

BURGAN BANK A.Ş.

**PUBLICLY ANNOUNCED CONSOLIDATED 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 Independent Auditor’s Review Report

Originally Prepared and Issued in Turkish to English

Independent Auditor’s Report on Review of Consolidated Interim Financial Information

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

Introduction

We have reviewed the accompanying consolidated balance sheet of Burgan Bank A.Ş. (“the Bank”) and its consolidated financial subsidiaries (together referred to as “the Group”) as at 30 June 2025 and the consolidated statement of profit or loss, consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in shareholders’ equity, consolidated statement of cash flows for the six month period then ended and notes, comprising a summary of significant accounting policies and other explanatory information. The Group Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated 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 consolidated 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 consolidated interim financial information as at 30 June 2025 includes a free provision of TL 828,733 thousands, of which TL 485,292 thousands had been cancelled in current period and TL 1,314,025 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 consolidated interim financial information does not present fairly, in all material respects, the consolidated financial position of Burgan Bank A.Ş. as at 30 June 2025, and its consolidated financial performance and its consolidated 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 consolidated interim financial information is not consistent, in all material respects, with the reviewed consolidated 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 CONSOLIDATED 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 consolidated 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 GROUP**
- **Section Two** **CONSOLIDATED FINANCIAL STATEMENTS OF THE GROUP**
- **Section Three** **EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD
INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT**
- **Section Four** **OF THE GROUP
EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL**
- **Section Five** **STATEMENTS**
- **Section Six** **EXPLANATIONS ON THE LIMITED REVIEW REPORT**
- **Section Seven** **EXPLANATIONS ON INTERIM ACTIVITY REPORT**

Investments in associates, subsidiaries and joint ventures whose financial statements have been consolidated in this reporting package are as follows:

Subsidiaries	Associates	Joint Ventures
1. Burgan Finansal Kiralama A.Ş.	-	-
2. Burgan Yatırım Menkul Değerler A.Ş.	-	-

The accompanying consolidated 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 Chief Executive
Officer, Vice General
Manager of Financial
Affairs

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 Abbouchi
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 GROUP

I. PARENT 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 and "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 (Luxemburg) S.A. and 29.26% of the shares belonging to Tekfen Holding A.Ş. are bought by Burgan Bank K.P.S.C. in 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. ("the Bank") 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 THE CONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025

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

GENERAL INFORMATION ABOUT THE GROUP (continued):

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

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

The Bank's capital amount 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 (Middle East and North Africa) region, 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 THE CONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

GENERAL INFORMATION ABOUT THE GROUP (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 PARENT 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 Sözügüzel	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 Sözügüzel	Corporate & Commercial Banking	Graduate
	Banu Ertürk	Loans Monitoring 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 THE CONSOLIDATED FINANCIAL STATEMENTS AS OF 30 JUNE 2025**

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

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

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 PARENT BANK'S SERVICE TYPE AND FIELD OF OPERATIONS:

As of 30 June 2025, the Parent 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 Group has 1,547 (31 December 2024: 1,510) employees.

VI. INFORMATION ON APPLICATION DIFFERENCES BETWEEN CONSOLIDATION PRACTICES AS PER THE REGULATION ON PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS OF BANKS AND AS PER THE TURKISH ACCOUNTING STANDARDS, AND ENTITIES SUBJECT TO FULL OR PROPORTIONAL CONSOLIDATION OR DEDUCTED FROM EQUITY OR NOT SUBJECT TO ANY OF THESE THREE METHODS:

None.

VII. 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

CONSOLIDATED FINANCIAL STATEMENTS OF THE GROUP

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

BURGAN BANK A.Ş
CONSOLIDATED BALANCE SHEETS (STATEMENTS 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)		20,211,103	25,209,252	45,420,355	14,741,143	13,757,005	28,498,148
1.1 Cash and Cash Equivalents		10,053,260	18,808,885	28,862,145	6,219,878	7,452,066	13,671,944
1.1.1 Cash and Balances with 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	346,648	5,163,468	5,510,116	165,896	2,191,677	2,357,573
1.1.3 Money Market Placements		2,308,349	-	2,308,349	422,968	-	422,968
1.1.4 Expected Credit Losses (-)		142	-	142	136	-	136
1.2 Financial Assets at Fair Value through Profit or Loss	I-b	3,283,457	1,465,546	4,749,003	714,745	1,282,998	1,997,743
1.2.1 Public Debt Securities		2,812,766	441,474	3,254,240	340,857	563,449	904,306
1.2.2 Equity Securities		5,199	-	5,199	3,669	-	3,669
1.2.3 Other Financial Assets		465,492	1,024,072	1,489,564	370,219	719,549	1,089,768
1.3 Financial Assets at Fair Value through Other Comprehensive Income	I-d	4,682,514	4,496,371	9,178,885	6,004,634	4,634,463	10,639,097
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 Equity Securities		7,674	52,811	60,485	7,674	46,884	54,558
1.3.3 Other Financial Assets		-	1,017,048	1,017,048	-	391,497	391,497
1.4 Derivative Financial Assets	I-l	2,191,872	438,450	2,630,322	1,801,886	387,478	2,189,364
1.4.1 Derivative Financial Assets Measured at Fair Value Through Profit or Loss		943,247	324,630	1,267,877	597,433	250,123	847,556
1.4.2 Derivative Financial Assets Measured at Fair Value Through Other Comprehensive Income		1,248,625	113,820	1,362,445	1,204,453	137,355	1,341,808
II. FINANCIAL ASSETS MEASURED AT AMORTIZED COST (Net)		49,739,162	56,006,462	105,745,624	45,477,287	37,734,566	83,211,853
2.1 Loans	I-e-f	39,600,688	42,398,911	81,999,599	34,950,161	27,528,471	62,478,632
2.2 Leasing Receivables	I-k	1,640,420	7,418,433	9,058,853	1,950,757	5,265,054	7,215,811
2.3 Factoring Receivables		344,935	-	344,935	42,172	-	42,172
2.4 Financial Assets at Amortized Cost	I-g	8,809,256	6,663,037	15,472,293	9,264,322	5,109,732	14,374,054
2.4.1 Public Sector 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		418,612	-	418,612	549,064	-	549,064
2.5 Expected Credit Losses (-)	I-e-f	656,137	473,919	1,130,056	730,125	168,691	898,816
III. ASSETS HELD FOR SALE AND FROM DISCONTINUED OPERATIONS (Net)	I-m	2,142,925	-	2,142,925	1,571,475	-	1,571,475
3.1 Held for Sale		2,142,925	-	2,142,925	1,571,475	-	1,571,475
3.2 Discontinued Operations		-	-	-	-	-	-
IV. OWNERSHIP INVESTMENTS (Net)		5,000	-	5,000	-	-	-
4.1 Associates (Net)	I-h	-	-	-	-	-	-
4.1.1 Associates Consolidated Under Equity Accounting		-	-	-	-	-	-
4.1.2 Unconsolidated Associates		-	-	-	-	-	-
4.2 Subsidiaries (Net)	I-i	5,000	-	5,000	-	-	-
4.2.1 Unconsolidated Financial Investment in Subsidiaries		-	-	-	-	-	-
4.2.2 Unconsolidated Non-Financial Investments in Subsidiaries		5,000	-	5,000	-	-	-
4.3 Joint Ventures (Net)	I-j	-	-	-	-	-	-
4.3.1 Joint-Ventures Consolidated Under Equity Accounting		-	-	-	-	-	-
4.3.2 Unconsolidated Joint-Ventures		-	-	-	-	-	-
V. TANGIBLE ASSETS (Net)		6,132,753	-	6,132,753	5,572,660	-	5,572,660
VI. INTANGIBLE ASSETS (Net)		427,780	-	427,780	369,605	-	369,605
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		427,780	-	427,780	369,605	-	369,605
VII. INVESTMENT PROPERTIES (Net)		-	-	-	-	-	-
VIII. CURRENT TAX ASSETS		69,450	-	69,450	156,507	-	156,507
IX. DEFERRED TAX ASSETS		425,520	-	425,520	306,234	-	306,234
X. OTHER ASSETS (Net)	I-n	4,997,611	699,613	5,697,224	3,255,693	694,410	3,950,103
TOTAL ASSETS		84,151,304	81,915,327	166,066,631	71,450,604	52,185,981	123,636,585

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

BURGAN BANK A.Ş.
CONSOLIDATED BALANCE SHEETS (STATEMENTS 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	40,672,487	29,361,835	70,034,322	38,093,156	14,224,957	52,318,113
II.	LOANS RECEIVED	II-c	-	57,156,203	57,156,203	792,376	35,860,615	36,652,991
III.	PAYABLES TO MONEY MARKET		2,698,080	6,479,588	9,177,668	3,764,721	3,748,467	7,513,188
IV.	ISSUED SECURITIES (Net)	II-d	302,436	-	302,436	-	-	-
4.1	Bonds		302,436	-	302,436	-	-	-
4.2	Asset Backed Securities		-	-	-	-	-	-
4.3	Bills		-	-	-	-	-	-
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	1,879,191	552,909	2,432,100	1,723,238	137,667	1,860,905
7.1	Derivative Financial Liabilities at Fair Value through Profit or Loss		1,168,255	517,220	1,685,475	986,642	114,191	1,100,833
7.2	Derivative Financial Liabilities at Fair Value through Other Comprehensive Income		710,936	35,689	746,625	736,596	23,476	760,072
VIII.	FACTORING LIABILITIES		-	-	-	-	-	-
IX.	LEASE LIABILITIES (Net)	II-f	187,194	-	187,194	147,799	-	147,799
X.	PROVISIONS	II-h	1,329,907	22,257	1,352,164	1,813,993	96,008	1,910,001
10.1	Restructuring Provisions		-	-	-	-	-	-
10.2	Reserve for Employee Benefits		464,157	-	464,157	539,899	-	539,899
10.3	Insurance Technical Reserves (Net)		-	-	-	-	-	-
10.4	Other Provisions		865,750	22,257	888,007	1,274,094	96,008	1,370,102
XI.	CURRENT TAX LIABILITY	II-i	515,389	-	515,389	602,398	-	602,398
XII.	DEFERRED TAX LIABILITY	II-i	238,157	-	238,157	189,790	-	189,790
XIII.	PAYABLES RELATED TO ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)	II-j	-	-	-	-	-	-
13.1	Held for Sale		-	-	-	-	-	-
13.2	Discontinued Operations		-	-	-	-	-	-
XIV.	SUBORDINATED DEBTS	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	3,345,648	1,701,540	5,047,188	3,380,637	1,548,667	4,929,304
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	Share Premium		-	-	-	-	-	-
16.2.2	Share Cancellation Profits		-	-	-	-	-	-
16.2.3	Other Capital Reserves		(6,321)	-	(6,321)	(6,321)	-	(6,321)
16.3	Other Comprehensive Income/Expense Items not to be Recycled to Profit or Loss		57,304	-	57,304	57,304	-	57,304
16.4	Other Comprehensive Income/Expense to be Recycled to 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	Status 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' Income/ (Loss)		268,644	-	268,644	144,562	-	144,562
16.6.2	Current Years' Income/ (Loss)		1,281,208	-	1,281,208	3,504,623	-	3,504,623
16.7	Minority Shares		-	-	-	-	-	-
TOTAL LIABILITIES			62,694,032	103,372,599	166,066,631	60,804,556	62,832,029	123,636,585

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

BURGAN BANK A.Ş.
CONSOLIDATED 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)		80,163,845	144,916,430	225,080,275	60,596,608	68,979,857	129,576,465
I. GUARANTEES AND WARRANTIES	III-a-2-3	10,719,262	14,324,513	25,043,775	11,315,055	9,801,807	21,116,862
1.1. Letters of Guarantee		8,370,612	2,986,672	11,357,284	8,220,905	2,310,728	10,531,633
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		8,362,505	2,984,996	11,347,501	8,212,056	2,309,240	10,521,296
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	9,076,390	11,450,005	20,526,395	2,459,649	1,418,611	3,878,260
2.1. Irrevocable Commitments		9,076,390	11,450,005	20,526,395	2,459,649	1,418,611	3,878,260
2.1.1. Asset Purchase and Sales 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		1,597,943	-	1,597,943	1,161,654	-	1,161,654
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		60,368,193	119,141,912	179,510,105	46,821,904	57,759,439	104,581,343
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		32,112,897	105,170,758	137,283,655	20,066,608	43,461,979	63,528,587
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		9,500,100	58,400,715	67,900,815	8,168,463	25,665,305	33,833,768
3.2.2.1. Foreign Currency Swap-Buy		596,943	29,552,435	30,149,378	393,227	13,482,513	13,875,740
3.2.2.2. Foreign Currency Swap-Sell		3,453,157	27,376,412	30,829,569	2,725,236	11,250,946	13,976,182
3.2.2.3. Interest Rate Swap-Buy		2,725,000	735,934	3,460,934	2,525,000	465,923	2,990,923
3.2.2.4. Interest Rate Swap-Sell		2,725,000	735,934	3,460,934	2,525,000	465,923	2,990,923
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)		228,014,879	959,993,284	1,188,008,163	214,500,935	793,882,780	1,008,383,715
IV. ITEMS HELD IN CUSTODY		24,432,573	22,498,347	46,930,920	22,907,725	19,467,820	42,375,545
4.1. Customer Fund and Portfolio Balances		-	-	-	-	-	-
4.2. Investment Securities Held in Custody		13,671,765	22,218,193	35,889,958	14,011,148	19,267,938	33,279,086
4.3. Cheques Received for Collection		8,054,038	242,946	8,296,984	5,589,773	143,396	5,733,169
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		2,577,467	-	2,577,467	3,244,860	26,701	3,271,561
4.8. Custodians		-	-	-	-	-	-
V. PLEDGES RECEIVED		201,126,715	937,494,937	1,138,621,652	189,423,030	774,414,960	963,837,990
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		109,499,439	484,426,462	593,925,901	109,360,646	398,032,277	507,392,923
5.6. Other Pledged Items		21,566,360	341,883,263	363,449,623	22,348,137	279,394,462	301,742,599
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)		308,178,724	1,104,909,714	1,413,088,438	275,097,543	862,862,637	1,137,960,180

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

BURGAN BANK A.Ş.
CONSOLIDATED 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	01/01/2025-	Reclassified (*)	01/04/2025-	Reclassified (*)
		Five)	30/06/2025	01/01/2024-	30/06/2025	01/04/2024-
				30/06/2024		30/06/2024
I.	INTEREST INCOME	IV-a	20,143,083	14,244,185	10,569,749	7,528,543
1.1	Interest Received from Loans		8,700,301	6,420,096	4,734,195	3,297,149
1.2	Interest Received from Reserve Deposits		1,035,168	118,026	483,823	80,312
1.3	Interest Received from Banks		312,289	424,956	317,659	214,066
1.4	Interest Received from Money Market Transactions		51,775	58,614	32,685	54,379
1.5	Interest Received from Securities		2,935,796	2,070,312	1,714,493	1,151,292
1.5.1	Financial Assets at Fair Value through Profit or Loss		319,808	46,160	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		1,532,422	1,393,353	888,216	745,921
1.6	Finance Lease Interest Income		736,884	560,935	420,834	291,392
1.7	Other Interest Income	IV-k	6,370,870	4,591,246	3,026,060	2,439,953
II.	INTEREST EXPENSES (-)	IV-b	16,251,130	12,415,378	8,418,150	6,522,750
2.1	Interest on Deposits		7,867,463	5,509,818	3,913,638	2,958,292
2.2	Interests Given to Used Loans		1,440,230	1,159,408	746,068	612,973
2.3	Interest on Money Market Transactions		1,452,780	902,324	915,427	520,575
2.4	Interest on Securities Issued		2,436	-	2,436	-
2.5	Finance Lease Interest Expenses		24,757	24,675	12,886	16,081
2.6	Other Interest Expenses	IV-k	5,463,464	4,819,153	2,827,695	2,414,829
III.	NET INTEREST INCOME/EXPENSE (I - II)		3,891,953	1,828,807	2,151,599	1,005,793
IV.	NET FEES AND COMMISSIONS INCOME/EXPENSES		427,395	229,384	268,903	122,692
4.1	Fees and Commissions Received		575,522	306,716	344,793	164,359
4.1.1	Non-Cash Loans		83,526	74,949	43,627	38,640
4.1.2	Other	IV-k	491,996	231,767	301,166	125,719
4.2	Fees and Commissions Paid (-)		148,127	77,332	75,890	41,667
4.2.1	Non-Cash Loans (-)		1,145	1,320	555	439
4.2.2	Other (-)	IV-k	146,982	76,012	75,335	41,228
V.	DIVIDEND INCOME		138	52	124	52
VI.	TRADING PROFIT/LOSS (Net)	IV-c	(425,208)	883,446	(351,127)	682,911
6.1	Profit/Losses From Capital Market Transactions		261,837	202,146	174,854	108,282
6.2	Profit/Losses From Derivative Financial Transactions		128,117	617,358	(265,533)	640,575
6.3	Foreign Exchange Profit/Losses		(815,162)	63,942	(260,448)	(65,946)
VII.	OTHER OPERATING INCOME	IV-d	1,236,477	1,047,235	680,618	392,711
VIII.	GROSS PROFIT FROM OPERATING ACTIVITIES (III+IV+V+VI)		5,130,755	3,988,924	2,750,117	2,204,159
IX.	ALLOWANCES FOR EXPECTED CREDIT LOSSES (-)	IV-e	169,409	(337,129)	216,958	117,831
X.	OTHER PROVISION EXPENSES (-)	IV-e	5,877	27,594	3,157	25,500
XI.	PERSONNEL EXPENSES (-)		2,087,669	1,263,068	1,047,977	676,262
XII.	OTHER OPERATING EXPENSES (-)	IV-f	1,626,897	1,051,213	862,716	484,120
XIII.	NET OPERATING PROFIT/LOSS (VIII-IX-X-XI-XII)		1,240,903	1,984,178	619,309	900,446
XIV.	SURPLUS WRITTEN AS GAIN AFTER MERGER		-	-	-	-
XV.	PROFIT/LOSS FROM EQUITY METHOD APPLIED SUBSIDIARIES		-	-	-	-
XVI.	NET MONETARY POSITION GAIN/LOSS		-	-	-	-
XVII.	PROFIT/LOSS BEFORE TAXES FROM CONTINUING OPERATIONS (XIII+...+XVI)	IV-g	1,240,903	1,984,178	619,309	900,446
XVIII.	PROVISION FOR TAXES ON INCOME FROM CONTINUING OPERATIONS (±)	IV-h	40,305	379,073	109,025	641,487
18.1	Current Tax Provision		-	403,526	(5,652)	233,263
18.2	Expense Effect of Deferred Tax (+)		359,762	59,746	28,479	(256,889)
18.3	Income Effect of deferred tax (-)		400,067	842,345	131,852	617,861
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 (XIX+XXIV)	IV-j	1,281,208	2,363,251	728,334	1,541,933
25.1	Group's Profit / Loss		1,281,208	2,363,251	728,334	1,541,933
25.2	Minority Shares' Profit / Loss (-)		-	-	-	-
	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.
CONSOLIDATED 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. CURRENT PERIOD PROFIT/LOSS	1,281,208	2,363,251
II. OTHER COMPREHENSIVE INCOME	(71,433)	(178,303)
2.1 Items that Will not be Reclassified to Profit or Loss	-	-
2.1.1 Increases/Decreases in Revaluation of Tangible Assets	-	-
2.1.2 Increases/Decreases in Revaluation Differences of Intangible Assets	-	-
2.1.3 Defined Benefit Plans Re-Measurement Gains/Loss	-	-
2.1.4 Other Comprehensive Income not to be Reclassified as Other Profit or Loss	-	-
2.1.5 Other Comprehensive Income not to be Reclassified to Profit or Loss	-	-
2.2 Items that will be Reclassified to Profit or Loss	(71,433)	(178,303)
2.2.1 Foreign Currency Translation Differences	-	-
2.2.2 Income/Expenses on Valuation and/or Reclassification Arising from Financial Assets at Fair Value Through Other Comprehensive Income	(89,017)	(48,248)
2.2.3 Income/Expenses Arising on Cash Flow Hedges	(13,030)	(206,426)
2.2.4 Income/Expenses Arising on Net Investment Hedges	-	-
2.2.5 Other Comprehensive Income to be Reclassified as Other Profit or Loss	-	-
2.2.6 Taxes Related to Other Comprehensive Income that will 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.**CONSOLIDATED 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						Accumulated Other Comprehensive Income or Expenses not to be Reclassified to Profit or Loss			Accumulated Other Comprehensive Income or Expenses to be Reclassified to Profit or Loss								
Reviewed CURRENT PERIOD 30.06.2025	Note (Section Five)	Paid-in Capital	Share Premium	Share Cancellation Profit	Other Capital Reserves	1	2	3	4	5	6	Profit Reserves	Prior Period Profit / (Loss)	Current Period Net Income or Loss	Total Shareholders' Equity Except From Minority Interest	Minority Interest	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	-	10,393,969
II. Corrections according to TAS 8		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effect of Corrections		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effect of Changes in Accounting Policy		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
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	-	10,393,969
IV. Total Comprehensive Income		-	-	-	-	-	-	-	-	(62,312)	(9,121)	-	-	1,281,208	1,209,775	-	1,209,775
V. Capital Increase in Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Capital Increase in Internal Resources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Inflation Adjustment to Paid-in Capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated Debt Instruments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Increase / Decrease 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	-	11,603,744

1. Tangible assets revaluations increases / decreases,

2. Accumulated re-measurement gains / (losses) of defined benefit plans,

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.**CONSOLIDATED 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						Accumulated Other Comprehensive Income or Expenses not to be Reclassified to Profit or Loss			Accumulated Other Comprehensive Income or Expenses to be Reclassified to Profit or Loss								
Reviewed and Reclassified(*) PRIOR PERIOD 30.06.2024	Note (Section Five)	Paid-in Capital	Share Premium	Share Cancellation Profit	Other Capital Reserves	1	2	3	4	5	6	Profit Reserves	Prior Period Profit / (Loss)	Current Period Net Income or Loss	Total Shareholders' Equity Except From Minority Interest	Minority Interest	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	-	7,389,677
II. Corrections according to TAS 8		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effect of Corrections		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effect of Changes in Accounting Policy		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
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	-	7,389,677
IV. Total Comprehensive Income		-	-	-	-	-	-	-	-	(33,773)	(144,530)	-	-	2,363,251	2,184,948	-	2,184,948
V. Capital Increase in Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Capital Increase in Internal Resources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Inflation Adjustment to Paid-in Capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated Debt Instruments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Increase / Decrease Related to Other Changes		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Profit Distribution		-	-	-	-	-	-	-	-	-	-	2,415,741	(2,415,741)	-	-	-	-
11.1 Dividend Paid		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
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	-	9,574,625

1. Tangible assets revaluations increases / decreases,

2. Accumulated re-measurement gains / (losses) of defined benefit plans,

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.
CONSOLIDATED STATEMENTS 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 30/06/2025	Reviewed & Reclassified(*) 30/06/2024
A. CASH FLOWS FROM BANKING OPERATIONS		
I.1 Operating Profit Before Changes in Operating Assets and Liabilities	1,083,504	308,271
1.1.1 Interest Received	18,916,330	13,749,570
1.1.2 Interest Paid	(16,067,016)	(12,185,545)
1.1.3 Dividend Received	138	52
1.1.4 Fees and Commissions Received	417,967	275,368
1.1.5 Other Income	-	-
1.1.6 Collections from Previously Written-off Loans and Other Receivables	280,022	35,418
1.1.7 Payments to Personnel and Service Suppliers	(1,907,669)	(1,263,068)
1.1.8 Taxes Paid	-	(68,872)
1.1.9 Other	(556,268)	(234,652)
I.2 Changes in Operating Assets and Liabilities	7,196,980	5,209,157
1.2.1 Net (Increase) Decrease in Financial Assets at Fair Value Through Profit or Loss	(2,532,025)	(1,188,888)
1.2.2 Net (Increase) Decrease in Due from Banks and Other Financial Institutions	(4,750,248)	1,192,434
1.2.3 Net (Increase) Decrease in Loans	(22,402,644)	(2,344,901)
1.2.4 Net (Increase) Decrease in Other Assets	(3,443,171)	(1,893,739)
1.2.5 Net Increase (Decrease) in Bank Deposits	1,593,522	613,429
1.2.6 Net Increase (Decrease) in Other Deposits	15,988,003	(458,631)
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	21,355,721	5,759,137
1.2.9 Net Increase (Decrease) in Overdue Payables	-	-
1.2.10 Net Increase (Decrease) in Other Liabilities	1,387,822	3,530,316
I. Net Cash Flow Provided from Banking Operations	8,280,484	5,517,428
B. CASH FLOWS FROM INVESTING ACTIVITIES		
II. Net Cash Provided from Investing Activities	1,701,720	(4,631,701)
2.1 Cash Paid for Acquisition of Investments, Associates and Subsidiaries	(5,000)	-
2.2 Cash Obtained from Disposal of Investments, Associates and Subsidiaries	-	-
2.3 Purchases of Property and Equipment	(1,106,706)	(534,163)
2.4 Disposals of Property and Equipment	606,946	379,730
2.5 Cash Paid for Purchase of Financial Assets at Fair Value Through Other Comprehensive Income	(4,851,656)	(3,231,341)
2.6 Cash Obtained from Sale of Financial Assets at Fair Value Through Other Comprehensive Income	6,573,097	74,838
2.7 Cash Paid for Purchase of Financial Assets at Amortised Cost	(2,102,479)	(1,740,282)
2.8 Cash Obtained from Sale of Financial Assets at Amortised Cost	2,700,050	476,174
2.9 Other	(112,532)	(56,657)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
III. Net Cash Provided from Financing Activities	127,683	(56,479)
3.1 Cash Obtained from Funds Borrowed and Securities Issued	302,436	-
3.2 Cash Outflow from Repayment of Funds Borrowed and Securities Issued	-	-
3.3 Issued Capital Instruments	-	-
3.4 Dividends Paid	-	-
3.5 Payments for Finance Leases	(174,753)	(56,479)
3.6 Other	-	-
IV. Effect of Change in Foreign Exchange Rate on Cash and Cash Equivalents	289,666	112,682
V. Net Increase / (Decrease) in Cash and Cash Equivalents (I+II+III+IV)	10,399,553	941,930
VI. Cash and Cash Equivalents at the Beginning of the Period	11,981,310	9,753,467
VII. Cash and Cash Equivalents at the End of the Period	22,380,863	10,695,397

(*) 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 consolidated 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 consolidated 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 (all “Turkish Accounting Standards” or “TAS”) 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 consolidated 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 consolidated financial statements and notes related to these financial statements have been expressed in thousands of Turkish Lira, unless otherwise stated. The preparation of consolidated financial statements in conformity with TAS requires the use of certain critical accounting estimates by the Parent 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 TAS 29 Financial Reporting Standard in High-Inflation Economies, businesses whose functional currency is the currency of a high-inflation economy report their financial statements according to the purchasing power of money at the end of the reporting period. TAS 29 identifies features that may indicate that an economy is a high-inflation economy. At the same time, according to IAS 29, all entities reporting in the currency of a hyperinflationary economy are required to apply this Standard from the same date. Therefore, it is expected that all entities will start applying TAS 29 simultaneously with the announcement to be made by the Public Oversight, Accounting and Auditing Standards Authority to ensure consistency in application nationwide, as stated in TAS 29.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**I. BASIS OF PRESENTATION (continued):**

- a. The preparation of the consolidated 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 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. Explanations on accounting policies and changes in financial statement presentations:**

None.

- c. Items subject to different accounting policies in the preparation of consolidated financial statements:**

None.

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

The general strategy of the Group is using financial instruments to sustain an optimal balance between the yield of the instruments and their risks. The most important funding source of the Group is deposits. Additionally, the Group 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 Group 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 Group as a result of foreign currency activities are being held at minimum levels and the exposed currency risk is followed within the levels determined by the Board of Directors, considering the limits given by the Banking Law.

Foreign currency denominated monetary assets and liabilities are translated with the Parent Bank's foreign currency bid rates prevailing at the balance sheet date. Gains and losses arising from such valuations 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. EXPLANATIONS ON INVESTMENTS IN CONSOLIDATED ASSOCIATES, SUBSIDIARIES AND JOINT VENTURES:

Consolidated financial statements are prepared in accordance with the TFRS 10 “Turkish Accounting Standard for Consolidated Financial Statements”. Consolidation principles for subsidiaries:

Subsidiaries are entities controlled directly or indirectly by the Parent Bank. Subsidiaries are consolidated using the full consolidation method on the grounds of materiality principle considering their operations, asset and equity sizes. Financial statements of related subsidiaries are consolidated from the date when the control is transferred to the Parent Bank.

Control depicts the significant influence the Parent Bank has over an investment to a legal entity, the varying yield the Parent Bank receives due to its relationship with this entity or the rights of the Parent Bank entitled over this yield and the power to impact the yield that the invested legal entity will generate.

In the full consolidation method, 100% of subsidiaries’ assets, liabilities, income, expense and off-balance sheet items are combined with the Parent Bank’s assets, liabilities, income, expense and off-balance sheet items.

The carrying amount of the Group’s investment in each subsidiary and the Group’s portion of the cost value of the capital of each subsidiary are eliminated. Intergroup balances and intergroup transactions and resulting unrealized profit and losses are eliminated. Minority interests are presented in the consolidated balance sheet, under shareholder’s equity. Minority interests are presented separately in the Group’s income.

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

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**IV. EXPLANATIONS ON FORWARD TRANSACTIONS, OPTIONS AND DERIVATIVE INSTRUMENTS:**

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

The Group 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. Valuation differences in the fair value of trading derivative instruments are reflected to the statement of profit or loss. 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 Group 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 Group 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.

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 an integral part of their effective profit rate, are accounted over time in accordance with the TFRS 15 Revenue from Contracts With Customers Standard.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**VII. EXPLANATIONS ON FINANCIAL ASSETS:**

The Group classifies and accounts its financial assets as "Financial Assets at Fair Value Through Profit or 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 three "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 Group 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/loss are initially recognized at fair value and remeasured at their fair value after recognition. The gains and losses arising from the conducted valuations are included in 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 income statement. Unrealized gains and losses, arising from the difference between the amortized cost and the fair value of financial assets at fair value through other comprehensive income are not reflected in the income statement of the period until the acquisition of the asset, sale of the asset, the disposal of the asset, and impairment of the asset and they are accounted under "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 statement of profit or loss.

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.

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

VII. EXPLANATIONS ON FINANCIAL ASSETS (continued):

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 efficiency rate)” method.

The Group’s loans are recorded under the “Measured at Amortized Cost” account.

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

VIII. EXPLANATIONS ON EXPECTED CREDIT LOSSES:

The Group 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 Group 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 Group 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 loss, The bank incorporates forward-looking macroeconomic data into its calculation of expected credit losses to assess default probabilities. In this context, estimates of default rates for future periods are based on Turkey's annual real Gross Domestic Product (GDP) growth rate. Predictions regarding macroeconomic variables are determined based on three different scenarios: negative, baseline, and positive, to be used in calculating expected credit losses. Final values are obtained by averaging the expected credit losses generated in the respective 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 macroeconomic 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 based on 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 Group 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 Group 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 Group 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 Group 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 "Financial assets measured at amortized cost" according to the investment purposes of the Group and are 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 (Internal efficiency rate) method". The Group 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 Group 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 Group 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 amortization 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 are measured at their initial cost when recognized 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 Group 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 determined by independent experts 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%

As of the balance sheet date, the depreciation charge for items remaining in property and equipment for less than an accounting period is calculated in proportion to the time 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 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 recognized as expense. The capital expenditures made in order to increase the capacity of the tangible asset or to increase its future benefits are capitalized on the cost of the tangible asset. The capital expenditures include the cost components which are used either to increase the useful life or the capacity of the asset, or the quality of the product or to decrease the costs.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**XIV. EXPLANATIONS ON LEASING TRANSACTIONS:**

The Group 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 these assets are depreciated by taking their useful lives into consideration. If impairment is detected in the value of the leased asset, a "Provision for impairment" is recognized. Liabilities arising from 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. The Group realizes financial leasing transactions as a "Lessor" by means of Burgan Finansal Kiralama A.Ş. which is the consolidated subsidiary of the Group.

With the "IFRS 16 Leases" standard, which became effective as of 1 January 2019, the difference between 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 Group has applied the changes in accounting policies due to the initial implementation of the "IFRS 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.

IFRS 16 "Leases" Standard**The Group – lessee:**

At the beginning of a contract, the Group 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 Group reflects the existence of a right of use and a lease liability to the financial statements at the effective date of the lease.

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 Group.

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.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**XIV. EXPLANATIONS ON LEASING TRANSACTIONS (continued):**

The Group 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 Group's average borrowing interest rates in the case of this rate being easily determined. Otherwise, the Group 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 Group 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.

XV. EXPLANATIONS ON PROVISIONS AND CONTINGENT LIABILITIES:

Provisions and contingent liabilities except for the specific and general provisions 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 recognized when the Group 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 recognized 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 Group, 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 recognized in financial statements since this may result in the recognition of income that may never be realized. Contingent assets are disclosed where an inflow of economic benefits is probable. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits will arise, the asset and the related income are recognized in the financial statements in which the change occurs.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**XVII. EXPLANATIONS ON OBLIGATIONS RELATED TO EMPLOYEE RIGHTS:**

The Group 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 Group 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 Group 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 the Official Gazette on 12 March 2013 numbered 28585, in the calculation of the employment termination benefit liabilities of the Group, 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 have 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 Group 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.

XVIII. EXPLANATIONS ON TAXATION:**a. Current Tax:**

Corporate Tax Law No. 5520 entered into force after being published in the Official Gazette No. 26205 dated 21 June 2006, with most of its provisions effective from 1 January 2006. Accordingly, in Turkey, the general corporate tax rate is 25% and corporate tax is calculated at the rate of 30% on the corporate income of banks, companies within the scope of Law No. 6361, electronic payment and money institutions, authorised foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies and pension companies. Corporate tax is payable at a rate of 30% on the total income of the companies after adjusting for certain disallowable expenses, exemptions (such as participation exemption) and deductions. If no profit is distributed, no further tax is payable.

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.

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

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.

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 Communique (Serial No: 537) 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.

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

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.

b. Deferred Tax:

The Group 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 2024, 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.

XIX. EXPLANATIONS ON BORROWINGS:

The Group's 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 Group 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 Group.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**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 Group does not have any government incentives or grants (31 December 2023: 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.

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 Profit/(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 Per Ordinary Shares (Disclosed as 1,000 nominal in full TL)	4,201	7,748

Based on the Principal Agreement, the Parent 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.

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD (continued):**XXV. EXPLANATIONS ON RELATED PARTIES:**

Parties defined in article 49 of the Banking Law No. 5411, Group's senior management, and Board Members are deemed as related parties. 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 six months and investments on marketable securities other than common stocks.

XXVII. EXPLANATIONS ON SEGMENT REPORTING:

Operational field is the distinguishable section of the Group 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 IX in Section Four.

XXVIII. DISCLOSURES REGARDING OTHER MATTERS:

The Group's consolidated 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 consolidated financial statements, comparative information may be reclassified.

Reclassifications

While preparing the Group's consolidated financial statements as of 30 June 2025, an error amounting to TL 561,929 was identified in the consolidated financial statements dated 30 June 2024. In accordance with Turkish Accounting Standard (TAS) 8 "Accounting Policies, Changes in Accounting Estimates and Errors", the Group accounted for the effects of these errors retrospectively on an item by item basis for financial statement line item and has restated its consolidated statement of profit or loss and other comprehensive income for the period ended 30 June 2024 and its consolidated 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 Group'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	Effects of restatements		
	Previously Reported	Adjustments	Restated Amount
Trading Profit/Loss (Net)	321,517	561,929	883,446
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	Effects of restatements		
	Previously Reported	Adjustments	Restated Amount
Total Assets	101,807,980	-	101,807,980
Other Liabilities	5,535,758	(561,929)	4,973,829
Shareholders' Equity	9,012,696	561,929	9,574,625
Total Liabilities	101,807,980	-	101,807,980

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 GROUP ON A CONSOLIDATED BASIS

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, Bank's total capital has been calculated as TL 19,284,502 (31 December 2024: TL 17,250,283), consolidated standard capital adequacy ratio is 17.85% (31 December 2024: 21.93%).

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 Central Bank's foreign exchange buying rates as of 28 June 2024 were 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 CONSOLIDATED STATEMENTS AS OF 30 JUNE 2025**

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

INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (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
Current Period Profit	1,281,208	3,504,623
Prior Period 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 1st clause of Provisional Article 9 of the Regulation on the Equity of Banks	-	-
Portion of the current and prior periods' losses which cannot be covered through reserves and losses reflected in equity in accordance with TAS	170,978	94,217
Improvement costs for operating leasing	24,209	24,930
Goodwill (net of related tax liability)	-	-
Other intangibles other than mortgage-servicing rights (net of related tax liability)	412,249	354,709
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-
Differences are not recognized at the fair value of assets and liabilities subject to hedge of cash flow risk	152,177	161,298
Communiqué Related to Principles of the amount credit risk calculated with the Internal Ratings Based Approach, total expected loss amount exceeds the total provision	-	-
Gains arising from securitization transactions	-	-
Unrealized gains and losses due to changes in own credit risk on fair valued liabilities	-	-
Defined-benefit pension fund net assets	-	-
Direct and indirect investments of the Bank in its own Common Equity	-	-
Shares obtained contrary to the 4th clause of the 56th Article of the Law	-	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Common Equity of the Bank	-	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Common Equity of the Bank	-	-
Portion of mortgage servicing rights exceeding 10% of the Common Equity	-	-
Portion of deferred tax assets based on temporary differences exceeding 10% of the Common Equity	-	-
Amount exceeding 15% of the common equity as per the 2nd clause of the Provisional Article 2 of the Regulation on the Equity of Banks	-	-
Excess amount arising from the net long positions of investments in common equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital	-	-
Excess amount arising from mortgage servicing rights	-	-
Excess amount arising from deferred tax assets based on temporary differences	-	-
Other items to be defined by the BRSA	-	-
Deductions to be made from common equity due to insufficient Additional Tier I Capital or Tier II Capital	-	-
Total Deductions from Common Equity Tier 1 Capital	759,613	635,154
Total Common Equity Tier 1 Capital	11,182,867	10,031,085

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (continued):**I. EXPLANATIONS ON EQUITY (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 deduct 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)	13,169,907	11,795,100
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)	627,890	507,481
Tier II Capital Before Deductions	6,589,010	5,799,526
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	6,114,595	5,455,183
Total Capital (The sum of Tier I Capital and Tier II Capital)	19,284,502	17,250,283
Deductions from Total Capital		
Deductions from Capital Loans granted contrary to the 50th and 51th Article of the Law	-	-
Net Book Values of Movables and Immovables Exceeding the Limit Defined in the Article 57, Clause 1 of the Banking Law and the Assets Acquired against Overdue Receivables and Held for Sale but Retained more than Five Years	-	-
Other items to be defined by the BRSA	-	-
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 sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	-	-

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (continued):**I. EXPLANATIONS ON EQUITY (continued):**

	Current Period 30 June 2025	Prior Period 31 December 2024
TOTAL EQUITY		
Total Capital (Tier I and Tier II Capital)	19,284,502	17,250,283
Total risk weighted amounts	108,035,598	78,671,267
CAPITAL ADEQUACY RATIOS		
Core Capital Adequacy Ratio (%)	10.35	12.75
Tier I Capital Adequacy Ratio (%)	12.19	14.99
Capital Adequacy Ratio (%)	17.85	21.93
BUFFERS		
Total additional Tier I Capital requirement (a + b + c)	2,547	2,543
a. Capital conservation buffer requirement (%)	2,500	2,500
b. Bank specific counter-cyclical buffer requirement (%)	0.047	0.043
c. Systematically important bank buffer ratio (%)	-	-
The ratio of Additional Common Equity Tier I capital which will be calculated by the first paragraph of the Article 4 of Regulation on Capital Conservation and Countercyclical Capital buffers to Risk Weighted Assets	5.85	8.25
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 rights to provide mortgage service	-	-
Amount arising from deferred tax assets based on temporary differences	1,030,702	642,847
Limits Related to Provisions Considered in Tier II Calculation		
General provisions for standard based receivables (before ten thousand twenty-five limitation)	627,890	507,481
Up to 1.25% of total risk-weighted amount of free provisions for receivables where the standard approach used	1,138,645	862,942
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 THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (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 Equity of Banks, the portion of First and Second Stage Loss Provisions up to 1.25% of the amount subject to credit risk and the remaining portion of subordinated loans by reducing 100% of the nominal amount of the subordinated loans until the remaining maturity is less than 5 years and 20% for each year less than 5 years are taken into consideration as 'Tier II Capital' item in the calculation of equity as a basis for capital adequacy. In addition, in accordance with the Regulation, operating lease development costs and Intangible Fixed Assets balances, which are recognised under Tangible Fixed Assets in the balance sheet, are taken into consideration as a deduction item from Common Equity Tier I capital in the calculation of shareholders' equity for capital adequacy purposes.

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (continued):**I. EXPLANATIONS ON EQUITY (continued):****c. Information on instruments related to equity estimation:**

Details on debt instruments that will be included in 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
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 dividend/coupon payments	Floating dividend	-
Coupon 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, full or partial	-	Partially or completely depreciation can be 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 with in articles 7 and 8 of the Communiqué on Bank's Equities	None.	None.

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (continued):**II. EXPLANATIONS ON RISK MANAGEMENT :****a. 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

	Risk Weighted Amounts		Minimum Capital Liability
	Current Period 30 June 2025	Prior Period 31 December 2024	Current Period 30 June 2025
1 Credit risk (excluding counterparty credit risk) (CCR)	89,561,012	67,933,050	7,164,881
2 Standardised approach (SA)	89,561,012	67,933,050	7,164,881
3 Internal rating-based (IRB) approach	-	-	-
4 Counterparty credit risk	1,530,574	1,102,271	122,446
5 Standardised approach for counterparty credit risk (SACCR)	1,530,574	1,102,271	122,446
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	8,242,868	4,693,224	659,429
17 Standardised approach (SA)	8,242,868	4,693,224	659,429
18 Internal model approaches (IMM)	-	-	-
19 Operational risk	8,701,144	4,942,722	696,092
20 Basic indicator approach	8,701,144	4,942,722	696,092
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)	108,035,598	78,671,267	8,642,848

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (Continued):**II. EXPLANATIONS ON RISK MANAGEMENT (Continued):****1. Credit Quality of Assets:**

Current Period		Gross carrying values of as per TAS in the financial statements prepared according to legal consolidation		Allowances/depreciation and impairments	Net values
		Defaulted	Not-defaulted		
1	Loans	1,248,614	90,154,773	1,128,946	90,274,441
2	Debt Securities	-	29,408,682	70,096	29,338,586
	Off-balance sheet				
3	receivables	33,410	27,190,563	38,233	27,185,740
4	Total	1,282,024	146,754,018	1,237,275	146,798,767

Prior Period		Gross carrying values of as per TAS in the financial statements prepared according to legal consolidation		Allowances/depreciation and impairments	Net values
		Defaulted	Not-defaulted		
1	Loans	1,298,189	68,438,426	898,346	68,838,269
2	Debt Securities	-	27,056,527	100,661	26,955,866
	Off-balance sheet				
3	receivables	14,940	22,483,661	40,117	22,458,484
4	Total	1,313,129	117,978,614	1,039,124	118,252,619

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	1,313,129
2	Loans and debt securities that have defaulted since the last reporting period	242,317
3	Returned to non-defaulted status	-
4	Amounts written off (-)	-
5	Other changes	(273,422)
6	Defaulted loans and debt securities at the end of the reporting period (1+2-3-4+5)	1,282,024

Prior Period		
1	Defaulted loans and debt securities at the end of the previous reporting period	1,192,076
2	Loans and debt securities that have defaulted since the last reporting period	276,654
3	Returned to non-defaulted status	-
4	Amounts written off (-)	(356)
5	Other changes	(155,245)
6	Defaulted loans and debt securities at the end of the reporting period (1+2-3-4+5)	1,313,129

3. Credit Risk Mitigation Techniques:

Current 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	71,582,012	18,692,429	18,692,429	-	-	-	-
2	Debt securities	29,338,586	-	-	-	-	-	-
3	Total	100,920,598	18,692,429	18,692,429	-	-	-	-
4	Defaulted	1,222,722	25,892	25,892	-	-	-	-

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (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	56,486,321	12,351,948	12,351,948	-	-	-	-
2	Debt securities	26,955,866	-	-	-	-	-	-
3	Total	83,442,187	12,351,948	12,351,948	-	-	-	-
4	Defaulted	1,298,189	-	-	-	-	-	-

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

	Current 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
1	Receivables from central governments or central banks	40,849,715	-	32,552,553	-	-	0.0%
2	Receivables from regional governments or local authorities	3,951,871	1,159	2,869,197	580	1,434,887	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 banks and intermediary institutions	10,630,928	918,437	20,692,850	902,205	4,192,843	19.4%
7	Receivables from corporates	40,166,951	21,053,401	49,214,205	11,953,627	54,098,341	88.4%
8	Retail exposures	8,961,617	1,855,265	10,328,195	488,875	8,103,693	74.9%
9	Exposures secured by residential property	290,070	27,114	296,994	16,423	109,654	35.0%
10	Exposures secured by commercial real estate	13,463,528	515,159	13,675,172	232,783	8,420,812	60.5%
11	Past-due loans	705,616	-	684,126	-	625,604	91.4%
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	13,318,082	-	13,318,082	-	12,567,400	94.4%
17	Equity investment	-	-	-	-	-	0.0%
18	Total	132,338,378	24,370,535	143,671,289	13,594,493	89,561,012	56.9%

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (Continued):**II. EXPLANATIONS ON RISK MANAGEMENT (Continued):****4. Standardised Approach – Exposures by Asset Classes and Risk Weight (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
1	Receivables from central governments or central banks	33,046,288	-	27,151,671	-	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 banks and intermediary institutions	3,329,199	1,306,073	11,442,981	1,296,472	2,178,214	17.1%
7	Receivables from corporates	30,274,908	16,861,577	35,644,726	11,205,124	39,811,677	85.0%
8	Retail exposures	6,811,888	1,275,917	7,701,379	385,531	6,179,964	76.4%
9	Exposures secured by residential property	276,442	22,642	269,358	10,003	97,724	35.0%
10	Exposures secured by commercial real estate	11,519,215	454,514	11,749,284	166,956	7,007,381	58.8%
11	Past-due loans	866,404	-	844,369	-	784,483	92.9%
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	10,684,323	-	10,684,323	-	10,232,763	95.8%
17	Equity investment	-	-	-	-	-	0.0%
18	Total	100,942,139	19,973,230	108,689,092	13,116,014	67,933,050	55.8 %

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (Continued):**II. EXPLANATIONS ON RISK MANAGEMENT (Continued):****5. Standardised Approach – Exposures by Asset Classes and Risk Weights:**

	30 June 2025											Total credit risk exposure amount (after CCF and CRM)
					Guaranteed by 35% Real Estate Fund							
	Risk Classes/ Risk Weight	0%	10%	20%		50%	75%	100%	150%	200%	500%	
1	Exposures to central governments or central banks	32,552,553	-	-	-	-	-	-	-	-	-	32,552,553
2	Exposures to regional governments or local authorities	-	-	-	-	2,869,777	-	-	-	-	-	2,869,777
3	Exposures to public sector entities	32,137	-	-	-	-	-	7,778	-	-	-	39,915
4	Exposures to multilateral development banks	-	-	-	-	-	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-	-	-	-	-	-
6	Exposures to institutions	4,135,755	-	7,707,431	-	4,943,059	-	-	-	-	-	16,786,245
7	Exposures to corporates	5,758,612	-	2,777,378	-	7,427,678	-	50,008,848	-	-	-	65,972,516
8	Retail exposures	9,841	-	526	-	18,118	10,792,711	-	-	-	-	10,821,196
9	Exposures secured by residential property	119	-	-	313,298	-	-	-	-	-	-	313,417
10	Exposures secured by commercial real estate	79,557	-	23,889	-	10,776,951	-	3,027,558	-	-	-	13,907,955
11	Past-due loans	7	-	-	-	155,674	-	489,801	38,644	-	-	684,126
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	-	-	-	-	-	12,567,400	-	-	-	13,318,082
18	Total	43,319,263	-	10,509,224	313,298	26,191,257	10,792,711	66,101,385	38,644	-	-	157,265,782

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (Continued):
II. EXPLANATIONS ON RISK MANAGEMENT (Continued):
5. Standardised Approach – Exposures by Asset Classes and Risk Weights (Continued):

	31 December 2024											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	Exposures to central governments or central banks	26,951,403	-	200,268	-	-	-	-	-	-	-	27,151,671
2	Exposures to regional governments or local authorities	-	-	-	-	3,201,581	-	-	-	-	-	3,201,581
3	Exposures to public sector entities	-	-	-	-	-	-	-	-	-	-	-
4	Exposures to multilateral development banks	51,348	-	-	-	-	-	-	-	-	-	51,348
5	Receivables from international organizations	-	-	-	-	-	-	-	-	-	-	-
6	Exposures to institutions	6,466,040	-	1,767,110	-	3,562,226	-	23,760	-	-	-	11,819,136
7	Exposures to corporates	2,113,725	-	2,826,071	-	7,127,989	-	35,702,352	21	-	-	47,770,158
8	Retail exposures	12,898	-	3,819	-	10,006	7,908,027	-	147,903	-	4,265	8,086,918
9	Exposures secured by residential property	148	-	-	279,213	-	-	-	-	-	-	279,361
10	Exposures secured by commercial real estate	53,888	-	716	-	9,708,796	-	2,152,841	-	-	-	11,916,241
11	Past-due loans	-	-	-	-	157,130	-	649,882	37,357	-	-	844,369
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	-	-	-	-	-	10,232,763	-	-	-	10,684,323
18	Total	36,101,010	-	4,797,984	279,213	23,767,728	7,908,027	48,761,598	185,281	-	4,265	121,805,106

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (Continued):**II. EXPLANATIONS ON RISK MANAGEMENT (Continued):****6. Assessment of Counterparty Credit Risk According to The Models Of Measurement:**

	30 June 2025	Revaluation cost	Potential credit risk exposure	EEPE	Alpha used for computing regulatory EAD	Exposure after credit risk mitigation	Risk weighted amounts
1	Standart Approach-CCR (for derivatives)	-	-		1.4	10,732,113	675,581
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)					1,394,222	693,094
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					12,126,335	1,368,675

	31 December 2024	Revaluation cost	Potential credit risk exposure	EEPE	Alpha used for computing regulatory EAD	Exposure after credit risk mitigation	Risk weighted amounts
1	Standart Approach-CCR (for derivatives)	-	-		1.4	7,519,472	501,486
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)					586,272	493,741
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					8,105,744	995,227

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (Continued):**II. EXPLANATIONS ON RISK MANAGEMENT (Continued):****7. Credit Valuation Adjustment (CVA) Capital Charge:**

	Current Period	Exposure (After credit risk mitigation methods)	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	10,732,113	161,899
4	Total amount of CVA capital adequacy	10,732,113	161,899

	Prior Period	Exposure (After credit risk mitigation methods)	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	7,519,472	107,044
4	Total amount of CVA capital adequacy	7,519,472	107,044

8. Standardised Approach - CCR Exposures by Regulatory Portfolio and Risk Weights:

Current Period	0%	10%	20%	50%	75%	100%	150%	Other	Total credit risk
Risk weights									
Risk Classes									
Central governments and central banksreceivables	8,420,670	-	-	-	-	-	-	-	8,420,670
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	672,676	-	9,108	-	-	2,332,461
Corporate receivables	-	-	815,051	51,850	-	497,722	-	-	1,364,623
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	8,420,670	-	2,465,728	724,526	8,581	506,830	-	-	12,126,335

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (Continued):
II. EXPLANATIONS ON RISK MANAGEMENT (Continued):
8. Standardised Approach - CCR Exposures by Regulatory Portfolio and Risk Weights (Continued):

Prior Period	0%	10%	20%	50%	75%	100%	150%	Other	Total credit risk
Risk weights									
Risk Classes									
Central governments and central banksreceivables	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	-	-	252,811	896,783	-	2,532	-	-	1,152,126
Corporate receivables	-	-	67,975	17,712	-	471,271	-	-	556,958
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	-	320,786	914,495	25	473,803	-	-	8,105,744

9. Composition of Collateral for CCR Exposure:

Current Period	Collaterals for Derivatives Transactions				Collaterals for Derivatives Transactions	
	Collaterals Taken		Collaterals Taken		Collaterals Taken	Collaterals Taken
	Segregated	Non-segregated	Segregated	Non-segregated		
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 guarantees	-	-	-	-	-	-
Total	-	-	-	-	8,345,120	-

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (Continued):**II. EXPLANATIONS ON RISK MANAGEMENT (Continued):****9. Composition of Collateral for CCR Exposure(Continued):**

Prior Period	Collaterals for Derivatives Transactions				Collaterals for Derivatives Transactions	
	Collaterals Taken		Collaterals Taken		Collaterals Taken	Collaterals Taken
	Segregated	Non-segregated	Segregated	Non-segregated		
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 guarantees	-	-	-	-	-	-
Total	-	-	-	-	6,567,614	-

10. Credit Derivatives:

None.

11. Risk to Central Counterparty:

There is a minimal CCP risk exposure due to the future transactions carried out by the Bank in Takasbank market. On a consolidated basis, Burgan Yatırım A.Ş is exposed to a minimal CCP risk within the scope of the products offered to its customers. For CCP risk, capital requirement is calculated for commercial risks and guarantee fund amounts with an alternative method.

Current Period	Risk Amount After CRM	RWA
1 Total risks arising from transactions to qualified CCP		1,016
2 Regarding risks arising from transactions in CCP (excluding initial margin and guarantee fund amount)	-	-
3 (i) OTC derivative financial instruments	540,662	1,016
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 THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (Continued):**II. EXPLANATIONS ON RISK MANAGEMENT (Continued):****11. Risk to Central Counterparty (Continued):**

Prior Period	Risk Amount After CRM	RWA
1 Total risks arising from transactions to qualified CCP		50,302
2 Regarding risks arising from transactions in CCP (excluding initial margin and guarantee fund amount)	-	-
3 (i) OTC derivative financial instruments	251,511	50,302
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	-	-

12. Securitization Disclosures:

None.

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (Continued):**II. EXPLANATIONS ON RISK MANAGEMENT (Continued):****13. Market Risk Under Standardised Approach:**

Current Period		RWA
Outright products		
1	Interest rate risk (general and specific)	2,343,734
2	Equity risk (general and specific)	952,247
3	Foreign exchange risk	3,588,374
4	Commodity risk	940,851
Options		
5	Simplified approach	-
6	Delta-plus method	417,662
7	Scenario approach	-
8	Securitisation	-
9	Total	8,242,868

Prior Period		RWA
Outright products		
1	Interest rate risk (general and specific)	1,897,266
2	Equity risk (general and specific)	755,579
3	Foreign exchange risk	1,285,593
4	Commodity risk	754,543
Options		
5	Simplified approach	-
6	Delta-plus method	243
7	Scenario approach	-
8	Securitisation	-
9	Total	4,693,224

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

The difference between the Group'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 Group has a short-term conservative foreign currency position management policy.

The Parent 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
Bid Rate	TL 46.6074	TL 36.7362	TL 39.7408	TL 35.2803
1st Day Bid Rate	TL 46.6074	TL 36.7362	TL 39.7408	TL 35.2803
2nd Day Bid Rate	TL 46.5526	TL 36.7429	TL 39.7424	TL 35.2233
3rd Day Bid Rate	TL 46.4941	TL 36.6134	TL 39.6989	TL 35.1368
4th Day Bid Rate	TL 45.9946	TL 36.6076	TL 39.6392	TL 35.2033
5th Day Bid Rate	TL 45.8819	TL 36.6592	TL 39.5502	TL 35.2162

The simple arithmetic average of the Parent 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 THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (continued):**III. EXPLANATIONS ON CONSOLIDATED CURRENCY RISK (continued):****Information on Currency Risk of The Group:**

	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	1,069,364	3,412,063	682,041	5,163,468
Financial Assets at Fair Value Through Profit or Loss ⁽¹⁾	88,430	1,516,917	90,778	1,696,125
Interbank Money Market Placements	-	-	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	901,919	3,594,452	-	4,496,371
Loans ⁽²⁾	34,472,292	14,923,707	-	49,395,999
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⁾	283,990	408,487	-	692,477
Total Assets	39,093,899	41,362,715	1,422,167	81,878,781
Liabilities				
Bank Deposits	6,989	2,300,553	-	2,307,542
Foreign Currency Deposits	3,377,263	12,389,226	11,287,804	27,054,293
Funds from Interbank Money Market	2,082,234	4,397,354	-	6,479,588
Funds Borrowed from Other Financial Institutions	19,394,532	45,781,737	-	65,176,269
Marketable Securities Issued	-	-	-	-
Miscellaneous Payables	528,433	706,902	9,579	1,244,914
Hedging Derivative Financial Liabilities ⁽³⁾	39,017	33,095	163	72,275
Other Liabilities ^{(3) (4)}	188,235	389,387	4,387	582,009
Total Liabilities	25,616,703	65,998,254	11,301,933	102,916,890
Net On-balance Sheet Position	13,477,196	(24,635,539)	(9,879,766)	(21,038,109)
Net Off-balance Sheet Position	(13,322,976)	22,937,910	9,924,967	19,539,901
Financial Derivative Assets	4,509,755	42,138,332	11,119,982	57,768,069
Financial Derivative Liabilities	17,832,731	19,200,422	1,195,015	38,228,168
Non-Cash Loans ⁽⁵⁾	4,818,351	9,381,495	124,667	14,324,513
31 December 2024				
Total Assets	25,830,509	24,041,722	2,255,441	52,127,672
Total Liabilities	15,556,839	44,139,493	2,907,841	62,604,173
Net On-balance Sheet Position	10,273,670	(20,097,771)	(652,400)	(10,476,501)
Net Off-balance Sheet Position	(9,943,841)	19,070,106	705,622	9,831,887
Financial Derivative Assets	(385,181)	22,504,347	1,350,607	23,469,773
Financial Derivative Liabilities	9,558,660	3,434,241	644,985	13,637,886
Non-Cash Loans ⁽⁵⁾	3,351,173	6,314,113	136,521	9,801,807

⁽¹⁾ TL 81,984 (31 December 2024: TL 119,476) income accruals of derivative financial instruments 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. (31 December 2024: TL 168,692) "Expected Loss Provisions" are included in the table. Lease Receivables from leasing transactions are also included.⁽³⁾ TL 368,667 (31 December 2024: TL 45,817) derivative financial instruments expense accruals are not included in the table above.⁽⁴⁾ Prepaid Expenses amounting to TL 7,136 in Other Assets are not included in the table. Other Liabilities include TL 78,201 (31 December 2024: TL 97,521) "Securities Valuation Differences" and "Hedging Funds", (31 December 2024: TL 73,472) "Free Provisions" are not included in the table. TL 8,841 (31 December 2024: TL 11,046) "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".

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

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

INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (continued):**IV. EXPLANATIONS ON CONSOLIDATED 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 Group 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, fair value through 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	404,628	-	-	-	-	5,105,346	5,509,974
Financial Assets at Fair Value Through Profit/Loss ⁽²⁾	1,190,429	1,281,549	1,904,941	1,922,655	610,153	469,598	7,379,325
Interbank Money Market Placements	2,308,349	-	-	-	-	-	2,308,349
Financial Assets at Fair Value Through Other Comprehensive Income	1,068,192	1,139,017	106,194	4,445,983	2,359,014	60,485	9,178,885
Loans Given ⁽³⁾	27,095,354	12,385,140	29,559,591	18,006,630	2,522,111	705,616	90,274,442
Financial Assets Measured at Amortized Cost ⁽⁴⁾	1,206,591	5,809,144	627,075	3,889,754	3,938,618	-	15,471,182
Other Assets ⁽⁵⁾	2,977	-	-	-	-	14,897,675	14,900,652
Total Assets	41,024,560	20,614,850	32,197,801	28,265,022	9,429,896	34,534,502	166,066,631
Liabilities							
Bank Deposits	2,175,337	-	-	-	-	132,932	2,308,269
Other Deposits	39,425,069	12,724,993	811,210	17,021	-	14,747,760	67,726,053
Funds from Interbank Money Market	2,794,724	2,575,990	2,849,975	364,868	592,111	-	9,177,668
Miscellaneous Payables ⁽⁶⁾	-	-	-	-	-	2,085,506	2,085,506
Marketable Securities Issued	-	-	302,436	-	-	-	302,436
Funds Borrowed from Other Financial Institutions	3,797,938	37,552,127	21,534,695	305,886	-	1,985,623	65,176,269
Other Liabilities ⁽⁶⁾⁽⁷⁾	718,169	591,669	683,299	575,555	41,352	16,680,386	19,290,430
Total Liabilities	48,911,237	53,444,779	26,181,615	1,263,330	633,463	35,632,207	166,066,631
Balance Sheet Long Position	-	-	6,016,186	27,001,692	8,796,433	-	41,814,311
Balance Sheet Short Position	(7,886,677)	(32,829,929)	-	-	-	(1,097,705)	(41,814,311)
Off-balance Sheet Long Position	-	-	-	282,103	418,008	-	700,111
Off-balance Sheet Short Position	(1,945,282)	(1,620,103)	(889,991)	-	-	-	(4,455,376)
Total Position	(9,831,959)	(34,450,032)	5,126,195	27,283,795	9,214,441	(1,097,705)	(3,755,265)

⁽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/Loss includes derivative financial assets amounting to TL 2,630,322 classified to a related re-pricing periods.

⁽³⁾ Loans Given item includes TL 1,128,945 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 2,142,925 Assets Held For Sale From Discontinued Operations, TL 6,132,753 Tangible Assets, TL 427,780 Intangible Assets, TL 69,450 Current Tax Asset, TL 425,520 Deferred Tax Asset and TL 5,697,224 Other Assets.

⁽⁶⁾ Other Liabilities item includes derivative financial liabilities amounting to TL 2,432,100 classified to a related re-pricing periods. Other Liabilities and Miscellaneous Payables consist of TL 2,432,100 Financial Derivate Liabilities, TL 187,194 Lease Liabilities, TL 1,352,164 Provisions, TL 515,389 Current Tax Liability, TL 238,157 Deferred Tax Liability, TL 5,047,188 Other Liabilities and TL 11,603,744 Shareholder's Equity.

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

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

INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (continued):**IV. EXPLANATIONS ON CONSOLIDATED 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⁾	239,019	-	-	-	-	2,118,418	2,357,437
Financial Assets at Fair Value Through Profit/Loss ⁽²⁾	1,164,438	848,872	492,905	816,940	490,064	373,888	4,187,107
Interbank Money Market Placements	422,968	-	-	-	-	-	422,968
Financial Assets at Fair Value Through Other Comprehensive Income	1,067,436	1,378,513	616,175	4,053,417	3,468,998	54,558	10,639,097
Loans Given ⁽³⁾	20,002,781	9,716,283	19,234,318	16,680,159	2,338,785	865,944	68,838,270
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⁾	8,420	-	-	-	-	11,918,164	11,926,584
Total Assets	28,798,129	17,260,478	22,436,430	23,801,420	9,800,664	21,539,464	123,636,585
Liabilities							
Bank Deposits	705,693	-	-	-	-	9,054	714,747
Other Deposits	28,168,455	9,307,144	1,900,920	581	-	12,226,266	51,603,366
Funds from Interbank Money Market	5,097,797	491,790	1,308,928	614,673	-	-	7,513,188
Miscellaneous Payables ⁽⁶⁾	-	-	-	-	-	2,442,435	2,442,435
Marketable Securities Issued	-	-	-	-	-	-	-
Funds Borrowed from Other Financial Institutions	5,771,478	21,941,643	14,291,329	-	-	1,766,668	43,771,118
Other Liabilities ^{(6) (7)}	250,456	176,102	783,536	788,412	192	15,593,033	17,591,731
Total Liabilities	39,993,879	31,916,679	18,284,713	1,403,666	192	32,037,456	123,636,585
Balance Sheet Long Position	-	-	4,151,717	22,397,754	9,800,472	-	36,349,943
Balance Sheet Short Position	(11,195,750)	(14,656,201)	-	-	-	(10,497,992)	(36,349,943)
Off-balance Sheet Long Position	-	-	-	803,802	-	-	803,802
Off-balance Sheet Short Position	(514,088)	(1,185,273)	(448,169)	-	-	-	(2,147,530)
Total Position	(11,709,838)	(15,841,474)	3,703,548	23,201,556	9,800,472	(10,497,992)	(1,343,728)

⁽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/Loss includes derivative financial assets amounting to TL 2,189,364 classified to a related re-pricing periods.⁽³⁾ Loans Given item includes TL 898,345 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 5,572,660 Tangible Assets, TL 369,605 Intangible Assets, TL 156,507 Current Tax Asset, TL 306,234 Deferred Tax Asset and TL 3,950,103 Other Assets.⁽⁶⁾ Other Liabilities item includes derivative financial liabilities amounting to TL 1,860,905 classified to a related re-pricing periods. Other Liabilities and Miscellaneous Payables consist of TL 1,860,905 Financial Derivate Liabilities, TL 147,799 Lease Liabilities, TL 1,910,001 Provisions, TL 602,398 Current Tax Liability, TL 189,790 Deferred Tax Liability, TL 4,929,304 Other Liabilities and TL 10,393,969 Shareholder's Equity.⁽⁷⁾ Shareholders' Equity is presented in the Non-Interest Bearing column.

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

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

The average interest rates calculated by weighting the simple rates with their principals are given below:

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	2.32	3.66	-	46.41
Financial Assets at Fair Value Through Profit/Loss	4.78	7.66	-	40.46
Interbank Money Market Placements	-	-	-	47.81
Financial Assets at Fair Value Through Other Comprehensive Income	5.27	7.17	-	39.86
Loans Given	6.60	7.31	-	45.47
Financial Assets Measured at Amortized Cost	4.44	7.88	-	31.57
Liabilities				
Bank Deposits (*)	-	5.91	-	-
Other Deposits (*)	-	1.93	-	40.36
Funds from Interbank Money Market	3.38	4.64	-	39.10
Miscellaneous Payables	-	-	-	-
Marketable Securities Issued	-	-	-	48.39
Funds Borrowed from Other Financial Institutions	4.46	5.78	-	-

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

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	-	-	-	-
Due from Banks	-	2.69	-	45.28
Financial Assets at Fair Value Through Profit/Loss	5.28	7.98	-	29.63
Interbank Money Market Placements	-	-	-	48.70
Financial Assets at Fair Value Through Other Comprehensive Income	5.09	7.25	-	43.93
Loans Given	6.99	7.98	-	45.76
Financial Assets Measured at Amortized Cost	4.25	8.00	-	42.67
Liabilities				
Bank Deposits (*)	-	4.40	-	0.08
Other Deposits (*)	-	1.51	-	41.93
Funds from Interbank Money Market	5.17	5.65	-	42.82
Miscellaneous Payables	-	-	-	-
Marketable Securities Issued	-	-	-	-
Funds Borrowed from Other Financial Institutions	5.48	6.26	-	44.93

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

INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (continued):**IV. EXPLANATIONS ON CONSOLIDATED 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 Parent 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.

Currency	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 CONSOLIDATED SHARE CERTIFICATE POSITION RISK:**a. Comparison of balance sheet value, fair value and market value of equity investment**

Current Period		Comparison		
Equity Investments	Balance Sheet Value	Fair Value	Market Value	
1 Equity Investment Group A	-	-	-	-
Exchange Traded	-	-	-	-
2 Equity Investment Group B	-	-	-	-
Exchange Traded	-	-	-	-
3 Equity Investment Group C	-	-	-	-
Exchange Traded	-	-	-	-
4 Other Equity Investment Group	52,811	52,811	-	-
Unlisted Exchange Traded	52,811	52,811	-	-

Prior Period		Comparison		
Equity Investments	Balance Sheet Value	Fair Value	Market Value	
1 Equity Investment Group A	-	-	-	-
Exchange Traded	-	-	-	-
2 Equity Investment Group B	-	-	-	-
Exchange Traded	-	-	-	-
3 Equity Investment Group C	-	-	-	-
Exchange Traded	-	-	-	-
4 Other Equity Investment Group	46,884	46,884	-	-
Unlisted Exchange Traded	46,884	46,884	-	-

INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (continued):

VI. EXPLANATIONS ON CONSOLIDATED LIQUIDITY RISK MANAGEMENT AND THE CONSOLIDATED 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 Parent 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 Parent Bank is determined with "Burgan Bank Risk Management Policy" and "Burgan Bank Liquidity Risk Policy" documents approved by Bank's Board of Directors and "Burgan Bank Risk Management Policy" and "Burgan Bank Treasury Policy" and "Burgan Bank 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 Parent 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 Parent 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 THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (continued):

VI. EXPLANATIONS ON CONSOLIDATED LIQUIDITY RISK MANAGEMENT AND THE CONSOLIDATED LIQUIDITY COVERAGE RATIO (continued):

Although, the Parent Bank and its subsidiaries subject to consolidation are responsible to comply with liquidity limitations which are determined in Liquidity Risk Policy, they are 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 tests is to inform related committees and Board of Directors regarding liquidity outflows and derogation which can occur in the liquidity ratios of the Parent 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 Parent Bank has a central funding institution function in its relations with partners. Intra-group liquidity management and funding strategies are limited to related legal limitations.

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (continued):**VI. EXPLANATIONS ON CONSOLIDATED LIQUIDITY RISK MANAGEMENT AND THE CONSOLIDATED LIQUIDITY COVERAGE RATIO (continued):****Consolidated 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			29,743,518	13,128,701
CASH OUTFLOWS					
2	Retail and small business customers deposits	49,872,115	20,239,040	4,362,306	2,023,904
3	Stable deposits	12,498,102	-	624,905	-
4	Less stable deposits	37,374,013	20,239,040	3,737,401	2,023,904
5	Unsecured funding other than retail and small business customers deposits	21,273,165	16,274,107	14,724,708	10,849,241
6	Operational deposits	5,134,951	4,574,019	1,283,738	1,143,506
7	Non-Operational Deposits	7,737,790	5,908,324	5,040,546	3,913,971
8	Other Unsecured Funding	8,400,424	5,791,764	8,400,424	5,791,764
9	Secured funding				
10	Other cash outflows	2,732,554	2,468,241	2,732,553	2,468,240
11	Liquidity needs related to derivatives and market valuation changes on derivatives transactions	2,732,554	2,468,241	2,732,553	2,468,240
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	25,368,076	13,516,684	3,927,557	1,571,581
16	TOTAL CASH OUTFLOWS			25,747,124	16,912,966
CASH INFLOWS					
17	Secured receivables	-	-	-	-
18	Unsecured receivables	11,898,044	5,807,323	7,848,020	4,243,591
19	Other cash inflows	74	3,299,074	74	3,299,074
20	TOTAL CASH INFLOWS	11,898,118	9,106,397	7,848,094	7,542,665
				Upper Limit Applied Values	
21	TOTAL HIGH QUALITY LIQUID ASSETS			29,743,518	13,128,701
22	TOTAL NET CASH OUTFLOWS			17,899,030	9,370,301
23	LIQUIDITY COVERAGE RATIO (%)			166.17	140.11

(*) The arithmetic average of the last three months daily consolidated Liquidity Coverage Ratio's are used,

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (continued):**VI. EXPLANATIONS ON CONSOLIDATED LIQUIDITY RISK MANAGEMENT AND THE CONSOLIDATED 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			26,783,136	9,716,549
CASH OUTFLOWS					
2	Retail and small business customers deposits	37,479,216	11,054,062	3,262,495	1,105,406
3	Stable deposits	9,708,522	-	485,426	-
4	Less stable deposits	27,770,694	11,054,062	2,777,069	1,105,406
5	Unsecured funding other than retail and small business customers deposits	13,184,813	7,594,042	8,904,931	4,712,190
6	Operational deposits	3,226,707	2,265,841	806,677	566,461
7	Non-Operational Deposits	4,534,369	3,000,409	2,674,517	1,817,937
8	Other Unsecured Funding	5,423,737	2,327,792	5,423,737	2,327,792
9	Secured funding			-	-
10	Other cash outflows	2,414,637	2,826,127	2,414,638	2,826,127
11	Liquidity needs related to derivatives and market valuation changes on derivatives transactions	2,414,637	2,826,127	2,414,638	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	21,777,351	9,669,662	3,710,284	1,362,039
16	TOTAL CASH OUTFLOWS			18,292,348	10,005,762
CASH INFLOWS					
17	Secured receivables	-	-	-	-
18	Unsecured receivables	8,358,653	3,306,703	5,749,619	2,637,490
19	Other cash inflows	40,308	313,227	40,308	313,227
20	TOTAL CASH INFLOWS	8,398,961	3,619,930	5,789,927	2,950,717
				Upper Limit Applied Values	
21	TOTAL HIGH QUALITY LIQUID ASSETS			26,783,136	9,716,549
22	TOTAL NET CASH OUTFLOWS			12,502,421	7,055,045
23	LIQUIDITY COVERAGE RATIO (%)			214.22	137.72

(*) The arithmetic average of the last three months daily consolidated Liquidity Coverage Ratio's are used.

INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (continued):**VI. EXPLANATIONS ON CONSOLIDATED LIQUIDITY RISK MANAGEMENT AND THE CONSOLIDATED 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.

As of the period-end, high quality liquid assets of the Bank consist of accounts in Central Bank of the Republic of Turkey at a ratio of 50% and securities issued by under secretariat of Treasury at a ratio of 46%. The fund resources are distributed among deposits of individuals and retail, corporate deposits and due to bank debt at ratios of 17%, 39% and 20%, 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 the lowest and highest foreign currency and total consolidated liquidity coverage ratios related to the three-month period calculated by taking daily arithmetic averages are explained in the table below:

Current Period	Maximum (%)		Minimum (%)	
	FC	FC + TL	FC	FC + TL
Monthly Arithmetic Average (%)	213.38	200.01	111.40	140.32
Monthly	1.04.2025	1.04.2025	1.05.2025	1.05.2025

Prior Period	Maximum (%)		Minimum (%)	
	FC	FC + TL	FC	FC + TL
Monthly Arithmetic Average (%)	156.51	234.83	125.27	201.18
Monthly	01.12.2024	01.11.2024	01.10.2024	01.12.2024

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (continued):**VI. EXPLANATIONS ON CONSOLIDATED LIQUIDITY RISK MANAGEMENT AND THE CONSOLIDATED 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	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	404,628	-	-	-	-	3,280,184	5,509,974
Financial Assets at Fair Value Through Profit or Loss ⁽²⁾	-	331,385	743,331	1,995,546	3,139,526	699,853	469,684	7,379,325
Interbank Money Market Placements	-	2,308,349	-	-	-	-	-	2,308,349
Financial Assets at Fair Value Through Other Comprehensive Income	-	155,290	386,175	158,080	5,966,811	2,452,044	60,485	9,178,885
Loans Given ⁽³⁾	-	16,895,774	13,555,363	30,616,236	25,793,777	2,707,676	705,616	90,274,442
Financial Assets Measured at Amortized Cost ⁽⁴⁾	-	583,601	3,750,147	1,152,716	4,267,535	5,717,183	-	15,471,182
Other Assets ⁽⁵⁾	180,713	1,737,615	121,231	554,263	-	-	12,306,830	14,900,652
Total Assets	8,634,446	36,831,893	18,556,247	34,476,841	39,167,649	11,576,756	16,822,799	166,066,631
Liabilities								
Bank Deposits	132,932	2,175,337	-	-	-	-	-	2,308,269
Other Deposits	14,747,760	39,425,069	12,724,993	811,210	17,021	-	-	67,726,053
Funds Borrowed from Other Financial Institutions	-	1,939,643	11,318,245	26,004,869	19,583,106	6,330,406	-	65,176,269
Funds from Interbank Money Market	-	2,794,724	2,575,990	2,849,975	364,868	592,111	-	9,177,668
Marketable Securities Issued	-	503,978	-	(201,542)	-	-	-	302,436
Miscellaneous Payables	128,724	222,562	-	-	-	-	1,734,220	2,085,506
Other Liabilities ⁽⁶⁾⁽⁷⁾	-	2,684,308	749,682	1,068,090	763,439	46,017	13,978,894	19,290,430
Total Liabilities	15,009,416	49,745,621	27,368,910	30,532,602	20,728,434	6,968,534	15,713,114	166,066,631
Net Liquidity Gap	(6,374,970)	(12,913,728)	(8,812,663)	3,944,239	18,439,215	4,608,222	1,109,685	-
Net Off-balance Sheet Position	-	1,565,272	(522,841)	(207,649)	(249,572)	13,117	-	598,327
Receivables from Derivative Financial Instruments	-	41,951,702	15,716,890	12,118,376	8,260,377	607,967	-	78,655,312
Payables from Derivative Financial Instruments	-	(40,386,430)	(16,239,731)	(12,326,025)	(8,509,949)	(594,850)	-	(78,056,985)
Non-Cash Loans	-	12,626,542	3,448,601	7,820,251	1,100,487	47,894	-	25,043,775
31 December 2024								
Total Assets	6,472,581	18,998,647	15,723,078	25,358,157	32,999,131	12,659,245	11,425,746	123,636,585
Total Liabilities	12,333,075	39,251,833	20,386,469	24,206,438	5,970,769	5,354,305	16,133,696	123,636,585
Net Liquidity Gap	(5,860,494)	(20,253,186)	(4,663,391)	1,151,719	27,028,362	7,304,940	(4,707,950)	-
Net Off-balance Sheet Position	-	37,197	179,865	(591,100)	(1,087,386)	1,027	-	(1,460,397)
Receivables from Derivative Financial Instruments	-	16,519,087	5,387,719	10,944,689	5,653,022	14,516	-	38,519,033
Payables from Derivative Financial Instruments	-	(16,481,890)	(5,207,854)	(11,535,789)	(6,740,408)	(13,489)	-	(39,979,430)
Non-cash Loans	-	9,747,058	2,615,897	8,038,938	679,025	35,944	-	21,116,862

⁽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/Loss includes derivative financial assets amounting to TL 2,630,322 classified to a related re-pricing periods.⁽³⁾ Loans Given item includes TL 1,128,945 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 2,142,925 Assets Held For Sale From Discontinued Operations, TL 6,132,753 Tangible Assets, TL 427,780 Intangible Assets, TL 69,450 Current Tax Asset, TL 425,520 Deferred Tax Asset, TL 5,697,224 Active accounts that make up the balance sheet, accounts such as fixed assets, associates and subsidiaries and goods are shown in the "Undistributable" column in "Other Assets".⁽⁶⁾ Other Liabilities item includes derivative financial liabilities amounting to TL 2,432,100 classified to a related re-pricing periods, Other Liabilities and Miscellaneous Payables consist of TL 2,432,100 Financial Derivate Liabilities, TL 187,194 Lease Liabilities, TL 1,352,164 Provisions, TL 515,389 Current Tax Liability, TL 238,157 Deferred Tax Liability, TL 5,047,188 Other Liabilities and TL 11,603,744 Shareholder's Equity.⁽⁷⁾ Shareholders' equity is presented under the "Other liabilities" item in the "Undistributable" column.

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (continued):**VI. EXPLANATIONS ON CONSOLIDATED LIQUIDITY RISK MANAGEMENT AND THE CONSOLIDATED 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' on-balance 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	12,095,955	-	-	8,422,575	20,518,530
2 Tier 1 Capital and Tier 2 Capital	12,095,955	-	-	8,422,575	20,518,530
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	6,660,803	24,371,243	21,385,453	19,341,477	45,827,808
8 Operational deposits	-	10,420,587	-	-	5,210,293
9 Other Obligations	6,660,803	13,950,656	21,385,453	19,341,477	40,617,514
10 Liabilities equivalent to interconnected assets	-	-	-	-	-
11 Other Liabilities	-	-	-	-	-
12 Derivative liabilities	-	-	-	23,106	-
13 All other equity not included in the above categories	14,996,739	13,655,265	-	-	-
14 Available stable funding					114,821,044
Required Stable Funding					
15 High Quality Liquid Assets	-	-	-	-	3,176,870
16 Deposits held at financial institutions for operational purposes	-	-	-	-	-
17 Performing Loans	3,258,957	48,815,044	22,535,748	37,584,454	64,217,346
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	3,161,620
20 Loans to corporate customers, real persons and or retail customers, central banks, other than credit agencies and/or financial institutions	-	38,325,092	21,196,586	36,449,674	60,917,613
21 Loans with a risk weight of less than or equal to 35%	-	153,952	64,297	-	109,124
22 Residential mortgages	-	-	-	157,392	102,305
23 Residential mortgages with a risk weight of less than or equal to 35%	-	-	-	157,392	102,305
24 Securities that are not in default and do not qualify as HQLA and exchange-traded equities	71,616	-	-	-	35,808
25 Assets equivalent to interconnected liabilities	-	-	-	-	-
26 Other Assets	-	-	-	-	20,799,836
27 Physical traded commodities, including gold	-	-	-	-	-
28 Initial margin posted or given guarantee fund to central counterparty	-	-	-	1,544,289	1,312,646
29 Derivative Assets	-	-	-	-	-
30 Derivative Liabilities before the deduction of the variation margin	-	-	-	55,811	55,811
31 Other Assets not included above	18,730,042	-	-	701,337	19,431,379
32 Off-balance sheet commitments	-	21,572,421	4,829,232	816,261	1,360,896
33 Total Required stable funding					89,554,947
34 Net Stable Funding Ratio (%)					128.21

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

Prior Period	a	b	c	ç	d
	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	Total Weighted Amount
Available Stable Funding					
1 Capital Instruments	10,829,377	-	-	7,400,403	18,229,780
2 Tier 1 Capital and Tier 2 Capital	10,829,377	-	-	7,400,403	18,229,780
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	18,136,320	7,692,710	3,289,881	20,941,460
8 Operational deposits	-	5,986,053	-	-	2,993,027
9 Other Obligations	5,656,670	12,150,267	7,692,710	3,289,881	17,948,433
10 Liabilities equivalent to interconnected assets	-	-	-	-	-
11 Other Liabilities	-	-	-	-	-
12 Derivative liabilities	-	-	-	137,873	-
13 All other equity not included in the above categories	7,326,947	21,021,074	-	-	-
14 Available stable funding	-	-	-	-	75,854,035
Required Stable Funding					
15 High Quality Liquid Assets	-	-	-	-	2,549,436
16 Deposits held at financial institutions for operational purposes	-	-	-	-	-
17 Performing Loans	1,951,332	31,019,511	108,400,298	35,032,368	52,393,616
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	1,889,203	4,889,546	92,415,166	977,388	2,041,235
20 Loans to corporate customers, real persons and or retail customers, central banks, other than credit agencies and/or financial institutions	-	26,129,964	15,985,132	34,012,198	50,293,508
21 Loans with a risk weight of less than or equal to 35%	-	105,158	59,447	-	82,302
22 Residential mortgages	-	-	-	42,781	27,808
23 Residential mortgages with a risk weight of less than or equal to 35%	-	-	-	42,781	27,808
24 Securities that are not in default and do not qualify as HQLA and exchange-traded equities	62,129	-	-	-	31,065
25 Assets equivalent to interconnected liabilities	-	-	-	-	-
26 Other Assets	-	-	-	-	14,111,476
27 Physical traded commodities, including gold	-	-	-	-	-
28 Initial margin posted or given guarantee fund to central counterparty	-	-	-	777,575	660,939
29 Derivative Assets	-	-	-	-	-
30 Derivative Liabilities before the deduction of the variation margin	-	-	-	33,988	33,988
31 Other Assets not included above	12,794,184	-	-	622,365	13,416,549
32 Off-balance sheet commitments	-	223,977	68,831	27,035	1,124,648
33 Total Required stable funding	-	-	-	-	70,179,176
34 Net Stable Funding Ratio (%)	-	-	-	-	108.09

The consolidated 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	110.30
31.05.2025	115.53
30.06.2025	128.21
3 Months Average	118.01

Period	Rate
31.10.2024	105.58
30.11.2024	103.98
31.12.2024	108.09
3 Months Average	105.88

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (continued):**VII. EXPLANATIONS ON CONSOLIDATED 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 Group calculated from the arithmetic average of the last three months is 6.69% (31 December 2024: 7.92%). 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)	152,783,881	116,173,224
(Assets deducted from core capital)	435,389	298,228
Total risk amount of balance sheet assets	152,348,492	115,874,996
Derivative financial assets and credit derivatives		
Cost of replenishment for derivative financial assets and credit derivatives	1,867,575	1,151,670
Potential credit risk amount of derivative financial assets and credit derivatives	598,868	328,836
Total risk amount of derivative financial assets and credit derivatives	2,466,443	1,480,506
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	37,783,270	28,605,931
(Correction amount due to multiplication with credit conversion rates)	-	-
Total risk of off-balance sheet transactions	37,783,270	28,605,931
Capital and total risk		
Core capital	12,830,731	11,569,758
Total risk amount	192,598,205	145,961,433
Leverage ratio		
Leverage ratio	6.69%	7.92%

(*) The arithmetic average of the last 3 months in the related periods.

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

As of 30 June 2025, The Group applies cash flow hedge accounting using cross currency & interest swaps to hedge its FC deposits and other liabilities with an average maturity up to 3 months against interest rate fluctuations. The Group 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 1,362,445 (31 December 2024: TL 1,341,808) and derivative financial payables of which carrying amount is TL 746,625 (31 December 2024: TL 760,072), 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 Income Statement (Net)
			Assets	Liabilities		
Cross Currency Swap	Floating rate up to 3 month maturity FC deposits	Cash flow risk of changes in market interest rates	171,571	23,169	27,536	-
Interest Rate Swap	Floating rate up to 3 month maturity FC deposits	Cash flow risk of changes in market interest rates	1,190,874	723,456	124,641	-

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 (such as the periods, in which interest income or expense is recognized) as re-classification adjustment and then it is re-classified in the profit and loss. There is no amount, which is transferred to income statement due to the swaps, of which effectiveness is damaged or closed in the current period (31 December 2024: TL 569,074).

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (continued):**IX. EXPLANATIONS ON OPERATING SEGMENTS:**

The Parent 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 services like loan, deposit, cash management, foreign trade financing, non-cash loans, foreign currency transaction services to customers.

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 items 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 Group
30 June 2025						
Net Interest Income	808,840	748,482	1,908,119	(465,110)	891,622	3,891,953
Net Fees and Commissions	6,879	118,441	271,184	-	30,891	427,395
Trading Profit/Loss	70,418	3,332	58,894	(521,547)	(36,305)	(425,208)
Other Operating Income	829	44,179	574,757	-	616,712	1,236,477
Operating Income	886,966	914,434	2,812,954	(986,657)	1,502,920	5,130,617
Operating and Provision Costs (-)	(612,461)	(745,715)	(1,213,500)	(326,150)	(992,026)	(3,889,852)
Net Operating Income	274,505	168,719	1,599,454	(1,312,807)	510,894	1,240,765
Dividend Income	-	-	-	-	138	138
Income/Loss from subsidiaries based on equity method	-	-	-	-	-	-
Profit Before Tax	274,505	168,719	1,599,454	(1,312,807)	511,032	1,240,903
Tax Provisions (-)	(82,351)	(50,616)	(364,037)	393,843	143,466	40,305
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	16,525,496	157,705,169
Investments in associates, subsidiaries and joint ventures	-	-	-	-	5,000	5,000
Unallocated Assets	-	-	-	-	8,356,462	8,356,462
Total Assets	5,620,677	10,299,105	73,464,827	51,795,064	24,886,958	166,066,631
Segments Liabilities	37,779,482	13,906,984	16,268,500	68,953,101	17,554,820	154,462,887
Unallocated Liabilities	-	-	-	-	11,603,744	11,603,744
Total Liabilities	37,779,482	13,906,984	16,268,500	68,953,101	29,158,564	166,066,631

(*) Other operations include non-distributable items of Parent Bank and operations of Burgan Finansal Kiralama A.Ş., Burgan Yatırım Menkul Değerler A.Ş. which are consolidated as affiliated partnerships of the Parent Bank.

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INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS (continued):**IX. 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 Group
30 June 2024						
Net Interest Income	405,691	746,776	1,461,907	(1,378,584)	593,017	1,828,807
Net Fees and Commissions	3,049	9,058	177,305	-	39,972	229,384
Trading Profit/Loss	74,602	6,774	597,385	258,476	(53,791)	883,446
Other Operating Income	839	10,729	455,957	-	579,710	1,047,235
Operating Income	484,181	773,337	2,692,554	(1,120,108)	1,158,908	3,988,872
Operating and Provision Costs (-)	(359,434)	(464,965)	(409,000)	(170,363)	(600,984)	(2,004,746)
Net Operating Income	124,747	308,372	2,283,554	(1,290,471)	557,924	1,984,126
Dividend Income	-	-	-	-	52	52
Income/Loss from subsidiaries based on equity method	-	-	-	-	-	-
Profit Before Tax	124,747	308,372	2,283,554	(1,290,471)	557,976	1,984,178
Tax Provisions (-)	(37,423)	(92,512)	(481,734)	387,141	603,601	379,073
Net Profit/Loss	87,324	215,860	1,801,820	(903,330)	1,161,577	2,363,251
31 December 2024						
Segment Assets	1,418,085	6,437,821	55,953,636	39,805,885	13,987,571	117,602,998
Investments in associates, subsidiaries and joint ventures	-	-	-	-	-	-
Unallocated Assets	-	-	-	-	6,033,587	6,033,587
Total Assets	1,418,085	6,437,821	55,953,636	39,805,885	20,021,158	123,636,585
Segments Liabilities	26,050,827	13,879,104	11,848,603	45,332,777	16,131,305	113,242,616
Unallocated Liabilities	-	-	-	-	10,393,969	10,393,969
Total Liabilities	26,050,827	13,879,104	11,848,603	45,332,777	26,525,274	123,636,585

(*) Other operations include non-distributable items of Parent Bank and operations of Burgan Finansal Kiralama A.Ş. and Burgan Yatırım Menkul Değerler A.Ş. which are consolidated as affiliated partnerships of the Parent Bank.

SECTION FIVE**EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS****I. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED ASSETS:****a. Information related to cash and the account of The Central Bank of the Republic of Turkey (the "CBRT"):****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 Amount	7,350,969	4,708,850	5,587,425	2,949,881
Unrestricted Time Amount	-	1,987,274	-	-
Restricted Time Amount	-	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 at 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 subject to the 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.

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

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

EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued)**I. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED 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 TL 87 of financial assets measured at fair value through profit or loss given as collateral/blocked (31 December 2024: TL 40,720).

2. Financial assets measured at fair value through profit or 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).

c. Information on banks:

1. Information on banks:

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Banks				
Domestic	346,648	944,461	165,896	303,339
Foreign	-	4,219,007	-	1,888,338
Foreign Headquarters and Branches	-	-	-	-
Total	346,648	5,163,468	165,896	2,191,677

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 3,736,745 of financial assets measured at fair value through other comprehensive income subject to repurchase agreements (31 December 2024: TL 2,605,390).

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

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

EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued)**I. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED ASSETS (continued):****d. Information on Financial Assets at Fair Value Through Other Comprehensive Income (continued):****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	60,485	54,558
Quoted on Stock Exchange	-	-
Not Quoted	60,485	54,558
Impairment (-)	67,401	97,279
Total	9,178,885	10,639,097

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

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

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

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

	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 loans that have been restructured or rescheduled and other receivables:

i.

		Loans Under Close Monitoring		
		Loans Not Subject to Restructuring	Restructured Loans	
Cash Loans	Standard Loans		Loans with Revised Contract Terms	Re-financed
Non-Specialized Loans	71,152,811	832,467	9,201,725	-
Loans given to enterprises	-	-	-	-
Export Loans	13,671,403	63,380	-	-
Import Loans	-	-	-	-
Loans Given to Financial Sector	7,981,522	-	-	-
Consumer Loans	8,095,812	150,911	3,010	-
Credit Cards	43,713	377	-	-
Other (*)	41,360,361	617,799	9,198,715	-
Specialized Loans	-	-	-	-
Other Receivables (**)	8,217,324	238,270	512,176	-
Total	79,370,135	1,070,737	9,713,901	-

(*) Standart loans include loans that Burgan Yatırım gives to its customers.

(**) Other Receivables include lease receivables of Burgan Finansal Kiralama.

ii.

	Standard Loans	Loans Under Close Monitoring
12 Months Expected Credit Losses	162,192	-
Significant Increase in Credit Risk	-	423,755

(*) ECL for Lease Receivables are included in the table.

3. Information on distribution of cash loans according to maturity structure:

	Standard Loans	Loans Under Close Monitoring	
		Loans Not Subject to Restructuring	Restructured Loans
Short-Term Loans	35,718,320	123,326	45,260
Medium and Long-Term Loans	43,651,815	947,411	9,668,641
TOTAL	79,370,135	1,070,737	9,713,901

EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued)

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

e. Explanations on loans (continued):

4. 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 CONSOLIDATED STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**I. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED ASSETS (continued):****e. Explanations on loans:****5. 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

6. Distribution of Loans according to borrowers (*):

	30 June 2025	31 December 2024
Public	4,146,902	5,233,599
Private	86,007,871	63,204,827
Total	90,154,773	68,438,426

(*) "It includes "Receivables from Leasing Transactions".

7. Distribution of domestic and foreign loans (*):

	30 June 2025	31 December 2024
Domestic Loans	90,154,773	68,438,426
Foreign Loans	-	-
Total	90,154,773	68,438,426

(*) "It includes "Receivables from Leasing Transactions".

8. Loans given to associates and subsidiaries:

None (31 December 2024: None).

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

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

EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**I. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED ASSETS (continued):****e. Explanations on loans (continued):****9. Specific provisions allocated for loans (*) :**

	30 June 2025	31 December 2024
Substandard Loans	50,970	45,666
Doubtful Loans	72,187	35,859
Uncollectible Loans	419,841	350,720
Total	542,998	432,245

(*) It includes "Specific Provisions for Receivables from Leasing Transactions".

10. Information on non-performing loans (Net):**i. Information on non-performing loans and other receivables that are restructured or rescheduled by the Parent Bank:**

	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
Ending Balance of Prior Period	90,198	63,161	1,144,830
Additions (+)	189,310	4,941	36,203
Transfers from Other Categories of Non-Performing Loans (+)	-	125,153	53,882
Transfers to Other Categories of Non-Performing Loans (-)	125,153	53,882	-
Collections (-)	50,458	8,972	220,592
Write-off (-)	-	-	7
Sold Portfolio (-)	-	-	-
Corporate and Commercial Loans	-	-	-
Consumer Loans	-	-	-
Credit Cards	-	-	-
Other	-	-	-
Balance at the End of the Period	103,897	130,401	1,014,316
Specific Provision (-)	50,970	72,187	419,841
Net Balance on Balance Sheet	52,927	58,214	594,475

(*) It includes "Receivables from Leasing Transactions.

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

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

EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**I. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED 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	3,293	-	826,599
Provision Amount (-)	1,767	-	310,088
Net Balance on Balance Sheet	1,526	-	516,511
31 December 2024 (*)			
Period-End Balance	8,010	-	965,227
Provision Amount (-)	1,806	-	272,481
Net Balance on Balance Sheet	6,204	-	692,746

(*) Including "Receivables from Leasing Transactions".

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)	52,927	58,214	594,475
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)	14,425	8,916	68,769
Provision Amount (-)	4,381	1,528	20,518
Other Loans (Net)	10,044	7,388	48,251
Prior Period (Net)	44,532	27,302	794,110
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)	16,870	-	245,603
Provision Amount (-)	4,532	-	20,436
Other Loans (Net)	12,338	-	225,167

(*) Including "Receivables from Leasing Transactions".

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

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

e. Explanations on loans (continued):

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

Loans and other receivables in the nature of loss are collected through legal proceedings and conversion of guarantees into cash.

12. 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 second 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 Group has written-off its loans amounting to TL 7 (31 December 2024: TL 356).

EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**I. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED 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)	1,463	2,131	20,149
Interest Accruals and Rediscounts,			
Valuation Differences	2,819	4,763	32,729
Provision Amount (-)	1,356	2,632	12,580

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	1,502,009	397,542	1,898,999	603,973
Other	-	-	-	-
Total	1,502,009	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	15,472,293	14,374,054
Quoted on Stock Exchange	15,472,293	14,374,054
Not Quoted	-	-
Impairment (-)	-	-
Total	15,472,293	14,374,054

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

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

EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**I. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED 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
Balance at the Beginning of the Period	14,374,054	9,665,234
Exchange Differences in Monetary Assets	784,266	498,263
Purchases During the Year	2,102,479	3,027,292
Disposal Through Sale and Redemption	(2,700,050)	(1,993,767)
Increase in Value	911,544	3,177,032
End of Period Total	15,472,293	14,374,054

h. Information on associates (Net):

None. (31 December 2024: None).

i. Information on subsidiaries (Net):**1. Capital adequacy situation of major subsidiaries:**

The Parent Bank does not need any capitals arising from subsidiaries who inserted capital adequacy standard ratio.

2. 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

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

None (31 December 2024: None).

4. 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

5. 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 CONSOLIDATED STATEMENTS AS OF 30 JUNE 2025**

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

**EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS
(continued):****I. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED ASSETS (continued):****i. Information on subsidiaries (Net) (continued):****6. Movements 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	-	-
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 data before consolidation procedures.

7. 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	684,050
Total	4,633,290	3,822,776

(*) Includes the data before consolidation procedures.

8. Subsidiaries quoted on stock exchange:

None (31 December 2024: None).

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

None (31 December 2024: None).

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

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

EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**I. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED ASSETS (continued):****k. Information on lease receivables (net):**

Presentation of investments on financial lease based on their remaining maturities:

	30 June 2025		31 December 2024	
	Gross	Net	Gross	Net
Less than 1 year	4,943,887	4,069,639	4,123,906	3,304,135
1-4 Years	4,101,976	3,360,897	3,281,924	2,610,273
More than 4 years	1,667,702	1,628,317	1,376,085	1,301,403
Total	10,713,565	9,058,853	8,781,915	7,215,811

l. Information on derivative financial assets:

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

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Forward Transactions	659,675	142,040	302,018	55,134
Swap Transactions	268,249	84,364	290,024	130,740
Futures Transactions	1,700	-	5,391	-
Options	13,623	98,226	-	64,249
Other	-	-	-	-
Total	943,247	324,630	597,433	250,123

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	1,248,625	113,820	1,204,453	137,355
Foreign Net Investment Hedge	-	-	-	-
Total	1,248,625	113,820	1,204,453	137,355

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

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

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

The total amount of the Group's assets held for sale is TL 2,142,925 (31 December 2024: TL 1,571,475) and it has no discontinued operations.

	30 June 2025	31 December 2024
Prior Period		
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	672,834	28,182
Disposals (-), net	97,731	261,843
Impairment (-)	3,653	-
Depreciation (-)	-	-
Cost at the End of the Period	2,142,925	1,571,751
Accumulated Depreciation at the End of the Period (-)	-	276
Closing Net Book Value	2,142,925	1,571,475

n. Information on other assets:

Other assets amount to TL 5,697,224 (31 December 2024: TL 3,950,103) and do not exceed 10% of the total assets excluding off-balance sheet commitments.

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

**EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS
(continued):****II. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED 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	5,692,824	-	4,942,346	12,218,088	1,399,616	122,051	77,594	-	24,452,519
Residents in Turkey	5,337,447	-	4,934,070	12,016,185	1,381,744	102,605	52,556	-	23,824,607
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	2,603,349	-	227,718	3,879,188	736,981	85,466	31,866	-	7,564,568
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	14,880,692	-	12,582,948	34,452,592	7,386,998	347,313	383,779	-	70,034,322

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	4,917,639	-	1,490,885	4,659,883	231,837	29,362	62,436	-	11,392,042
Residents in Turkey	4,851,591	-	1,486,845	4,497,627	219,152	25,180	41,163	-	11,121,558
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	2,145,446	-	479,740	4,774,891	503,768	171,352	29,746	-	8,104,943
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	12,235,320	-	8,900,455	26,572,874	3,210,226	644,748	754,490	-	52,318,113

EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**II. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED 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				
Savings Deposit	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 Parent 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 "TPC" (Turkish Penal Code) Dated 26 September 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).

EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**II. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED 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	-	181,702	108,183	105,840
From Foreign Banks, Institutions and Funds	-	56,974,501	684,193	35,754,775
Total	-	57,156,203	792,376	35,860,615

2. Information on maturity structure of borrowings:

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Short-term	-	15,444,485	792,376	20,909,572
Medium and Long-term	-	41,711,718	-	14,951,043
Total	-	57,156,203	792,376	35,860,615

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

The Group's main funding sources are deposits and borrowings. As of 30 June 2025, deposits and borrowings from Group's risk group is covering 3.3% (31 December 2024: 1.1%) of total deposits. Besides, borrowings from Group's risk group is covering 36.5% (31 December 2024: 44.9%) of subordinated loans and other borrowings.

d. Information on marketable securities issued:

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Bonds	-	-	-	-
Bills	302,436	-	-	-
Asset-Backed Securities	-	-	-	-
Total	302,436	-	-	-

e. Information on other liabilities:

Other foreign liabilities amounting to TL 5,047,188 (31 December 2024: TL 4,929,304) do not exceed 10% of the total balance sheet excluding off-balance sheet commitments.

**EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS
(continued):****II. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED LIABILITIES (continued):****f. Information on lease payables:**

	30 June 2025		31 December 2024	
	Gross	Net	Gross	Net
Less than 1 year	5,320	4,987	22,252	13,841
Between 1-4 years	152,738	108,448	84,450	61,460
More than 4 years	112,988	73,759	96,620	72,498
Total	271,046	187,194	203,322	147,799

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	226,998	425,301	396,306	54,577
Futures Transactions	46,263	-	1,555	-
Options	73	63,756	-	44,805
Other	-	-	-	-
Total	1,168,255	517,220	986,642	114,191

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	710,936	35,689	736,596	23,476
Foreign Net Investment Hedge	-	-	-	-
Total	710,936	35,689	736,596	23,476

EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**II. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED LIABILITIES (continued):****h. Information on provisions:****1. Information on reserve for employment termination benefits:**

Under the Turkish Labour Law, the Group is required to pay severance to the 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 one month salary for each working years and this amount is limited by the severance pay maximum wage. Employment termination benefits are not funded as there is no funding requirement.

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

Movement of reserve for employment termination benefits during the period:

	30 June 2025	31 December 2024
Prior period end balance	98,232	82,229
Service cost	11,788	18,818
Interest cost	12,282	15,699
Reductions and payments	-	-
Actuarial loss/gain	-	(628)
Benefits paid (-)	4,196	16,892
Balance at the End of Period	118,106	99,226

In addition, as of 30 June 2025, the Group has accounted for vacation rights provision and personnel bonus provision amounting to TL 346,051 (31 December 2024: TL 440,673).

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EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**II. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED LIABILITIES (continued):****h. Information on provisions (continued):****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 free provisions under other provisions amounting to TL 828,733 (31 December 2024: TL 1,314,025), TL 38,233 (31 December 2024: TL 40,117) provisions for non-cash loans and commitments that are not converted to cash and not indemnified, TL 13,013 (31 December 2024: TL 8,833) for lawsuit cases, TL 8,028 (31 December 2024: TL 7,127) other provision.

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 259,980).

2. Information on taxes payable:

	30 June 2025	31 December 2024
Corporate Tax Payable	-	259,980
Taxation of 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	4,793	10,307
Other	67,892	59,411
Total	446,428	549,012

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EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**II. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED LIABILITIES (continued):****i. Information on taxes payable (continued):****3. Information on premium payables:**

	30 June 2025	31 December 2024
Social Security Premiums-Employee	23,817	18,687
Social Security Premiums-Employer	35,175	26,578
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	1,486	1,163
Unemployment Insurance-Employer	2,971	2,325
Other	5,512	4,633
Total	68,961	53,386

4. Explanations on deferred tax asset/liability:

As of 30 June 2025, the Group has netted-off the calculated deferred tax asset of TL 844,081 (31 December 2024: TL 479,596) and deferred tax liability of TL 656,718 (31 December 2024: TL 363,152) in accordance with TAS 12 and the Group has recorded a net deferred tax asset of TL 187,363 (31 December 2024: 116,444 TL 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
Carried-forward Tax Loss	809,453	-	242,836	-
Provision for Legal Cases	21,041	15,960	6,312	4,788
Expected Loss Provisions	761,021	603,764	228,306	181,130
Employee Benefits Provision	464,157	521,661	139,247	156,499
Difference Between Book Value and Tax Value and Tax Value of Fixed Assets	720,114	399,286	226,828	130,579
Other	1,841	22,003	552	6,600
Deferred Tax Assets	2,777,627	1,562,674	844,081	479,596
Valuation Differences of Derivative Instruments	181,767	319,884	54,531	95,965
Other	2,715,559	890,625	602,187	267,187
Deferred Tax Liabilities	2,897,326	1,210,509	656,718	363,152
Deferred Tax Assets/(Liabilities) (Net)			187,363	116,444

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

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

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

The deferred tax asset/liability movement is as follows:

	30 June 2025	31 December 2024
Balance as of 1 January	116,444	(842,049)
Current year deferred tax income/(expense), net	40,305	742,115
Deferred tax recognized in equity, net	30,614	216,378
Period end balance	187,363	116,444

j. Information on payables for assets held for sale and discontinued operations:

None (31 December 2024: None).

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

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

EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**II. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED LIABILITIES (continued):****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

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

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EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**II. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED LIABILITIES (continued):****I. 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 Parent Bank within several risk limits and legal limits.

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

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EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**II. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED LIABILITIES (continued):****I. Information on shareholders' equity (continued):**

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.

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 of the Bank's Ordinary General Assembly Meeting held on 25 March 2025; TL 3,649,185 including the effects of TAS 27 Standard, which is the profit of 2024, was transferred to legal and extraordinary reserves.

EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**III. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED 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
Loan allocation commitment with guaranteed usage	204,902	-
Securities buy/sale commitments	1,597,943	1,161,654
Commitments for cheques	267,076	173,763
Cheques blocked issued to customers	107,803	43,721
Commitments for credit card limits	207,376	2,601
Time deposits buy/sell commitments	-	-
Toplam	20,526,395	3,878,260

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 liabilities".

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
Letter of guarantees	11,357,284	10,531,633
Other guarantees	11,085,065	7,274,180
Letter of credits	189,841	134,400
Bank acceptance loans	2,411,585	3,176,649
Total	25,043,775	21,116,862

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

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Irrevocable Letters Of Guarantee	4,268,582	475,388	4,852,936	344,388
Revocable Letters Of Guarantee	3,991,989	1,910,810	3,276,997	1,074,251
Letters Of Guarantee Given In Advance	73,279	33,977	40,720	23,132
Guarantees Given To Customs	25,649	456,270	39,128	782,076
Other Letters Of Guarantee	11,113	110,227	11,124	86,881
Total	8,370,612	2,986,672	8,220,905	2,310,728

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

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EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**III. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED 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	20,328,731	15,926,595
Total	25,043,775	21,116,862

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

Current Period (*)	1st Group		2nd Group	
	TL	FC	TL	FC
Letters of Guarantee	8,316,176	2,939,959	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	10,664,826	13,789,572	36,069	527,969

(*) In addition to the non-cash loans stated in the table above, the Bank has a non-cash loan 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.

b. Information on contingent assets and contingent liabilities:

As of 30 June 2025, the total amount of lawsuit cases against the Group is TL 14,673 (31 December 2024: TL 14,673) and the Group sets aside a provision of TL 13,013 (31 December 2024: TL 8,833) regarding these risks.

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

Outlook	Stable
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 CONSOLIDATED STATEMENTS AS OF 30 JUNE 2025**

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

EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**IV. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED INCOME STATEMENT:****a. Information on interest income:****1. Information on interest income on loans :**

	30 June 2025		30 June 2024	
	TL	FC	TL	FC
Interest Income on Loans (*)				
Short-term Loans	3,198,064	385,302	2,941,610	182,242
Medium/Long-term Loans	3,882,032	794,149	2,574,791	677,416
Interest on Non-performing Loans	440,753	-	44,036	-
Premiums Received from Resource Utilization Support Fund	-	-	-	-
Total	7,520,849	1,179,451	5,560,437	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	275,936	3,168	409,486	3,147
From Foreign Banks	-	13,099	-	9,823
Headquarters and Branches Abroad	-	-	-	-
Total	294,517	17,772	411,986	12,970

3. Information on marketable securities:

	30 June 2025		30 June 2024	
	TL	FC	TL	FC
Financial Assets Measured at Fair Value Through Profit/Loss	264,811	54,997	16,906	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	1,326,831	205,591	1,260,121	133,232
Total	2,517,697	418,099	1,851,519	218,793

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

None (30 June 2024: None).

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

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

EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**IV. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED INCOME STATEMENT (continued):****b. Information on interest expenses:**

1. Information on interest income on loans:

	30 June 2025		30 June 2024	
	TL	FC	TL	FC
Banks	16,087	1,424,143	26,153	1,133,255
The CBRT	-	-	-	-
Domestic Banks	6,144	83	26,153	-
Foreign Banks	9,943	1,424,060	-	1,133,255
Headquarters and Branches Abroad	-	-	-	-
Other Institutions	-	-	-	-
Total (*)	16,087	1,424,143	26,153	1,133,255

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

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

None (30 June 2024: None).

3. Information on interest expense on issued securities:

	30 June 2025	30 June 2024
Interest Expense on Issued Securities	2,436	-

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	1 Year and More	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	-	117,408	230,560	90,733	24,695	6,465	-	469,861	424,537
Other Deposits	-	760	964,592	9,863	-	-	-	975,215	1,069,952
7 Day Notice Deposits	-	-	-	-	-	-	-	-	-
Total	-	1,585,454	4,967,261	931,275	94,841	121,157	-	7,699,988	5,398,692
Foreign Currency									
Foreign Currency Account	-	36,129	89,225	3,980	783	424	-	130,541	104,354
Bank Deposits	-	36,934	-	-	-	-	-	36,934	6,772
7 Day Notice Deposits	-	-	-	-	-	-	-	-	-
Precious Metal Deposits	-	-	-	-	-	-	-	-	-
Total	-	73,063	89,225	3,980	783	424	-	167,475	111,126
Grand Total	-	1,658,517	5,056,486	935,255	95,624	121,581	-	7,867,463	5,509,818

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

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

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

	30 June 2025	30 June 2024
Income	76,816,457	62,066,453
Capital Market Transactions	318,852	263,352
Derivative Financial Transactions	1,095,406	1,591,027
Foreign Exchange Gains	75,402,199	60,212,074
Loss (-)	77,241,665	61,183,007
Capital Market Transactions	57,015	61,206
Derivative Financial Transactions	967,289	973,669
Foreign Exchange Losses	76,217,361	60,148,132
Net Income/Loss	(425,208)	883,446

d. Information on other operating income:

The Group's other operating income for the period ending on 30 June 2025 and 30 June 2024 includes the adjustment account for previous years' expenses and other operating income.

e. Expected loss provisions and other provision expenses:

	30 June 2025	30 June 2024
Expected Credit Loss	169,409	(337,129)
12 Months Expected Credit Loss (Stage 1)	54,255	(18,633)
Significant Increase in Credit Risk (Stage 2)	5,620	(16,787)
Non-performing Loans (Stage 3)	109,534	(301,709)
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	175,286	(309,535)

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

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

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

	30 June 2025	30 June 2024
Provision for Employment Termination Benefits (*)	65,617	45,792
Provision for Bank Social Aid Pension Fund Deficit	-	-
Impairment Expenses of Tangible Assets	-	-
Amortization Expenses of Tangible Assets	127,043	83,834
Impairment Expenses of Intangible Assets	-	-
Goodwill Impairment Expense	-	-
Amortization Expenses of Intangible Assets	49,561	20,063
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 Non-current Assets Related to Discontinued Activities Held for Sale	-	-
Other Operating Expenses	1,370,225	897,413
Leasing Expenses Related to TFRS 16 Exceptions	15,753	11,160
Maintenance Expenses	23,011	12,172
Advertising Expenses	160,459	85,340
Other Expense	1,171,002	788,741
Loss on Sales of Assets	71	355
Other	10,727	3,756
Total	1,626,897	1,051,213

(*) As of 30 June 2025, "Employee Vacation Fee Provision Expense" amounts to TL 41,547 (30 June 2024: TL 28,494).

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

The Group has no discontinued operations. The Group's profit before tax from continuing operations is TL 1,240,903 (30 June 2024: TL 1,984,178 profit before tax).

**EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS
(continued):****IV. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED INCOME STATEMENT
(continued):****h. Explanations on provision for taxes from discontinued and continuing operations:**

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

1. Information on calculated current tax income or expense and deferred tax income or expense:
As of 30 June 2025, the Group has a net deferred tax expense amounting to TL 40,305. As of 30 June 2024 the Group has current tax expense amounting to TL 403,526 and deferred tax expense amounting to TL 782,599.
2. Explanations regarding income or expense from current tax and deferred tax income or expense:
The Group has TL 157,231 of deferred tax income from temporary differences and TL 242,836 from carried financial loss. The deferred tax expense due to the closing of temporary differences amounts to TL 359,762 netting off to TL 40,305 of deferred tax income.
As of 30 June 2024 the Group has TL 842,345 deferred tax income from temporary differences. The deferred tax expense due to the closing of temporary differences amounts to TL 59,746 netting off to TL 782,599 deferred tax income.
3. Information on recognition of deferred tax income or expense, temporary difference, financial loss, tax discount and exceptions in the income statement:
As of 30 June 2025, the Group has deferred tax expense amounting to TL 202,531 (30 June 2024: 782,599 net deferred tax expense) arising from temporary differences and has 242,836 deferred tax income as a result of carried financial loss (30 June 2024: TL no deferred tax income).

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

The Group has no discontinued operations and the below article (k) represents the current period net profit and loss from continuing operations.

j. Information on current period net profit and loss:

1. If the disclosure of usual banking transactions, income and expenditure items' composition is necessary to understand the annual performance of the Group, 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 following periods, the effect including these periods:
None.

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

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

EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS (continued):**IV. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED INCOME STATEMENT (continued):****k. Explanations on other items on the income statement:**

1. In the current period, the Group's interest income amounts to TL 20,143,083 (30 June 2024: TL 14,244,185) and TL 6,730,870 (30 June 2024: TL 4,591,246) of the related 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	5,251,792	3,611,881
Other	1,119,078	979,365
Total	6,370,870	4,591,246

2. In the current period, the Group's interest expense amounts to TL 16,251,130 (30 June 2024: TL 12,415,378) and TL 5,463,464 (30 June 2024: TL 4,819,153) of the related amount is classified as "Other Interest Expense" in the income statement.

	30 June 2025	30 June 2024
Other Interest Expense		
Interest Income Related To Derivative Transactions	4,840,757	4,045,697
Other	622,707	773,456
Total	5,463,464	4,819,153

3. In the current period, the Group's fee and commissions received amounts to TL 575,522 (30 June 2024: TL 306,716) and TL 491,996 (30 June 2024: TL 231,767) of this amount is classified under "Other" in the income statement.

	30 June 2025	30 June 2024
Other Fee and Commissions Received		
Commissions on Investment Fund Services	61,349	40,506
Insurance Commissions	139,969	14,076
Early Closing Commissions	25,486	31,277
Commissions on Futures Options Exchange Brokerage	8,282	7,983
Credit Card and POS Transaction Commission	9,669	4,408
Commissions from Correspondent Banks	5,958	3,674
Transfer Commissions	779	668
Common Point Commissions	579	406
Other	239,925	128,769
Total	491,996	231,767

4. In the current period, Group's fees and commissions expense amounts to TL 148,127 (30 June 2024: TL 77,332) and TL 146,982 (30 June 2024: TL 76,012) of the related amount is classified under "Other" account in the income statement,

	30 June 2025	30 June 2024
Other Fee and Commissions Given		
Card Transaction Commission	30,798	18,065
Commissions Granted to Correspondent Banks	9,344	4,976
Common Point Commissions	6,088	3,821
EFT Commissions	2,903	2,771
Transfer Commissions	154	246
Other	97,695	46,133
Total	146,982	76,012

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

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

**EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS
(continued):****V. EXPLANATIONS AND NOTES RELATED TO THE GROUP'S RISK GROUP****a. The volume of transactions relating to the Group's risk group, outstanding loan and deposit transactions and income and expenses of the period:**

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

30 June 2025						
Group's Risk Group	Associates, Subsidiaries and Joint Ventures		Direct And Indirect Shareholders Of The Group		Other Real and Legal Persons That Have Been Included in the Risk Group	
Loans and Other Receivables	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Balance at the Beginning of the Period	-	-	-	391	610	87
End of the Period	-	-	215,951	53,539	4,209	87
Interest and Commission Income Received	-	-	15,040	2	223	2

31 December 2024						
Group's Risk Group	Associates, Subsidiaries and Joint Ventures		Direct And Indirect Shareholders Of The Group		Other Real and Legal Persons That Have Been Included in the Risk Group	
Loans and Other Receivables	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Balance at the Beginning of the Period	-	-	-	21,373	1,173	87
End of the Period	-	-	-	391	610	87
Interest and Commission Income Received	-	-	-	2	204	1

2. Information on deposits and repurchase transactions of the Group's risk group:

Group's Risk Group	Associates, Subsidiaries and Joint Ventures		Direct And Indirect Shareholders of the Group		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	-	-	374,545	314,501	220,977	86,820
End of the Period	-	-	2,044,058	374,545	288,574	220,977
Interest Expense on Deposits	-	-	60,248	22,073	50,843	14,801

Group's Risk Group	Associates, Subsidiaries and Joint Ventures		Direct And Indirect Shareholders of the Group		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 CONSOLIDATED FINANCIAL STATEMENTS (continued):**V. EXPLANATIONS AND NOTES RELATED TO GROUP'S RISK GROUP (continued):**

- a. The volume of transactions relating to the Group's risk group, outstanding loan and deposit transactions and income and expenses of the period:
3. Information on forward and option agreements and other similar agreement with the Group's risk group:

Group's Risk Group	Associates, Subsidiaries and Joint Ventures		Direct And Indirect Shareholders of the Group		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
Fair Value Through Profit or Loss Transactions						
Beginning of the Period	-	-	-	3,303,501	-	-
End of the Period	-	-	-	-	-	-
Total Profit/Loss	-	-	-	2,602	-	-
Transactions for Hedging Purposes						
Beginning of the Period	-	-	-	-	-	-
End of the period	-	-	-	-	-	-
Total Profit/Loss	-	-	-	-	-	-

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

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

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

The Group performs various transactions with related parties during its banking activities. These are commercial transactions realized 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	23,762,600	36.46
Deposit	2,332,632	3.33
Non-cash Loans	53,626	0.21
Banks and Other Financial Institutions	34,701	0.63
Loans	220,160	0.27

As of 30 June 2025, the Group has no interest income from deposits given to banks included in the risk group (30 June 2024: None) The Group has interest expense amounting to TL 674,634 (30 June 2024: TL 860,711) on loans borrowed from the banks included in the risk group.

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

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

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

3. Information on transactions such as purchase-sale of real estate 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:

In accordance with the limits in Banking Law, cash and non-cash loans are allocated to the Parent Bank's risk group and the amount composes 0.25% (31 December 2024: 0.01%) of the Group's total cash and non-cash loans.

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

c. Information on benefits provided to top management:

Top management of the Group is composed of the Board of Directors, General Manager and Vice General Managers. The sum of benefits paid to top management, amounts to TL 260,373 (30 June 2024: TL 174,878) which constitutes of the sum of other benefits including yearly gross salaries and other payments and travel, meal aids, health and life insurances and vehicle expenses.

VI. EXPLANATIONS AND NOTES RELATED TO SUBSEQUENT EVENTS:

None.

SECTION SIX

EXPLANATIONS ON LIMITED REVIEW REPORT

I. EXPLANATIONS ON LIMITED REVIEW REPORT:

The consolidated financial statements as of 30 June 2025 and for the period then 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 consolidated 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 consolidated total assets reached TL 166,066,631, our consolidated total net cash loans and leasing receivables increased to TL 90,274,442, while total deposits amounted to TL 70,034,322. 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 consolidated capital adequacy ratio stood at 17.85%.

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	3.12.2021	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 Managers:</i>				
Suat Kerem Sözüğüzel	Corporate & Commercial Banking	01.04.2014	Graduate	17
Zeynep Bozkurt	Financial Affairs	15.01.2021	Graduate	13
<i>Vice General Managers:</i>				
Esra Aydın	Operation & Management Services	01.08.2007	Graduate	16
Cihan Vural	Internal Systems	03.11.2008	Undergraduate	13
Rasim Levent Ergin	Employee 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
Darço Akkaranfil	Information Technologies	14.09.2020	Graduate	15
Zeynep Bozkurt	Financial Affairs	15.01.2021	Graduate	13
Ayşen Aslı Koçer	Deposit 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 Türerer	Treasury, Capital Markets and Financial Institutions	01.03.2022	Graduate	25

Assignments:

There are no appointments 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 CONSOLIDATED 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	166,066,631	123,636,585	34.3
Loans, Lease Receivables and Factoring Receivables (Net)	90,274,442	68,838,270	31.1
Securities	29,399,070	27,010,423	8.8
Deposits	70,034,322	52,318,113	33.9
Debts Having Loan Characteristics	74,656,373	51,284,306	45.6
Equity	11,603,744	10,393,969	11.6
Guarantee and Warranties	25,043,775	21,116,862	18.6
Capital Adequacy Ratio	17.85%	21.93%	

	(01/01/2025 - 30/06/2025)	(01/01/2024 - 30/06/2024)	(01/04/2025 - 30/06/2025)	(01/04/2024 - 30/06/2024)
Net Profit/(Loss) for the Period	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 1,547 group employees.

Indicators related to shares of the Parent 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

(*) Reference is prepared based on BRSA Data of 30 June 2025 and discount and accrual are not added to balance sheet items.