") and "Turkish Financial Reporting Standards" ("TFRS") and related appendices and interpretations put into effect by Public Oversight Accounting and Auditing Standards Authority ("POA"). The format and content of the publicly announced unconsolidated financial statements and related disclosures to these statements have been prepared in accordance with the "Communiqué related to Publicly Announced Financial Statements of Banks and Explanations and Notes to related to these Financial Statements", published in the Official Gazette No. 28337, dated 28 June 2012, and changes and amendments to this Communiqué. The Bank maintains its accounting entries in Turkish Lira, in accordance with the Banking Law, Turkish Trade Law and the Turkish Tax Legislation.

The unconsolidated financial statements expressed in TL, were prepared with the cost-based method and were subject to inflation adjustments until 31 December 2004, except for financial assets, liabilities and buildings which were carried at fair value. The amounts in the unconsolidated financial statements and notes related to these financial statements have been expressed in thousands of Turkish Lira, unless otherwise stated. The preparation of unconsolidated financial statements in conformity with TAS requires the use of certain critical accounting estimates by the Bank management to exercise its judgment on the assets and liabilities of the balance sheet and contingent issues as of the balance sheet date. These estimates, which include the fair value calculations of financial instruments and impairments of financial assets are being reviewed regularly and, when necessary, suitable corrections are made and the effects of these corrections are reflected to the income statement. Assumptions and estimates that are used in the preparation of the accompanying financial statements are explained in the following related disclosures.

In accordance with the CMB's decision dated 17 March 2005 and numbered 11/367, for companies operating in Turkey and preparing financial statements in accordance with Turkish Accounting Standards, the application of inflation accounting has been terminated as of 1 January 2005. Accordingly, as of 1 January 2005, the standard No. 29 "Financial Reporting in Hyperinflationary Economies" ("TAS 29") has not been applied.

According to the Financial Reporting Standard for High Inflationary Economies ("TAS 29"), entities whose functional currency is the currency of a high inflationary economy report their financial statements in terms of the purchasing power of the currency at the end of the reporting period. TAS 29 identifies characteristics that may indicate an economy as high inflationary. Furthermore, according to TAS 29, all entities reporting in the currency of a high inflationary economy are required to apply this Standard from the same date. Therefore, to ensure consistency in application nationwide, it is expected that all entities will commence applying TAS 29 simultaneously, following an announcement by the Public Oversight, Accounting, and Auditing Standards Authority as stated in TAS 29.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**I. BASIS OF PRESENTATION (continued):****a. The preparation of the financial statements and related notes and explanations in accordance with the Turkish Accounting Standards and Regulation on the Principles and Procedures Regarding Banks' Accounting Application and Keeping Documents (continued):**

With its announcement dated 23 November 2023, the Public Oversight, Accounting, and Auditing Standards Authority (POA) stated that the financial statements of entities applying the Turkish Financial Reporting Standards, for annual reporting periods ending on or after 31 December 2023, should be prepared in accordance with the Financial Reporting Standard for High Inflationary Economies ("TAS 29"). However, it was also mentioned that institutions authorized to regulate and supervise in their respective fields may determine different transition dates for the application of TAS 29 provisions. In response to POA's announcement, the Banking Regulation and Supervision Agency (BRSA) decided through its decision numbered 10744 dated 12 December 2023, that banks, financial leasing, factoring, financing, savings finance, and asset management companies would not be subject to inflation adjustment for their financial statements ending on 31 December 2023, under TAS 29. According to the decision numbered 10825 and dated 11 January 2024, by BRSA, it was decided that banks, financial leasing, factoring, financing, savings finance, and asset management companies would transition to inflation accounting from 1 January 2025, onwards. Consequently, according to the decision numbered 11021 and dated 5 December 2024, by BRSA, it was decided that banks, financial leasing, factoring, financing, savings finance, and asset management companies will not apply the inflation accounting in its financial statements in 2025.

b. Information on accounting policies and changes in financial statements:

None.

II. EXPLANATIONS ON STRATEGY OF USING FINANCIAL INSTRUMENTS AND FOREIGN CURRENCY TRANSACTIONS:

The overall strategy of the Bank of using financial instruments is to sustain an optimal balance between the yield of financial instruments and their risks. The most important funding source of the Bank is deposits. The Bank can also sustain a lengthened liability structure by using long-term borrowings from foreign financial institutions. Funds obtained from deposits and other sources are invested in high yield and quality financial assets and currency, interest rate and liquidity risks are being kept within the limits following the asset-liability management strategy. The currency, interest and liquidity risks of on-balance sheet and off-balance sheet assets and liabilities are managed accordingly within the risk limits accepted by the Bank and the related legal limits. Derivative instruments are mainly utilized for liquidity needs and for mitigating currency and interest rate risks. The position of the Bank as a result of foreign currency activities being held at minimum levels and the exposed currency risk is followed within the determined levels by the Board of Directors by considering the limits given by the Banking Law.

Foreign currency denominated monetary assets and liabilities are translated with the Bank's foreign currency bid rates prevailing at the balance sheet date and related gains and losses arising from these translations are recognized in the income statement under the account of "Foreign exchange gains or losses".

As of 30 June 2025, foreign currency denominated balances are translated into TL using the exchange rates of TL 39.7408 and TL 46.6074 for USD and EUR, respectively.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**III. INFORMATION ON CONSOLIDATED PARTNERSHIPS:**

Unconsolidated financial associates are recognized according to equity method in the framework of TAS 28 Communique on Investments in Subsidiaries and Associates with respect to TAS 27 Separate Financial Statements Communique in unconsolidated financial statements. Associates, which were recognized with cost value in the unconsolidated financial statement previously, are recognized according to equity method as of 31 December 2015 along with the yearend of 2015.

The Bank has no joint ventures as of 30 June 2025 and 31 December 2024.

IV. EXPLANATIONS ON FORWARD TRANSACTIONS, OPTIONS AND DERIVATIVE INSTRUMENTS:

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

The Bank classifies its currency forwards, swaps, options and futures as transactions at "Fair Value Through Profit or Loss" in accordance with TFRS 9 principles. Derivative transactions are recorded in accordance with their fair value on the contract date. Also, liabilities and receivables arising from derivative instruments are followed in the off-balance sheet accounts from their contractual values.

Derivative instruments are measured at their fair values in the periods following their recording and are disclosed under assets or liabilities in the "Derivative Financial Assets at Fair Value Through Profit or Loss" section according to whether their fair value is positive or negative. Differences in the fair value of trading derivative instruments are reflected to the income statement. The fair values of the derivative financial instruments are calculated by using quoted market prices or by using discounted cash flow models.

As of 30 June 2025, the Bank applies cash flow hedge accounting through cross and interest currency swaps to protect against changes in interest rates of FC deposits which have average maturities of up to 3 months. The Bank implements effectiveness tests at the balance sheet dates for hedge accounting, the effective parts are accounted as defined in TAS 39, on the financial statements under equity "Accumulated Other Comprehensive Income or Expense to Be Reclassified Through Profit Or Loss", whereas the amount concerning ineffective parts is associated with the income statement.

In cash flow hedge accounting, when the hedging instrument expires, is executed or sold and when the hedge relationship becomes ineffective or is discontinued as a result of the hedge relationship being revoked; the hedging gains and losses that were previously recognized under equity are transferred to profit or loss when the cash flows of the hedged item are realized. The renewal of a financial hedging instrument or the transfer of a financial hedging instrument to another financial hedging instrument does not eliminate the hedging relationship, if the financial hedging instrument is part of the hedging strategy in accordance with TFRS 9.

V. EXPLANATIONS ON INTEREST INCOME AND EXPENSE:

Interest income and expenses are recognized by using the effective interest method.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**VI. EXPLANATIONS ON FEE AND COMMISSION INCOME AND EXPENSE:**

Fees and commission income/expenses are primarily recognized on an accrual basis or "Effective interest (internal efficiency rate) method" according to the nature of the fee and commission, except for certain commission income and fees for various banking services which are recorded as income at the time of collection. Contract based fees or fees received for services such as the purchase and sale of assets on behalf of a third party or legal person are recognized as income at the time of collection. The commissions and fees other than those whose amortised costs are integral part of their effective profit rate, are accounted over time in accordance with the TFRS 15 Revenue From Contracts With Customers Standard.

VII. EXPLANATIONS ON FINANCIAL ASSETS:

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

The Bank recognizes a financial asset into the financial statements when it becomes a party to the contractual terms of a financial instrument. During the first recognition of a financial asset into the financial statements, the business model determined by the Bank management and the nature of contractual cash flows of the financial asset are taken into consideration. When the business model determined by the Bank's management is changed, all affected financial assets are reclassified and this reclassification is applied prospectively. In such cases, no adjustments are made to earnings, losses or interests that were previously recorded in the financial statements.

a. Financial assets at fair value through profit/loss:

"Financial Assets at Fair Value Through Profit or Loss" are financial assets other than the ones that are managed with business models that aim to hold contractual cash flows in order to collect them and the ones that are managed with business models that aim to collect both the contractual cash flows and cash flows arising from the sale of the assets; If the contractual terms of the financial asset do not lead to cash flows representing solely payments of principal and interest at a certain date; That are either acquired for generating a profit from short-term fluctuations in prices or are financial assets included in a portfolio aiming to short-term profit making. Financial assets at fair value through profit or loss are initially recognized at fair value and are remeasured at their fair value after recognition. All gains and losses arising from these valuations are reflected in the profit/loss accounts.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**VII. EXPLANATIONS 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 assets with contractual terms that lead to cash flows are solely payments of principal and interest at certain dates, 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 re-measured at fair value. Interest income calculated with the effective interest rate method arising from financial assets at fair value through other comprehensive income and dividend income from equity securities are recorded to statement of profit or loss. 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 statement of profit or loss 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 the mentioned marketable securities are collected or sold, the accumulated losses through fair value are reflected on the statement of profit or loss.

Equity securities, which are classified as financial assets at fair value through other comprehensive income, that have a quoted market price in an active market and/or whose fair values can be reliably measured are carried at their fair value. Equity securities that do not have a quoted market price in an active market and/or whose fair values cannot be reliably measured are carried at cost, less provision for impairment. In case of disposal of the equity investment, the accumulated total gain or loss is followed in the "Other Accumulated Comprehensive Income or Expense that cannot be reclassified to Profit or Loss".

During initial recognition, an entity can make an irrevocable decision, by choosing to record the changes of the fair value of the investment in an equity instrument that is not held for trading purposes in other comprehensive income. If this choice is made, the dividends from the investment are taken into the financial statements as profit or loss.

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 their acquisition cost including the transaction costs which reflect the fair value of those instruments and are subsequently recognized at "Amortized Cost" by using "Effective Interest (Internal efficiency rate)" method. Interest income obtained from financial assets measured at amortized cost are accounted in the income statement.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**VII. EXPLANATIONS ON FINANCIAL ASSETS (continued):****c. Financial assets measured at amortized cost (continued):**

Additionally, the Bank's securities portfolio includes inflation-linked government bonds, which are classified as financial assets measured at fair value through other comprehensive income and financial assets measured at amortized cost. These securities are indexed to the Consumer Price Index (CPI). They are valued and accounted for using the effective interest method based on the index calculated considering the real coupon rates and the inflation index at the issuance date along with the estimated inflation rate. As stated in the Treasury Undersecretariat's Investor Guide for CPI-Linked Bonds, the reference indices used for calculating the actual coupon payment amounts for these securities are based on the CPI from two months prior. The Bank determines the estimated inflation rate accordingly. The estimated inflation rate, taking into account the expectations of the Central Bank of the Republic of Turkey and the Bank, is updated as deemed necessary throughout the year.

d. Loans:

Loans are financial assets that have fixed or determinable payment 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 (Internal Rate of Return)" method.

The Bank's loans are recorded under the "Measured at Amortized Cost" account.

Write-down policy is explained in, section V, the explanations and notes related to assets.

VIII. EXPLANATIONS ON EXPECTED CREDIT LOSSES:

The Bank allocates impairment for expected loss on financial assets measured at amortized cost and measured at fair value through other comprehensive income.

As of 1 January 2018, in accordance with the Communiqué related to "Procedures and Principals regarding Classification of Loans and Allowances Allocated for Such Loans" published in the Official Gazette no. 29750 dated 22 June 2016, the Bank has started to allocate a loss allowance for expected credit losses on financial assets and loans measured at amortized cost in accordance with TFRS 9. In this context, as of 1 January 2018, the credit loss allowance method within the framework of the BRSA's related legislation has been changed to the loss allowance for expected credit losses model with the implementation of TFRS 9. The predictions of expected credit loss forecasts include credible information which is objective, probability-weighted, supportable about past events, current conditions, and forecasts of future economic conditions.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):

VIII. EXPLANATIONS ON EXPECTED CREDIT LOSSES (continued):

The basic parameters used in the calculations of provision are described below:

Probability of Default (PD): PD refers to the likelihood that a loan will default within a specified time horizon. Based on TFRS 9, two different PDs are considered in calculations:

- **12-month PD:** The probability of default occurring within the next 12 months following the balance sheet date.
- **Lifetime PD:** The probability of default occurring over the remaining life of the loan.

The Bank generates ratings for the corporate and commercial customers via internal rating system and the 12-month or lifetime probability of defaults are estimated based on these ratings. Macroeconomic expectations are taken into account when carrying out these expectations and the weighted average of the probabilities of default calculated from three different scenarios are considered as the final probability of default.

For retail customers, the score point is generated via the internal scoring system and the 12-month or lifetime probabilities of default are estimated based on these score points by considering the above-mentioned macroeconomic factors.

For the receivables from customers such as sovereign and banks, provision is calculated by using the determined values in the corporate and commercial probability of default table and the loss given default rates.

Loss Given Default Rate: If a loan default occurs, it refers to the economic loss that might be encountered by taking into consideration the collection period and the time value of money. The Bank has determined the loss given default rates by considering the expert opinion based on the past historical data set.

Exposure at Default: For cash loans, it corresponds to the amount of loan granted as of the reporting date. For non-cash loans, it is the value calculated through using credit conversion factors.

In calculating expected credit losses, the bank includes forward-looking macroeconomic information in the probability of default calculations. In this context, the default rate for future periods is estimated based on Turkey's annual real Gross Domestic Product (GDP) growth rate. Estimates for the macroeconomic variable are determined according to three different scenarios: negative, base and positive, to be used in the expected credit loss calculation. Final values are reached through the weighted average of expected credit losses produced in the relevant scenarios.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**VIII. EXPLANATIONS ON EXPECTED CREDIT LOSSES (continued):**

These financial assets are divided into three categories depending on the gradual increase in credit risk observed since their initial recognition:

Stage 1:

These are the financial assets at initial recognition or financial assets that do not have a significant increase in credit risk since their initial recognition. Impairment for credit risk for these assets is accounted in the amount of 12-month expected credit losses. Therefore, the expected probability of default of 12 months is calculated by considering the maturity of the loan. This value is obtained after weighting the three macro-economic scenarios and the provision is calculated using the loss given default and risk amounts calculated by taking into consideration the collateral composition of the loan.

Stage 2:

As of the reporting date of the financial asset, in the event of a significant increase in credit risk since initial recognition, the financial asset is transferred to Stage 2. Impairment for credit risk is accounted on the basis of the financial asset's lifetime expected credit losses. The provision which will be allocated for the loan is calculated by considering the maturity and cash flow of the loan for three macroeconomic scenarios as stated above. For this purpose, the probability of default and the loss given default amounts are estimated not only for 12 months but also for the whole life of the loan and the loan provision is determined by using the present value set calculated over the cash flow.

Stage 3:

Stage 3 includes financial assets that have objective evidence of impairment at the reporting date. For these assets, lifetime expected credit losses are recognized. The method is similar to the methodology applied for Stage 2 loans, but the probability of default is considered 100% in these calculations. In general the Bank follows the definition of default in the legislation (objective default definition, for example the criterion of the number of days past due). On the other hand, if it is decided that the debt will not be paid, the aforementioned receivable will be considered as Stage 3. even if the default has not occurred yet.

The Bank carries out its determination regarding the significant increase in credit risk by taking into consideration of the following criterias:

- Type of customer (calculations are made on separate models for corporate and commercial customers and retail customers).
- Internal rating scores (calculations are based on score points for retail customers and ratings for corporate and commercial customers).
- The deterioration observed in the internal rating score between the drawdown date and the reporting date.

In addition to the above rules, the Bank also provides additional provisions through individual assessment.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):

IX. EXPLANATIONS ON OFFSETTING FINANCIAL ASSETS:

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

X. EXPLANATIONS ON SALES AND REPURCHASE AGREEMENTS AND SECURITIES LENDING TRANSACTIONS:

Securities subject to repurchase agreements ("Repo") are classified as "Financial assets at fair value through profit or loss", "Financial assets at fair value through other comprehensive income" and "Measured at amortized cost" according to the investment purposes of the Bank and measured according to the portfolio to which they belong. Funds obtained from repurchase agreements are accounted under "Funds Provided under Repurchase Agreements" in liabilities and the difference between the sale and repurchase price is accrued over the life of repurchase agreements using the effective interest method.

Funds given against securities purchased under agreements ("Reverse repo") to resell are accounted under "Receivables from Reverse Repurchase Agreements" on the balance sheet. The difference between the purchase and determined resell price is accrued over the life of repurchase agreements using the "Effective Interest Rate (Internal Efficiency) method". The Bank has no securities lending transactions.

XI. EXPLANATIONS ON TANGIBLE ASSETS THAT ARE HELD FOR RESALE, DISCONTINUED OPERATIONS AND LIABILITIES REGARDING THOSE ASSETS:

Assets held for sale are measured at the lower of the assets' carrying amount and fair value less costs to sell. Held for sale assets are not amortized and presented separately in the financial statements. In order to classify an asset as held for sale, only when the sale is highly probable, experienced quite often and the asset (or disposal group) is available for immediate sale in its present condition. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale. Highly saleable condition requires a plan by the management regarding the sale of the asset to be disposed (or else the group of assets), together with an active program for determination of buyers as well as for the completion of the plan. Also the asset (or else the group of assets) shall be actively marketed in conformity with its fair value. On the other hand, the sale is expected to be journalized as a completed sale within one year after the classification date; and the necessary transactions and procedures to complete the plan should demonstrate the fact that the possibility of making significant changes or cancelling the plan is low. Various circumstances and conditions could extend the completion period of the sale more than one year. If such delay arises from any events and conditions beyond the control of the entity and if there is sufficient evidence that the entity has an ongoing disposal plan for these assets, such assets (or else group of assets) are continued to be classified as assets held for sale.

The Bank has no discontinued operations.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**XII. EXPLANATIONS ON GOODWILL AND OTHER INTANGIBLE ASSETS:****a. Goodwill:**

As of 30 June 2025, the Bank has no goodwill (31 December 2024: None).

b. Other intangible assets:

Intangible assets are measured at cost on initial recognition and any directly attributable costs of setting the asset to work for its intended use are included in the initial measurement. Subsequently, intangible assets are carried at historical costs after the deduction of accumulated amortization and the provision for value decreases, if any.

Intangibles are amortized over their estimated useful lives using the straight-line method. The useful life of the asset is determined by assessing the expected useful life of the asset, technical, technological and other kinds of obsolescence and all required maintenance expenses necessary to utilize the economic benefit of the asset and differs from 3 years to 15 years.

XIII. EXPLANATIONS ON PROPERTY AND EQUIPMENT:

Property and equipment is measured at its cost when initially recognised and any directly attributable costs of setting the asset in working order for its intended use are included in the initial measurement. Subsequently, property and equipment are carried at cost less accumulated depreciation and provision for value decrease, if any.

The Bank has adopted the "revaluation method" in accordance with the "Communiqué Regarding the Principles and Procedures for the Tangible Assets ("TAS 16")" for its buildings. Independent expert appraisal values are presented in the financial statements.

Depreciation is calculated over the cost of property and equipment using the straight-line method. The depreciation rates are stated below:

Buildings	2%
Movables, Movables Acquired by Financial Leasing	2%-50%

The depreciation charge for items remaining in property and equipment for less than an accounting period at the balance sheet date is calculated in proportion to the period the item remained in property and equipment.

When the carrying amount of an asset is greater than its estimated "Net recoverable amount", it is written down to its "Net recoverable amount" and the provision for the diminution in value is charged to the income statement.

Gains and losses on the disposal of property and equipment are determined by deducting the net book value of the property and equipment from its sales revenue.

Expenditures for the repair and renewal of property and equipment are recognised as expense. The capital expenditures made in order to increase the capacity of the tangible asset or to increase its future benefits are capitalised on the cost of the tangible asset. The capital expenditures include the cost components which are used either to increase the useful life or the capacity of the asset, or the quality of the product or to decrease the costs.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):

XIV. EXPLANATIONS ON LEASING TRANSACTIONS:

The Bank records its fixed assets obtained via leasing by taking into consideration the "lower of the fair value of the leased asset and the present value of the amount of cash consideration given for the leased asset".

Leased assets are included in the property and equipment and depreciation is charged on a straight-line basis over the useful life of the asset. If there is any diminution in value of the leased asset, a "Provision for value decrease" is recognised. Liabilities arising from the leasing transactions are included in "Financial Lease Payables" on the balance sheet. Interest and foreign exchange expenses regarding lease transactions are charged to the income statement.

With the "TFRS 16 Leases" standard, which became effective as of 1 January 2019, the difference between the operating lease and financial lease has been removed, and lease transactions have started to be recognized under "Tangible Fixed Assets" as an asset (right to use asset) and under "Lease Payables" as a liability.

The Bank has applied the changes in accounting policies due to the initial implementation of the "TFRS 16 Leases" standard, which is among the new standards, amendments and interpretations effective from 1 January 2019, in accordance with the transition obligations of the related standard.

TFRS 16 "Leases" Standard

The Bank – lessee:

At the beginning of a contract, the Bank assesses whether the contract has the quality of a lease or whether the contract includes a lease transaction. In circumstances when the contract transfers the right of controlling the asset for a certain time period for a certain price, this contract carries the quality of a lease or includes a leasing transaction. The Bank reflects the existence of a right of use and a lease liability to the financial statements at the effective date of the lease.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):

XIV. EXPLANATIONS ON LEASING TRANSACTIONS (continued):

Right-of-use asset:

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

- a) The initial measurement amount of the lease obligation,
- b) The amount obtained by deducting all the rental incentives received from all lease payments made at or before the beginning of the lease,
- c) All initial direct costs incurred by the Bank.

When the bank applies the cost method, the existence of the right to use:

- a) Accumulated depreciation and accumulated impairment losses are deducted and
- b) Measures the restatement of the lease obligation at the restated cost.

The Bank applies the depreciation statutes included in the TAS 16 Tangible Assets standard while depreciating the right to use an asset.

Lease obligation:

At the effective date of the lease, the Bank measures its leasing liability at the present value of the lease payments not paid at that time. Lease payments are discounted using the Bank's average borrowing interest rates in the case of this rate being easily determined. Otherwise, the Bank uses its alternative borrowing interest rates.

The lease payments included in the measurement of the lease liability consist of the payments to be made for the right of use during the lease term of the underlying asset and the unpaid payments at the effective date of the lease:

After the effective date of the lease, the Bank measures the leasing liability as follows:

- a) Increases the book value to reflect the interest on the lease obligation,
- b) Reduces the book value to reflect the lease payments made and
- c) The book value is measured to reflect reassessments and restructuring, or to reflect fixed lease payments as of revised nature.

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

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**XV. EXPLANATIONS ON PROVISIONS AND CONTINGENT LIABILITIES:**

Provisions and contingent liabilities except for the allowances for expected credit losses recognized for loans and other receivables are accounted in accordance with the "Turkish Accounting Standard for Provisions, Contingent Liabilities and Contingent Assets" ("TAS 37").

Provisions are recognised 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 the obligation can be made. The provision for contingent liabilities arising from past events should be recognised in the same period of occurrence in accordance with the "Matching principle". When the amount of the obligation cannot be estimated and there is no possibility of an outflow of resources from the Bank, it is considered that a "Contingent" liability exists and it is disclosed in the related notes to the financial statements.

XVI. EXPLANATIONS ON CONTINGENT ASSETS:

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 recognised in financial statements since this may result in the recognition of income that may never be realised. 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 recognised in the financial statements in which the change occurs.

XVII. EXPLANATIONS ON OBLIGATIONS RELATED TO EMPLOYEE RIGHTS:

The Bank accounts obligations related to employee termination and vacation rights in accordance with "Turkish Accounting Standard for Employee Rights" ("TAS 19") and classifies these items under the "Reserve for Employee Rights" account in the balance sheet.

Under the Turkish Labour Law, the Bank is required to pay a specific amount to the employees who have retired or whose employment is terminated other than the reasons specified in the Turkish Labour Law. The reserve for employment termination benefits represents the present value of the estimated total reserve for the future probable obligation of the Bank arising from this liability.

According to the TAS 19 that is revised by Public Oversight Accounting and Auditing Standards Authority with the Communiqué published in Official Gazette on 12 March 2013 numbered 28585, in the calculation of the employment termination benefit liabilities of the Bank, the recognition option of the actuarial gains and losses derived from the changes in actuarial assumptions or the differences between actuarial assumptions and realizations in the statement of profit or loss has been eliminated which is effective for annual periods beginning on or after 1 January 2013. The earlier application of the revision is permitted in the section of the transition and effective date of the standard and therefore the Bank has recognised the actuarial gains and losses that occur in related reporting periods in the "Statement of Profit or Loss and Other Comprehensive Income" and presented in "Other Reserves" item in the Shareholders' Equity section.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**XVIII. EXPLANATIONS ON TAXATION:****a. Current Tax:**

The Corporate Tax Law No. 5520 entered into force with many of its provisions being published in the Official Gazette No. 26205 dated 21 June 2006, effective from 1 January 2006. Accordingly, in Turkey, the general Corporate Tax rate is 25% and the corporate tax rate is based on the corporate profits of banks, companies within the scope of Law No. 6361, electronic payment and money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies and pension companies. The tax is calculated at a rate of 30%. The corporate tax rate is applied to the tax base found by adding expenses that are not accepted as deductions according to the tax laws to the commercial earnings of the institutions, and deducting the exceptions (such as the partnership earnings exception) and discounts included in the tax laws. If the profit is not distributed, no other tax is paid.

Corporate tax applied at the rate of 20% for corporate earnings in Turkey, pursuant to the regulation introduced by the Law No. 7316 on the "Law on the Collection of Public Claims and Amendments to Certain Laws" is applied as 25% to be applied to corporate earnings for the 2021 taxation period and 23% to be applied to corporate earnings for the 2022 taxation period, pursuant to the regulation introduced by the Law No. 7394 on "The Law on the Evaluation of Immovable Property Owned by the Treasury and Amendment to the Value Added Tax Law and Amendments to Some Laws and Decrees" this rate has been determined as 25% to be applied to the corporate earnings of banks, companies under the Law No. 6361, electronic payment and money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies and pension companies for the taxation period as of 2022.

However, with the Law No. 7456 published on 15 July 2023 the aforementioned rate has been increased to 30% to be applied to cumulative bases included in declarations to be submitted as of 1 October 2023. Starting from the advance tax return to be submitted for the period of 1 January 2023 to 31 December 2023, the corporate tax rate will be applied at 30% for subsequent periods.

In Turkey, non-resident companies earning income through a branch or permanent representative paid to resident entities in Turkey, are not subject to withholding tax. However, dividends paid to individuals and entities outside these categories are subject to a withholding tax rate of 10%. The addition of profit to the capital is not considered as profit distribution, and withholding tax is not applied.

With the Presidential Decision No.7343 published in the Official Gazette dated 7 July 2023, for fully liable capital companies whose shares are traded on Borsa Istanbul, a withholding tax of 0% is applied to the amounts considered as distributed profits related to the acquisition of their own shares. This amendment will be applicable to shares acquired as of 7 July 2023. For fully liable capital companies other than those mentioned, a withholding tax rate of 15% will be applied to the amounts considered as distributed profits related to the acquisition of their own shares as of 7 July 2023.

Corporations calculate and declare provisional taxes based on their quarterly financial profits, paying them until the evening of the 17th day of the second month following the end of each period. The provisional tax paid during the year is credited against the Corporate Tax calculated on the Corporate Tax Return to be submitted for the subsequent year. Despite the offset, if there is an excess amount of provisional tax paid, this amount can be refunded in cash or offset against other financial obligations to the government.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**XVIII. EXPLANATIONS ON TAXATION (continued):****a. Current Tax (continued):**

75% portion of the capital gains derived from the sale of equity investments and immovable properties held for minimum two years before 5 December 2017, 50% portion of the capital gains derived from the sale of equity investments and immovable properties after 5 December 2017 are tax exempt, if such gains are added to paid-in capital or held in a special account under shareholder's equity for 5 years. According to Turkish tax legislation, losses can be carried forward to offset against future taxable income for up to five years.

In accordance with the repeated Article 298 of the Tax Procedure Law, if the increase in the producer price index is more than 100% in the last 3 accounting periods including the current period and more than 10% in the current accounting period, financial statements will be subject to inflation adjustment and these conditions have been realized as of 31 December 2021. However, with the "Law on Changes to the Tax Procedure Law and Corporate Tax Law" numbered 7352 published in the Official Gazette dates 29 January 2022, and numbered 31734, temporary article 33 has been added to the Tax Procedure Law numbered 213 and the 2021 and 2022 accounting periods, including the provisional tax periods (as of the accounting periods ending in 2022 and 2023 for those who are assigned a special accounting period) the financial statements as of 31 December 2023, will be subject to inflation adjustment within the scope of article 298 are realized, and the financial statements as of 31 December 2023, will be subject to inflation adjustment regardless of whether the conditions for inflation adjustment are met, and the profit/loss differences arising from the inflation adjustment will be recognized in retained earnings.

According to Article 17 of the Law No. 7491 on Amendments to Certain Laws and Decree Laws published in the Official Gazette No. 32413 dated 28 December 2023, it has become law that profit/loss differences arising from the inflation adjustment to be made in the 2024 and 2025 accounting periods, including the provisional tax periods, do not be taken into account in determining the income of banks, companies within the scope of the Financial Leasing, Factoring, Financing and Savings Financing Companies Law No. 6361 dated 21 November 2012, payment and electronic money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies and pension companies. The President of the Republic is authorized to extend the periods determined within the scope of this paragraph by one accounting period, including the temporary tax periods.

According to the Amendment Notification to the General Communiqué (Serial No: 547) on the Tax Procedure Law, published in the Official Gazette numbered 32073 dated 14 January 2023, the procedures and principles regarding the revaluation of real estate and depreciable economic assets have been revised. Accordingly, the Bank has revalued its real estate and depreciable economic assets in its balance sheet until 30 September 2023, provided that it meets the conditions specified in Temporary Article 32 of the Tax Procedure Law and Article 298/ç of the Tax Procedure Code. Since the financial statements are subject to inflation adjustment as of 31 December 2023, real estates and depreciable contingent assets are not subject to revaluation as of 31 December 2023. Due to the fulfillment of inflation accounting conditions, no revaluation has been made after 30 September 2023, and inflation adjustment has been applied instead. As a result of these procedures, the tax depreciation subject to corporate income tax is calculated based on the updated amounts restated for inflation.

The General Communiqué No. 582 published in the Official Gazette dated 15 February, 2025, and numbered 32814 has stated that it is deemed appropriate not to make inflation adjustments at the end of the first provisional tax period and the second and third provisional tax periods for the 2025 accounting period. However, considering that the financial statements will be subject to inflation adjustment as of 31 December 2025 in accordance with the Tax Procedure Law, the tax effects arising from the inflation adjustment as of 30 June 2025 have been included in the current tax calculation.

XVIII. EXPLANATIONS ON TAXATION (continued):

b. Deferred Tax:

The Bank calculates and accounts for deferred income taxes for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in these financial statements in accordance with "Turkish Accounting Standard for Income Taxes" ("TAS 12") and the related decrees of the BRSA concerning income taxes.

The calculated deferred tax asset and deferred tax liability are presented as net in these financial statements.

Due to the fact that the change in the corporate tax rate that entered into force on 15 July 2023, will be taken into account in the taxation of corporate earnings for the periods valid from 1 January 2023, starting from 1 October 2023 under TAS 12, deferred tax has been calculated at the rate of 30% for assets and liabilities

According to the temporary article 33 of the Tax Procedure Law, in the financial statements dated 30 June 2025, the tax effects resulting from the inflation reduction of corporate tax are included in the deferred tax programming as of 30 June 2025.

c. Transfer Pricing:

Under the Article 13 of the Corporate Tax Law, titled "Hidden Profit Distribution through Transfer Pricing," the subject of transfer pricing is addressed, and the "General Communiqué on Hidden Profit Distribution through Transfer Pricing," published on 18 November 2007, specifies the details of its implementation.

According to the relevant Communiqué, if tax payers engage in the purchase and sale of goods, services, or products with related entities (individuals) and these transactions are not conducted in line with the arm's length principle, it will be concluded that the related profits have been secretly distributed through transfer pricing. Such hidden profit distributions through transfer pricing cannot be deducted from the tax base for corporate tax purposes.

As stipulated in the General Communiqué No. 4 on Hidden Profit Distribution through Transfer Pricing, corporate tax payers are required to fill out the "Transfer Pricing, Controlled Foreign Corporation and Hidden Capital Form" for any purchases or sales of goods or services made with related parties during an accounting period and submit it, along with the corporate tax return, to the relevant tax office.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):

XIX. ADDITIONAL EXPLANATIONS ON BORROWINGS:

The Bank fund resources in essence consist of borrowing from foreign financial institutions, issued securities and money market debt.

Financial liabilities and derivative transactions are valued with their fair values and other financial liabilities are carried at "amortized cost" using the effective interest method in the following periods.

The Bank utilizes various hedging techniques to minimize the currency, interest rate and liquidity risks of its financial liabilities. No convertible bonds have been issued by the Bank.

XX. EXPLANATIONS ON ISSUANCE OF SHARE CERTIFICATES:

Transaction costs regarding the issuance of share certificates are accounted under shareholders' equity after eliminating the tax effects.

XXI. EXPLANATIONS ON AVALIZED DRAFTS AND ACCEPTANCES:

Avalized drafts and acceptances shown as liabilities against assets are included in the "Off-balance sheet commitments".

XXII. EXPLANATIONS ON GOVERNMENT GRANTS:

As of 30 June 2025, the Bank does not have any government incentives or grants (31 December 2024: None).

XXIII. EXPLANATIONS ON PROFIT RESERVES AND PROFIT DISTRIBUTION:

Retained earnings as per the statutory financial statements other than legal reserves are available for distribution, subject to the legal reserve requirement referred to below.

Under the Turkish Commercial Code ("TCC") the legal reserves are composed of first and second reserves. The TCC requires first reserves to be 5% of the profit until the total reserve is equal to 20% of issued and fully paid-in share capital. Second reserves are required to be 10% of all cash profit distributions that are in excess of 5% of the issued and fully paid-in share capital. However holding companies are exempt from this application. According to the Turkish Commercial Code, legal reserves can only be used to compensate accumulated losses and cannot be used for other purposes unless they exceed 50% of paid-in capital.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**XXIV. EXPLANATIONS ON EARNINGS PER SHARE:**

Earnings per share disclosed in the income statement are calculated by dividing net profit/(loss) for the year to the weighted average number of shares outstanding during the period concerned.

	30 June 2025	30 June 2024
Net Income/(Loss) to be Appropriated to Ordinary Shareholders	1,281,208	2,363,251
Weighted Average Number of Issued Ordinary Shares (Thousand)	305,000,000	305,000,000
Earnings/(Losses) Per Ordinary Shares (Disclosed as 1,000 nominal in full TL)	4.201	7.748

Based on the Principal Agreement, the Bank has 1,000,000 founder's shares. According to the Principal Agreement, after allocating 5% to legal reserves and distributing 5% of the paid in capital, 10% of distributable amount is distributed to the owners of the founder's shares.

In Turkey, companies can increase their share capital by making a pro-rata distribution of "Bonus shares" to existing shareholders from retained earnings. For the purpose of earnings per share computations, the weighted average number of shares outstanding during the year has been adjusted in respect of "Bonus shares" issued without a corresponding change in resources by giving them a retroactive effect for the year in which they were issued and for each earlier period. In case bonus shares are distributed after the balance sheet date but before the preparation of the financial statements, earnings per share is calculated considering the new number of shares.

XXV. EXPLANATIONS ON RELATED PARTIES:

Parties defined in Article 49 of the Banking Law No.5411, Bank senior managers and board members are considered related parties within the scope of TAS 24. Transactions regarding related parties are presented in Note V. of Section Five

XXVI. EXPLANATIONS ON CASH AND CASH EQUIVALENTS:

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, time deposits at banks with original maturity periods of less than three months and investments on marketable securities other than common stocks.

XXVII. EXPLANATIONS ON SEGMENT REPORTING:

Operational field is distinguishable section of the Bank that has different characteristics from other operational fields per earning and conducts the presentation of service group, associated bank products or a unique product. Operating segments are disclosed in Note X. in Section Four.

XXVIII. EXPLANATIONS ON OTHER MATTERS:

The Bank's unconsolidated financial statements for the current period are presented on a comparative basis with the previous period. Where necessary to ensure consistency with the presentation of the current period's unconsolidated financial statements, comparative information may be reclassified.

Reclassifications

While preparing its unconsolidated financial statements as of 30 June 2025, the Bank identified an error, amounting to TL 561,929 in the unconsolidated financial statements which are as of 30 June 2024. In accordance with Turkish Accounting Standard (TAS) 8 "Accounting Policies, Changes in Accounting Estimates and Errors", the Bank has accounted for the effects of these errors retrospectively on an item by

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**XXVIII. EXPLANATIONS ON OTHER MATTERS (continued):**

item basis for each financial statement line item, and has restated its unconsolidated statement of profit or loss and other comprehensive income for the period ended 30 June 2024 and its unconsolidated balance sheet as of 30 June 2024. To ensure consistency with the presentation of the current period financial statements, the amount of TL 561,929 which is previously classified under "Other Liabilities" in the financial statements as of 30 June 2024 in relation to closed swap transactions has been reclassified to the "Profit/Loss from Derivative Financial Transactions" line item in the statement of profit or loss. This reclassification had no impact on the Bank's performance for the current period. The effects of these adjustments on each financial statement line item are presented in the table below.

Statement of Profit or Loss and Other Comprehensive Income

30 June 2024	<i>Effects of restatements</i>		
	Previously Reported	Adjustments	Restated Amount
Trading Profit/Loss (Net)	375,308	561,929	937,237
Net Profit/Loss for the Period	1,801,322	561,929	2,363,251
Earnings/Loss per share	5,906	1,842	7,748

Statement of Financial Position (Balance Sheet)

30 June 2024	<i>Effects of restatements</i>		
	Previously Reported	Adjustments	Restated Amount
Total Assets	92,692,129	-	92,692,129
Other Liabilities	4,809,663	(561,929)	4,247,734
Shareholders' Equity	9,012,696	561,929	9,574,625
Total Liabilities	92,692,129	-	92,692,129

In preparing the statement of cash flows for the six month interim period ended 30 June 2024, the above mentioned reclassifications have been taken into account.

SECTION FOUR

INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK

I. EXPLANATIONS ON EQUITY:

Total capital and Capital adequacy ratio have been calculated in accordance with the "Regulation on Equity of Banks" and "Regulation on Measurement and Assessment of Capital Adequacy of Banks". As of 30 June 2025, the Bank's total capital has been calculated as TL 19,310,655 (31 December 2024: TL 17,262,720) and the Capital adequacy ratio is 19.17% (31 December 2024: 23.81%).

As of 30 June 2025, within the scope of BRSA's instructions dated 21 December 2021, 28 April 2022, 31 January 2023 and 12 December 2023; in the calculation of the amount subject to credit risk, in accordance with the Regulation on Measurement and Evaluation of Capital Adequacy of Banks (Capital Adequacy Regulation) published in the Official Gazette dated 23 October 2015 and numbered 29511; when calculating the amounts of monetary assets and non-monetary assets other than items in foreign currency measured at historical cost, valued in accordance with Accounting Standards and related special provisions, the simple arithmetic average of the Central Bank's foreign exchange buying rates as of 28 June 2024 was used and in case the net valuation differences of the securities held by the Bank in the portfolio of "Securities at Fair Value Reflected in Other Comprehensive Income" as of 1 January 2024 Decision date are negative, it is possible to ignore these differences in the amount of equity to be calculated in accordance with the Regulation on the Equity of Banks published in the Official Gazette dated 5 September 2013 and numbered 28756 and to be used for the capital adequacy ratio.

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**I. EXPLANATIONS ON EQUITY (continued):****a. Information about equity items:**

	Current Period 30 June 2025	Prior Period 31 December 2024
COMMON EQUITY TIER 1 CAPITAL		
Paid-in capital following all debts in terms of claim in liquidation of the Bank	3,050,000	3,050,000
Share issue premiums	-	-
Legal reserves	7,042,296	3,661,755
Gains recognized in equity as per TAS	300,332	305,299
Profit	1,549,852	3,649,185
Net Profit for the period	1,281,208	3,504,623
Prior Years' Profit	268,644	144,562
Shares acquired free of charge from subsidiaries, affiliates and jointly controlled partnerships and cannot be recognized within profit for the period	-	-
Common Equity Tier 1 Capital Before Deductions	11,942,480	10,666,239
Deductions from Common Equity Tier 1 Capital	-	-
Common Equity as per the (i) clause of Provisional Article 9 of the Regulation on the Equity of Banks	-	-
Portion of the current and prior periods' losses which cannot be covered through reserves and losses reflected in equity in accordance with TAS	170,978	94,217
Improvement costs for operating leasing	23,930	24,371
Goodwill net of related tax liability	-	-
Other intangibles other than mortgage-servicing rights net of related tax liability	366,723	314,449
Deferred tax assets that rely on future profitability excluding those arising from temporary differences net of related tax liability	-	-
Differences that are not recognized at the fair value of assets and liabilities subject to hedge of cash flow risk	152,177	161,298
Communique 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	713,808	594,335
Total Common Equity Tier 1 Capital	11,228,672	10,071,904

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**I. EXPLANATIONS ON EQUITY (continued):****a. Information about equity items (continued):**

	Current Period 30 June 2025	Prior Period 31 December 2024
ADDITIONAL TIER I CAPITAL		
Preferred Stock not Included in Common Equity and the Related Share Premiums	-	-
Debt instruments and premiums approved by BRSA	1,987,040	1,764,015
Debt instruments and premiums approved by BRSA (Temporary Article 4)	-	-
Additional Tier I Capital before Deductions	1,987,040	1,764,015
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 Unconsolidated Banks and Financial Institutions where the Bank Owns 10% or less of the Issued Share Capital Exceeding the 10% Threshold of above Tier I Capital	-	-
The Total of Net Long Position of the Direct or Indirect Investments in Additional Tier I Capital of Unconsolidated Banks and Financial Institutions where the Bank Owns more than 10% of the Issued Share Capital	-	-
Other items to be defined by the BRSA	-	-
Transition from the Core Capital to Continue to deduce Components		
Goodwill and other intangible assets and related deferred tax liabilities which will not deducted from Common Equity Tier 1 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-	-
Net deferred tax asset/liability which is not deducted from Common Equity Tier 1 capital for the purposes of the sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-	-
Deductions to be made from common equity in the case that adequate Additional Tier I Capital or Tier II Capital is not available (-)	-	-
Total deductions From Additional Tier I Capital		
Total Additional Tier I Capital	1,987,040	1,764,015
Total Tier I Capital (Tier I Capital=Common Equity+Additional Tier I Capital)	13,215,712	11,835,919
TIER II CAPITAL		
Debt instruments and share issue premiums deemed suitable by the BRSA	5,961,120	5,292,045
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	-	-
Provisions (Article 8 of the Regulation on the Equity of Banks)	608,238	479,099
Tier II Capital Before Deductions	6,569,358	5,771,144
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.	474,415	344,343
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	474,415	344,343
Total Tier II Capital	6,094,943	5,426,801
Total Capital (The sum of Tier I Capital and Tier II Capital)	19,310,655	17,262,720
Deductions from Total Capital		
Deductions from Capital Loans granted contrary to the 50th and 51st Article of the Law	-	-
Net Book Values of Movables and Immovables Exceeding the Limit Defined in the Article 57, Clause 1 of the Banking Law and the Assets Acquired against Overdue Receivables and Held for Sale but Retained more than Five Years	-	-
Other items to be defined by the BRSA	-	-
In transition from Total Core Capital and Supplementary Capital (the capital) to Continue to Download Components		
The Sum of net long positions of investments (the portion which exceeds the 10% of Banks Common Equity) in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity which will not deducted from Common Equity Tier 1 capital, Additional Tier 1 capital, Tier 2 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	-	-
The Sum of net long positions of investments in the Additional Tier 1 capital and Tier 2 capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity which will not deducted from Common Equity Tier 1 capital, Additional Tier 1 capital, Tier 2 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	-	-
The Sum of net long positions of investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity, mortgage servicing rights, deferred tax assets arising from temporary differences which will not deducted from Common Equity Tier 1 capital for the purposes of the first and second sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	-	-

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**I. EXPLANATIONS ON EQUITY (continued):****a. Information about equity items (continued):**

	Current Period 30 June 2025	Prior Period 31 December 2024
EQUITY		
Total EQUITY (Sum of Tier I and Tier II capital)	19,310,655	17,262,720
Total Risk Weighted Amounts	100,736,831	72,497,122
CAPITAL ADEQUACY RATIOS		
Core Capital Adequacy Ratio (%)	11.15	13.89
Tier I Capital Adequacy Ratio (%)	13.12	16.33
Capital Adequacy Ratio (%)	19.17	23.81
BUFFERS		
Total additional core capital requirement ratio (a+b+c)	2.550	2.546
a. Capital conservation buffer requirement (%)	2.500	2.500
b. Bank specific counter-cyclical capital buffer ratio (%)	0.050	0.046
c. Systematic significant bank buffer ratio (%)	-	-
The ratio of the Additional Common Equity Tier 1 to be calculated in accordance with the first paragraph of Article 4 of the Regulation on Capital Conservation and Countercyclical Capital Buffers to the amount of risk-weighted assets	6.65	9.39
Amounts below the Excess Limits as per the Deduction Principles		
Portion of the total of net long positions of 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	-	-
Portion of the total of 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	-	-
Amount arising from the rights to provide mortgage services	-	-
Amount arising from deferred tax assets based on temporary differences	996,352	616,011
Limits Related to Provisions Considered in Tier II Calculation		
General provisions for standard based receivables (before tenthousandtwentyfive limitation)	608,238	479,099
Up to 1.25% of total risk-weighted amount of general provisions for receivables where the standard approach used	608,238	479,099
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	-	-

**INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK
(continued):**

I. EXPLANATIONS ON EQUITY (continued):

b. Information on the reconciliation of Total Capital and Shareholders’ Equity:

The difference between Total Capital and Shareholders’ Equity in the unconsolidated balance sheet mainly arises from expected credit loss provisions (for stage I and stage II loans) and subordinated loans. As stated in Article 8 of the Regulation on Equities of Banks, up to 1.25% of the amount constituting the basis for credit risk of the First and Second Stage Losses Provisions and 100% of the remaining maturity of the subordinate loans over the nominal amount until they fall below 5 years, and the remaining portion by decreasing by 20% for each year less than 5 years, are considered as the “Supplementary Capital” item in the equity calculation constituting the basis for capital adequacy. In addition; In accordance with the Regulation, the operating lease development costs and Intangible Fixed Assets balances monitored under the Tangible Fixed Assets item in the balance sheet are considered as a deduction item from core capital in the equity calculation constituting the basis for capital adequacy calculation.

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

INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**I. EXPLANATIONS ON EQUITY (continued):****c. Information on instruments related to equity calculation:**

Information on instruments related to equity calculation:		
Issuer – Loan grantor	Burgan Bank K.P.S.C.	Burgan Bank K.P.S.C.
Unique Identifier of the Debt Instrument	-	-
Governing Legislation of the Debt Instrument	BRSA	BRSA
Regulatory Treatment in Equity Calculation	Tier II Capital	Tier I Capital
Assessment whether it is subject to being taken into consideration as 10% decreased as of 1/1/2015	No	No
Validity status in a consolidated or unconsolidated basis or in a consolidated and unconsolidated basis	Unconsolidated – Consolidated	Unconsolidated - Consolidated
Debt instrument type	Subordinated loan	Subordinated loan
Amount recognized in equity calculation (As of most recent reporting date – Thousands TL)	5,961,120	1,987,040
Nominal value of debt instrument (Thousands USD)	150,000	50,000
The account number that the debt instrument is followed	Liability-Subordinated Loans-amortized cost	Liability-Subordinated Loans-amortized cost
Original date of issuance of the debt instrument	12.05.2022	22.02.2021
Maturity structure of the debt instrument (Perpetual/Dated)	Dated	Perpetual
Original maturity date of the debt instrument	10 Years	-
Whether the issuer has a right to call subject to BRSA approval	Yes	Yes
Optional call date, contingent call options and redemption amount	After 5th year	After 5th year
Subsequent call dates of call options	After 5th year	After 5th year
Coupon/dividend payments	3 Months	-
Fixed or floating interest/dividend payments	Floating dividend	-
Interest rate and any related index value	SOFR+4.25	-
Existence of a restriction which can stop dividend payments	-	-
Being fully discretionary, partially discretionary or mandatory	-	-
Existence of an interest rate increase or other incentive to call	-	-
Being noncumulative or cumulative	Noncumulative	Noncumulative
Being convertible or non-convertible to stock	None	None
If convertible to a stock, conversion trigger(s)	-	-
If convertible to a stock, fully or partially	-	-
If convertible to a stock, conversion rate	-	-
If convertible to a stock, mandatory or optional conversion	-	-
If convertible to a stock, specify instrument type convertible into	-	-
If convertible to a stock, issuer of debt instrument it converts into	-	-
Value reduction feature	None	-
If it has a value reduction feature, write-down trigger(s)	-	If unsustainability occurs, a decrease in value can be realized.
If it has a value reduction feature, fully or partially	-	Depreciation can be partially or completely realized.
If it has a value reduction feature, permanent or temporary	-	Constant
If temporary value reduction exists, description of value increase mechanism	-	-
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to this instrument)	Before debt instruments to be included in Additional Tier I capital calculation but after the deposit holders and all other creditors of the Debtor.	After the right to claim of the holder, the deposit holders, other creditors and contribution capital calculation included borrowings of the Debtor.
Whether it is in compliance with the terms in articles 7 and 8 of the Communiqué on Bank's Equities	None.	None.
The terms it is not in compliance within articles 7 and 8 of the Communiqué on Bank's Equities	None.	None.

**INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK
(continued):**

II. EXPLANATIONS ON RISK MANAGEMENT:

Overview of Risk Weighted Amounts

Notes and explanations in this section have been prepared in accordance with the Communiqué on Disclosures about Risk Management to Be Announced to Public by Banks that have been published in Official Gazette no. 29511 on 23 October 2015 and became effective as of 31 March 2016. According to Communiqué have to be presented on a quarterly basis. Due to usage of standard approach for the calculation of capital adequacy by the Bank, the following tables have not been presented as of the date 30 June 2025:

- RWA flow statements of credit risk exposures under IRB
- RWA flow statements of CCR exposures under the Internal Model Method (IMM)
- RWA flow statements of market risk exposures under an IMA

BURGAN BANK A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025

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

INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):
II. EXPLANATIONS ON RISK MANAGEMENT (continued):
Overview of Risk Weighted Amounts (continued):

		Risk Weighted Amounts		Minimum Capital Liability
		Current Period	Prior Period	Current Period
		30 June 2025	31 December 2024	30 June 2025
1	Credit risk (excluding counterparty credit risk) (CCR)	82,158,946	61,542,010	6,572,716
2	Standardized approach (SA)	82,158,946	61,542,010	6,572,716
3	Internal rating-based (IRB) approach	-	-	-
4	Counterparty credit risk	1,678,111	1,645,655	134,249
5	Standardized approach for counterparty credit risk (SACCR)	1,678,111	1,645,655	134,249
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 – 1250% 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	8,302,881	4,561,768	664,231
17	Standardized approach (SA)	8,302,881	4,561,768	664,231
18	Internal model approaches (IMM)	-	-	-
19	Operational risk	8,596,893	4,747,689	687,751
20	Basic indicator approach	8,596,893	4,747,689	687,751
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 adjustments	-	-	-
25	Total (1+4+7+8+9+10+11+12+16+19+23+24)	100,736,831	72,497,122	8,058,947

1. Credit Quality of Assets:

	Current Period	Gross carrying value in unconsolidated financial statements prepared as per TAS		Allowances/ depreciation and impairments	Net value
		Defaulted exposures	Non-defaulted exposures		
1	Loans	1,156,504	80,776,790	1,082,867	80,850,427
2	Debt securities	-	29,603,930	70,097	29,533,833
3	Off-balance sheet receivables	33,410	27,564,331	38,233	27,559,508
4	Total	1,189,914	137,945,051	1,191,197	137,943,768

	Prior Period	Gross carrying value in unconsolidated financial statements prepared as per TAS		Allowances/ depreciation and impairments	Net value
		Defaulted exposures	Non-defaulted exposures		
1	Loans	1,035,716	60,814,292	844,997	61,005,011
2	Debt securities	-	27,052,774	100,662	26,952,112
3	Off-balance sheet receivables	15,814	22,854,052	40,117	22,829,749
4	Total	1,051,530	110,721,118	985,776	110,786,872

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**II. EXPLANATIONS ON RISK MANAGEMENT (continued):****2. Changes in Stock of Defaulted Loans and Debt Securities:**

	Current Period	
1	Defaulted loans and debt securities at the end of the previous reporting period	1,051,530
2	Loans and debt securities that have defaulted since the last reporting period	229,269
3	Returned to non-defaulted status	-
4	Amounts written off (-)	-
5	Other changes	(90,885)
6	Defaulted loans and debt securities at the end of the reporting period (1+2-3-4±5)	1,189,914

	Prior Period	
1	Defaulted loans and debt securities at the end of the previous reporting period	933,349
2	Loans and debt securities that have defaulted since the last reporting period	252,071
3	Returned to non-defaulted status	-
4	Amounts written off (-)	356
5	Other changes	(133,534)
6	Defaulted loans and debt securities at the end of the reporting period (1+2-3-4±5)	1,051,530

3. Credit Risk Mitigation Techniques:

		Exposures unsecured: amount valued in accordance with TAS	Exposures secured by collateral	Collateralized amount of exposures secured by collateral	Exposures secured by financial guarantees	Collateralized amount of exposures secured by financial guarantees	Exposures secured by credit derivatives	Collateralized amount of exposures secured by credit derivatives
	Current Period							
1	Loans	67,825,402	13,025,025	13,025,025	-	-	-	-
2	Debt securities	29,533,833	-	-	-	-	-	-
3	Total	97,359,235	13,025,025	13,025,025	-	-	-	-
4	Of which defaulted	1,145,716	10,788	10,788	-	-	-	-

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INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**II. EXPLANATIONS ON RISK MANAGEMENT (continued):****3. Credit Risk Mitigation Techniques (continued):**

	Prior Period	Exposures unsecured: amount valued in accordance with TAS	Exposures secured by collateral	Collateralized amount of exposures secured by collateral	Exposures secured by financial guarantees	Collateralized amount of exposures secured by financial guarantees	Exposures secured by credit derivatives	Collateralized amount of exposures secured by credit derivatives
1	Loans	50,864,511	10,140,500	10,140,500	-	-	-	-
2	Debt securities	26,952,112	-	-	-	-	-	-
3	Total	77,816,623	10,140,500	10,140,500	-	-	-	-
4	Default	1,035,716	-	-	-	-	-	-

4. Standardised Approach – Credit Risk Exposure and Credit Risk Mitigation Effects:

	Current Period	Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density	
	Risk categories	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	Risk Weighted Amount	Risk Weighted Amount Density
1	Receivables from central governments or central banks	41,022,383	-	32,725,221	-	-	0.0%
2	Receivables from regional governments or local authorities	3,951,871	1,159	2,869,197	580	1,434,888	50.0%
3	Receivables from administrative units and non-commercial enterprises	-	-	39,915	-	7,778	19.5%
4	Receivables from multilateral development banks	-	-	-	-	-	0.0%
5	Receivables from international organizations	-	-	-	-	-	0.0%
6	Receivables from institutions	9,685,311	1,119,154	19,390,638	942,564	3,911,462	19.2%
7	Receivables from corporates	37,695,784	21,229,928	46,925,815	11,995,520	51,657,593	87.7%
8	Retail exposures	7,267,042	1,855,265	8,646,131	488,875	6,832,622	74.8%
9	Receivables secured by residential property	85,867	27,114	92,790	16,423	38,183	35.0%
10	Receivables secured by commercial real estate	10,712,550	515,159	10,955,304	232,783	6,896,048	61.6%
11	Past-due loans	639,933	-	630,496	-	574,990	91.2%
12	Higher-risk categories by the Agency Board	-	-	-	-	-	0.0%
13	Mortgage-backed securities	-	-	-	-	-	0.0%
14	Short-term receivables from banks and intermediary institutions and short-term corporate receivables	-	-	-	-	-	0.0%
15	Investments in the nature of collective investment enterprise	-	-	-	-	-	0.0%
16	Other Receivables	11,556,064	-	11,556,064	-	10,805,382	93.5%
17	Equity investment	-	-	-	-	-	0.0%
18	Total	122,616,805	24,747,779	133,831,571	13,676,745	82,158,946	55.7%

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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**INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK
(continued):****II. EXPLANATIONS ON RISK MANAGEMENT (continued):****4. Standardised Approach – Credit Risk Exposure and Credit Risk Mitigation Effects
(continued):**

	Prior Period	Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density	
		On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	Risk Weighted Amount	Risk Weighted Amount Density
	Risk categories						
1	Receivables from central governments or central banks	33,085,434	-	27,189,450	-	40,054	0.1%
2	Receivables from regional governments or local authorities	4,133,472	1,159	3,201,001	580	1,600,790	50.0%
3	Receivables from administrative units and non-commercial enterprises	-	-	-	-	-	0.0%
4	Receivables from multilateral development banks	-	51,348	-	51,348	-	0.0%
5	Receivables from international organizations	-	-	-	-	-	0.0%
6	Receivables from institutions	2,648,947	1,506,790	10,033,500	1,336,830	1,879,118	16.5%
7	Receivables from corporates	28,607,177	17,035,442	34,277,324	11,245,817	38,323,827	84.2%
8	Retail exposures	5,023,767	1,275,917	5,913,866	385,531	4,821,182	76.5%
9	Receivables secured by residential property	110,023	22,642	102,938	10,003	39,478	35.0%
10	Receivables secured by commercial real estate	9,310,583	454,514	9,561,964	166,956	5,806,850	59.7%
11	Past-due loans	628,439	-	618,840	-	562,109	90.8%
12	Higher-risk categories by the Agency Board	-	-	-	-	-	0.0%
13	Mortgage-backed securities	-	-	-	-	-	0.0%
14	Short-term receivables from banks and intermediary institutions and short-term corporate receivables	-	-	-	-	-	0.0%
15	Investments in the nature of collective investment enterprise	-	-	-	-	-	0.0%
16	Other receivables	8,920,162	-	8,920,162	-	8,468,602	94.9%
17	Equity investment	-	-	-	-	-	0.0%
18	Total	92,468,004	20,347,812	99,819,045	13,197,065	61,542,010	54.5%

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**INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK
(continued):****II. EXPLANATIONS ON RISK MANAGEMENT (continued):****5. Receivables According to Risk Classes and Risk Weights:**

Current Period												Total credit risk exposure amount (after CCF and CRM)
	Risk Classes/ Risk Weight	0%	10%	20%	Guaranteed by 35% Real Estate Fund	50%	75%	100%	150%	200%	500%	
1	Receivables from central governments or central banks	32,725,221	-	-	-	-	-	-	-	-	-	32,725,221
2	Receivables from regional governments or local authorities	-	-	-	-	2,869,777	-	-	-	-	-	2,869,777
3	Receivables from public sector entities	32,137	-	-	-	-	-	7,778	-	-	-	39,915
4	Receivables from multilateral development banks	-	-	-	-	-	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-	-	-	-	-	-
6	Receivables from banks and institutions	4,135,756	-	6,751,627	-	4,524,733	-	-	-	-	-	15,412,116
7	Corporates receivables	5,345,471	-	3,370,244	-	7,705,943	-	47,429,344	-	-	-	63,851,002
8	Retail receivables	9,840	-	526	-	18,110	9,097,949	-	-	-	-	9,126,425
9	Receivables secured by residential property	118	-	-	109,095	-	-	-	-	-	-	109,213
10	Receivables secured by commercial real estate	79,558	-	23,889	-	8,386,741	-	2,697,899	-	-	-	11,188,087
11	Past-due loans	7	-	-	-	147,765	-	445,960	36,764	-	-	630,496
12	Higher-risk categories by the Agency Board	-	-	-	-	-	-	-	-	-	-	-
13	Mortgage-backed securities	-	-	-	-	-	-	-	-	-	-	-
14	Short-term receivables from banks and intermediary institutions and short-term corporate receivables	-	-	-	-	-	-	-	-	-	-	-
15	Investments in the nature of collective investment enterprise	-	-	-	-	-	-	-	-	-	-	-
16	Investments in equities	-	-	-	-	-	-	-	-	-	-	-
17	Other receivables	750,682	-	-	-	-	-	10,805,382	-	-	-	11,556,064
18	Total	43,078,790	-	10,146,286	109,095	23,653,069	9,097,949	61,386,363	36,764	-	-	147,508,316

Prior Period												Total credit risk exposure amount (after CCF and CRM)
	Risk Classes/ Risk Weight	0%	10%	20%	Guaranteed by 35% Real Estate Fund	50%	75%	100%	150%	200%	500%	
1	Receivables from central governments or central banks	26,989,182	-	200,268	-	-	-	-	-	-	-	27,189,450
2	Receivables from regional governments or local authorities	-	-	-	-	3,201,581	-	-	-	-	-	3,201,581
3	Receivables from public sector entities	-	-	-	-	-	-	-	-	-	-	-
4	Receivables from multilateral development banks	51,348	-	-	-	-	-	-	-	-	-	51,348
5	Receivables from international organizations	-	-	-	-	-	-	-	-	-	-	-
6	Receivables from banks and institutions	6,466,041	-	1,473,725	-	2,214,559	-	23,760	-	-	-	10,178,085
7	Corporates receivables	1,424,283	-	3,119,456	-	8,036,821	-	34,134,831	20	-	-	46,715,411
8	Retail receivables	12,898	-	3,819	-	10,000	6,124,752	-	147,903	-	-	6,299,372
9	Receivables secured by residential property	147	-	-	112,794	-	-	-	-	-	-	112,941
10	Receivables secured by commercial real estate	53,889	-	716	-	7,735,219	-	1,939,096	-	-	-	9,728,920
11	Past-due loans	-	-	-	-	150,821	-	430,662	37,357	-	-	618,840
12	Higher-risk categories by the Agency Board	-	-	-	-	-	-	-	-	-	-	-
13	Mortgage-backed securities	-	-	-	-	-	-	-	-	-	-	-
14	Short-term receivables from banks and intermediary institutions and short-term corporate receivables	-	-	-	-	-	-	-	-	-	-	-
15	Investments in the nature of collective investment enterprise	-	-	-	-	-	-	-	-	-	-	-
16	Investments in equities	-	-	-	-	-	-	-	-	-	-	-
17	Other receivables	451,560	-	-	-	-	-	8,468,602	-	-	-	8,920,162
18	Total	35,449,348	-	4,797,984	112,794	21,349,001	6,124,752	44,996,951	185,280	-	-	113,016,110

INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):

II. EXPLANATIONS ON RISK MANAGEMENT (continued):

6. Assessment of Counterparty Credit Risk According to the Methods of Measurement:

		Revaluation cost	Potential credit risk exposure	EEPE	Alpha used for computing regulatory EAD	Exposure after credit risk mitigation	Risk weighted amounts
	Current Period						
1	Standart Approach-CCR (for derivatives)	-	-	-	1.4	10,767,736	693,393
2	Internal Model Approach - (for derivative financial instruments, repo transactions, marketable securities or commodity lending or borrowing transactions, transactions with long swap periods and overdraft securities transactions)	-	-	-	-	-	-
3	Simplified Standardised Approach for Credit Risk Mitigation - (for repo transactions, marketable securities or commodity lending or borrowing transactions, transactions with long swap periods and overdraft securities transactions)	-	-	-	-	1,987,419	811,628
4	Comprehensive Method for Credit Risk Mitigation - (for repo transactions, marketable securities or commodity lending or borrowing transactions, transactions with long swap periods and overdraft securities transactions)	-	-	-	-	-	-
5	Value at risk for repo transactions, marketable securities or commodity lending or borrowing transactions, transactions with long swap periods and overdraft securities transactions	-	-	-	-	-	-
6	Total	-	-	-	-	12,755,155	1,505,021

		Revaluation cost	Potential credit risk exposure	EEPE	Alpha used for computing regulatory EAD	Exposure after credit risk mitigation	Risk weighted amounts
	Prior Period						
1	Standart Approach-CCR (for derivatives)	-	-	-	1.4	7,643,418	561,934
2	Internal Model Approach - (for derivative financial instruments, repo transactions, marketable securities or commodity lending or borrowing transactions, transactions with long swap periods and overdraft securities transactions)	-	-	-	-	-	-
3	Simplified Standardised Approach for Credit Risk Mitigation - (for repo transactions, marketable securities or commodity lending or borrowing transactions, transactions with long swap periods and overdraft securities transactions)	-	-	-	-	1,629,336	927,053
4	Comprehensive Method for Credit Risk Mitigation - (for repo transactions, marketable securities or commodity lending or borrowing transactions, transactions with long swap periods and overdraft securities transactions)	-	-	-	-	-	-
5	Value at risk for repo transactions, marketable securities or commodity lending or borrowing transactions, transactions with long swap periods and overdraft securities transactions	-	-	-	-	-	-
6	Total	-	-	-	-	9,272,754	1,488,987

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INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**II. EXPLANATIONS ON RISK MANAGEMENT (continued):****7. Capital Requirement for Credit Valuation Adjustments:**

	Current Period	Risk amount (After credit risk mitigation techniques)	Risk weighted amounts
	Total portfolio value with comprehensive approach CVA capital adequacy		
1	(i) Value at risk component (including 3*multiplier)		-
2	(ii) Stressed Value at Risk (including 3*multiplier)		-
3	All portfolios subject to Standardised CVA capital obligation	10,767,736	173,090
4	Total amount of CVA capital adequacy	10,767,736	173,090

	Prior Period	Risk amount (After credit risk mitigation techniques)	Risk weighted amounts
	Total portfolio value with comprehensive approach CVA capital adequacy		
1	(i) Value at risk component (including 3*multiplier)		-
2	(ii) Stressed Value at Risk (including 3*multiplier)		-
3	All portfolios subject to Standardised CVA capital obligation	7,643,418	156,668
4	Total amount of CVA capital adequacy	7,643,418	156,668

8. Standard Approach - Counterparty Credit Risk by Risk Classes and Risk Weights:

Current Period										Total credit risk
Risk weights	0%	10%	20%	50%	75%	100%	150%	Other		
Risk classes										
Central governments and central banks receivables	8,420,669	-	-	-	-	-	-	-	-	8,420,669
Local governments and municipalities receivables	-	-	-	-	-	-	-	-	-	-
Administrative and non commercial receivables	-	-	-	-	-	-	-	-	-	-
Multilateral Development Bank receivables	-	-	-	-	-	-	-	-	-	-
Receivables from international organizations	-	-	-	-	-	-	-	-	-	-
Banks and Intermediary Institutions receivables	-	-	1,650,677	708,299	-	9,108	-	-	-	2,368,084
Corporate receivables	-	-	1,407,918	52,589	-	497,314	-	-	-	1,957,821
Retail receivables	-	-	-	-	8,581	-	-	-	-	8,581
Mortgage receivables	-	-	-	-	-	-	-	-	-	-
Past-due loans	-	-	-	-	-	-	-	-	-	-
Higher-risk categories by the Agency Board	-	-	-	-	-	-	-	-	-	-
Mortgage- backed securities	-	-	-	-	-	-	-	-	-	-
Securitization positions	-	-	-	-	-	-	-	-	-	-
Receivables from banks and intermediary institutions with short-term credit ratings and corporate receivables	-	-	-	-	-	-	-	-	-	-
Investments in nature of collective investment enterprise	-	-	-	-	-	-	-	-	-	-
Investments in equities	-	-	-	-	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-	-	-
Total	8,420,669	-	3,058,595	760,888	8,581	506,422	-	-	-	12,755,155

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INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**II. EXPLANATIONS ON RISK MANAGEMENT (continued):****8. Standard Approach - Counterparty Credit Risk by Risk Classes and Risk Weights (Continued):**

Prior Period									
Risk weights	0%	10%	20%	50%	75%	100%	150%	Other	Total credit risk
Risk Classes									
Central governments and central banks receivables	6,396,635	-	-	-	-	-	-	-	6,396,635
Local governments and municipalities receivables	-	-	-	-	-	-	-	-	-
Administrative and non commercial receivables	-	-	-	-	-	-	-	-	-
Multilateral Development Bank receivables	-	-	-	-	-	-	-	-	-
Receivables from international organizations	-	-	-	-	-	-	-	-	-
Banks and Intermediary Institutions receivables	-	-	257,895	1,015,645	-	2,532	-	-	1,276,072
Corporate receivables	-	-	361,870	766,983	-	471,169	-	-	1,600,022
Retail receivables	-	-	-	-	25	-	-	-	25
Mortgage receivables	-	-	-	-	-	-	-	-	-
Past-due loans	-	-	-	-	-	-	-	-	-
Higher-risk categories by the Agency Board	-	-	-	-	-	-	-	-	-
Mortgage- backed securities	-	-	-	-	-	-	-	-	-
Securitization positions	-	-	-	-	-	-	-	-	-
Receivables from banks and intermediary institutions with short-term credit ratings and corporate receivables	-	-	-	-	-	-	-	-	-
Investments in nature of collective investment enterprise	-	-	-	-	-	-	-	-	-
Investments in equities	-	-	-	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-	-
Total	6,396,635	-	619,765	1,782,628	25	473,701	-	-	9,272,754

9. Collaterals Used for Counterparty Credit Risk:

Current Period	Collaterals for Derivative Financial Instruments				Collaterals for Other Transactions	
	Collaterals Taken		Collaterals Given		Collaterals Taken	Collaterals Given
	Segregated	Unsegregated	Segregated	Unsegregated		
Cash - local currency	-	-	-	-	2,382,103	-
Cash - foreign currency	-	-	-	-	5,963,017	-
Government bonds - domestic	-	-	-	-	-	-
Government bonds - other	-	-	-	-	-	-
Public institution bonds	-	-	-	-	-	-
Corporate bonds	-	-	-	-	-	-
Share certificate	-	-	-	-	-	-
Other guarantee	-	-	-	-	-	-
Total	-	-	-	-	8,345,120	-

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

INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**II. EXPLANATIONS ON RISK MANAGEMENT (continued):****9. Collaterals Used for Counterparty Credit Risk (Continued):**

Prior Period	Collaterals for Derivative Financial Instruments				Diğer İşlem Teminatları	
	Collaterals Taken		Collaterals Given		Collaterals Taken	Collaterals Given
	Segregated	Unsegregated	Segregated	Unsegregated		
Cash - local currency	-	-	-	-	3,008,288	-
Cash - foreign currency	-	-	-	-	3,559,326	-
Government bonds - domestic	-	-	-	-	-	-
Government bonds - other	-	-	-	-	-	-
Public institution bonds	-	-	-	-	-	-
Corporate bonds	-	-	-	-	-	-
Share certificate	-	-	-	-	-	-
Other guarantee	-	-	-	-	-	-
Total	-	-	-	-	6,567,614	-

10. Credit Derivatives:

None.

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

INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**II. EXPLANATIONS ON RISK MANAGEMENT (continued):****11. Risks to Central Counterparty:**

The Bank is exposed to a minimal Central Counterparty risk due to its futures transactions in the Takasbank market.

Current Period		Risk Amount After CRM	RWA
1	Total risks arising from transactions to qualified CCP		1,011
2	Regarding risks arising from transactions in CCP (excluding initial margin and guarantee fund amount)	-	-
3	(i) OTC derivative financial instruments	118,853	1,011
4	(ii) Other derivative financial instruments	-	-
5	(iii) Repo-reverse repo transactions, overdraft transactions, and lending or borrowing securities or commodities	-	-
6	(iv) Netting groups to which cross product netting is applied	-	-
7	Reserved initial margin	-	-
8	Unreserved initial margin	-	-
9	Paid guarantee fund amount	-	-
10	Unpaid guarantee fund commitment	-	-
11	Total risks arising from transactions to non-qualified CCPs		-
12	Regarding risks arising from transactions in CCP (excluding initial margin and guarantee fund amount)	-	-
13	(i) OTC derivative financial instruments	-	-
14	(ii) Other derivative financial instruments	-	-
15	(iii) Repo-reverse repo transactions, overdraft transactions, and lending or borrowing securities or commodities	-	-
16	(iv) Netting groups to which cross product netting is applied	-	-
17	Reserved initial margin	-	-
18	Unreserved initial margin	-	-
19	Paid guarantee fund amount	-	-
20	Unpaid guarantee fund commitment	-	-

Prior Period		Risk Amount After CRM	RWA
1	Total risks arising from transactions to qualified CCP		8,080
2	Regarding risks arising from transactions in CCP (excluding initial margin and guarantee fund amount)	-	-
3	(i) OTC derivative financial instruments	40,398	8,080
4	(ii) Other derivative financial instruments	-	-
5	(iii) Repo-reverse repo transactions, overdraft transactions, and lending or borrowing securities or commodities	-	-
6	(iv) Netting groups to which cross product netting is applied	-	-
7	Reserved initial margin	-	-
8	Unreserved initial margin	-	-
9	Paid guarantee fund amount	-	-
10	Unpaid guarantee fund commitment	-	-
11	Total risks arising from transactions to non-qualified CCPs		-
12	Regarding risks arising from transactions in CCP (excluding initial margin and guarantee fund amount)	-	-
13	(i) OTC derivative financial instruments	-	-
14	(ii) Other derivative financial instruments	-	-
15	(iii) Repo-reverse repo transactions, overdraft transactions, and lending or borrowing securities or commodities	-	-
16	(iv) Netting groups to which cross product netting is applied	-	-
17	Reserved initial margin	-	-
18	Unreserved initial margin	-	-
19	Paid guarantee fund amount	-	-
20	Unpaid guarantee fund commitment	-	-

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INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**II. EXPLANATIONS ON RISK MANAGEMENT (continued):****12. Securitization Disclosures:**

None.

13. Market Risk Under Standardised Approach:

	Current Period	RWA
	Outright (cash) products	
1	Interest rate risk (general and specific)	2,344,192
2	Equity risk (general and specific)	928,972
3	Foreign exchange risk	3,673,376
4	Commodity risk	938,679
	Options	
5	Simplified approach	-
6	Delta-plus method	417,662
7	Scenario approach	-
8	Securitisation	-
9	Total	8,302,881

	Prior Period	RWA
	Outright (cash) products	
1	Interest rate risk (general and specific)	1,748,467
2	Equity risk (general and specific)	740,445
3	Foreign exchange risk	1,319,081
4	Commodity risk	753,532
	Options	
5	Simplified approach	-
6	Delta-plus method	243
7	Scenario approach	-
8	Securitisation	-
9	Total	4,561,768

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INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**III. EXPLANATIONS ON CURRENCY RISK:**

The difference between the Bank's foreign currency denominated and foreign currency indexed on- and off-balance sheet assets and liabilities is defined as the "Net Foreign Currency Position" and it is the basis of currency risk. Another important dimension of the currency risk is the change in the exchange rates of different foreign currencies in Net Foreign Currency Position (cross currency risk).

A series of limits for the tenure of spot and forward foreign exchange positions are set by the Board of Directors annually. The Bank has a short-term conservative foreign currency position management policy.

The Bank's publicly announced foreign exchange bid rates as of the date of the financial statements and for the last five days prior to that date:

	EUR		USD	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
Currency Buying Rate	TL 46.6074	TL 36.7362	TL 39.7408	TL 35,2803
1st Day's Currency Buying Rate	TL 46.6074	TL 36.7362	TL 39.7408	TL 35.2803
2nd Day's Currency Buying Rate	TL 46.5526	TL 36.7429	TL 39.7424	TL 35.2233
3rd Day's Currency Buying Rate	TL 46.4941	TL 36.6134	TL 39.6989	TL 35.1368
4th Day's Currency Buying Rate	TL 45.9946	TL 36.6076	TL 39.6392	TL 35.2033
5th Day's Currency Buying Rate	TL 45.8819	TL 36.6592	TL 39.5502	TL 35.2162

The simple arithmetic average of the Bank's foreign exchange bid rates for the last thirty days preceding the balance sheet date for major foreign currencies are shown below:

	EUR		USD	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
Arithmetic average - 30 days	TL 45.3051	TL 36.5807	TL 39.3497	TL 34.9369

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**INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK
(continued):****III. EXPLANATIONS ON CURRENCY RISK (continued):****Information on currency risk of the Bank:**

	EUR	USD	Other FC	Total
30 June 2025				
Assets				
Cash (Cash in Vault, Effectives, Cash in Transit, Cheques Purchased) and Balances with The Central Bank of the Republic of Turkey	286,371	12,709,698	649,348	13,645,417
Banks	1,040,923	3,384,597	679,097	5,104,617
Financial Assets at Fair Value Through Profit or Loss ⁽¹⁾	88,430	1,516,917	104,537	1,709,884
Interbank Money Market Placements	-	-	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	901,919	3,541,641	-	4,443,560
Loans ⁽²⁾	27,747,355	14,243,546	-	41,990,901
Investments in Associates, Subsidiaries and Joint Ventures	-	-	-	-
Financial Assets Measured at Amortized Cost	1,933,039	4,729,998	-	6,663,037
Hedging Derivative Financial Assets ⁽¹⁾	58,494	67,393	-	125,887
Tangible Assets	-	-	-	-
Intangible Assets	-	-	-	-
Other Assets ⁽⁴⁾	150,590	295,542	-	446,132
Total Assets	32,207,121	40,489,332	1,432,982	74,129,435
Liabilities				
Bank Deposits	6,989	2,300,553	-	2,307,542
Foreign Currency Deposits	3,419,230	12,438,547	11,288,158	27,145,935
Funds From Interbank Money Market	2,082,234	4,397,354	-	6,479,588
Funds Borrowed From Other Financial Institutions	12,717,183	42,414,210	-	55,131,393
Marketable Securities Issued	-	-	-	-
Miscellaneous Payables	306,290	547,675	9,574	863,539
Hedging Derivative Financial Liabilities ⁽³⁾	39,017	33,106	152	72,275
Other Liabilities ⁽⁴⁾	188,235	405,485	4,387	598,107
Total Liabilities	18,759,178	62,536,930	11,302,271	92,598,379
Net On-balance Sheet Position	13,447,943	(22,047,598)	(9,869,289)	(18,468,944)
Net Off-balance Sheet Position	(13,288,020)	20,261,781	9,924,968	16,898,729
Financial Derivative Assets	6,409,007	42,138,332	11,119,983	59,667,322
Financial Derivative Liabilities	19,697,027	21,876,551	1,195,015	42,768,593
Non-Cash Loans ⁽⁵⁾	4,818,351	9,385,923	124,667	14,328,941
31 December 2024				
Total Assets	20,983,528	23,182,117	2,253,202	46,418,847
Total Liabilities	11,056,303	40,443,383	2,907,837	54,407,523
Net On-balance Sheet Position	9,927,225	(17,261,266)	(654,635)	(7,988,676)
Net Off-balance Sheet Position	(9,649,951)	16,145,982	705,623	7,201,654
Financial Derivative Assets	1,378,157	22,504,347	1,350,607	25,233,111
Financial Derivative Liabilities	11,028,108	6,358,365	644,984	18,031,457
Non-Cash Loans ⁽⁵⁾	3,351,173	6,317,603	136,521	9,805,297

(1) TL 81,984 (31 December 2024: TL 119,822) derivative financial instruments income accruals are not included.

(2) Foreign currency indexed loans amounting to TL 52,574 (31 December 2024: TL 67,502) are included in the table above. TL 460,584 (31 December 2024: TL 150,019) "Expected Loss Provisions" are included in the table.

(3) TL 387,719 (31 December 2024: TL 46,414) "derivative financial instruments expense accruals" are not included in the table.

(4) Prepaid Expenses amounting to TL 7,136 in Other Assets are not included in the table. "Investments in securities valuation differences" and "Hedge funds" amounting to TL 78,201 (31 December 2024: TL 97,521) and "Free provision" in Other Liabilities are not included in the table. TL 8,841 "Provisions for Non-cash Loans First and Second Stage Expected Losses" are included in the table.

(5) Non-cash loans are not included in the total of "Net Off-Balance Sheet Position".

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INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**IV. EXPLANATIONS ON INTEREST RATE RISK:**

Interest rate risk is the risk that expresses the effects of fluctuations in the market interest rates on the value increase/decrease of the Bank's interest rate sensitive assets and liabilities. The interest sensitivity of risks regarding the interest rate both on the on-balance sheet and off-balance sheet are monitored following several analyses and are discussed in Asset and Liability Committee weekly.

The Bank closely monitors the maturity gap between liabilities and assets that may arise in the balance sheet to manage the interest rate risk better. Additionally, interest rate swaps and cross currency swaps that are followed under banking accounts and aim to hedge risks are conducted by the Treasury, Capital Markets and Financial Institutions Group. Liquidity management is critical in the combination of investments, securities which fair value difference reflected in other comprehensive income and the trading portfolio. Through using these precautions, the possible loss effects on the shareholders' equity due to both credit risk and interest risk during the volatile periods of the market are minimized.

a. Interest rate sensitivity of assets, liabilities and off-balance sheet items based on repricing dates (As for the remaining time to repricing):

30 June 2025	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non-Interest Bearing	Total
Assets ⁽¹⁾							
Cash (Cash in Vault, Effectives, Cash in Transit, Cheques Purchased) and Balances with The Central Bank of the Republic of Turkey	7,748,040	-	-	-	-	13,295,782	21,043,822
Banks	-	-	-	-	-	5,105,346	5,105,346
Financial Assets at Fair Value Through Profit or Loss ⁽²⁾	1,204,107	1,286,357	1,910,728	1,957,078	610,153	464,486	7,432,909
Interbank Money Market Placements	1,948,370	-	-	-	-	-	1,948,370
Financial Assets at Fair Value Through Other Comprehensive Income	1,068,192	1,139,017	106,194	4,445,983	2,359,014	7,674	9,126,074
Loans Given ⁽³⁾	24,662,799	11,162,151	27,137,454	14,725,982	2,522,109	639,933	80,850,428
Financial Assets Measured at Amortized Cost ⁽⁴⁾	1,206,591	5,809,144	828,617	3,889,753	3,938,619	-	15,672,724
Other Assets ⁽⁵⁾	-	-	-	-	-	12,994,752	12,994,752
Total Assets	37,838,099	19,396,669	29,982,993	25,018,796	9,429,895	32,507,973	154,174,425
Liabilities							
Bank Deposits	2,175,337	-	-	-	-	132,932	2,308,269
Other Deposits	39,495,957	12,724,993	811,210	17,021	-	14,863,310	67,912,491
Payables to Interbank Money Market	2,478,748	2,575,990	2,849,975	364,868	592,111	-	8,861,692
Miscellaneous Payables ⁽⁶⁾	-	-	-	-	-	1,956,782	1,956,782
Marketable Securities Issued	-	-	-	-	-	-	-
Funds Borrowed From Other Financial Institutions	1,775,931	29,792,382	21,271,571	305,886	-	1,985,623	55,131,393
Other Liabilities ⁽⁶⁾⁽⁷⁾	841,235	688,120	683,455	575,555	41,352	15,174,081	18,003,798
Total Liabilities	46,767,208	45,781,485	25,616,211	1,263,330	633,463	34,112,728	154,174,425
Balance Sheet Long Position	-	-	4,366,782	23,755,466	8,796,432	-	36,918,680
Balance Sheet Short Position	(8,929,109)	(26,384,816)	-	-	-	(1,604,755)	(36,918,679)
Off-balance Sheet Long Position	-	-	-	1,908,673	418,008	-	2,326,681
Off-balance Sheet Short Position	(2,049,967)	(3,293,577)	(523,487)	-	-	-	(5,867,031)
Total Position	(10,979,076)	(29,678,393)	3,843,295	25,664,139	9,214,440	(1,604,755)	(3,540,350)

(1) Assets are shown with their net values in their related period by deducting allowances for expected credit losses.

(2) Financial Assets at Fair Value Through Profit or Loss includes derivative financial assets amounting to TL 2,690,200 classified to a related re-pricing periods.

(3) Loans Given item includes TL 1,082,866 Expected Loss Provisions.

(4) Financial Assets Measured at Amortized Cost item includes Expected Loss Provisions of TL 1,111.

(5) Other Assets item consists of TL 1,891,039 Assets Held For Sale From Discontinued Operations, TL 4,638,290 Partnership Investments, TL 555,418 Tangible Assets, TL 386,135 Intangible Assets, TL 425,520 Deferred Tax Asset and TL 5,098,270 Other Assets.

(6) Other Liabilities item includes derivative financial liabilities amounting to TL 2,651,774 classified to a related re-pricing periods. Other Liabilities and Miscellaneous Payables consist of TL 2,651,774 Financial Derivate Liabilities, TL 177,942 Lease Liabilities, TL 778,089 Provisions, TL 504,229 Current Tax Liability, TL 4,244,802 Other Liabilities and TL 11,603,744 Shareholder's Equity.

(7) Shareholders' Equity is presented in the Non-Interest Bearing column.

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**IV. EXPLANATIONS ON INTEREST RATE RISK (continued):****a. Interest rate sensitivity of assets, liabilities and off-balance sheet items based on repricing dates (As for the remaining time to repricing) (continued):**

31 December 2024	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non-Interest Bearing	Total
Assets ⁽¹⁾							
Cash (Cash in Vault, Effectives, Cash in Transit, Cheques Purchased) and Balances with The Central Bank of the Republic of Turkey	4,683,047	-	-	-	-	6,208,492	10,891,539
Banks ⁽¹⁾	-	-	-	-	-	2,118,418	2,118,418
Financial Assets at Fair Value Through Profit or Loss ⁽²⁾	1,172,076	848,872	673,040	880,123	490,064	370,219	4,434,394
Interbank Money Market Placements	200,268	-	-	-	-	-	200,268
Financial Assets at Fair Value Through Other Comprehensive Income	1,067,436	1,378,513	616,175	4,053,417	3,468,998	7,674	10,592,213
Loans Given ⁽³⁾	17,781,832	8,814,171	17,324,884	14,160,213	2,295,473	628,439	61,005,012
Financial Assets Measured at Amortized Cost ⁽⁴⁾	1,210,020	5,316,810	2,093,032	2,250,904	3,502,817	-	14,373,583
Other Assets ⁽⁵⁾	-	-	-	-	-	9,856,362	9,856,362
Total Assets	26,114,679	16,358,366	20,707,131	21,344,657	9,757,352	19,189,604	113,471,789
Liabilities							
Bank Deposits	705,693	-	-	-	-	9,054	714,747
Other Deposits	28,533,141	9,307,144	1,900,920	581	-	12,285,600	52,027,386
Payables to Interbank Money Market	4,303,095	491,790	1,308,928	614,673	-	-	6,718,486
Miscellaneous Payables ⁽⁶⁾	-	-	-	-	-	2,344,680	2,344,680
Marketable Securities Issued	-	-	-	-	-	-	-
Funds Borrowed From Other Financial Institutions	3,684,543	16,089,476	14,181,666	-	-	1,766,668	35,722,353
Other Liabilities ^{(6) (7)}	405,878	268,362	852,168	788,412	192	13,629,125	15,944,137
Total Liabilities	37,632,350	26,156,772	18,243,682	1,403,666	192	30,035,127	113,471,789
Balance Sheet Long Position	-	-	2,463,449	19,940,991	9,757,160	-	32,161,600
Balance Sheet Short Position	(11,517,671)	(9,798,406)	-	-	-	(10,845,523)	(32,161,600)
Off-balance Sheet Long Position	-	-	504,011	1,767,743	-	-	2,271,754
Off-balance Sheet Short Position	(830,974)	(2,613,168)	-	-	-	-	(3,444,142)
Total Position	(12,348,645)	(12,411,574)	2,967,460	21,708,734	9,757,160	(10,845,523)	(1,172,388)

⁽¹⁾ Assets are shown with their net values in their related period by deducting allowances for expected credit losses.⁽²⁾ Financial Assets at Fair Value Through Profit or Loss includes derivative financial assets amounting to TL 2,440,404 classified to a related re-pricing periods.⁽³⁾ Loans Given item includes TL 844,996 Expected Loss Provisions.⁽⁴⁾ Financial Assets Measured at Amortized Cost item includes Expected Loss Provisions of TL 471.⁽⁵⁾ Other Assets item consists of TL 1,571,475 Assets Held For Sale From Discontinued Operations, TL 3,822,776 Partnership Investments, TL 550,069 Tangible Assets, TL 335,209 Intangible Assets, TL 306,234 Deferred Tax Asset and TL 3,270,599 Other Assets.⁽⁶⁾ Other Liabilities item includes derivative financial liabilities amounting to TL 2,177,219 classified to a related re-pricing periods. Other Liabilities and Miscellaneous Payables consist of TL 2,177,219 Financial Derivative Liabilities, TL 137,795 Lease Liabilities, TL 1,231,648 Provisions, TL 591,077 Current Tax Liability, TL 3,757,109 Other Liabilities and TL 10,393,969 Shareholders' Equity.⁽⁷⁾ Shareholders' Equity is presented in the Non-Interest Bearing column.

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**IV. EXPLANATIONS ON INTEREST RATE RISK (continued):****b. Average interest rates for monetary financial instruments:**

Average interest rates in the tables below are calculated by weighting simple interest rates with principal amounts.

30 June 2025	EUR	USD	Yen	TL
Assets	%	%	%	%
Cash (Cash in Vault, Effectives, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	-	-	-	38.57
Banks	2.38	3.69	-	-
Financial Assets at Fair Value Through Profit/Loss	4.78	7.66	-	40.46
Interbank Money Market Placements	-	-	-	47.82
Financial Assets at Fair Value Through Other Comprehensive Income	5.27	7.17	-	39.86
Loans Given	6.46	7.13	-	45.89
Financial Assets Measured at Amortized Cost	4.44	7.88	-	31.57
Liabilities				
Bank Deposits (*)	-	5.91	-	-
Other Deposits (*)	-	1.92	-	40.34
Payables to Interbank Money Market	3.38	4.64	-	39.10
Miscellaneous Payables	-	-	-	-
Marketable Securities Issued	-	-	-	-
Funds Borrowed From Other Financial Institutions	4.24	5.70	-	-

(*) Demand deposits are included in the weighted average interest rate calculation.

31 December 2024	EUR	USD	Yen	TL
Assets	%	%	%	%
Cash (Cash in Vault, Effectives, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	-	-	-	-
Banks	-	2.94	-	-
Financial Assets at Fair Value Through Profit/Loss	5.28	7.98	-	29.63
Interbank Money Market Placements	-	-	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	5.09	7.25	-	43.93
Loans Given	6.95	7.81	-	46.27
Financial Assets Measured at Amortized Cost	4.25	8.00	-	42.67
Liabilities				
Bank Deposits (*)	-	4.40	-	-
Other Deposits (*)	-	1.52	-	41.96
Payables to Interbank Money Market	5.17	5.65	-	47.83
Miscellaneous Payables	-	-	-	-
Marketable Securities Issued	-	-	-	-
Funds Borrowed From Other Financial Institutions	5.61	6.13	-	45.13

(*) Demand deposits are included in the weighted average interest rate calculation.

INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**IV. EXPLANATIONS ON INTEREST RATE RISK (continued):****c. Interest rate risk resulting from banking accounts:**

1. The measurement frequency of the interest rate risk with important estimations including those relating to the quality of the interest rate resulting from banking accounts, advance loan repayment and movements of deposits other than time deposits is explained by the following:

Interest rate risk resulting from the banking accounts is measured according to the month-end balance in accordance with "Regulation No, 28034 on Measurement and Evaluation of Interest Rate Risk resulting from Banking Accounts with Standard Shock Method", dated 23 August 2011.

Interest sensitive items are taken into consideration in accordance with the re-pricing period and depending on the estimated cash flows. Demand deposits are taken into account based on the core deposit calculations. The change calculated by implementing interest rate shocks on the differences created in accordance with the re-pricing periods of the assets and liabilities in the banking accounts is proportioned to the equities.

2. The table below presents the economic value differences of the Bank resulting from fluctuations in interest rates in accordance with the "Regulation on Measurement and Evaluation of Interest Rate Risk resulting from Banking Accounts with Standard Shock Method" under sections divided into different currencies.

	Applied Shock (+/- x basis point)	Earnings/ Losses	Earnings/ Equities-Losses/ Equities
1. TL	+500 bp	(33,472)	(0.2)%
2. TL	-400 bp	16,989	0.1%
3. EUR	+200 bp	(593,128)	(3.1)%
4. EUR	-200 bp	660,675	3.4%
5. USD	+200 bp	(665,449)	(3.5)%
6. USD	-200 bp	803,740	4.2%
Total (For Negative Shocks)		1,481,403	7.7%
Total (For Positive Shocks)		(1,292,049)	(6.8)%

V. EXPLANATIONS ON SHARE CERTIFICATE POSITION RISK:

None.

**INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK
(continued):**

VI. EXPLANATIONS ON LIQUIDITY RISK MANAGEMENT AND LIQUIDITY COVERAGE RATIO:

Liquidity risk is the risk generated as a result of not having an effect or cash inflow at a level which can meet cash outflow, formed because of an imbalance in cash flow, timely and completely.

Effective liquidity risk management requires assigning appropriate staff for measurement and monitoring and timely informing management of the Bank. Board of Directors and senior management is responsible to understand the nature and level of the liquidity risk taken by the Bank and the instruments measuring these risks. Additionally, Board of Directors and Senior Management are responsible for the compliance of funding strategies to risk tolerance which is determined to be applied.

Liquidity risk management framework of the Bank is determined with "Risk Management Policy" and "Liquidity Risk Policy" documents approved by Bank's Board of Directors and "Risk Management Policy" and "Treasury Policy" and "Assets & Liabilities Management Committee (ALCO)" in scope of banking legislation.

Liquidity management is primarily under the responsibility of ALCO in accordance with the Liquidity Risk Management of the Bank. Treasury, Capital Markets and Financial Corporations Group are responsible to perform required actions in accordance with the liquidity standards determined in accordance with the Liquidity Risk Policy. Market Risk Departments is secondarily responsible and it is responsible to control and report compliance with the limits. Detailed information related to periodic and specific reports related to liquidity risk, stress tests, scenario tests, scenario analysis, compliance with risk limits and legal liquidity reports are included in Liquidity Risk Policy of the Bank.

Liquidity risk exposed by the Bank, risk appetite, liquidity risk reduction appropriate to liquidity and funding policies (diversification of funding sources and maturities, derivative transactions), establishment of effective control environment, risk limits, early warning and triggering market indicators are managed through monitoring closely.

The liquidity risk is removed by short term placements, liquid marketable assets wallet and strong equity structure in the management of liquidity risk. Board of Directors of Bank can perform limit reduction regardless of credit value in current placement limits when the volatility in markets increases. Management of the Bank and ALCO monitors possible marginal costs of payments and spurts as a result of studies made in scope of scenario analysis while tracking interest margin in diversified maturity segments between assets and liabilities. Borrowing limits which can be used in short-term for spurts from Central Bank, BIST Repo Market, Takasbank Money Market and banks are applied at a minimum level. The Bank does not need to use these sources because of its current liquidity position but it uses the aforementioned limits for short-term transaction opportunities. Assets, liabilities and positions on the basis of main types of currencies (currencies forming at least 5% of Bank's total liabilities) are managed under the control of Treasury and Capital Markets.

**INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK
(continued):****VI. EXPLANATIONS ON LIQUIDITY RISK MANAGEMENT AND LIQUIDITY COVERAGE
RATIO (continued):**

Although the Bank is responsible to comply with liquidity limitations which are determined in Liquidity Risk Policy, it is primarily obliged with minimum liquidity limits determined by the legal legislation. There should be no excess in liquidity limits in accordance with the Bank's policy. Acceptation of current risk level, reduction or termination of activities causing to risk are evaluated for the risk which are not reduced. The actions, which shall be taken if there is an excess in the legal and internal limits, are detailed in Liquidity Risk Policy of the Bank. Overflow which is formed in liquidity ratios tracked according to legal limitations is eliminated in the period which is also determined by legal legislation.

Triggering market indicators are indicators which are tracked as early warning signals before the transition to stress environment which can form in the market as a result of ordinary business condition. Early warning limits related to liquidity risk in Bank are determined and aforementioned limits are monitored closely with the triggering market indicators.

Market Risk Department reports results of scenarios related to liquidity risk to Board of Directors, Risk Coordination Committee, Risk Committee and ALCO through making monthly calculations based on stress scenarios. These stress tests identify negative market conditions and potential fund outflows which occur in funding resources in a liquidity crisis. The purpose of stress test is to inform related committees and Board of Directors regarding liquidity outflows and derogation which can occur in the liquidity ratios of the Bank. Required actions are taken by ALCO if there are similar situations mentioned in stress scenarios, The Market Risk Unit conducts stress tests more frequently during periods of high volatility and shares the results with the relevant managements.

The Bank does not serve a function as a central funding institution in its relationship with its partnerships. Intra-group liquidity management and funding strategies are limited to related legal limitations.

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**VI. EXPLANATIONS ON LIQUIDITY RISK MANAGEMENT AND LIQUIDITY COVERAGE RATIO (continued):****Liquidity Coverage Ratio:**

30 June 2025		Unweighted Amounts (*)		Weighted Amounts (*)	
		TL+FC	FC	TL+FC	FC
HIGH QUALITY LIQUID ASSETS					
1	High quality liquid assets			29,745,875	13,124,607
CASH OUTFLOWS					
2	Real person deposits and retail deposits	49,894,099	20,260,877	4,364,660	2,026,088
3	Stable deposits	12,495,000	-	624,750	-
4	Less stable deposits	37,399,099	20,260,877	3,739,910	2,026,088
5	Unsecured debts excluding real person deposits and retail deposits	19,024,979	15,013,548	12,334,724	9,493,903
6	Operational deposits	5,140,408	4,585,878	1,285,102	1,146,469
7	Non-operational deposits	7,959,674	6,042,974	5,124,725	3,962,738
8	Other unsecured funding	5,924,897	4,384,696	5,924,897	4,384,696
9	Secured funding	-	-	-	-
10	Other cash outflows	2,735,543	2,469,087	2,735,543	2,469,087
11	Derivative and collateral liabilities	2,735,543	2,469,087	2,735,543	2,469,087
12	Debts related to the structured financial products	-	-	-	-
13	Commitment related to debts to financial markets and other off balance sheet liabilities	-	-	-	-
14	Commitments that are unconditionally revocable at any time by the Bank and other contractual commitments	-	-	-	-
15	Other irrevocable or conditionally revocable commitments	25,375,614	13,525,938	3,928,017	1,572,433
16	TOTAL CASH OUTFLOWS			23,362,944	15,561,511
CASH INFLOWS					
17	Secured receivables	-	-	-	-
18	Unsecured receivables	10,424,136	5,463,817	6,867,938	4,039,855
19	Other cash inflows	75	3,317,693	75	3,317,693
20	TOTAL CASH INFLOWS	10,424,211	8,781,510	6,868,013	7,357,548
				Upper Limit Applied Values	
21	TOTAL HIGH QUALITY LIQUID ASSETS			29,745,875	13,124,607
22	TOTAL NET CASH OUTFLOWS			16,494,931	8,203,963
23	LIQUIDITY COVERAGE RATIO (%)			180.33	159.98

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

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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**INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK
(continued):****VI. EXPLANATIONS ON LIQUIDITY RISK MANAGEMENT AND LIQUIDITY COVERAGE
RATIO (continued):****Liquidity Coverage Ratio (continued):**

31 December 2024		Unweighted Amounts ^(*)		Weighted Amounts ^(*)	
		TL+FC	FC	TL+FC	FC
HIGH QUALITY LIQUID ASSETS					
1	High quality liquid assets			26,794,716	9,716,758
CASH OUTFLOWS					
2	Real person deposits and retail deposits	37,477,759	11,053,985	3,262,360	1,105,398
3	Stable deposits	9,708,309	-	485,415	-
4	Less stable deposits	27,769,450	11,053,985	2,776,945	1,105,398
5	Unsecured debts excluding real person deposits and retail deposits	12,264,260	7,556,821	7,784,425	4,560,555
6	Operational deposits	3,228,749	2,267,529	807,187	566,882
7	Non-operational deposits	4,855,033	3,178,506	2,796,760	1,882,887
8	Other unsecured funding	4,180,478	2,110,786	4,180,478	2,110,786
9	Secured funding	-	-	-	-
10	Other cash outflows	2,414,705	2,826,127	2,414,705	2,826,127
11	Derivative and collateral liabilities	2,414,705	2,826,127	2,414,705	2,826,127
12	Debts related to the structured financial products	-	-	-	-
13	Commitment related to debts to financial markets and other off balance sheet liabilities	-	-	-	-
14	Commitments that are unconditionally revocable at any time by the Bank and other contractual commitments	-	-	-	-
15	Other irrevocable or conditionally revocable commitments	21,771,122	9,667,791	3,708,362	1,361,856
16	TOTAL CASH OUTFLOWS			17,169,852	9,853,936
CASH INFLOWS					
17	Secured receivables	-	-	-	-
18	Unsecured receivables	6,763,101	3,062,374	4,730,684	2,492,842
19	Other cash inflows	62,651	318,266	62,651	318,266
20	TOTAL CASH INFLOWS	6,825,752	3,380,640	4,793,335	2,811,108
		Upper Limit Applied Values			
21	TOTAL HIGH QUALITY LIQUID ASSETS			26,794,716	9,716,758
22	TOTAL NET CASH OUTFLOWS			12,376,517	7,042,828
23	LIQUIDITY COVERAGE RATIO (%)			216.50	137.97

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

INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**VI. EXPLANATIONS ON LIQUIDITY RISK MANAGEMENT AND LIQUIDITY COVERAGE RATIO (continued):**

Liquidity coverage rate is calculated through estimating high quality liquid assets owned by the Bank to net cash out flows based on 30 days of maturity. Balance sheet items which are determinant on the ratio are sorted as required reserves kept in Central Bank of the Republic of Turkey, securities which are not subject to repo/guarantee, deposit having a corporate transaction, bank deposits, foreign sourced funds and receivables from banks. The impacts of aforementioned items on liquidity coverage ratio are higher than other items since they have a higher share in liquid assets and net cash out flows and they can change in time.

High quality liquid assets of the Bank consist of accounts in Central Bank of the Republic of Turkey, at a ratio of 51% and securities issued by Undersecretariat of Treasury at a ratio of 45%. The fund resources are distributed among deposits of individuals and retail, corporate deposits and due to bank debts at ratios of 19%, 40% and 15%, respectively.

Fluctuations in foreign currency derivative transaction volumes, mainly in foreign currency swaps, can have an impact on foreign currency liquidity coverage rate although derivative transactions generate a lower level of net cash flow with respect to liquidity coverage rate.

Absolute value of net warrant flows realized as of 30 days periods for each transaction and liability are calculated provided that changes in fair values of derivative transactions and other liabilities can form a margin liability in accordance with "Regulation on Calculation of Liquidity Coverage Ratio of Banks" entered into force through publishing in Official Gazette dated 21 March 2014 and numbered 28948. The biggest absolute value, which is calculated in the last 24 months, is taken into consideration as cash outflow. Calculations for derivative transactions and other liabilities, having a flow history shorter than 24 months, are performed from the date in which the transaction is triggered. Information related to the aforementioned cash outflow occurred on 30 June 2025 is given below:

Date	FC	FC+TL
30 June 2025	2,392,122	2,392,122

Liquidity coverage rates are calculated weekly for unconsolidated basis and monthly for consolidated basis as of 31 December 2015 in accordance with the "Regulation on Calculation of Liquidity Coverage Ratio of Banks" published in Official Gazette dated 21 March 2014 and numbered 28948. Liquidity coverage rates must be at least 80% for foreign currency assets and liabilities and at least 100% in total assets and liabilities. Dates and values of lowest and highest foreign currency and total unconsolidated liquidity coverage rates calculated weekly related to the last quarter and average rates are explained in the table below:

Current Period	Maximum (%)		Minimum (%)	
	FC	FC+TL	FC	FC+TL
Weekly Arithmetic Average (%)	277.49	234.03	110.66	145.92
Week	25.04.2025	04.04.2025	23.05.2025	23.05.2025

Prior Period	Maximum (%)		Minimum (%)	
	FC	FC+TL	FC	FC+TL
Weekly Arithmetic Average (%)	164.90	249.86	114.24	190.16
Week	13.12.2024	29.11.2024	18.10.2024	20.12.2024

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INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK**(continued):****VI. EXPLANATIONS ON LIQUIDITY RISK MANAGEMENT AND LIQUIDITY COVERAGE RATIO (continued):****Breakdown of assets and liabilities according to their outstanding maturities:**

30 June 2025	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 years	5 Years and Over	Undistributable ⁽⁶⁾	Total
Assets ⁽¹⁾								
Cash (Cash in Vault, Effectives, Cash in Transit, Cheques Purchased) and Balances with the CBRT	6,628,571	14,415,251	-	-	-	-	-	21,043,822
Banks	1,825,162	-	-	-	-	-	3,280,184	5,105,346
Financial Assets at Fair Value Through Profit or Loss ⁽²⁾	-	345,063	748,139	2,001,333	3,174,036	699,853	464,485	7,432,909
Interbank Money Market Placements	-	1,948,370	-	-	-	-	-	1,948,370
Financial Assets at Fair Value Through Other Comprehensive Income	-	155,290	386,175	158,080	5,966,811	2,452,044	7,674	9,126,074
Loans Given ⁽³⁾	-	16,159,314	12,332,374	28,194,099	20,816,005	2,708,703	639,933	80,850,428
Financial Assets Measured at Amortized Cost ⁽⁴⁾	-	583,601	3,750,147	1,354,258	4,267,535	5,717,183	-	15,672,724
Other Assets ^{(5) (6)}	-	1,734,638	-	190,571	-	-	11,069,543	12,994,752
Total Assets	8,453,733	35,341,527	17,216,835	31,898,341	34,224,387	11,577,783	15,461,819	154,174,425
Liabilities								
Bank Deposits	132,932	2,175,337	-	-	-	-	-	2,308,269
Other Deposits	14,863,310	39,495,957	12,724,993	811,210	17,021	-	-	67,912,491
Funds Borrowed From Other Financial Institutions	-	1,178,526	9,500,944	23,013,967	15,107,550	6,330,406	-	55,131,393
Payables to Interbank Money Market	-	2,478,748	2,575,990	2,849,975	364,868	592,111	-	8,861,692
Marketable Securities Issued	-	-	-	-	-	-	-	-
Miscellaneous Payables ⁽⁷⁾	-	222,562	-	-	-	-	1,734,220	1,956,782
Other Liabilities ⁽⁷⁾	-	2,689,406	585,188	673,762	852,025	46,017	13,157,400	18,003,798
Total Liabilities	14,996,242	48,240,536	25,387,115	27,348,914	16,341,464	6,968,534	14,891,620	154,174,425
Liquidity Gap	(6,542,509)	(12,899,009)	(8,170,280)	4,549,427	17,882,923	4,609,249	570,199	-
Net Off-balance sheet Position	-	1,565,648	(577,251)	(332,591)	(434,461)	(6,660)	-	214,685
Receivables from Financial Derivative Assets	-	44,256,668	15,728,658	12,276,882	8,563,099	607,967	-	81,433,274
Payables to Financial Derivative Liabilities	-	(42,691,020)	(16,305,909)	(12,609,473)	(8,997,560)	(614,627)	-	(81,218,589)
Non-cash Loans	-	12,626,542	3,472,369	7,820,251	1,100,487	47,894	-	25,067,543
31 December 2024								
Total Assets	6,336,389	17,651,257	14,648,045	23,110,096	29,205,753	12,616,489	9,903,760	113,471,789
Total Liabilities	12,294,654	38,159,547	18,330,529	18,731,454	5,339,120	5,354,305	15,262,180	113,471,789
Liquidity Gap	(5,958,265)	(20,508,290)	(3,682,484)	4,378,642	23,866,633	7,262,184	(5,358,420)	-
Net Off-balance sheet Position	-	29,909	234,172	(606,213)	(1,066,553)	1,027	-	(1,407,658)
Financial Derivative Assets	-	17,548,365	6,172,166	11,939,607	6,063,076	14,516	-	41,737,730
Financial Derivative Liabilities	-	(17,518,456)	(5,937,994)	(12,545,820)	(7,129,629)	(13,489)	-	(43,145,388)
Non-cash Loans	-	9,747,058	2,637,162	8,038,938	679,025	35,944	-	21,138,127

(1) Assets are shown with their net values in their related period by deducting allowances for expected credit losses.

(2) Financial Assets at Fair Value Through Profit or Loss includes derivative financial assets amounting to TL 2,690,200 classified to a related maturity period.

(3) Loans Given item include TL 1,082,866 Expected Loss Provisions.

(4) Financial Assets Measured at Amortized Cost item includes Expected Loss Provisions of TL 1,111

(5) Other Assets item consists of TL 1,891,039 Assets Held For Sale From Discontinued Operations, TL 4,638,290 Partnership Investment, TL 555,418 Tangible Assets, TL 386,135 Intangible Assets, TL 425,520 Deferred Tax Asset, TL 5,098,270 Other Assets.

(6) Other liabilities include derivative financial liabilities amounting to TL 2,651,774 classified to a related maturity period. Other Liabilities and Miscellaneous Payables consist of TL 2,651,774 Financial Derivate Liabilities, TL 177,942 Lease Liabilities, TL 778,089 Provisions, TL 504,229 Current Tax Liability, TL 4,244,802 Other Liabilities and TL 11,603,744 Shareholder's Equity.

(7) Shareholders' equity is presented under the "Other liabilities" item in the "Undistributable" column.

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**VI. EXPLANATIONS ON LIQUIDITY RISK MANAGEMENT AND LIQUIDITY COVERAGE RATIO (continued):****Net Stable Funding Ratio:**

Net stable funding ratio (NSFR) is calculated by dividing the available stable funding amount by the required stable funding amount. Available stable funding includes the portion of banks' liabilities and capital that are expected to be permanent; and required stable funding refers to the portion of banks' onbalance sheet assets and off-balance sheet liabilities that are expected to be refunded.

Available stable funding amount is calculated by summing the amounts to be found after applying the relevant consideration rates determined within the scope of the legislation to the amounts of banks' liabilities and capital items valued in accordance with TFRS. Required stable funding amount will be found after applying the relevant consideration rates determined within the scope of the legislation to the value calculated by deducting the special provisions set aside in accordance with the Regulation on the Procedures and Principles on the Classification of Loans and the Provisions from the amounts of the banks' on-balance sheet assets and off-balance sheet liabilities valued in accordance with TFRS.

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

Current Period		a	b	c	ç	d
		Unweighted Amount According to Residual Maturity				Total Weighted Amount
		Non Maturity	Residual maturity of less than 6 months	Residual maturity of six months and longer but less than one year	Residual maturity of one year or more	
Available stable funding						
1	Capital Instruments	12,076,303	-	-	8,422,575	20,498,878
2	Tier 1 Capital and Tier 2 Capital	12,076,303	-	-	8,422,575	20,498,878
3	Other Capital Instruments	-	-	-	-	-
4	Real-person and Retail Customer Deposits	5,233,604	47,870,424	50,984	-	48,474,706
5	Stable Deposits	694,645	12,005,920	3,336	-	12,068,706
6	Less Stable Deposits	4,538,959	35,864,504	47,648	-	36,406,000
7	Other Obligations	6,661,803	24,486,794	21,385,453	14,136,248	40,403,273
8	Operational deposits	-	10,536,138	-	-	5,268,069
9	Other Obligations	6,661,803	13,950,656	21,385,453	14,136,248	35,135,204
10	Liabilities equivalent to interconnected assets	-	-	-	-	-
11	Other Liabilities	-	-	-	-	-
12	Derivative liabilities	-	-	180,290	-	-
13	All other equity not included in the above categories	13,921,930	13,726,152	-	-	-
14	Available stable funding					109,376,856
15	High quality liquid assets	-	-	-	-	3,116,222
16	Deposits held at financial institutions for operational purposes	-	-	-	-	-
17	Performing Loans	3,195,015	45,739,754	20,703,103	31,814,776	56,797,731
18	Encumbered loans to financial institutions, where the loan is secured against Level 1 assets	-	-	-	-	-
19	Unencumbered loans to financial institutions or encumbered loans that are not secured against Level 1 assets	3,187,341	10,489,952	1,339,162	977,388	3,106,055
20	Loans to corporate customers, real persons and or retail customers, central banks, other than credit agencies and/or financial institutions	-	35,249,802	19,363,941	30,810,572	53,670,410
21	Loans with a risk weight of less than or equal to 35%	-	50,921	12,575	43	31,791
22	Residential mortgages	-	-	-	26,816	17,430
23	Residential mortgages with a risk weight of less than or equal to 35%	-	-	-	26,816	17,430
24	Securities that are not in default and do not qualify as HQLA and exchange-traded equities	7,674	-	-	-	3,837
25	Assets equivalent to interconnected liabilities	-	-	-	-	-
26	Other Assets	-	-	-	-	19,398,846
27	Physical traded commodities, including gold	-	-	-	-	-
28	Initial margin posted or given guarantee fund to central counterparty	-	-	1,460,180	-	1,241,153
29	Derivative Assets	-	-	-	-	-
30	Derivative Liabilities before the deduction of the variation margin	-	-	73,884	-	73,884
31	Other Assets not included above	17,382,473	-	-	701,337	18,083,810
32	Off-balance sheet commitments	-	21,952,248	4,829,232	816,261	1,379,887
33	Total required stable funding					80,692,687
34	Net Stable Funding Ratio (%)					135.55

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**VI. EXPLANATIONS ON LIQUIDITY RISK MANAGEMENT AND LIQUIDITY COVERAGE RATIO (continued):****Net Stable Funding Ratio (continued):**

Prior Period	a	b	c	c	d
	Amount without Consideration Rate Applied According to Remaining Maturity				Total Amount with Consideration Applied
	Non Maturity	Term Less than 6 Months	6 Months to More than 6 Months and Less than 1 Year Term	1 year and more than 1 year term	
Available stable funding					
1 Capital Instruments	10,800,995	-	-	7,400,403	18,201,398
2 Tier 1 Capital and Tier 2 Capital	10,800,995	-	-	7,400,403	18,201,398
3 Other Capital Instruments	-	-	-	-	-
4 Real-person and Retail Customer Deposits	3,899,745	35,903,782	381,572	770	36,682,795
5 Stable Deposits	454,198	9,832,992	22,708	365	9,794,749
6 Less Stable Deposits	3,445,547	26,070,790	358,865	406	26,888,046
7 Other Obligations	5,656,670	18,195,654	7,692,710	2,461,152	18,233,670
8 Operational deposits	-	6,045,387	-	-	3,022,694
9 Other Obligations	5,656,670	12,150,267	7,692,710	2,461,152	15,210,976
10 Liabilities equivalent to interconnected assets	-	-	-	-	-
11 Other Liabilities	-	-	-	-	-
12 Derivative liabilities	-	-	203,148	-	-
13 All other equity not included in the above categories	5,826,262	21,386,034	-	-	-
14 Available stable funding					73,117,863
High quality liquid assets					
15 High quality liquid assets	-	-	-	-	2,513,597
16 Operational deposit/participation fund deposited in credit institutions or financial institutions	-	-	-	-	-
17 live receivables	1,896,877	28,157,214	106,787,445	30,374,359	46,285,688
18 Receivables from credit institutions or financial institutions whose collateral is first quality liquid assets	-	-	-	-	-
19 Unsecured or secured receivables from credit institutions or financial institutions whose collateral is not first quality liquid assets	1,889,203	4,660,194	92,415,166	977,388	2,041,235
20 Receivables from corporate customers, organizations, natural persons and retail customers, central governments, central banks and public institutions other than credit institutions or financial institutions	-	23,497,019	14,372,279	29,361,719	44,217,702
21 Receivables subject to a risk weight of 35% or less	-	73,040	19,873	49	46,505
22 Receivables secured by residential real estate mortgages	-	-	-	35,251	22,913
23 Receivables subject to a risk weight of 35% or less	-	-	-	35,251	22,913
24 Shares and debt instruments traded on the stock exchange that do not qualify as high quality liquid assets	7,674	-	-	-	3,837
25 Assets equivalent to interconnected liabilities	-	-	-	-	-
26 Other assets	-	-	-	-	12,337,894
27 Commodities with physical delivery, including gold	-	-	-	-	-
28 Initial collateral of derivative contracts or guarantee fund given to the central counterparty	-	-	703,029	-	597,575
29 derivative assets	-	-	-	-	-
30 Amount of derivative liabilities before deducting variation margin	-	-	51,471	-	51,471
31 Other assets not listed above	11,066,483	-	-	622,365	11,688,848
32 Off-balance sheet liabilities	-	18,837,995	3,254,094	777,777	1,143,493
33 Total required stable funding					62,280,672
34 Net Stable Funding Ratio (%)					117.40

The unconsolidated NSFR ratio for the second three months of 2025 and the last three months of 2024 is presented in the table below.

Period	Rate
30.04.2025	120.95
31.05.2025	121.71
30.06.2025	135.55
3 Month Average	126.07

Period	Rate
31.10.2024	112.64
30.11.2024	118.83
31.12.2024	117.40
3 Month Average	116.29

INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**VII. EXPLANATIONS ON LEVERAGE RATIO:****Information on subjects that causes difference in leverage ratio between current and prior periods:**

As of 30 June 2025, leverage ratio of the Bank calculated from the arithmetic average of the three months is 7.10% (31 December 2024: 8.42%). This ratio is above the minimum required. The most important reason for the difference in leverage ratio between current and prior periods is the increase in balance sheet and off-balance sheet assets.

Disclosure of leverage ratio template:

	30 June 2025 (*)	31 December 2024 (*)
Balance sheet assets		
Balance sheet assets (excluding derivative financial assets and credit derivatives, including collaterals)	141,446,096	106,542,415
(Assets deducted from Core capital)	390,770	258,880
Total risk amount of balance sheet assets	141,055,326	106,283,535
Derivative financial assets and credit derivatives		
Cost of replenishment for derivative financial assets and credit derivatives	2,425,337	2,217,560
Potential credit risk amount of derivative financial assets and credit derivatives	630,703	365,274
Total risk amount of derivative financial assets and credit derivatives	3,056,040	2,582,834
Financing transactions secured by marketable security or commodity	-	-
Risk amount of financing transactions secured by marketable security or commodity (excluding Balance sheet)	-	-
Risk amount arising from intermediary transactions	-	-
Total risk amount of financing transactions secured by marketable security or commodity	-	-
Off-balance sheet transactions		
Gross nominal amount of off-balance sheet transactions	38,153,212	28,972,262
(Correction amount due to multiplication with credit conversion rates)	-	-
Total risk of off-balance sheet transactions	38,153,212	28,972,262
Capital and total risk		
Core capital	12,875,350	11,609,106
Total risk amount	182,264,578	137,838,631
Leverage ratio		
Leverage ratio	7.10%	8.42%

(*) Average amounts for three months.

INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**VIII. EXPLANATIONS ON HEDGE TRANSACTIONS:**

As of 30 June 2025, The Bank applies cash flow hedge accounting using cross currency swap and interest rate swap in order to avoid interest rate fluctuations of FC deposits with an average maturity up to 3 months. The Bank implements effectiveness tests at each balance sheet date for hedge accounting; the effective parts are accounted as defined in TFRS 9, in financial statements under equity "Hedging Funds", whereas the amount concerning ineffective parts is associated with the statement of profit or loss.

As of balance sheet date, derivative financial assets of which carrying amount is TL 1,406,953 (31 December 2024: TL 1,437,332) and derivative financial payables of which carrying amount is TL 961,045 (31 December 2024: TL 1,001,581), are subject to hedge accounting as hedging instruments. As a result of the mentioned hedge accounting, other comprehensive loss to be reclassified through profit or loss after tax amounting to TL 9,121 (31 December 2024: TL 429,024 other comprehensive loss to be reclassified through profit or loss) is recognized under the equity in the current period. There is no amount, which is ineffective or transferred from equity to statement of profit or loss due to closed swaps (31 December 2024: TL 569,074).

Hedging Instrument	Hedging Subject	Exposed Risk	Hedging Instruments Fair Value		Hedging Funds ^(*)	Ineffective Part Accounted in the Statement of Profit or Loss (Net)
			Assets	Liabilities		
Cross Currency Swap	Floating rate up to 3 month maturity FC deposits	Cash flow risk of changes in market interest rates	194,740	194,740	20,882	-
Interest Rate Swap	Floating rate up to 3 month maturity FC deposits	Cash flow risk of changes in market interest rates	1,212,213	766,305	131,295	-

(*) Includes TAS 27 impacts and describes after tax amounts.

When hedge accounting of cash flow hedges cannot be maintained effectively as defined in TAS 39, the accounting application is ended. In case of deterioration of efficiency, the effective amounts, which are recognized under the equity due to the risk hedge accounting, are eliminated from equities in the periods or periods, when cash flow effects profit and losses (periods, when interest income or expenses are recognized) as re-classification adjustment and then it is re-classified in the profit and loss. There is no amount, which is transferred from equity to statement of profit or loss due to the swaps, of which effectiveness is damaged or closed in the current period (31 December 2024: TL 569,074).

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK (continued):**IX. EXPLANATION ON THE ACTIVITIES CARRIED OUT ON BEHALF AND ACCOUNT OF OTHER PARTIES:**

The Bank carries out marketable security trading and custody services on behalf of customers and on their account. The details of items held in custody is given in Off-Balance Sheet Commitments.

X. EXPLANATIONS ON OPERATING SEGMENTS:

The Bank manages its banking operations through three main business units: retail banking, corporate and commercial banking and treasury.

Retail banking provides products and services to individual and private customers. Products and services include primarily deposit, loan, automatic payment services, internet banking and other various banking services.

Corporate and commercial banking provides loan, deposit, cash management products, foreign trade financing, non-cash loans, foreign currency transaction services and other corporate banking services to corporate clients.

Treasury transactions include fixed income security investments, fund management, foreign currency transactions, money market transactions, derivative transactions and other related services.

Stated balance sheet and income statement items based on operating segments

The prior period information is presented as of 31 December 2024 for balance sheet and 30 June 2024 for income statement items.

	Retail Banking	Digital Banking	Corporate and Commercial Banking	Treasury and Asset Liability Management	Other and Undistributed	Total Operations of the Bank
30 June 2025						
Net Interest Income	808,840	748,482	1,908,119	(465,110)	-	3,000,331
Net Fees and Commissions	6,879	118,441	271,184	-	-	396,504
Trading Profit/Loss	70,418	3,332	58,894	(521,547)	-	(388,903)
Other Operating Income	829	44,179	582,366	-	-	627,374
Operating Income	886,966	914,434	2,820,563	(986,657)	-	3,635,306
Operating and Provision Expenses (-)	(612,461)	(745,715)	(1,221,109)	(326,150)	(374,818)	(3,280,253)
Net Operating Income	274,505	168,719	1,599,454	(1,312,807)	(374,818)	355,053
Dividend Income	-	-	-	-	87	87
Profit/Loss from Subsidiaries Based on Equity Method	-	-	-	-	829,332	829,332
Profit/Loss Before Tax	274,505	168,719	1,599,454	(1,312,807)	454,601	1,184,472
Tax Provisions (-)	(82,351)	(50,616)	(364,037)	393,843	199,897	96,736
Net Profit/Loss	192,154	118,103	1,235,417	(918,964)	654,498	1,281,208
Segment Assets	5,620,677	10,299,105	73,464,827	51,795,064	-	141,179,673
Investments in Associates, Subsidiaries and Joint Ventures	-	-	-	-	4,638,290	4,638,290
Unallocated Assets	-	-	-	-	8,356,462	8,356,462
Total Assets	5,620,677	10,299,105	73,464,827	51,795,064	12,994,752	154,174,425
Segments Liabilities	37,779,482	13,906,984	16,937,162	68,953,101	4,993,952	142,570,681
Unallocated Liabilities	-	-	-	-	11,603,744	11,603,744
Total Liabilities	37,779,482	13,906,984	16,937,162	68,953,101	16,597,696	154,174,425

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

**INFORMATION RELATED TO FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK
(continued):****X. EXPLANATIONS ON OPERATING SEGMENTS (continued):**

	Retail Banking	Digital Banking	Corporate and Commercial Banking	Treasury and Asset Liability Management	Other and Undistributed	Total Operations of the Bank
30 June 2024						
Net Interest Income	405,691	746,776	1,461,907	(1,378,584)	-	1,235,790
Net Fees and Commissions	3,049	9,058	177,305	-	-	189,412
Trading Profit/Loss	74,602	6,774	597,385	258,476	-	937,237
Other Operating Income	839	10,729	459,015	-	-	470,583
Operating Income	484,181	773,337	2,695,612	(1,120,108)	-	2,833,022
Operating and Provision Expenses (-)	(359,434)	(464,965)	(412,058)	(170,363)	(311,436)	(1,718,256)
Net Operating Income	124,747	308,372	2,283,554	(1,290,471)	(311,436)	1,114,766
Dividend Income	-	-	-	-	52	52
Profit/Loss from Subsidiaries Based on Equity Method	-	-	-	-	1,028,602	1,028,602
Profit/Loss Before Tax	124,747	308,372	2,283,554	(1,290,471)	717,218	2,143,420
Tax Provisions (-)	(37,423)	(92,512)	(481,734)	387,141	444,359	219,831
Net Profit/Loss	87,324	215,860	1,801,820	(903,330)	1,161,577	2,363,251
Segment Assets	1,418,085	6,437,821	55,953,636	39,805,885	-	103,615,427
Investments in Associates, Subsidiaries and Joint Ventures	-	-	-	-	3,822,776	3,822,776
Unallocated Assets	-	-	-	-	6,033,586	6,033,586
Total Assets	1,418,085	6,437,821	55,953,636	39,805,885	9,856,362	113,471,789
Segments Liabilities	26,050,827	13,879,104	12,840,636	45,332,777	4,974,476	103,077,820
Unallocated Liabilities	-	-	-	-	10,393,969	10,393,969
Total Liabilities	26,050,827	13,879,104	12,840,636	45,332,777	15,368,445	113,471,789

SECTION FIVE**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS****I. EXPLANATIONS AND NOTES RELATED TO ASSETS****a. Information related to cash and the account of Central Bank of the Republic of Turkey:****1. Information on cash and the account of the CBRT:**

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Cash/Foreign currency	47,436	882,478	43,725	544,892
Central Bank of Turkey	7,350,969	12,193,009	5,587,425	4,307,913
Other	-	569,930	-	407,584
Total	7,398,405	13,645,417	5,631,150	5,260,389

2. Information on the account of the CBRT:

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Unrestricted Demand Account	7,350,969	4,708,850	5,587,425	2,949,881
Unrestricted Time Account	-	1,987,274	-	-
Restricted Time Account	-	5,496,885	-	1,358,032
Total	7,350,969	12,193,009	5,587,425	4,307,913

3. Information on Reserve Requirements:

The Bank establishes mandatory reserves with the CBRT for Turkish currency and foreign currency liabilities in accordance with the CBRT's "Communiqué No. 2013/15 on Required Reserves". Required reserves can be held in TL, USD, EUR and standard gold in accordance with the "Communiqué on Required Reserves" at the CBRT.

The required reserve rates at the CBRT for TL liabilities vary between 3% and 18% for TL deposits and other liabilities according to their maturities as of 30 June 2025 (31 December 2024: between 3% and 17%) for Turkish currency, excluding accounts provided with exchange rate/price protection support by the Central Bank, and between 22% and 40% (31 December 2024: between 22% and 33%) for accounts provided with exchange rate/price protection support by the Central Bank; and between 5% and 32% for foreign currency, depending on the maturity structure (31 December 2024: between 5% and 30%) for FX deposits. In addition to foreign currency deposits, a reserve requirement of 2.5% in TL is established.

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(continued):**

I. EXPLANATIONS AND NOTES RELATED TO ASSETS (continued):

b. Information on financial assets measured at fair value through profit or loss:

1. Financial assets measured at fair value through profit / loss given as collateral / blocked:

As of 30 June 2025, there are no financial assets measured at fair value through profit or loss given as collateral/blocked (31 December 2024: TL 40,636).

2. Financial assets measured at fair value through profit / loss subject to repo transactions:

As of 30 June 2025, there are no repurchase agreements from financial assets measured at fair value through profit or loss (31 December 2024: None).

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**I. EXPLANATIONS AND NOTES RELATED TO ASSETS (continued):****c. Information on banks:**

1. Information on banks:

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Banks				
Domestic	871	885,610	864	229,352
Foreign	-	4,219,007	-	1,888,338
Headquarters and Branches Abroad	-	-	-	-
Total	871	5,104,617	864	2,117,690

2. Information on foreign bank accounts:

	Unrestricted Balance		Restricted Balance	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
EU Countries	133,803	18,145	-	-
USA, Canada	135,568	53,074	-	-
OECD Countries (*)	3,106,473	1,770,169	-	-
Coastal Banking Regions	-	-	-	-
Other	843,163	46,950	-	-
Total	4,219,007	1,888,338	-	-

(*) EU countries, OECD countries except USA and Canada.

d. Information on Financial Assets Measured at Fair Value Through Other Comprehensive Income:

1. Financial assets measured at fair value through other comprehensive income given as collateral:

As of 30 June 2025, there are TL 501,641 of financial assets measured at fair value through other comprehensive income given as collateral/blocked (31 December 2024: TL 741,795).

2. Financial assets measured at fair value through other comprehensive income subject to repo transactions:

As of 30 June 2025, there are TL 3,736,475 of financial assets measured at fair value through other comprehensive income subject to repurchase agreements (31 December 2024: TL 2,605,390).

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

	30 June 2025	31 December 2024
Debt Securities	9,185,801	10,681,818
Quoted on Stock Exchange	9,185,801	10,681,818
Not Quoted	-	-
Share Certificates	7,674	7,674
Quoted on Stock Exchange	-	-
Not Quoted	7,674	7,674
Impairment (-)	67,401	97,279
Total	9,126,074	10,592,213

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**I. EXPLANATIONS AND NOTES RELATED TO ASSETS (continued):****e. Explanations on loans:**

1. Information on all types of loan or advance balances given to shareholders and employees of the Bank:

	30 June 2025		31 December 2024	
	Cash	Non-cash	Cash	Non-cash
Direct Loans Granted to Shareholders	-	53,539	-	391
Corporate Shareholders	-	53,539	-	391
Real Person Shareholders	-	-	-	-
Indirect Loans Granted to Shareholders	215,951	-	-	-
Loans Granted to Employees	29,680	-	7,354	-
Total	245,631	53,539	7,354	391

2. Information on the first and second group loans and other receivables including the loans that have been restructured or rescheduled and other receivables:

i.

Cash Loans	Standard Loans	Loans Under Close Monitoring		
		Loans Not Subject to Restructuring	Restructured Loans	
			Loans with Revised Contract Terms	Re-financed
Non-Specialized Loans	70,742,598	832,467	9,201,725	-
Loans given to enterprises	-	-	-	-
Export Loans	13,671,403	63,380	-	-
Import Loans	-	-	-	-
Loans Given to Financial Sector	7,982,549	-	-	-
Consumer Loans	8,095,188	150,911	3,010	-
Credit Cards	43,713	377	-	-
Other (*)	40,949,745	617,799	9,198,715	-
Specialized Loans	-	-	-	-
Other Receivables	-	-	-	-
Total	70,742,598	832,467	9,201,725	-

(*) "Other" includes Factoring Receivables amounting to TL 344,935

ii.

	Standard Loans	Loans Under Close Monitoring
General provisions	148,978	417,317
12 Month Expected Credit Losses	148,978	-
Significant Increase in Credit Risk	-	417,317

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**I. EXPLANATIONS AND NOTES RELATED TO ASSETS (continued):****e. Explanations on loans (continued):****3. Information on consumer loans, individual credit cards, personnel loans and personnel credit cards:**

	Short-term	Medium and Long-term	Total
Consumer Loans-TL	2,007,837	6,011,244	8,019,081
Real estate loans	-	7,339	7,339
Automotive loans	1,011,724	2,128,414	3,140,138
Consumer loans	996,113	3,875,491	4,871,604
Other	-	-	-
Consumer Loans-FC Indexed	-	-	-
Real estate loans	-	-	-
Automotive loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Consumer Loans-FC	-	4,531	4,531
Real estate loans	-	4,531	4,531
Automotive loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Individual Credit Cards-TL	42,642	-	42,642
With installments	-	-	-
Without installments	42,642	-	42,642
Individual Credit Cards-FC	2	-	2
With installments	-	-	-
Without installments	2	-	2
Personnel Loans-TL	10,417	17,817	28,234
Real estate loans	-	-	-
Automotive loans	-	-	-
Consumer loans	10,417	17,817	28,234
Other	-	-	-
Personnel Loans-FC Indexed	-	-	-
Real estate loans	-	-	-
Automotive loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Personnel Loans-FC	-	-	-
Real estate loans	-	-	-
Automotive loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Personnel Credit Cards-TL	1,438	-	1,438
With installments	-	-	-
Without installments	1,438	-	1,438
Personnel Credit Cards-FC	8	-	8
With installments	-	-	-
Without installments	8	-	8
Credit Deposit Account-TL (Real Person)	197,887	-	197,887
Credit Deposit Account-FC (Real Person)	-	-	-
Total	2,260,231	6,033,592	8,293,823

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**I. EXPLANATIONS AND NOTES RELATED TO ASSETS (continued):****e. Explanations on loans (continued):****4. Information on commercial installment loans and corporate credit cards:**

	Short-Term	Medium and Long-Term	Total
Commercial Installments Loans-TL	3,030,753	6,126,954	9,157,707
Real estate Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	3,030,753	6,126,954	9,157,707
Other	-	-	-
Commercial Installments Loans-FC Indexed	-	52,574	52,574
Real estate Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	52,574	52,574
Other	-	-	-
Commercial Installments Loans-FC	146,206	19,847,593	19,993,799
Real estate Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	146,206	19,847,593	19,993,799
Other	-	-	-
Corporate Credit Cards-TL	-	-	-
With installments	-	-	-
Without installments	-	-	-
Corporate Credit Cards-FC	-	-	-
With installments	-	-	-
Without installments	-	-	-
Credit Deposit Account-TL (Legal Person)	-	-	-
Credit Deposit Account-FC (Legal Person)	-	-	-
Total	3,176,959	26,027,121	29,204,080

5. Loans according to types of borrowers:

	30 June 2025	31 December 2024
Public	4,146,902	5,233,599
Private	76,629,888	55,580,693
Total	80,776,790	60,814,292

6. Distribution of domestic and foreign loans:

	30 June 2025	31 December 2024
Domestic Loans	80,776,790	60,814,292
Foreign Loans	-	-
Total	80,776,790	60,814,292

7. Loans given to associates and subsidiaries:

	30 June 2025	31 December 2024
Direct loans given to associates and subsidiaries	-	-
Indirect loans given to associates and subsidiaries	-	-
Total	-	-

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**I. EXPLANATIONS AND NOTES RELATED TO ASSETS (continued):****e. Explanations on loans (continued):****8. Specific provisions allocated for loans:**

	30 June 2025	31 December 2024
Substandard Loans	46,589	41,134
Doubtful Loans	70,659	35,859
Uncollectible Loans	399,323	330,284
Total	516,571	407,277

9. Information on non-performing loans (Net):**i. Information on non-performing loans restructured or rescheduled and other receivables:**

	Group III	Group IV	Group V
	Substandard Loans	Doubtful Loans	Uncollectible Loans
30 June 2025			
Gross amounts before the Provisions	-	-	-
Restructured Loans	376	858	1,898
31 December 2024			
Gross amounts before the Provisions	-	-	-
Restructured Loans	5	73	2,094

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

	Group III	Group IV	Group V
	Substandard Loans	Doubtful Loans	Uncollectible Loans
Prior Period End Balance	73,328	63,161	899,227
Additions (+)	173,878	1,976	36,203
Transfers from Other Categories of Non-performing Loans (+)	-	118,235	53,882
Transfers to Other Categories of Non-performing Loans (-)	118,235	53,882	-
Collections (-)	39,499	8,005	43,758
Write-offs (-)	-	-	7
Sold Portfolio (-)	-	-	-
Corporate and Commercial Loans	-	-	-
Consumer Loans	-	-	-
Credit Cards	-	-	-
Other	-	-	-
Balance at the End of the Period	89,472	121,485	945,547
Specific Provision (-)	46,589	70,659	399,323
Net Balance on Balance Sheet	42,883	50,826	546,224

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**I. EXPLANATIONS AND NOTES RELATED TO ASSETS (continued):****e. Explanations on loans (continued):**

iii. Information on non-performing loans granted as foreign currency loans:

	Group III	Group IV	Group V
	Substandard Loans	Doubtful Loans	Uncollectible Loans
30 June 2025			
Period-End Balance	-	-	782,647
Provision Amount (-)	-	-	306,704
Net Balance on balance sheet	-	-	475,943
31 December 2024			
Period-End Balance	-	-	760,257
Provision Amount (-)	-	-	259,900
Net Balance on balance sheet	-	-	500,357

iv. Information on gross and net amounts of non-performing loans based on types of borrowers:

	Group III	Group IV	Group V
	Substandard Loans	Doubtful Loans	Uncollectible Loans
30 June 2025			
Current Period (Net)	42,883	50,826	546,224
Loans Given to Real Persons and Legal Persons (Gross)	89,472	121,485	945,547
Provision Amount (-)	46,589	70,659	399,323
Loans Given to Real Persons and Legal Persons (Net)	42,883	50,826	546,224
Banks (Gross)	-	-	-
Provision Amount (-)	-	-	-
Banks (Net)	-	-	-
Other Loans (Gross)	-	-	-
Provision Amount (-)	-	-	-
Other Loans (Net)	-	-	-
Prior Period (Net)	32,194	27,302	568,943
Loans Given to Real Persons and Legal Persons (Gross)	73,328	63,161	899,227
Provision Amount (-)	41,134	35,859	330,284
Loans Given to Real Persons and Legal Persons (Net)	32,194	27,302	568,943
Banks (Gross)	-	-	-
Provision Amount (-)	-	-	-
Banks (Net)	-	-	-
Other Loans (Gross)	-	-	-
Provision Amount (-)	-	-	-
Other Loans (Net)	-	-	-

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):

I. EXPLANATIONS AND NOTES RELATED TO ASSETS (continued):

e. Explanations on loans (continued):

10. Policy followed-up for the collection of uncollectible loans and other receivables:

The Bank aims to collect uncollectible loans and other receivables are collected through the liquidation of collaterals by legal procedures.

11. Explanations of the write-off policy:

Within the scope of the amendment to the Banking Act, the Regulation on the Classification of Loans and the Procedures and Principles for the provisions to be allocated for them were also amended;

- Classified under Fifth Group-Uncollectible Loans,
- Part of the borrower's default for the lifetime expected credit losses or if there are no reasonable expectations for the recover of loans allocated in specific provision,
- From the first reporting period (interim or year-end reporting period) following their classification in the group,

It has been allowed to be written-off from the accounts under TFRS 9.

Accordingly, non-performing loans are tracked in off-balance sheet accounts by writing-off the records. This transaction is an accounting application that allows the transfer of the legal proceeding balance to the off-balance sheet by removing it from asset accounts and not the result of the Bank giving up the right to credit.

It is not compulsory that the entire receivable for collecting from registration has no possibility to collect, but it is possible to remove the part that does not have partial collection possibility from the assets.

In order to write-off any legal proceedings from the account;

- Classified under Fifth Group (Uncollectible Loans),
- 100% provision for the portion of the account balance that will be written-off,
- Either the legal proceedings to be continued or to be started, must be met.

Provisions allocated for amounts written-off from the accounts are considered "expense" in terms of tax legislation. The write-off process is only an accounting process and will continue the legal proceedings for the collection of the Bank's receivables. After the writing-off process, the balance in the off-balance sheet accounts will be collected for the part of the debt that is written-off from the account in full or part of the collection by agreeing with the borrower and the debtor's request.

As of 30 June 2025, the Bank has written-off its loans amounting to TL 7 (31 December 2024: TL 356).

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**I. EXPLANATIONS AND NOTES RELATED TO ASSETS (continued):**

- f. Information on interest accruals, rediscounts and valuation differences calculated for non-performing loans by banks that allocate expected credit losses in accordance with TFRS 9 and their provisions:**

	Group III	Group IV	Group V
	Substandard Loans	Doubtful Loans	Uncollectible Loans
Current Period (Net)	2,568	3,069	19,979
Interest Accruals and Rediscounts, Valuation Differences	4,510	6,008	34,138
Provision Amount (-)	1,942	2,939	14,159
Prior Period (Net)	86	3	17,679
Interest Accruals and Rediscounts, Valuation Differences	125	9	34,184
Provision Amount (-)	39	6	16,505

- g. Information on financial assets measured at amortized cost:**

1. Information on financial assets measured at amortized cost subject to repo transactions:

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Bonds	-	-	-	-
Bonds and Similar Securities	816,430	5,960,165	2,723,290	3,161,289
Other	-	-	-	-
Total	816,430	5,960,165	2,723,290	3,161,289

2. Information on financial assets measured at amortized cost given as collateral/blocked:

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Bonds	-	-	-	-
Bonds and Similar Securities	1,703,551	397,542	1,898,999	603,973
Other	-	-	-	-
Total	1,703,551	397,542	1,898,999	603,973

3. Information on government debt securities measured at amortized cost

	30 June 2025	31 December 2024
Government Bond	15,053,681	13,824,990
Treasury Bond	-	-
Other Public Debt Securities	-	-
Total	15,053,681	13,824,990

4. Information on financial assets measured at amortized cost:

	30 June 2025	31 December 2024
Debt Securities	15,673,835	14,374,054
Quoted on Stock Exchange	15,673,835	14,374,054
Not Quoted	-	-
Impairment (-)	-	-
Total	15,673,835	14,374,054

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**I. EXPLANATIONS AND NOTES RELATED TO ASSETS (continued):****g. Information on financial assets measured at amortized cost (continued):****5. Movement of financial assets measured at amortized cost within the period:**

	30 June 2025	31 December 2024
Opening balance	14,374,054	9,665,234
Foreign exchange differences in monetary assets	784,266	498,263
Purchases during the year	2,304,021	3,027,292
Disposals through Sales and Redemptions	(2,700,050)	(1,993,767)
Increase in Value	911,544	3,177,032
Period End Balance	15,673,835	14,374,054

h. Information on associates (Net):

None (31 December 2024: None).

i. Information on subsidiaries (Net):**1. Information on unconsolidated subsidiaries:**

As of 30 June 2025, the Bank has a non-financial subsidiary that is not consolidated, amounting to a total of TL 5,000 (31 December 2024: None).

	Title	Address (City/ Country)	Bank's Share Percentage, If Different Voting Percentage (%)	Bank's Risk Group Percentage (%)
1	Burgan Teknoloji A.Ş.	İstanbul/Turkey	100.00	100.00

2. Main financial figures of the unconsolidated subsidiaries in order of the below table:

None (31 December 2024: None).

3. Information on subsidiaries that are consolidated in consolidated accounts:

	Title	Address (City/ Country)	Bank's Share Percentage, If Different Voting Percentage (%)	Bank's Risk Group Percentage (%)
1	Burgan Finansal Kiralama A.Ş.	İstanbul/Turkey	99.99	99.99
2	Burgan Yatırım Menkul Değerler A.Ş.	İstanbul/Turkey	100.00	100.00

4. Main financial figures of the consolidated subsidiaries in the order of the above table:

	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	16,032,535	3,952,182	5,529,068	1,711,740	-	832,191	950,283	-
2	1,161,624	681,191	48,371	175,014	209	(2,859)	78,319	5

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**I. EXPLANATIONS AND NOTES RELATED TO ASSETS (continued):****i. Information on subsidiaries (Net) (continued):**

5. Movement of consolidated subsidiaries:

	30 June 2025	31 December 2024
Opening Balance	3,822,776	2,388,445
Movements During the Period	815,514	1,434,331
Purchases	5,000	-
Bonus Shares Obtained	-	-
Dividends from Current Year Income ^(*)	829,332	1,504,926
Sales	-	-
Revaluation Increase / Decrease ^(*)	(18,818)	(70,595)
Impairment Provision	-	-
Period End Balance	4,638,290	3,822,776
Capital Commitments	-	-
Share Percentage at the end of the Period (%)	99.99%	99.99%

^(*) Includes the increases occurred as a result of the application of the equity method in accordance with TAS 27 disclosed.

6. Sectoral information on consolidated financial subsidiaries and the related carrying amounts:

Subsidiaries	30 June 2025	31 December 2024
Banks	-	-
Insurance Companies	-	-
Factoring Companies	-	-
Leasing Companies	3,952,099	3,138,726
Financing Companies	-	-
Other Financial Subsidiaries	681,191	684,230
Total	4,633,290	3,822,776

7. Subsidiaries quoted on stock exchange:

None (31 December 2024: None).

j. Information on jointly controlled partnerships (Joint Ventures):

None (31 December 2024: None).

k. Information on lease receivables (net):

None (31 December 2024: None).

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(continued)****I. EXPLANATIONS AND NOTES RELATED TO ASSETS (continued):****1. Information on derivative financial assets:****1. Information on derivative financial assets at fair value through profit or loss:**

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Forward Transactions	659,675	142,040	302,018	55,134
Swap Transactions	281,927	86,056	445,242	131,038
Futures Transactions	1,700	-	5,391	-
Options	13,623	98,226	-	64,249
Other	-	-	-	-
Total	956,925	326,322	752,651	250,421

2. Information on derivative financial assets at fair value through other comprehensive income:

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Fair Value Hedge	-	-	-	-
Cash Flow Hedge	1,281,066	125,887	1,290,969	146,363
Foreign Net Investment Hedge	-	-	-	-
Total	1,281,066	125,887	1,290,969	146,363

m. Information on investment property:

None (31 December 2024: None).

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**I. EXPLANATIONS AND NOTES RELATED TO ASSETS (continued):****n. Information on deferred tax asset/liability:**

As of 30 June 2025, Bank has netted-off the calculated deferred tax asset of TL 996,352 (31 December 2024: TL 616,011) and deferred tax liability amounting to TL 570,832 (31 December 2024: TL 309,777) in accordance with TAS 12 and has recorded a net deferred tax asset of TL 425,520 (31 December 2024: TL 306,234 net deferred tax asset) in the financial statements.

As of 30 June 2025 and 31 December 2024, the details of accumulated temporary differences and deferred tax assets and liabilities are as follows:

	Accumulated Temporary Differences		Deferred tax assets/liabilities	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
Provision for Lawsuit Cases	20,820	15,739	6,246	4,722
Expected Loss Provisions	608,238	479,099	182,471	143,730
Employee Benefits Provision	403,147	473,903	120,944	142,171
Unearned Income	809,453	-	242,836	-
Differences Between Book Value and Tax Value of Fixed Assets	1,443,538	1,041,414	443,855	323,218
Other	-	7,234	-	2,170
Deferred Tax Assets	3,285,196	2,017,389	996,352	616,011
Valuation Differences of Derivative Instruments	21,972	254,610	6,592	76,383
Other	2,589,069	777,981	564,240	233,394
Deferred Tax Liabilities	2,611,041	1,032,591	570,832	309,777
Deferred Tax Assets/(Liabilities) (Net)			425,520	306,234

The deferred tax asset/liability movement is as follows:

	30 June 2025	31 December 2024
Balance as of 1 January	306,234	(453,518)
Current year deferred tax income/(expense), net	96,736	573,945
Deferred tax recognized in equity, net ^(*)	22,550	185,807
Period end balance	425,520	306,234

^(*) In accordance with TAS 27, effect of deferred tax recognized in equity is TL 8,064.

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**I. EXPLANATIONS AND NOTES RELATED TO ASSETS (continued)****o. Information on assets held for sale and discontinued operations:**

The Bank has assets held for sale amounting to TL 1,891,039 (31 December 2024: TL 1,571,475) and has no discontinued operations.

Prior Period	30 June 2025	31 December 2024
Cost	1,571,751	1,805,412
Accumulated Depreciation (-)	276	276
Net Book Value	1,571,475	1,805,136
Current Period		
Net book value at beginning of the period	1,571,475	1,805,136
Additions	420,948	28,182
Disposals (-), net	97,731	261,843
Impairment (-)	3,653	-
Depreciation (-)	-	-
Cost at the End of the Period	1,891,039	1,571,751
Accumulated Depreciation at the End of the Period (-)	-	276
Closing Net Book Value	1,891,039	1,571,475

p. Information on other assets:

Other assets is amounting to TL 5,098,270 (31 December 2024: TL 3,270,599) and do not exceed 10% of the total assets excluding off-balance sheet commitments.

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(continued):****II. EXPLANATIONS AND NOTES RELATED TO LIABILITIES****a. Information on deposits:****1. Information on maturity structure of deposits:****i. 30 June 2025:**

	Demand	With 7 days notifications	Up to 1 month	1-3 months	3-6 months	6 months - 1 year	1 year and over	Accum. Deposit	Total
Saving Deposits	1,104,325	-	5,231,838	18,050,603	5,249,595	139,796	274,319	-	30,050,476
Foreign Currency Deposits	5,784,466	-	4,942,346	12,218,088	1,399,619	122,051	77,594	-	24,544,164
Residents in Turkey	5,429,089	-	4,934,070	12,016,185	1,381,747	102,605	52,556	-	23,916,252
Residents Abroad	355,377	-	8,276	201,903	17,872	19,446	25,038	-	627,912
Public Sector Deposits	2,739,284	-	4,270	193,308	-	-	-	-	2,936,862
Commercial Deposits	2,627,257	-	298,605	3,879,188	736,979	85,466	31,866	-	7,659,361
Other Institutions Deposits	6,207	-	1,439	111,405	806	-	-	-	119,857
Precious Metal Deposits	2,601,771	-	-	-	-	-	-	-	2,601,771
Bank Deposits	132,932	-	2,175,337	-	-	-	-	-	2,308,269
The CBRT	-	-	-	-	-	-	-	-	-
Domestic Banks	107,982	-	-	-	-	-	-	-	107,982
Foreign Banks	24,950	-	2,175,337	-	-	-	-	-	2,200,287
Special Financial Institutions	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total	14,996,242	-	12,653,835	34,452,592	7,386,999	347,313	383,779	-	70,220,760

ii. 31 December 2024:

	Demand	With 7 days notifications	Up to 1 month	1-3 months	3-6 months	6 months - 1 year	1 year and over	Accum. Deposit	Total
Saving Deposits	915,456	-	6,213,768	17,023,140	2,474,621	444,034	662,308	-	27,733,327
Foreign Currency Deposits	4,927,949	-	1,640,050	4,659,883	231,839	29,362	62,436	-	11,551,519
Residents in Turkey	4,861,901	-	1,636,010	4,497,627	219,154	25,180	41,163	-	11,281,035
Residents Abroad	66,048	-	4,040	162,256	12,685	4,182	21,273	-	270,484
Public Sector Deposits	2,121,718	-	4,269	105,389	-	-	-	-	2,231,376
Commercial Deposits	2,194,470	-	695,261	4,774,891	503,766	171,352	29,746	-	8,369,486
Other Institutions Deposits	7,297	-	6,100	9,571	-	-	-	-	22,968
Precious Metal Deposits	2,118,710	-	-	-	-	-	-	-	2,118,710
Bank Deposits	9,054	-	705,693	-	-	-	-	-	714,747
The CBRT	-	-	-	-	-	-	-	-	-
Domestic Banks	210	-	-	-	-	-	-	-	210
Foreign Banks	8,844	-	705,693	-	-	-	-	-	714,537
Special Financial Institutions	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total	12,294,654	-	9,265,141	26,572,874	3,210,226	644,748	754,490	-	52,742,133

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**II. EXPLANATIONS AND NOTES RELATED TO LIABILITIES (continued):****a. Information on deposits (continued):****2. Information on saving deposits insured:****i. Information on saving deposits under the guarantee of the saving deposits insurance fund and exceeding the limit of deposit insurance fund:**

	Under the guarantee of deposit insurance		Exceeding limit of the deposit insurance	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
Saving Deposits				
Saving Deposits	14,368,138	12,594,101	15,682,338	15,139,226
Foreign Currency Savings Deposit	2,088,256	1,522,849	10,501,875	5,002,945
Other Deposits in the Form of Savings Deposits	551,875	377,629	2,049,896	1,741,081
Foreign Branches' Deposits Under Foreign Authorities' Insurance	-	-	-	-
Off-shore Banking Regions' Deposits Under Foreign Authorities' Insurance	-	-	-	-
Total	17,008,269	14,494,579	28,234,109	21,883,252

(*) In accordance with the "Regulation Amending the Regulation on the Insured Deposit and Participation Funds and Premiums to be Collected by the Savings Deposit Insurance Fund" published in the Official Gazette dated 27 August 2022 and numbered 31936 all deposits and participation funds, except those belonging to official institutions, credit institutions and financial institutions in the presence of credit institutions, are included in the insurance coverage and deposits of TL 542,014 which are covered by the insurance, are not included in the note above.

(**) Deposit amount subject to insurance is TL 950 (31 December 2024: TL 650).

ii. There are no deposits covered under foreign authorities' insurance since the Bank is incorporated in Turkey.**3. Saving deposits of real persons which are not under the guarantee of saving deposit insurance fund:**

	30 June 2025	31 December 2024
Deposits and Other Accounts in Foreign Branches	-	-
Deposits and Other Accounts of Main Shareholders and their Families	-	-
Deposits and Other Accounts of President of Board of Directors, Members of Board of Directors, Vice General Managers and Their Families	280,105	209,675
Deposits and Other Accounts of Property Assets Value due to Crime which is in the Scope of Article 282 of Numbered 5237 "TCK" Dated 26 2021 2004	-	-
Deposits in Banks Incorporated in Turkey Exclusively for Off-shore Banking Operations	-	-
Total	280,105	209,675

b. Information on financial liabilities measured at fair value through profit or loss:

None (31 December 2024: None).

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

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**II. EXPLANATIONS AND NOTES RELATED TO LIABILITIES (continued):****c. Information on borrowings:**

1. Information on banks and other financial institutions:

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Central Bank of Turkey	-	-	-	-
From Domestic Banks and Institutions	-	23,452	2,654	-
From Foreign Banks, Institutions and Funds	-	47,087,875	684,193	27,917,379
Total	-	47,111,327	686,847	27,917,379

2. Information on maturity structure of borrowings:

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Short-term	-	5,879,360	686,847	13,058,495
Medium and Long-term	-	41,231,967	-	14,858,884
Total	-	47,111,327	686,847	27,917,379

3. Additional information on the major concentration of the Bank's liabilities:

The Bank's main funding sources are deposits and borrowings. As of 30 June 2025, deposits and borrowings from Bank's risk group is covering 3.59% (31 December 2024: 1.93%) of total deposits. Besides, Borrowings from Bank's risk group is covering 25.17% (31 December 2024: 33.04%) of subordinated loans and other borrowings.

d. Information on marketable securities issued:

None (31 December 2024: None).

e. Information on other liabilities:

Other foreign liabilities amounting to TL 4,244,802 (31 December 2024: TL 3,757,109) do not exceed 10% of the total of the balance sheet excluding off-balance sheet commitments.

f. Information on lease payables:

	30 June 2025		31 December 2024	
	Gross	Net	Gross	Net
Less Than 1 Year	5,798	5,465	20,820	12,462
Between 1-4 Years	143,008	98,718	84,450	61,460
More Than 4 Years	112,988	73,759	96,620	63,873
Total	261,794	177,942	201,890	137,795

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EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**II. EXPLANATIONS AND NOTES RELATED TO LIABILITIES (continued):****g. Information on derivative financial liabilities:**

1. Information on derivative financial liabilities at fair value through profit or loss:

Trading Derivative Financial Liabilities	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Forward Transactions	894,921	28,163	588,781	14,809
Swap Transactions	234,644	422,909	471,247	54,441
Futures Transactions	46,263	-	1,555	-
Options	73	63,756	-	44,805
Other	-	-	-	-
Total	1,175,901	514,828	1,061,583	114,055

2. Information on derivative financial liabilities at fair value through other comprehensive income:

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Fair Value Hedge	-	-	-	-
Cash Flow Hedge	896,655	64,390	944,230	57,351
Foreign Net Investment Hedge	-	-	-	-
Total	896,655	64,390	944,230	57,351

h. Information on provisions:

1. Information on reserve for employment termination benefits:

Under the Turkish Labor Law, the Bank is required to pay severance to employees who have been working more than one year and their employment is terminated due to obligatory reasons or retired, when they have fulfilled 25 working years (for women 20 years) and are eligible for retirement (for women 58 years, for men 60 years), when they have been called up for military service or when they die. After the change in amendment of legislation on 23 May 2002, some of the transition process articles related to the working period before retirement were enacted.

The compensation to be paid is equal to one month salary for each year of service, and this amount is limited by the severance pay ceiling. Employment termination benefits are not funded, as there is no funding requirement.

In accordance with Turkish Labor Law, the reserve has been calculated by estimating the present value of the future probable obligation of the Bank arising from the retirement of its employees, TAS 19 necessitates the actuarial valuation methods to calculate liabilities of enterprises. Independent actuaries are used in determining the liability of the Bank. There are assumptions in the calculation as discount rate, employee turnover and expected salary increases. In this context, the following actuarial assumptions are used in the calculation of total liabilities.

	30 June 2025	31 December 2024
Discount rate (%)	2.75	2.75
Salary increase rate (%)	25.28	25.28
Average remaining work period (Year)	16.61	16.61

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EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**II. EXPLANATIONS AND NOTES RELATED TO LIABILITIES (continued):****h. Information on provisions (continued):**

Movement of reserve for employment termination benefits during the period:

	30 June 2025	31 December 2024
Prior period balance	91,681	76,310
Service cost	9,558	15,804
Interest cost	12,282	15,699
Reductions and payments	-	-
Actuarial loss/gain	-	627
Benefits paid (-)	4,154	16,759
Balance at the end of the period	109,367	91,681

In addition, as of 30 June 2025, the Bank has accounted for vacation rights provision and personnel bonus provision amounting to TL 293,780 (31 December 2024: TL 382,222).

2. Other Provisions:**i. Information on provisions related with foreign currency difference of foreign indexed loans:**

The provisions related to foreign currency differences of foreign indexed loans calculated as of the balance sheet date have been netted-off from the loan amount in the financial statements, and there is no the provision related to foreign currency differences of foreign indexed loans (31 December 2024: None).

ii. Information on other provisions:

The Bank set aside reserves under other provisions amounting to TL 315,889 (31 December 2024: TL 701,889) for free provision, TL 38,233 (31 December 2024: TL 40,117) for provisions for non-cash loans and commitments that are not converted to cash and not indemnified, TL 12,792 (31 December 2024: TL 8,612) for lawsuits and other provisions amounting to TL 8,028 (31 December 2024: TL 7,127).

i. Information on taxes payable:**1. Information on tax provision:**

As of 30 June 2025, there is no provision for corporate tax payable (31 December 2024: TL 256,616).

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**II. EXPLANATIONS AND NOTES RELATED TO LIABILITIES (continued):****i. Information on taxes payable (continued):****2. Information on taxes payable:**

	30 June 2025	31 December 2024
Corporate Tax Payable	-	256,616
Taxation on Securities Income	238,695	135,124
Taxation on Real Estates Income	27,648	998
Banking Insurance Transaction Tax	105,962	82,234
Foreign Exchange Transaction Tax	1,438	958
Value Added Tax Payable	4,400	9,941
Other	66,090	58,973
Total	444,233	544,844

3. Information on premium payables:

	30 June 2025	31 December 2024
Social Security Premiums-Employee	22,351	17,577
Social Security Premiums-Employer	32,436	24,509
Bank Social Aid Pension Fund Premiums-Employee	-	-
Bank Social Aid Pension Fund Premiums-Employer	-	-
Pension Fund Membership Fee and Provisions-Employee	-	-
Pension Fund Membership Fee and Provisions-Employer	-	-
Unemployment Insurance-Employee	1,403	1,100
Unemployment Insurance-Employer	2,806	2,200
Other	1,000	847
Total	59,996	46,233

4. Explanations on deferred tax asset/liability:

As of 30 June 2025, the Bank has netted-off the calculated deferred tax asset of TL 996,352 (31 December 2024: TL 616,011) and deferred tax liability of TL 570,832 (31 December 2024: TL 309,777) in accordance with TAS 12 and has recorded a net deferred tax asset of TL 425,520 (31 December 2024: TL 306,234 net deferred tax asset) in the financial statements.

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**II. EXPLANATIONS AND NOTES RELATED TO LIABILITIES (continued):****j. Information on payables for assets held for sale and discontinued operations:**

None (31 December 2024: None).

k. Information on subordinated debt instruments:

Detailed explanation on subordinated loans including quantity, maturity, interest rate, issuing institution, if available, option to be converted into stock certificate:

Issuing Institution	Amount	Opening Date	Maturity Date	Interest Rate (%)
Burgan Bank K.P.S.C. (Main Shareholder)	USD 150,000,000	12 May 2022	12 May 2032	SOFR+4.25
Burgan Bank K.P.S.C. (Main Shareholder)	USD 50,000,000	22 February 2021	Indefinite	-

The subordinated loan does not have the option to be converted into stock certificate.

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Domestic Banks	-	-	-	-
Other Domestic Institutions	-	-	-	-
Foreign Banks	-	8,020,066	-	7,118,127
Other Foreign Institutions	-	-	-	-
Total	-	8,020,066	-	7,118,127

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Debt Instruments Subject to Common Equity	-	1,987,040	-	1,764,015
Subordinated Loans	-	1,987,040	-	1,764,015
Subordinated Debt Instruments	-	-	-	-
Debt Instruments Subject to Tier 2 Equity	-	6,033,026	-	5,354,112
Subordinated Loans	-	6,033,026	-	5,354,112
Subordinated Debt Instruments	-	-	-	-
Total	-	8,020,066	-	7,118,127

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**II. EXPLANATIONS AND NOTES RELATED TO LIABILITIES (continued):****1. Information on shareholders' equity:****1. Presentation of paid-in capital:**

	30 June 2025	31 December 2024
Provision for Common Stock	3,050,000	3,050,000
Provision for Preferred Stock	-	-

2. Paid-in capital amount, explanation as to whether the registered share capital system is applied and if so, amount of registered share capital ceiling:

Capital System	Paid-in Capital	Ceiling
Registered Capital	3,050,000	6,000,000

3. Information on the share capital increases during the period and their sources:

None.

4. Information on capital increases from capital reserves during the current period:

None.

5. Information on capital commitments, up until the end of the fiscal year and the subsequent period:

None.

6. Information on equity by considering the prior period indicators of income, profitability and liquidity of the Parent Bank and the uncertainties on these indicators:

The interest, liquidity and foreign exchange risk on on-balance sheet and off-balance sheet assets and liabilities are managed by the Bank within several risk limits and legal limits.

7. Information on privileges given to shares representing the capital:

Based on the Principal Agreement, the Bank has 1,000,000 founder's shares. According to the Principal Agreement, after allocating 5% to legal reserves and distributing 5% of the paid in capital, 10% of distributable amount is distributed to the owners of the founder's shares.

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**II. EXPLANATIONS AND NOTES RELATED TO LIABILITIES (continued):****I. Information on shareholders' equity (continued):****8. Information on marketable securities valuation reserve:**

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
From Investments in Associates, Subsidiaries, and Joint Ventures	-	-	-	-
Valuation Difference	(284,502)	36,617	(218,036)	32,463
Foreign Currency Translation Difference	-	-	-	-
Total	(284,502)	36,617	(218,036)	32,463

9. Information on tangible assets revaluation reserve:

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Movables	-	-	-	-
Immovables	111,538	-	111,538	-
Common Stocks of Investments in Associates, Subsidiaries that will be added to the Capital and Sales Income from Immovables (*)	1,413	-	1,413	-

(*) Classified under other capital reserves.

10. Information on distribution of prior year's profit:

In accordance with the decision taken at the Bank's Ordinary General Assembly Meeting held on 25 March 2025; the profit of 2024, including the effects of TAS 27 Standard, amounting to TL 3,649,185 was transferred to the legal reserves and extraordinary reserves accounts.

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EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**III. EXPLANATIONS AND NOTES RELATED TO OFF-BALANCE SHEET ACCOUNTS:****a. Information on off balance sheet commitments:**

1. The amount and type of irrevocable commitments:

	30 June 2025	31 December 2024
Currency forward buy/sell commitments	18,141,295	2,496,521
Securities buy/sell commitments	204,902	-
Loan allocation commitment with guaranteed usage	1,947,943	1,511,654
Commitments for cheques	267,076	173,763
Time deposits buy/sell commitments	-	-
Cheques blocked issued to customers	107,803	43,721
Commitments for credit card limits	207,376	2,601
Total	20,876,395	4,228,260

2. Type and amount of probable losses and obligations arising from off-balance sheet items:

There are no possible losses and obligations arising from off-balance sheet items. Obligations arising from off-balance sheet are disclosed in "Off-balance sheet commitments".

i. Non-cash loans including guarantees, bank avalized and acceptance loans, collaterals that are accepted as financial commitments and other letters of credit:

	30 June 2025	31 December 2024
Letters of guarantee	11,381,052	10,552,898
Letters of credit	11,085,065	7,274,180
Bank acceptance loans	189,841	134,400
Other guarantees	2,411,585	3,176,649
Total	25,067,543	21,138,127

ii. Irrevocable commitments, revocable guarantees, contingencies and other similar guarantees:

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Irrevocable letters of guarantee	3,991,989	1,910,810	3,276,997	1,074,251
Revocable letters of guarantee	73,279	33,977	40,720	23,132
Letters of guarantee given in advance	25,649	456,270	39,128	782,076
Guarantees given to customs	11,113	110,227	11,124	86,881
Other letters of guarantee	4,287,922	479,816	4,870,711	347,878
Total	8,389,952	2,991,100	8,238,680	2,314,218

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EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**III. EXPLANATIONS AND NOTES RELATED TO OFF-BALANCE SHEET ACCOUNTS (continued):****a. Information on off balance sheet commitments (continued):****3. i. Total amount of non-cash loans:**

	30 June 2025	31 December 2024
Non-cash loans given against cash loans	4,715,044	5,190,267
With original maturity of 1 year or less than 1 year	-	-
With original maturity of more than 1 year	4,715,044	5,190,267
Other non-cash loans	20,352,499	15,947,860
Total	25,067,543	21,138,127

ii. Information on non-cash loans classified in groups I and II:

Current Period (*)	Group I		Group II	
	TL	FC	TL	FC
Letters of Guarantee	8,335,516	2,944,387	36,069	39,741
Aval and Acceptance Credit	650	189,191	-	-
Letters of Credit	-	10,596,837	-	488,228
Endorsements	-	-	-	-
Purchase Guarantees for Securities Issued	-	-	-	-
Factoring Related Guarantees	-	-	-	-
Other Guarantees	2,348,000	63,585	-	-
Total	10,684,166	13,794,000	36,069	527,969

(*) In addition to the non-cash loans stated in the table above, the Bank has non-cash loans amounting to TL 25,339 which is classified as total non-performing loans. As of 30 June 2025, the Bank has allocated provision amounting to TL 13,227 for these loans.

Prior Period (*)	Group I		Group II	
	TL	FC	TL	FC
Letters of Guarantee	8,185,650	2,255,531	47,301	52,920
Bill of Exchange and Acceptances	650	133,750	-	-
Letters of Credit	-	6,873,239	-	400,941
Endorsements	-	-	-	-
Purchase Guarantees for Securities Issued	-	-	-	-
Factoring Related Guarantees	-	-	-	-
Other Collaterals and Securities	3,093,500	83,149	-	-
Total	11,279,800	9,345,669	47,301	453,861

(*) In addition to the non-cash loans stated in the table above, the Bank has non-cash loans amounting to TL 11,496, which is classified as total non-performing loans. As of 31 December 2024, the Bank has allocated provision amounting to TL 8,733 for these loans..

b. Information on contingent assets and contingent liabilities:

As of 30 June 2025, the total amount of the lawsuits brought against the Bank is TL 15,830 (31 December 2024: TL 14,452), and a provision of TL 12,792 (31 December 2024: TL 8,612) has been allocated in the financial statements of 30 June 2025 regarding the contingent matters.

c. Brief information on the Bank's rating given by International Rating Institutions:**FITCH (10 July 2025)**

Outlook	Fixed
Long Term FC	BB-
Short Term FC	B
Long Term TL	BB-
Short Term TL	B
Support Rating	bb-
National Rating	AA(tur)
Viability Note	b

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**IV. EXPLANATIONS AND NOTES RELATED TO INCOME STATEMENT:****a. Information on interest income:**

1. Information on interest income on loans:

Interest Income on Loans ^(*)	30 June 2025		30 June 2024	
	TL	FC	TL	FC
Short-term Loans	3,198,134	385,302	2,941,620	182,242
Medium/Long-term Loans	3,882,032	794,149	2,574,792	677,416
Interest on Non-Performing Loans	440,753	-	44,036	-
Premiums Received from Resource Utilisation Support Fund	-	-	-	-
Total	7,520,919	1,179,451	5,560,448	859,658

(*) Includes fee and commission income related with cash loans.

2. Information on interest income on banks:

	30 June 2025		30 June 2024	
	TL	FC	TL	FC
From the CBRT	18,581	1,505	2,500	-
From Domestic Banks	263,835	3,168	137,552	3,147
From Foreign Banks	-	13,099	-	9,823
Headquarters and Branches Abroad	-	-	-	-
Total	282,416	17,772	140,052	12,970

3. Information on interest income on marketable securities:

	30 June 2025		30 June 2024	
	TL	FC	TL	FC
Financial Assets Measured at Fair Value through Profit/Loss	264,806	54,997	16,901	29,254
Financial Assets Measured at Fair Value through Other Comprehensive Income	926,055	157,511	574,492	56,307
Financial Assets Measured at Amortized Cost	1,328,373	205,591	1,260,121	133,232
Total	2,519,234	418,099	1,851,514	218,793

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**IV. EXPLANATIONS AND NOTES RELATED TO INCOME STATEMENT (continued):****a. Information on interest income (continued):**

4. Information on interest income received from investments in associates and subsidiaries:

	30 June 2025	30 June 2024
Interest Received From Investments in Associates and Subsidiaries	69	10

b. Information on interest expense:

1. Information on interest expense on borrowings:

	30 June 2025		30 June 2024	
	TL	FC	TL	FC
Banks	9,943	1,146,121	1,315	788,082
The CBRT	-	-	-	-
Domestic Banks	-	83	1,315	-
Foreign Banks	9,943	1,146,038	-	788,082
Headquarters and Branches Abroad	-	-	-	-
Other Institutions	-	-	-	-
Total (*)	9,943	1,146,121	1,315	788,082

(*) Includes fee and commission expense related with cash loans.

2. Information on interest expense given to investments in associates and subsidiaries:

	30 June 2025	30 June 2024
Interest Paid to Investment in Associates and Subsidiaries	18,686	27,100

3. Interest expense on issued marketable securities:

None (30 June 2024: None).

4. Information on interest expense on deposits according to maturity structure:

Current Period	Demand Deposit	Time Deposit						Total	Prior Period Total
		Up to 1 Month	Up to 3 Months	Up to 6 Months	Up to 1 Year	Over 1 Year	Accum. Deposit		
Domestic Currency									
Bank Deposits	-	39,217	-	-	-	-	-	39,217	45,131
Savings Deposits	-	1,427,434	3,733,205	830,679	70,146	114,692	-	6,176,156	3,859,072
Public Deposits	-	635	38,904	-	-	-	-	39,539	-
Commercial Deposits	-	135,532	230,560	90,733	24,695	6,465	-	487,985	450,710
Other Deposits	-	760	964,592	9,863	-	-	-	975,215	1,069,952
7 Day Notice Deposits	-	-	-	-	-	-	-	-	-
Total	-	1,603,578	4,967,261	931,275	94,841	121,157	-	7,718,112	5,424,865
Foreign Currency									
Foreign Currency Account	-	36,691	89,225	3,980	783	424	-	131,103	105,281
Bank Deposits	-	36,934	-	-	-	-	-	36,934	6,772
7 Day Notice Deposits	-	-	-	-	-	-	-	-	-
Precious Metal Deposits	-	-	-	-	-	-	-	-	-
Total	-	73,625	89,225	3,980	783	424	-	168,037	112,053
Grand Total	-	1,677,203	5,056,486	935,255	95,624	121,581	-	7,886,149	5,536,918

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**IV. EXPLANATIONS AND NOTES RELATED TO INCOME STATEMENT (continued):****c. Information on trading loss/income (Net):**

	30 June 2025	30 June 2024
Income	76,812,168	62,063,669
Capital Market Transactions	318,648	262,515
Derivative Financial Transactions	1,095,305	1,591,024
Foreign Exchange Gains	75,398,215	60,210,130
Loss (-)	77,201,071	61,126,432
Capital Market Transactions	57,015	61,206
Derivative Financial Transactions	967,289	973,669
Foreign Exchange Losses	76,176,767	60,091,557
Net Income/Loss	(388,903)	937,237

d. Information on other operating income:

For the period ended 30 June 2025 and 30 June 2024, other operating income includes adjustments to previous years' expenses and other operating income.

e. Expected loss provisions and other provision expenses:

	30 June 2025	30 June 2024
Expected Credit Loss	179,822	(292,270)
12 Months Expected Credit Loss (Stage 1)	55,096	(9,354)
Significant Increase in Credit Risk (Stage 2)	13,508	24,849
Non-performing Loans (Stage 3)	111,218	(307,765)
Marketable Securities Impairment Expense	-	-
Financial Assets at Fair Value through Profit or Loss	-	-
Financial Assets at Fair Value through Other Comprehensive Income	-	-
Investments in Associates, Subsidiaries and Joint Ventures Value Decrease	-	-
Investments in Associates	-	-
Subsidiaries	-	-
Joint Ventures	-	-
Other (*)	5,877	27,594
Total	185,699	(264,676)

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**IV. EXPLANATIONS AND NOTES RELATED TO INCOME STATEMENT (continued):****f. Information related to other operating expenses:**

	30 June 2025	30 June 2024
Provision For Employment Termination Benefits (*)	59,702	42,116
Bank Social Aid Pension Fund Deficit Provision	-	-
Impairment Expenses of Tangible Assets	-	-
Amortization Expenses of Tangible Assets	117,563	74,378
Impairment Expenses of Intangible Assets	-	-
Amortization Expenses of Intangible Assets	47,517	19,439
Impairment Expenses of Equity Participations for which Equity Method is Applied	-	-
Impairment Expenses of Assets Held For Sale	3,653	-
Amortization Expenses of Assets Held for Sale	-	-
Impairment Expenses of Fixed Assets Held for Sale	-	-
Other Operating Expenses	1,060,065	735,011
Leasing expenses related to TFRS 16 exceptions	14,180	9,058
Maintenance Expenses	7,143	3,484
Advertising Expenses	157,655	83,620
Other Expense (**)	881,087	638,849
Loss on Sales of Assets	71	355
Other	-	-
Total	1,288,571	871,299

(*) As of 30 June 2025, there is "Employee Leave Provision Expense" amounting to TL 37,862 (30 June 2024: TL 26,364).

(**) As of 30 June 2025, the "Other Expenses" item consists of TL 177,567 Information Technology Software and Hardware Maintenance Support, TL 151,465 Banking Services Expenses, TL 68,190 Savings Deposit Insurance Fund, TL 94,480 Banking and Insurance Transactions Tax, TL 49,864 Call Center Service Expense, TL 33,593 Review, Research, Translation and Consulting Expense, TL 28,014 Security Service Expenses, TL 26,886 Financial Activity Fees, TL 23,447 Online Information Expense, TL 19,502 Cleaning Expenses, TL 8,123 Other Communication Expenses and TL 199,956 Other Expenses.

g. Information on net income/loss before tax from discontinued and continuing operations:

The Bank has no discontinued operations. The Bank's net income before tax from continuing operations is TL 1,184,472 (30 June 2024: TL 2,143,420).

h. Information on provision for taxes from discontinued or continuing operations:

The Bank has no discontinued operations and the explanations of provision for taxes before continuing operations are represented below:

1. Explanations regarding income or expense from current tax and deferred tax income or expense:

As of 30 June 2025, the Bank has no current tax expense and net deferred tax income of TL 96,736. As of 30 June 2024, the Bank has TL 341,398 current tax expense and net deferred tax income of TL 561,229.

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(continued):**

IV. EXPLANATIONS AND NOTES RELATED TO INCOME STATEMENT (continued):

h. Information on provision for taxes from discontinued or continuing operations (continued):

2. Explanations regarding deferred tax income or expense arising from the occurrence or closure of temporary differences:

The Bank has TL 153,377 of deferred tax income arising from the occurrence of temporary differences. There is TL 242,836 deferred tax income arising from financial losses carried forward from previous periods. There is a net deferred tax income of TL 96,736, including TL 299,477 of deferred tax expense arising from the closure of temporary differences.

As of 30 June 2024, the Bank has TL 841,547 deferred tax income arising from the occurrence of temporary differences. There is no deferred tax income arising from financial losses carried forward from previous periods. There is a net deferred tax expense of TL 561,229, including TL 280,318 deferred tax expense arising from the closure of temporary differences.

3. Explanations regarding deferred tax income or expense reflected in the income statement in terms of temporary difference, financial loss and tax deduction and exceptions:

As of 30 June 2025, the Bank has TL 146,100 of net deferred tax expense (30 June 2024: TL 561,229 net deferred tax expense), TL 242,836 of deferred tax income arising from financial loss carried forward from previous periods) arising from temporary differences.

i. Information on continuing and discontinued operations' current period net profit/loss:

It is not prepared in accordance with Article 25 of the Communiqué on Financial Statements and Related Explanations and Notes to be announced to the public by Banks.

j. Information on net income/loss for the period:

1. If the disclosure of usual banking transactions, income and expenditure items' composition is necessary to understand the annual performance of the Bank, the composition and amount of these items:

None.

2. If an estimation change related to financial statement items significantly affects profit/loss or has the probability of affecting the profit/loss of the following periods, the effect including these periods:

None.

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):

IV. EXPLANATIONS AND NOTES RELATED TO INCOME STATEMENT (continued):

k. Information on other income and expenses:

1. In the current period, the Bank's interest income amounts to TL 19,092,001 (30 June 2024: TL 13,623,476) and TL 6,067,167 (30 June 2024: TL 4,803,401) of this amount is classified as "Other Interest Income" in the income statement.

	30 June 2025	30 June 2024
Other Interest Income		
Interest Income Related to Derivative Transactions	6,050,206	4,782,114
Other	16,961	21,287
Total	6,067,167	4,803,401

2. In the current period, the Bank's interest expense amounts to TL 16,091,670 (30 June 2024: TL 12,387,686) and TL 5,656,132 (30 June 2024: TL 5,237,217) of this amount is classified as "Other Interest Expense" in the income statement.

	30 June 2025	30 June 2024
Other Interest Expenses		
Interest Expense Related to Derivative Transactions	5,636,135	5,073,691
Other	19,997	163,526
Other Interest Expenses	5,656,132	5,237,217

3. In the current period, the Bank's fee and commission income amounts to TL 537,863 (30 June 2024: TL 253,117) and TL 454,305 (30 June 2024: TL 178,129) of this amount is classified under "Other" account in the income statement.

	30 June 2025	30 June 2024
Other Fee and Commissions Received		
Commissions on Investment Fund Services	9,669	40,506
Insurance Commissions	25,486	14,076
Early Closing Commissions	139,969	31,277
Credit Card and POS Transaction Commission	779	4,408
Commissions from Correspondent Banks	61,349	3,674
Transfer Commissions	5,958	668
Common Point Commissions	579	406
Other	210,516	83,114
Total	454,305	178,129

4. In the current period, Bank's fee and commission expense amounts to TL 141,359 (30 June 2024: TL 63,705) and TL 141,226 (30 June 2024: TL 63,684) of the related amount is classified under "Other" account.

	30 June 2025	30 June 2024
Other Fee and Commissions Given		
Card Transaction Commission	30,798	18,065
Commissions Granted to Correspondent Banks	6,088	4,976
Common Point Commissions	2,863	3,821
EFT Commissions	9,344	2,461
Transfer Commissions	154	246
Other	91,979	34,115
Total	141,226	63,684

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**V. EXPLANATIONS AND NOTES RELATED TO BANK'S RISK GROUP:****a. The volume of transactions relating to the Bank's risk group, outstanding loan and deposit transactions and profit and loss of the period:**

- Prior period financial information is presented as at 31 December 2024 for balance sheet and 30 June 2024 income statement items.

30 June 2025	Investments in Associates, Subsidiaries and Joint Ventures		Direct and Indirect Shareholders of the Bank		Other Real and Legal Persons that have been Included in the Risk Group	
Banks' Risk Group	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans and Other Receivables						
Beginning of the Period	-	26,910	-	391	610	87
End of the Period	-	29,827	215,951	53,539	4,209	87
Interest and Commission Income Received	69	32	15,040	2	223	2

31 December 2024	Investments in Associates, Subsidiaries and Joint Ventures		Direct and Indirect Shareholders of the Bank		Other Real and Legal Persons that have been Included in the Risk Group	
Banks' Risk Group	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans and Other Receivables						
Beginning of the Period	-	7,169	-	21,373	1,173	87
End of the Period	-	26,910	-	391	610	87
Interest and Commission Income Received	10	39	-	2	204	1

- Information on deposits and repurchase transactions of the Bank's risk group:

Banks' Risk Group	Investments in Associates, Subsidiaries and Joint Ventures		Direct and Indirect Shareholders of the Bank		Other Real and Legal Persons that have been Included in the Risk Group	
Deposit	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Beginning of the Period	424,019	130,679	374,545	314,501	220,977	86,820
End of the Period	191,572	424,019	2,044,058	374,545	288,574	220,977
Interest Expense on Deposits	18,686	27,100	60,248	22,073	50,843	14,801

Banks' Risk Group	Investments in Associates, Subsidiaries and Joint Ventures		Direct and Indirect Shareholders of the Bank		Other Real and Legal Persons that have been Included in the Risk Group	
Repo Transactions	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Beginning of the Period	-	-	-	-	-	-
End of the Period	-	-	-	-	-	-
Interest Expense on Repo Transactions	-	-	-	-	4	30

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS (continued):**V. EXPLANATIONS AND NOTES RELATED TO BANK'S RISK GROUP (continued):****a. The volume of transactions relating to the Bank's risk group, outstanding loan and deposit transactions and profit and loss of the period (continued):**

3. Information on forward and option agreements and other similar agreement with the Bank's risk group:

Banks' Risk Group	Investments in Associates, Subsidiaries and Joint Ventures		Direct and Indirect Shareholders of the Bank		Other Real and Legal Persons that have been Included in the Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Transactions at Fair Value through Profit or Loss						
Beginning of the Period (*)	698,249	387,569	-	3,303,501	-	-
End of the Period (*)	102,187	698,249	-	-	-	-
Total Profit/Loss	512,798	533,170	-	2,602	-	-
Transactions for Hedging Purposes						
Beginning of the Period	2,222,096	5,227,289	-	-	-	-
End of the Period	4,594,035	2,222,096	-	-	-	-
Total Profit/Loss	(339,820)	(519,811)	-	-	-	-

(*) The figures in the table above ,show the sum of the "purchase" amounts of transactions.

b. With respect to the Bank's risk group:

1. The relations with entities that are included in the Bank's risk group and controlled by the Bank regardless of the presence of a transaction between parties:

The Bank performs various transactions with related parties during its banking activities, These are commercial transactions realised with market prices.

2. Along with the type of relationship, the type of transaction, the amount and its ratio to total transaction volume, the amount of significant items and their ratios to total items, pricing policy and other issues:

	Total Risk Group	Share in Financial Statements (%)
Borrowings and Subordinated Debt Instruments	13,875,974	25.17
Deposit	2,524,204	3.59
Banks and Other Institutions	83,453	0.33
Non-cash loans	34,701	0.68
Loans	220,160	0.27

As of 30 June 2025, the Bank has no realized interest income from deposits given to banks included in the risk group (30 June 2024: None). The Bank has realized interest expense amounting to TL 401,964 (30 June 2024: TL 516,887) on loans borrowed from the banks in the Bank's risk group.

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(continued):**

V. EXPLANATIONS AND NOTES RELATED TO BANK'S RISK GROUP (continued):

b. With respect to the Bank's risk group (continued):

3. Information on transactions such as purchase-sale of immovable and other assets, purchase-sale of service, agent agreements, financial lease agreements, transfer of the information gained as a result of research and development, license agreements, financing (including loans and cash or in kind capital), guarantees, collaterals and management contracts:

According to the Joint Expense Sharing Agreement with the Bank and its subsidiaries; the Bank has received TL 1,851 (30 June 2024: TL 1,291) from Burgan Finansal Kiralama A.Ş. TL 5,972 (30 June 2024: TL 1,659) other operation income from Burgan Yatırım Menkul Değerler A.Ş.

In accordance with the limits in Banking Law, cash and non-cash loans are allocated to the Bank's risk group and the amount composes 0.28% (31 December 2024: 0.03%) of the Bank's total cash and non-cash loans.

As of 30 June 2025, there are no purchase-sales transactions on any assets including real estate with the risk group consisting the Bank.

As of 30 June 2025, there are no agreements related to transfer and management of the information gathered from the research and development with the risk group that the Bank is included in.

c. Information on benefits provided to top management:

The definition of key management of the Bank includes Members of the Board of Directors, General Manager and Assistant General Managers. The total of benefits provided to senior executives in the current period is TL 208,812 (30 June 2024: TL 141,216) and consists of annual gross wages and other payments and other benefits including road, meal allowances, health and life insurance and car expenses.

VI. EXPLANATIONS AND NOTES RELATED TO SUBSEQUENT EVENTS:

None.

SECTION SIX

EXPLANATIONS ON THE LIMITED REVIEW REPORT

I. EXPLANATIONS ON THE LIMITED REVIEW REPORT

The unconsolidated financial statements as of 30 June 2025 and for the period ended have been reviewed by KPMG Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş. and the auditor’s review report dated 5 August 2025 has been presented prior to the unconsolidated financial statements.

II. EXPLANATIONS AND NOTES PREPARED BY INDEPENDENT AUDITOR

None.

SECTION SEVEN**EXPLANATIONS ON INTERIM ACTIVITY REPORT****I. EVALUATIONS FOR THE OPERATING PERIOD AND EXPECTATIONS FOR THE FUTURE BY THE CHAIRMAN OF THE BOARD OF DIRECTORS AND THE GENERAL MANAGER**

At the beginning of the second quarter, USA tariff policies led to increased uncertainties, causing USD to depreciate against other currencies and boosting demand for safe-haven assets such as gold. However, the subsequent decision by the USA to grant countries a ninety-day period to negotiate reciprocal tariff rates helped ease stress in financial markets. In addition, the fact that the new customs duties did not cause a significant increase in the inflation rate, coupled with the US economy's continued strong performance in production and consumption, contributed to a swift recovery in financial markets. Furthermore, positive news from the German economy indicating a recovery in production strengthened expectations that the adverse effects of USA tariff policies would not be as severe as initially feared.

In domestic markets, the second quarter was marked by rising political uncertainties. The escalation of political tensions at the beginning of the quarter led to an increase in the country's risk premium and interest rates, while causing a decline in financial asset prices and the CBRT reserves. In response to the heightened risks, the CBRT's tightening of financial conditions and effective communication helped restore confidence in TL assets, resulting in a decline in the country's risk premium and a substantial recovery of CBRT reserves to their previous levels by May and June. The continued downward trend in inflation, supported by the stable course of the TL and the tight monetary policy, was also viewed positively by financial markets.

In this environment, guided by our dynamic and agile management approach, we continued to manage our balance sheet effectively and successfully, deliver the highest service standards to meet all our customers' needs, and steadfastly implement our strategic investments in digital banking. As of 30 June 2025, our total assets reached TL 154,174,425. Our total net cash loans increased to TL 80,850,428, while total deposits amounted to TL 70,220,760. For the second quarter of 2025, our Bank recorded a net profit of TL 1,281,208, and our shareholders' equity reached TL 11,603,744. Our capital adequacy ratio stood at 19.17%.

Looking ahead, we will maintain our focus on digitalization, further enhancing our investments, innovative product portfolio, and digital processes to continue providing superior service and uninterrupted support to our customers. In line with the strategic vision of our shareholders and Board of Directors, we are steadily progressing towards our goals. We extend our gratitude to all our customers, employees, and investors for their trust and commitment to the Burgan brand.

Ali Murat DİNÇ
Member of Board of Directors and General Manager

Emin Hakan EMİNSOY
Chairman of Board of Directors

EXPLANATIONS ON INTERIM ACTIVITY REPORT (continued):

II. NAMES AND SURNAMES, DUTY TERMS, FIELDS OF RESPONSIBILITIES, EDUCATIONAL BACKGROUNDS, PROFESSIONAL EXPERIENCES OF MEMBERS AND CHAIRMAN OF BOARD OF DIRECTORS, MEMBERS OF THE AUDIT COMMITTEE, GENERAL MANAGER AND DEPUTY GENERAL MANAGERS AND MANAGERS OF DEPARTMENTS WITHIN THE SCOPE OF INTERNAL SYSTEMS:

<u>Name</u>	<u>Duty</u>	<u>Date of Assignment</u>	<u>Educational Background</u>	<u>Banking and Managership Experience (Year)</u>
<i>Chairman and Members of Board of Directors:</i>				
Emin Hakan Eminsoy	Chairman	07.08.2019	Undergraduate	34
Abdelkarim A, S, Kabariti	Deputy Chairman	04.11.2021	Undergraduate	32
Belkıs Gümüş	Member	09.01.2025	Graduate	33
Khaled F,A,O, Alzouman	Member	13.06.2019	Undergraduate	31
Hasan Kılıç	Member	10.06.2021	Undergraduate	32
Fadhil M, GH, A, Abdullah	Member	03.12.2021	Undergraduate	32
Samer Abbouchi	Member	25.09.2024	Graduate	21
Moustapha Chami	Member	15.06.2022	Graduate	19
Ali Murat Dinç	Member and General Manager	03.02.2014	Graduate	21
<i>General Manager:</i>				
Ali Murat Dinç	Member and General Manager	03.02.2014	Graduate	21
<i>Deputy General Manager:</i>				
Suat Kerem Sözüğüzel	Corporate & Commercial Banking	01.04.2014	Graduate	17
Zeynep Bozkurt	Financial Affairs	15.01.2021	Graduate	13
<i>Vice General Manager:</i>				
Esra Aydın	Operation & Management Services	01.08.2007	Graduate	16
Cihan Vural	Internal Systems	03.11.2008	Undergraduate	13
Rasim Levent Ergin	Empoloyee Experience and Communication	01.11.2012	Graduate	17
Suat Kerem Sözüğüzel	Corporate & Commercial Banking	01.04.2014	Graduate	17
Banu Ertürk	Loan Follow-up and Legal Procedures	01.08.2020	Undergraduate	22
Daço Akkaranfil	Information Technologies	14.09.2020	Graduate	15
Zeynep Bozkurt	Financial Affairs	15.01.2021	Graduate	13
Ayşen Aslı Koçer	Savings Management	01.07.2021	Undergraduate	24
Yener Yazlalı	Loans	02.08.2021	Graduate	18
Halil Özcan	Digital Banking	21.02.2022	Undergraduate	14
Tuba Onay Ergelen	Risk Management	01.03.2022	Undergraduate	23
Erdal Arda Türer	Treasury, Capital Markets and Financial Institutions	01.03.2022	Graduate	25

Assignments:

There are no assignments in the first six months.

Resignations:

There are no resignations in the first six months.

There is no share of the above individuals in the Bank.

EXPLANATIONS ON INTERIM ACTIVITY REPORT (continued):

III. INFORMATION ON ACTIVITIES OF COMMITTEES ESTABLISHED LINKED TO BOARD OF DIRECTORS OR IN ORDER TO ASSIST BOARD OF DIRECTORS IN THE FRAMEWORK OF RISK MANAGEMENT SYSTEMS IN ACCORDANCE WITH THE REGULATION ON CREDIT COMMITTEE AND INTERNAL SYSTEMS OF THE BANK AND NAMES, SURNAMES AND FUNDAMENTAL DUTIES OF CHAIRMAN AND MEMBERS ASSIGNED IN AFOREMENTIONED COMMITTEES:

Emin Hakan Eminsoy is the Chairman, Fadhil M, GH, A, Abdullah, Samer Abbouchi and Ali Murat Dinç are members of the Board of Directors Credit Committee, and Khaled F, A, O, Alzouman and Abdelkarim A, S, Kabariti are alternate members.

Hasan Kılıç has been elected as the Chairman of the Audit Committee while Khaled F, A, O, Alzouman and Samer Abbouchi have been elected as members of the Audit Committee.

Moustapha Chami has been elected as the Chairman of the Risk Committee while Hasan Kılıç and Belkıs Gümüş have been elected as members of the Risk Committee.

Emin Hakan Eminsoy has been elected as the Chairman of the Corporate Executive Committee while Belkıs Gümüş and Ali Murat Dinç have been elected as members of the Corporate Executive Committee.

Abdelkarim A, S, Kabariti has been elected as the Chairman of the Appointment and Pricing Committee while Khaled F,A,O Alzouman and Moustapha Chami have been elected as members of the Appointment and Pricing Committee.

IV. EVALUATIONS OF THE AUDIT COMMITTEE REGARDING INTERNAL CONTROL, INTERNAL AUDIT AND OPERATION OF RISK MANAGEMENT SYSTEMS AND INFORMATION ON THEIR ACTIVITIES WITHIN THE ACCOUNTING PERIOD:

The principal duty of Burgan Bank A.Ş. Audit Committee is to provide assistance to the Board of Directors of the Bank in order to fulfil its supervision responsibility related to the Bank and its consolidated affiliates through examining financial information which shall be presented to shareholders, ensuring the effectiveness, adequateness and efficiency of internal systems established by the management and Board of Directors and monitoring audit process. There is no change in the period related to activities of the Audit Committee.

V. SIGNIFICANT EVENTS AND TRANSACTIONS WITHIN THE PERIOD:

There is no significant change related to information except the explanations including numeric disclosures in financial statements included in the annual activity report prepared in accordance with the Regulation on Procedures and Principals related to Preparation and Publication of Activity Report.

BURGAN BANK A.Ş.**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS ON INTERIM ACTIVITY REPORT (continued):**VI. SUMMARY FINANCIAL INFORMATION RELATED TO ACTIVITY RESULTS OF ACCOUNTING PERIOD:**

	30.06.2025	31.12.2024	Change (%)
Total Assets	154,174,425	113,471,789	35.87
Loans (Net)	80,850,428	61,005,012	32.53
Securities (Net)	29,533,833	26,952,112	9.58
Deposits	70,220,760	52,742,133	33.14
Debts Having Loan Characteristics	63,993,085	42,440,839	50.78
Shareholder's Equity	11,603,744	10,393,969	11.64
Guarantee and Warranties	25,067,543	21,138,127	18.59
Capital Adequacy Ratio	19.17%	23.81%	

	(01/01/2025 - 30/06/2025)	(01/01/2024 - 30/06/2024)	(01/04/2025 - 30/06/2025)	(01/04/2024 - 30/06/2024)
Current Period Net Profit/(Loss)	1,281,208	2,363,251	728,334	1,541,933

VII. DISCLOSURE RELATED TO PERSONNEL AND BRANCH NUMBER, SERVICE TYPE OF THE BANK AND ACTIVITY SUBJECTS AND EVALUATION OF THE POSITION OF THE BANK IN THE SECTOR BASED UPON AFOREMENTIONED ITEMS:

The Bank provides high value added banking services and products in corporate, commercial, individual, financial leasing with private banking and via factoring and associates and investment banking areas with a total of 28 branches, including 8 retail, 1 corporate and 19 mixed banking branches, internet banking applications, call center and 1,364 employees.

Indicators related to shares of the Bank in the sector with respect to base quantities are as follows.

Million TL	Burgan Bank	Sector (*)	Share of our Bank (%)
Cash Loans	76,481	19,555,463	0.39
Customer Deposits	66,827	22,914,438	0.29
Branch Number	28	10,730	0.26
Personnel Number	1,364	209,745	0.65

(*) The source is BRSA data dated 30 June 2025, and rediscount and accrual amounts are not included in the balance sheet items.