BURGAN BANK A.Ş.

PUBLICLY ANNOUNCED CONSOLIDATED FINANCIAL STATEMENTS, RELATED DISCLOSURES AND NOTES THEREO AND INDEPENDENT AUDITOR'S REVIEW REPORT AS OF AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026

KPMG Bağımsız Denetim ve
Serbest Muhasebeci Mali Müşavirlik A.Ş.
İş Kuleleri Kule 3 Kat:2-9
Levent 34330 İstanbul
Tel +90 212 316 6000
Fax +90 212 316 6060
www.kpmg.com.tr

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 2026 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 2026 includes a free provision of TL 160 million, of which TL 5 million had been cancelled in current period and TL 165 million 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 2026, 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

4 August 2026
İstanbul, Turkey

THE CONSOLIDATED SIX-MONTH INTERIM FINANCIAL REPORT OF BURGAN BANK A.Ş. AS OF 30 JUNE 2026

Address of the Bank's Head Office	: Maslak Mahallesi, Eski Büyükdere Caddesi, No:13 34485 Sarıyer / İstanbul	
Telephone and Fax Numbers of the Bank	: Phone Fax	: 0 212 371 37 37 : 0 212 371 42 42
The Bank's Website	: www.burgan.com.tr	
Contact E-mail	: bilgi@burgan.com.tr	

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**
- **Section Four** **INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT OF THE GROUP**
- **Section Five** **EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL 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 **millions 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.

4 August 2026

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:

Name-Surname / Title	: Bahadır AKSU / Head of Department
Telephone Number	: 0 212 371 34 88
Fax Number	: 0 212 371 42 48

TABLE OF CONTENTS

SECTION ONE

GENERAL INFORMATION ABOUT THE GROUP

		PAGE
I.	Parent Bank's foundation date, start-up statute, history about the changes in this mentioned statute	1
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	2
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	3
IV.	Explanation on shareholders having control shares in the Parent Bank	4
V.	Information on the Parent Bank's service type and field of operation	4
VI.	Informatıon on application differences between consolidation practices as per the regulation on preparation of consolidated dinancial 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	4
VII.	Current or likely actual or legal barriers to immediate transfer of equity or repayment of debts between the Parent Bank and its subsidiaries	4

SECTION TWO

CONSOLIDATED FINANCIAL STATEMENTS OF THE GROUP

I.	Consolidated balance sheet (statement of financial position)	6
II.	Consolidated off-balance sheet commitments	8
III.	Consolidated statement of profit or loss	9
IV.	Consolidated statement of profit or loss and other comprehensive income	10
V.	Consolidated statement of changes in shareholders' equity	11
VI.	Consolidated statement of cash flows	13

SECTION THREE

EXPLANATIONS ON ACCOUNTING POLICIES FOR THE RELEVANT PERIOD

I.	Basis of presentation	14
II.	Explanations on strategy of using financial instruments and foreign currency transactions	15
III.	Explanations on investments in consolidated associates, subsidiaries and joint ventures	16
IV.	Explanations on forward transactions, options and derivative instruments	17
V.	Explanations on interest income and expenses	17
VI.	Explanations on fee and commission income and expense	18
VII.	Explanations on financial assets	19
VIII.	Explanations on expected credit losses	21
IX.	Explanations on offsetting financial assets	28
X.	Explanations on sales and repurchase agreements and securities lending transactions	28
XI.	Explanations on tangible assets held for resale, discontinued operations and liabilities regarding those assets	28
XII.	Explanations on goodwill and other intangible assets	29
XIII.	Explanations on property and equipment	29
XIV.	Explanations on leasing transactions	30
XV.	Explanations on provisions and contingent liabilities	31
XVI.	Explanations on contingent assets	31
XVII.	Explanations on obligations related to employee rights	32
XVIII.	Explanations on taxation	32
XIX.	Explanations on borrowings	35
XX.	Explanations on issuance of share certificates	35
XXI.	Explanations on avalized drafts and acceptances	35
XXII.	Explanations on government grants	35
XXIII.	Explanations on profit reserves and profit distribution	35
XXIV.	Explanations on earnings per share	36
XXV.	Explanations on related parties	37
XXVI.	Explanations on cash and cash equivalents	37
XXVII.	Explanations on segment reporting	37
XXVIII.	Explanations on other matters	37

SECTION FOUR

INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS

I.	Explanations on consolidated equity	38
II.	Explanations on consolidated risk management	44
III.	Explanations on consolidated currency risk	56
IV.	Explanations on consolidated interest rate risk	58
V.	Explanations on consolidated share certificate position risk	61
VI.	Explanations on consolidated liquidity risk management and the consolidated liquidity coverage ratio	62
VII.	Explanations on consolidated leverage ratio	70
VIII.	Explanations on hedge transactions	71
IX.	Explanations on operating segments	72

SECTION FIVE

EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS

I.	Explanations and notes related to consolidated assets	74
II.	Explanations and notes related to consolidated liabilities	88
III.	Explanations and notes related to consolidated off-balance sheet accounts	99
IV.	Explanations and notes related to consolidated income statement	101
V.	Explanations and notes related to Group's risk group	107
VI.	Explanations and notes related to subsequent events	109

SECTION SIX

EXPLANATIONS ON THE LIMITED REVIEW REPORT

I.	Explanations on the limited review report	110
II.	Explanations and notes prepared by independent auditor	110

SECTION SEVEN

EXPLANATIONS ON INTERIM ACTIVITY REPORT

I.	Evaluations fort he operating period and expectations for the future by The Chairman of the Board of Directors and the General Manager	111

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. on 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.

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 TL 3,050.

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).

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:

Title	Name	Responsibility	Education
Chairman of the Board of Directors:	Emin Hakan Eminsoy	Chairman of Board of Directors	Undergraduate
Board of Directors Members:	Adana Naser Sabah A Alsabah(*)	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
	Abdelkarim A. S. Kabariti	Member	Undergraduate
	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
	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
	Yener Yazlalı	Loans	Graduate
	Cemil Özkan(**)	Internal Systems	Undergraduate
	Tuba Onay Ergelen	Risk Management	Undergraduate
	Murat Bozkurt	Digital Banking	Undergraduate
	Elçin Kitapçı	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

(*) Adana Naser Sabah A. Alsabah was appointed as a member of the Board of Directors on 27 March 2026 and has served as the Vice Chairman of the Board of Directors since 3 June 2026.
(**) Cemil Özkan was promoted to and appointed as Executive Vice President responsible for Internal Systems on 25 June 2026.

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

(Amounts expressed in millions 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	52.00%	52.00%	-
Burgan Bank K.P.S.C.	1,446	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 2026, the Parent Bank, whose headquarter located in Istanbul, has 28 branches operating in Turkey (31 December 2025: 28). The Bank's core business activities include corporate and commercial banking, retail banking and banking services in treasury fields. As of 30 June 2026, the Group has 1,545 (31 December 2025: 1,517) employees.

VI. INFORMATION ON APPLICATION DIFFERENCES BETWEEN CONSOLIDATION PRACTICES AS PER THE REGULATION ON PREPARATION OF CONSOLIDATED DINANCIAL 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:

In accordance with the Communiqué on the Preparation of Consolidated Financial Statements of Banks, only financial subsidiaries are included within the scope of consolidation, whereas under Turkish Accounting Standards and Turkish Financial Reporting Standards, both financial and non-financial subsidiaries are required to be consolidated.

The Bank's non-financial subsidiary is not consolidated within the scope of this report.

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 2026 AND 31 DECEMBER 2025

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

I.	BALANCE SHEET	Note (Section	Reviewed 30/06/2026			Audited 31/12/2025		
	ASSETS	Five)	TL	FC	Total	TL	FC	Total
I.	**FINANCIAL ASSETS (Net)**		**21,940**	**33,408**	**55,348**	**20,140**	**21,601**	**41,741**
1.1	**Cash and Cash Equivalents**		**9,465**	**22,248**	**31,713**	**6,927**	**14,670**	**21,597**
1.1.1	Cash and Balances with Central Bank	I-a	8,779	20,250	29,029	5,886	12,014	17,900
1.1.2	Banks	I-c	99	1,998	2,097	474	2,656	3,130
1.1.3	Money Market Placements		587	-	587	567	-	567
1.1.4	Expected Credit Losses (-)		-	-	-	-	-	-
1.2	**Financial Assets at Fair Value through Profit or Loss**	**I-b**	**2,864**	**3,313**	**6,177**	**4,032**	**2,401**	**6,433**
1.2.1	Public Debt Securities		2,144	1,615	3,759	2,435	727	3,162
1.2.2	Equity Securities		3	-	3	7	-	7
1.2.3	Other Financial Assets		717	1,698	2,415	1,590	1,674	3,264
1.3	**Financial Assets at Fair Value through Other Comprehensive Income**	**I-d**	**6,607**	**5,583**	**12,190**	**7,044**	**3,767**	**10,811**
1.3.1	Public Debt Securities		6,599	5,219	11,818	7,036	3,425	10,461
1.3.2	Equity Securities		8	63	71	8	58	66
1.3.3	Other Financial Assets		-	301	301	-	284	284
1.4	**Derivative Financial Assets**	**I-l**	**3,004**	**2,264**	**5,268**	**2,137**	**763**	**2,900**
1.4.1	Derivative Financial Assets Measured at Fair Value Through Profit or Loss		1,887	2,218	4,105	1,205	708	1,913
1.4.2	Derivative Financial Assets Measured at Fair Value Through Other Comprehensive Income		1,117	46	1,163	932	55	987
II.	**FINANCIAL ASSETS MEASURED AT AMORTIZED COST (Net)**		**69,706**	**67,865**	**137,571**	**55,715**	**61,664**	**117,379**
2.1	**Loans**	**I-e-f**	**54,560**	**49,802**	**104,362**	**44,171**	**45,863**	**90,034**
2.2	**Leasing Receivables**	**I-k**	**2,007**	**10,100**	**12,107**	**1,491**	**8,564**	**10,055**
2.3	**Factoring Receivables**		**2,938**	**-**	**2,938**	**1,089**	**-**	**1,089**
2.4	**Financial Assets at Amortized Cost**	**I-g**	**11,454**	**8,520**	**19,974**	**9,767**	**7,747**	**17,514**
2.4.1	Public Sector Debt Securities		11,008	8,520	19,528	9,122	7,747	16,869
2.4.2	Other Financial Assets		446	-	446	645	-	645
2.5	**Expected Credit Losses (-)**	**I-e-f**	**1,253**	**557**	**1,810**	**803**	**510**	**1,313**
III.	**ASSETS HELD FOR SALE AND FROM DISCONTINUED OPERATIONS (Net)**	**I-m**	**2,244**	**-**	**2,244**	**2,652**	**-**	**2,652**
3.1	Held for Sale		2,244	-	2,244	2,652	-	2,652
3.2	Discontinued Operations		-	-	-	-	-	-
IV.	**OWNERSHIP INVESTMENTS (Net)**		**5**	**-**	**5**	**5**	**-**	**5**
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**	**-**	**5**	**5**	**-**	**5**
4.2.1	Unconsolidated Financial Investment in Subsidiaries		-	-	-	-	-	-
4.2.2	Unconsolidated Non-Financial Investments in Subsidiaries		5	-	5	5	-	5
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)**		**9,870**	**-**	**9,870**	**8,805**	**-**	**8,805**
VI.	**INTANGIBLE ASSETS (Net)**		**509**	**-**	**509**	**563**	**-**	**563**
6.1	Goodwill		-	-	-	-	-	-
6.2	Other		509	-	509	563	-	563
VII.	**INVESTMENT PROPERTIES (Net)**		**-**	**-**	**-**	**-**	**-**	**-**
VIII.	**CURRENT TAX ASSETS**		**27**	**-**	**27**	**333**	**-**	**333**
IX.	**DEFERRED TAX ASSETS**		**449**	**-**	**449**	**324**	**-**	**324**
X.	**OTHER ASSETS (Net)**	**I-n**	**5,348**	**1,582**	**6,930**	**3,982**	**750**	**4,732**
	TOTAL ASSETS		**110,098**	**102,855**	**212,953**	**92,519**	**84,015**	**176,534**

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 2026 AND 31 DECEMBER 2025

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

I.	BALANCE SHEET	Note	Reviewed 30/06/2026			Audited 31/12/2025		
	LIABILITIES	(Section Five)	TL	FC	Total	TL	FC	Total
I.	**DEPOSITS**	**II-a**	**41,039**	**40,135**	**81,174**	**34,534**	**30,686**	**65,220**
II.	**LOANS RECEIVED**	**II-c**	**616**	**73,702**	**74,318**	**39**	**66,162**	**66,201**
III.	**PAYABLES TO MONEY MARKET**		**5,661**	**10,120**	**15,781**	**4,053**	**8,499**	**12,552**
IV.	**ISSUED SECURITIES (Net)**	**II-d**	**1,349**	**-**	**1,349**	**787**	**-**	**787**
4.1	Bonds		1,349	-	1,349	787	-	787
4.2	Asset Backed Securities		-	-	-	-	-	-
4.3	Bills		-	-	-	-	-	-
V.	**FUNDS**		-	-	-	-	-	-
5.1	Funds from Credit Customers		-	-	-	-	-	-
5.2	Other		-	-	-	-	-	-
VI.	**FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS**	**II-b**	-	-	-	-	-	-
VII.	**DERIVATIVE FINANCIAL LIABILITIES**	**II-g**	**3,453**	**2,326**	**5,779**	**2,695**	**755**	**3,450**
7.1	Derivative Financial Liabilities at Fair Value through Profit or Loss		2,936	2,293	5,229	1,861	741	2,602
7.2	Derivative Financial Liabilities at Fair Value through Other Comprehensive Income		517	33	550	834	14	848
VIII.	**FACTORING LIABILITIES**		**-**	**-**	**-**	**-**	**-**	**-**
IX.	**LEASE LIABILITIES (Net)**	**II-f**	**628**	**-**	**628**	**545**	**-**	**545**
X.	**PROVISIONS**	**II-h**	**544**	**15**	**559**	**850**	**24**	**874**
10.1	Restructuring Provisions		-	-	-	-	-	-
10.2	Reserve for Employee Benefits		332	-	332	639	-	639
10.3	Insurance Technical Reserves (Net)		-	-	-	-	-	-
10.4	Other Provisions		212	15	227	211	24	235
XI.	**CURRENT TAX LIABILITY**	**II-i**	**690**	**-**	**690**	**572**	**-**	**572**
XII.	**DEFERRED TAX LIABILITY**	**II-i**	**516**	**-**	**516**	**505**	**-**	**505**
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**	**-**	**11,721**	**11,721**	**-**	**8,640**	**8,640**
14.1	Loans		-	11,721	11,721	-	8,640	8,640
14.2	Other Debt Instruments		-	-	-	-	-	-
XV.	**OTHER LIABILITIES**	**II-e**	**3,328**	**3,257**	**6,585**	**2,585**	**1,654**	**4,239**
XVI.	**SHAREHOLDERS' EQUITY**	**II-l**	**13,837**	**16**	**13,853**	**12,822**	**127**	**12,949**
16.1	Paid-in Capital		3,050	-	3,050	3,050	-	3,050
16.2	Capital Reserves		(7)	-	(7)	(7)	-	(7)
16.2.1	Share Premium		-	-	-	-	-	-
16.2.2	Share Cancellation Profits		-	-	-	-	-	-
16.2.3	Other Capital Reserves		(7)	-	(7)	(7)	-	(7)
16.3	Other Comprehensive Income/Expense Items not to be Recycledt to Profit or Loss		122	-	122	122	-	122
16.4	Other Comprehensive Income/Expense to be Recycled to Profit or Loss		40	16	56	(227)	127	(100)
16.5	Profit Reserves		9,621	-	9,621	7,049	-	7,049
16.5.1	Legal Reserves		466	-	466	336	-	336
16.5.2	Status Reserves		-	-	-	-	-	-
16.5.3	Extraordinary Reserves		9,155	-	9,155	6,713	-	6,713
16.5.4	Other Profit Reserves		-	-	-	-	-	-
16.6	Profit or Loss		1,011	-	1,011	2,835	-	2,835
16.6.1	Prior Years' Income/ (Loss)		263	-	263	269	-	269
16.6.2	Current Years' Income/ (Loss)		748	-	748	2,566	-	2,566
16.7	Minority Shares		-	-	-	-	-	-
	TOTAL LIABILITIES		**71,661**	**141,292**	**212,953**	**59,987**	**116,547**	**176,534**

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 2026 AND 31 DECEMBER 2025
(Amounts expressed in millions of Turkish Lira ("TL") unless otherwise stated.)

II.	OFF-BALANCE SHEET	Note (Section Five)	Reviewed 30/06/2026			Audited 31/12/2025		
			TL	FC	Total	TL	FC	Total
A.	**OFF-BALANCE SHEET COMMITMENTS (I+II+III)**		**160,797**	**261,369**	**422,166**	**107,647**	**202,290**	**309,937**
I.	**GUARANTEES AND WARRANTIES**	**III-a-2-3**	**17,027**	**14,786**	**31,813**	**14,031**	**15,760**	**29,791**
1.1.	Letters of Guarantee		10,167	2,315	12,482	9,901	2,527	12,428
1.1.1.	Guarantees Subject to State Tender Law		9	2	11	8	2	10
1.1.2.	Guarantees Given for Foreign Trade Operations		-	-	-	-	-	-
1.1.3.	Other Letters of Guarantee		10,158	2,313	12,471	9,893	2,525	12,418
1.2.	Bank Loans		-	444	444	1	245	246
1.2.1.	Import Letter of Acceptance		-	444	444	1	245	246
1.2.2.	Other Bank Acceptances		-	-	-	-	-	-
1.3.	Letters of Credit		-	11,904	11,904	-	12,876	12,876
1.3.1.	Documentary Letters of Credit		-	11,904	11,904	-	12,876	12,876
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		6,860	123	6,983	4,129	112	4,241
1.9.	Other Collaterals		-	-	-	-	-	-
II.	**COMMITMENTS**	**III-a-1**	**9,236**	**18,372**	**27,608**	**12,805**	**11,232**	**24,037**
2.1.	Irrevocable Commitments		9,236	18,372	27,608	12,805	11,232	24,037
2.1.1.	Asset Purchase and Sales Commitments		4,436	11,359	15,795	8,772	11,232	20,004
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		2,978	-	2,978	2,440	-	2,440
2.1.5.	Securities Issue Brokerage Commitments		-	-	-	-	-	-
2.1.6.	Commitments for Reserve Deposit Requirements		-	-	-	-	-	-
2.1.7.	Commitments for Cheques		364	-	364	248	-	248
2.1.8.	Tax and Fund Liabilities from Export Commitments		-	-	-	-	-	-
2.1.9.	Commitments for Credit Card Limits		1,312	-	1,312	1,225	-	1,225
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		146	7,013	7,159	120	-	120
2.2.	Revocable Commitments		-	-	-	-	-	-
2.2.1.	Revocable Commitments for Loan Limits		-	-	-	-	-	-
2.2.2.	Other Revocable Commitments		-	-	-	-	-	-
III.	**DERIVATIVE FINANCIAL INSTRUMENTS**		**134,534**	**228,211**	**362,745**	**80,811**	**175,298**	**256,109**
3.1.	Hedging Derivative Financial Instruments		28,104	15,748	43,852	28,155	11,345	39,500
3.1.1.	Transactions for Fair Value Hedge		-	-	-	-	-	-
3.1.2.	Transactions for Cash Flow Hedge		28,104	15,748	43,852	28,155	11,345	39,500
3.1.3.	Transactions for Foreign Net Investment Hedge		-	-	-	-	-	-
3.2.	Trading Derivative Financial Instruments		106,430	212,463	318,893	52,656	163,953	216,609
3.2.1.	Forward Foreign Currency Buy/Sell Transactions		27,629	41,168	68,797	17,930	22,005	39,935
3.2.1.1	Forward Foreign Currency Transactions-Buy		652	32,520	33,172	1,968	17,019	18,987
3.2.1.2.	Forward Foreign Currency Transactions-Sell		26,977	8,648	35,625	15,962	4,986	20,948
3.2.2.	Swap Transactions Related to Foreign Currency and Interest Rates		48,147	101,131	149,278	20,880	92,944	113,824
3.2.2.1.	Foreign Currency Swap-Buy		4,843	45,411	50,254	500	49,059	49,559
3.2.2.2.	Foreign Currency Swap-Sell		6,816	43,878	50,694	7,780	42,469	50,249
3.2.2.3.	Interest Rate Swap-Buy		18,244	5,921	24,165	6,300	708	7,008
3.2.2.4.	Interest Rate Swap-Sell		18,244	5,921	24,165	6,300	708	7,008
3.2.3.	Foreign Currency, Interest rate and Securities Options		20,984	60,849	81,833	10,674	46,030	56,704
3.2.3.1.	Foreign Currency Options-Buy		7,645	32,757	40,402	2,460	25,617	28,077
3.2.3.2.	Foreign Currency Options-Sell		13,339	28,092	41,431	8,214	20,413	28,627
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		9,670	9,315	18,985	3,172	2,974	6,146
3.2.4.1.	Foreign Currency Futures-Buy		-	9,315	9,315	-	2,974	2,974
3.2.4.2.	Foreign Currency Futures-Sell		9,670	-	9,670	3,172	-	3,172
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)**		**308,568**	**1,216,915**	**1,525,483**	**251,678**	**1,029,312**	**1,280,990**
IV.	**ITEMS HELD IN CUSTODY**		**41,179**	**27,283**	**68,462**	**31,803**	**30,719**	**62,522**
4.1.	Customer Fund and Portfolio Balances		-	-	-	-	-	-
4.2.	Investment Securities Held in Custody		21,445	26,646	48,091	18,358	30,295	48,653
4.3.	Cheques Received for Collection		12,518	595	13,113	8,231	384	8,615
4.4.	Commercial Notes Received for Collection		89	42	131	278	40	318
4.5.	Other Assets Received for Collection		-	-	-	-	-	-
4.6.	Assets Received for Public Offering		-	-	-	-	-	-
4.7.	Other Items Under Custody		7,127	-	7,127	4,936	-	4,936
4.8.	Custodians		-	-	-	-	-	-
V.	**PLEDGES RECEIVED**		**263,832**	**1,189,620**	**1,453,452**	**217,007**	**998,507**	**1,215,514**
5.1.	Marketable Securities		351	-	351	385	-	385
5.2.	Guarantee Notes		100,943	122,861	223,804	66,772	115,900	182,672
5.3.	Commodity		16,874	4,829	21,703	17,780	4,562	22,342
5.4.	Warranty		-	-	-	-	-	-
5.5.	Immovable		119,663	658,493	778,156	109,526	507,756	617,282
5.6.	Other Pledged Items		26,001	403,437	429,438	22,544	370,289	392,833
5.7	Pledged Items-Depository		-	-	-	-	-	-
VI.	**ACCEPTED INDEPENDENT GUARANTEES AND WARRANTIES**		**3,557**	**12**	**3,569**	**2,868**	**86**	**2,954**
	TOTAL OFF-BALANCE SHEET COMMITMENTS (A+B)		**469,365**	**1,478,284**	**1,947,649**	**359,325**	**1,231,602**	**1,590,927**

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

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

III.	STATEMENT OF PROFIT OR LOSS INCOME AND EXPENSE ITEMS	Note (Section Five)	Reviewed 01/01/2026- 30/06/2026	Reviewed 01/01/2025- 30/06/2025	Reviewed 01/04/2026- 30/06/2026	Reviewed 01/04/2025- 30/06/2025
I.	**INTEREST INCOME**	**IV-a**	**25,089**	**20,143**	**13,627**	**10,570**
1.1	Interest Received from Loans		11,773	8,700	6,312	4,734
1.2	Interest Received from Reserve Deposits		849	1,035	476	484
1.3	Interest Received from Banks		327	312	122	157
1.4	Interest Received from Money Market Transactions		103	52	17	33
1.5	Interest Received from Securities		3,064	2,936	1,709	1,715
1.5.1	Financial Assets at Fair Value through Profit or Loss		341	320	185	256
1.5.2	Financial Assets at Fair Value through Other Comprehensive Income		1,094	1,084	607	571
1.5.3	Financial Assets Measured at Amortized Cost		1,629	1,532	917	888
1.6	Finance Lease Interest Income		725	737	380	421
1.7	Other Interest Income	IV-k	8,248	6,371	4,611	3,026
II.	**INTEREST EXPENSES (-)**	**IV-b**	**20,540**	**16,250**	**11,267**	**8,417**
2.1	Interest on Deposits		6,360	7,867	3,573	3,913
2.2	Interests Given to Used Loans		1,856	1,440	819	746
2.3	Interest on Money Market Transactions		1,284	1,453	888	916
2.4	Interest on Securities Issued		291	2	171	2
2.5	Finance Lease Interest Expenses		85	25	44	13
2.6	Other Interest Expenses	IV-k	10,664	5,463	5,772	2,827
III.	**NET INTEREST INCOME/EXPENSE (I - II)**		**4,549**	**3,893**	**2,360**	**2,153**
IV.	**NET FEES AND COMMISSIONS INCOME/EXPENSES**		**518**	**427**	**249**	**268**
4.1	Fees and Commissions Received		763	575	381	344
4.1.1	Non-Cash Loans		105	83	55	44
4.1.2	Other	IV-k	658	492	326	300
4.2	Fees and Commissions Paid (-)		245	148	132	76
4.2.1	Non-Cash Loans (-)		-	1	-	-
4.2.2	Other (-)	IV-k	245	147	132	76
V.	**DIVIDEND INCOME**		-	-	-	-
VI.	**TRADING PROFIT/LOSS (Net)**	**IV-c**	**(968)**	**(425)**	**(997)**	**(351)**
6.1	Profit/Losses From Capital Market Transactions		180	262	215	175
6.2	Profit/Losses From Derivative Financial Transactions		(337)	128	(686)	(266)
6.3	Foreign Exchange Profit/Losses		(811)	(815)	(526)	(260)
VII.	**OTHER OPERATING INCOME**	**IV-d**	**1,782**	**1,236**	**819**	**680**
VIII.	**GROSS PROFIT FROM OPERATING ACTIVITIES (III+IV+V+VI)**		**5,881**	**5,131**	**2,431**	**2,750**
IX.	**ALLOWANCES FOR EXPECTED CREDIT LOSSES (-)**	**IV-e**	**465**	**169**	**212**	**217**
X.	**OTHER PROVISION EXPENSES (-)**	**IV-e**	**15**	**6**	**(214)**	**3**
XI.	**PERSONNEL EXPENSES (-)**		**2,593**	**2,088**	**1,315**	**1,048**
XII.	**OTHER OPERATING EXPENSES (-)**	**IV-f**	**2,040**	**1,627**	**1,045**	**863**
XIII.	**NET OPERATING PROFIT/LOSS (VIII-IX-X-XI-XII)**		**768**	**1,241**	**73**	**619**
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**	**768**	**1,241**	**73**	**619**
XVIII.	**PROVISION FOR TAXES ON INCOME FROM CONTINUING OPERATIONS (±)**	**IV-h**	**(20)**	**40**	**175**	**109**
18.1	Current Tax Provision		201	-	113	(6)
18.2	Expense Effect of Deferred Tax (+)		229	360	(348)	29
18.3	Income Effect of deferred tax (-)		410	400	(60)	132
XIX.	**NET PROFIT/LOSS FROM CONTINUING OPERATIONS (XVII±XVIII)**	**IV-i**	**748**	**1,281**	**248**	**728**
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**	**748**	**1,281**	**248**	**728**
25,1	Group`s Profit / Loss		748	1,281	248	728
25.2	Minority Shares' Profit / Loss (-)		-	-	-	-
	Profit / (Loss) per share (1,000 nominal in TL full)		2.452	4.201	0.813	2.387

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

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

IV.	**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**	**Reviewed 01/01/2026- 30/06/2026**	**Reviewed 01/01/2025- 30/06/2025**
I.	**CURRENT PERIOD PROFIT/LOSS**	**748**	**1,281**
II.	**OTHER COMPREHENSIVE INCOME**	**156**	**(71)**
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**	**156**	**(71)**
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	(297)	(89)
2.2.3	Income/Expenses Arising on Cash Flow Hedges	520	(13)
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	(67)	31
III.	**TOTAL COMPREHENSIVE INCOME (I+II)**	**904**	**1,210**

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 2026
(Amounts expressed in millions 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 30.06.2026	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-l**	**3,050**	**-**	**-**	**(7)**	**167**	**(45)**	**-**	**-**	**(45)**	**(55)**	**7,049**	**2,835**	**-**	**12,949**	**-**	**12,949**
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**	**-**	**-**	**(7)**	**167**	**(45)**	**-**	**-**	**(45)**	**(55)**	**7,049**	**2,835**	**-**	**12,949**	**-**	**12,949**
IV.	**Total Comprehensive Income**		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(207)**	**363**	**-**	**-**	**748**	**904**	**-**	**904**
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**		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**2,572**	**(2,572)**	**-**	**-**	**-**	**-**
11.1	Dividend Paid		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2	Transfers to Reserves		-	-	-	-	-	-	-	-	-	-	2,572	(2,572)	-	-	-	-
11.3	Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Period End Balance (III+IV+…..+X+XI)		**3,050**	**-**	**-**	**(7)**	**167**	**(45)**	**-**	**-**	**(252)**	**308**	**9,621**	**263**	**748**	**13,853**	**-**	**13,853**

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.

(Amounts expressed in millions 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 PRIOR 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-l**	**3,050**	**-**	**-**	**(7)**	**113**	**(54)**	**-**	**-**	**(186)**	**161**	**3,668**	**3,649**	**-**	**10,394**	**-**	**10,394**
II.	**Corrections according to TAS 8**		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
2.1	Effect of CorrectioAns		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2	Effect of Changes in Accounting Policy		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	**New Balance (I+II)**		**3,050**	**-**	**-**	**(7)**	**113**	**(54)**	**-**	**-**	**(186)**	**161**	**3,668**	**3,649**	**-**	**10,394**	**-**	**10,394**
IV.	**Total Comprehensive Income**		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(62)**	**(9)**	**-**	**-**	**1,281**	**1,210**	**-**	**1,210**
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**		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**3,381**	**(3,381)**	**-**	**-**	**-**	**-**
11.1	Dividend Paid		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2	Transfers to Reserves		-	-	-	-	-	-	-	-	-	-	3,381	(3,381)	-	-	-	-
11.3	Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Period End Balance (III+IV+…..+X+XI)		**3,050**	**-**	**-**	**(7)**	**113**	**(54)**	**-**	**-**	**(248)**	**152**	**7,049**	**268**	**1,281**	**11,604**	**-**	**11,604**

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.

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

VI.	STATEMENT OF CASH FLOW	Reviewed 30/06/2026	Reviewed 30/06/2025
A.	**CASH FLOWS FROM BANKING OPERATIONS**		
1.1	**Operating Profit Before Changes in Operating Assets and Liabilities**	**1,258**	**1,083**
1.1.1	Interest Received	23,865	18,916
1.1.2	Interest Paid	(20,386)	(16,067)
1.1.3	Dividend Received	-	-
1.1.4	Fees and Commissions Received	672	418
1.1.5	Other Income	-	-
1.1.6	Collections from Previously Written-off Loans and Other Receivables	157	280
1.1.7	Payments to Personnel and Service Suppliers	(2,593)	(1,908)
1.1.8	Taxes Paid	(201)	-
1.1.9	Other	(256)	(556)
1.2	**Changes in Operating Assets and Liabilities**	**1,913**	**7,198**
1.2.1	Net (Increase) Decrease in Financial Assets at Fair Value Through Profit or Loss	50	(2,532)
1.2.2	Net (Increase) Decrease in Due from Banks and Other Financial Institutions	(6,979)	(4,750)
1.2.3	Net (Increase) Decrease in Loans	(18,594)	(22,403)
1.2.4	Net (Increase) Decrease in Other Assets	(5,310)	(3,443)
1.2.5	Net Increase (Decrease) in Bank Deposits	152	1,594
1.2.6	Net Increase (Decrease) in Other Deposits	15,664	15,988
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	11,219	21,356
1.2.9	Net Increase (Decrease) in Overdue Payables	-	-
1.2.10	Net Increase (Decrease) in Other Liabilities	5,711	1,388
I.	**Net Cash Flow Provided from Banking Operations**	**3,171**	**8,281**
B.	**CASH FLOWS FROM INVESTING ACTIVITIES**		
II.	**Net Cash Provided from Investing Activities**	**(713)**	**1,701**
2.1	Cash Paid for Acquisition of Investments, Associates and Subsidiaries	-	(5)
2.2	Cash Obtained from Disposal of Investments, Associates and Subsidiaries	-	-
2.3	Purchases of Property and Equipment	(2,662)	(1,107)
2.4	Disposals of Property and Equipment	4,846	607
2.5	Cash Paid for Purchase of Financial Assets at Fair Value Through Other Comprehensive Income	(5,217)	(4,852)
2.6	Cash Obtained from Sale of Financial Assets at Fair Value Through Other Comprehensive Income	3,343	6,573
2.7	Cash Paid for Purchase of Financial Assets at Amortised Cost	(2,299)	(2,102)
2.8	Cash Obtained from Sale of Financial Assets at Amortised Cost	1,298	2,700
2.9	Other	(22)	(113)
C.	**CASH FLOWS FROM FINANCING ACTIVITIES**		
III.	**Net Cash Provided from Financing Activities**	**413**	**127**
3.1	Cash Obtained from Funds Borrowed and Securities Issued	1,442	302
3.2	Cash Outflow from Repayment of Funds Borrowed and Securities Issued	(917)	-
3.3	Issued Capital Instruments	-	-
3.4	Dividends Paid	-	-
3.5	Payments for Finance Leases	(112)	(175)
3.6	Other	-	-
IV.	**Effect of Change in Foreign Exchange Rate on Cash and Cash Equivalents**	**203**	**290**
V.	**Net Increase / (Decrease) in Cash and Cash Equivalents (I+II+III+IV)**	**3,074**	**10,399**
VI.	**Cash and Cash Equivalents at the Beginning of the Period**	**16,364**	**11,981**
VII.	**Cash and Cash Equivalents at the End of the Period**	**19,438**	**22,380**

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 are prepared on a historical cost basis, except for financial assets and liabilities carried at fair value, buildings, and subsidiaries accounted for using the equity method. The amounts in the consolidated financial statements and notes related to these financial statements have been expressed in millions 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.

According to TAS 29 Financial Reporting in Hyperinflationary Economies, entities whose functional currency is the currency of a hyperinflationary economy report their financial statements in terms of the currency's purchasing power at the end of the reporting period. TAS 29 defines characteristics that may indicate an economy is hyperinflationary. Moreover, under TAS 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 (Contiuned):

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. However, with the decision numbered 11021 dated 5 December 2024, by BRSA, it was decided that banks, financial leasing, factoring, financing, savings finance, and asset management companies will not apply inflation accounting in 2025. Thereafter, pursuant to BRSA decision numbered 11340 dated 18 December 2025, decision 10825 dated 11 January 2024 was repealed, confirming that banks, financial leasing, factoring, financing, savings finance, and asset management companies would not implement inflation accounting.

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 2026, foreign currency denominated balances are translated into TL using the exchange rates of TL 46.5747 and TL 53.0866 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:

The 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. Burgan Teknoloji A.Ş., being a non-financial institution, is not consolidated in the Bank's consolidated financial statements in accordance with the "Communiqué on the Preparation of Consolidated Financial Statements of Banks."

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 profits 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 2026 and 31 December 2025.

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's derivative instruments are classified under TFRS 9 as either "Derivative Financial Assets at Fair Value Through Profit or Loss" or "Derivative Financial Assets at Fair Value Through Other Comprehensive Income." TFRS 9 provides an option, in accounting policy choice, to defer the adoption of hedge accounting under TFRS 9 and continue applying hedge accounting under TAS 39. The Group continues to apply TAS 39 standard for hedge accounting within this scope. 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 income statement. The fair values of the derivative financial instruments are calculated by using quoted market prices or by using discounted cash flow models.

As of 30 June 2026, the Group applies cash flow hedge accounting through cross and interest currency swaps to protect against changes in interest rates of 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.

V. EXPLANATIONS ON INTEREST INCOME AND EXPENSE:

Interest income is recognized using the effective interest method as defined in IFRS 9 (the rate that exactly discounts estimated future cash flows of a financial asset or liability to its net present value). It is calculated by applying the effective interest rate to the gross carrying amount of the financial asset, except for financial assets that are credit-impaired at initial recognition or that subsequently become credit-impaired prior to initial recognition.When applying the effective interest method, the Group determines the fees that are an integral part of the effective interest rate of the financial instrument. Unless the financial instrument is measured at fair value through profit or loss, fees that are an integral part of the effective interest rate are treated as an adjustment to the effective interest rate. In such cases, these fees are recognized as income or expense when the instrument is initially recognized in the financial statements.

When applying the effective interest method, the Group amortizes fees included in the calculation of the effective interest rate, transaction costs, and other premiums or discounts over the expected life of the financial instrument.

If expectations regarding the cash flows of a financial asset are revised for reasons other than credit risk, the change is reflected in the carrying amount of the asset and in the relevant line item in the statement of profit or loss, and is amortized over the estimated life of the financial instrument.

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

V. EXPLANATIONS ON INTEREST INCOME AND EXPENSE (Continued):

If a financial asset becomes credit-impaired and is classified as a non-performing loan, the Group applies the effective interest rate to the amortized cost of the asset in subsequent reporting periods. Interest income for such assets is calculated on a contract-by-contract basis for all financial assets subject to impairment. In the expected credit loss model, the effective interest rate is used when calculating the loss given default, and the expected credit loss calculation also includes the related interest amount

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:

Initial Measurement of Financial Instruments

The classification of financial instruments at initial recognition depends on the contractual conditions and the relevant business model. Except for the assets in the scope of TFRS 15 "Revenue from Contracts with Customers", at initial recognition, financial assets or financial liabilities are measured at fair value. At initial recognition, financial asset or a financial liability exclusive the ones at fair value through profit or loss are measured at its fair value plus or minus, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

Classification of Financial Instruments

At initial recognition, the classification of financial instruments depends on the relevant business model used by management and the characteristics of the contractual cash flows.

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 income statement.

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. However, in certain exceptional cases, cost may be an appropriate estimation method for determining fair value. This is possible when the cost best reflects the estimate of fair value. 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 fows represent solely payments of principal and interest are classified as financial assets measured at amortized cost. Financial assets measured at amortized cost are initially recognized at their acquisition cost including the transaction costs which reflect the fair value of those instruments and are subsequently recognized at "Amortized Cost" by using "Effective Interest (Internal Efficiency) Rate" method. Interest income obtained from financial assets measured at amortized cost are accounted in the income statement.

Also, within the Bank's securities portfolio, inflation-indexed government bonds are classified as financial assets reflected in fair value changes recognized in other comprehensive income, and financial assets measured at amortized cost. These securities are valued and accounted for using the effective interest method based on the index calculated considering real coupon rates and the inflation index at the issuance date, along with the estimated inflation rate. As specified in the Treasury's Guide for Investors in Inflation-Indexed Bonds, the actual coupon payment amounts for these instruments are determined based on the inflation indices derived from the Consumer Price Index (CPI) two months prior. The Bank also adjusts its estimated inflation rate accordingly, in line with the expectations of the Central Bank of the Republic of Turkey and the Bank, and updates it 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 Rate of Return)" method.

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

Write-off policy is explained in section V, I.e.12. the explanations and notes related to Loans.

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. The Bank recognizes expected credit loss allowances for all loans measured at amortized cost, financial assets measured at amortized cost, financial assets measured at fair value through other comprehensive income (FVOCI), and off-balance sheet credit exposures. Financial assets measured at fair value through profit or loss are not subject to impairment. In accordance with TFRS 9, the Group assesses whether there has been a significant increase in credit risk since initial recognition by considering all reasonable and supportable information, including forward-looking information. At the reporting date, if there has been no significant increase in the credit risk of a financial instrument since its initial recognition, the Group measures the allowance for that financial asset at an amount equal to the 12-month expected credit loss. However, if a significant increase in credit risk is identified after initial recognition, the Group recognizes the allowance for the financial asset at an amount equal to the lifetime expected credit loss. The Group calculates and recognizes expected credit loss allowances either on a collective or individual basis for financial instruments with similar credit risk characteristics. The Group has established a policy to assess whether a significant increase in credit risk has occurred since initial recognition, taking into account the default risk over the remaining life of the financial asset.

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

VIII. EXPLANATIONS ON EXPECTED CREDIT LOSSES (Continued):

Calculation of Expected Credit Loss

Credit loss is the present value, calculated using the original effective interest rate, of the difference between all contractual cash flows that are due to the Group as they fall due and all the cash flows that the Group expects to collect. The Group estimates cash flows over the expected life of the financial instrument by considering all contractual terms of the financial instrument and the probability-weighted average of credit losses related to the relevant default risks as the expected credit loss. TFRS 9 Financial Instruments permits expected credit loss allowances to be calculated either on a collective basis by grouping financial assets with similar credit risk characteristics or on an individual basis. In cases where the Group calculates expected credit losses for financial instruments on an individual basis, it determines the credit loss by evaluating the possible outcomes related to the credit loss together with the probabilities of their occurrence. In this context, estimated expected credit losses are calculated to reflect an unbiased and probability-weighted amount, taking into account the range of possible outcomes.

Within the scope of collective assessment, financial assets are grouped according to their common credit risk characteristics in the calculation of expected credit losses, and the expected credit loss is calculated based on the relevant risk parameters. Expected credit loss is calculated as either 12-month or lifetime depending on whether there has been a significant increase in credit risk since initial recognition. Expected credit loss is calculated using the components of Probability of Default, Loss Given Default, and Exposure at Default.

In the calculation of expected credit loss, macroeconomic indicators are taken into consideration in determining the Probability of Default component. Forward-looking macroeconomic forecasts are incorporated into the expected credit loss through the use of multiple scenarios.

Forward-looking macroeconomic information is incorporated into the risk parameters used in TFRS 9 calculations. In incorporating macroeconomic information, econometric models and forecasts that reflect the relationships between model risk parameters and macroeconomic variables are taken into consideration. The main macroeconomic indicators used in constructing these forecast models include metrics such as Turkey's real gross domestic product growth rate, consumer price index, and unemployment rate. The macroeconomic forecast models include three scenarios, and these scenarios are taken into account in expected credit loss calculations in proportion to their respective weights. A five-year forecast horizon is used for forward-looking projections. The Group updates the macroeconomic variables used in the expected credit loss calculation at least once a year and incorporates them into its models. Management does not have any overlay adjustment to the Group's TFRS 9 model.

The expected credit loss calculation is carried out by considering three different scenarios: optimistic, pessimistic, and base. The final provisions are calculated by weighting them according to the probabilities of each scenario.

During the reporting period, the rating/score models used for Corporate/Commercial and Retail segment customers were calibrated with recent data within the scope of the annual review activities of the TFRS 9 models. In order to recognize expected credit losses collectively in the financial statements through the models developed under TFRS 9, loans with similar characteristics have been segmented. In establishing the segmentation structure, customer type (retail or corporate/commercial) and product type information are taken into consideration.

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): It is defined as the likelihood that the borrower will be unable to fulfill their obligations to the bank, or in other words, will fail to repay their debt to the bank. This rate is calculated separately for each loan based on its type, using various statistical assumptions related to criteria such as rating or score, maturity, and cash flows.

- **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.

PD is determined by taking into account historical data, current conditions, and forward-looking macroeconomic expectations (scenarios) and is updated periodically.

Loss Given Default Rate: It reflects the potential economic loss, considering both the collection period and the time value of money in the event of a credit default.

It is the parameter that shows the economic loss the Group would be exposed to in the event of a loan default, expressed as a percentage. LGD rates are established by considering collateral information, haircut rates, and default amounts, which are evaluated within the risk determinants of the portfolios, and are regularly reviewed. In the calculation of expected credit losses for Stage 3 loans, increasing LGD rates reflecting the post-default recovery cycle are used by taking into account the duration of default and historical collection performance. If the duration of default exceeds a certain level and the additional period does not lead to a significant change in the expected loss, the LGD rate for the relevant loans is assumed to be 100%, and it is considered that there is no remaining collection expectation. In its LGD estimates, the Group monitors changes in post-default collection performance and collateral valuation assumptions; parameters are updated where deemed necessary.

Exposure at Default: It is the parameter that shows the amount of a loan that will be in default. For a term or installment loan, the exposure at default is the amount stated in the payment schedule at the time of default. However, for credit cards, overdraft accounts, and off-balance-sheet loans, the exposure at default is calculated using a parameter called the credit conversion factor (CCF). Since the exposure for overdraft accounts and credit cards depends on the limit committed by the bank, the risk amount in the event of default cannot be known at the time the loan is granted and is therefore estimated by multiplying by the credit conversion factor.

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

VIII. EXPLANATIONS ON EXPECTED CREDIT LOSSES (Continued):

Exposure at Default (Continued):

The Group includes forward-looking macroeconomic data into its calculation of expected credit losses to assess default probabilities for corporate and commercial customers. 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: Pessimistic, base and optimistic, to be used in calculating expected credit losses. Final values are obtained by averaging the expected credit losses generated in the respective scenarios.

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

Stage 1:

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

Accordingly, the 12-month expected credit loss is calculated based on the 12-month probability of default (PD) for default events expected to occur within 12 months following the reporting date, multiplied by the loss given default (LGD) and exposure at default (EAD) components for the relevant period. In this calculation, the 12-month probabilities of default (PD) and other parameters (LGD, EAD, discount rate) created under positive, adverse, and base scenarios reflecting forward-looking macroeconomic expectations are used to calculate the expected credit loss for each scenario. Each scenario's result is then weighted according to its probability to determine the final expected credit loss of the loan. If the Group classifies the loan under Standard Performing Loans (Stage 1), the 12-month expected credit loss is calculated based on 365 days even if the loan term exceeds one year. In cases where the loan term is less than one year, the remaining days to maturity (excluding revolving loans and credit cards) are used in the calculations.

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.

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

VIII. EXPLANATIONS ON EXPECTED CREDIT LOSSES (Continued):

Exposure at Default(Continued):

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.

Lifetime Expected Credit Loss

Lifetime expected credit loss represents the expected credit losses arising from all possible default events over the expected life of a financial instrument. Under the TFRS 9 standard, it is stated that "if the credit risk on a financial instrument has increased significantly since initial recognition, the entity measures the allowance for that financial asset at an amount equal to the lifetime expected credit losses at each reporting date."

If a customer or loan is classified under Loans Under Close Monitoring (Stage 2) or Non-Perfoming Loans (Stage 3), the lifetime expected credit loss for the utilized loans is calculated based on the probabilities of default over the entire life of the loans. Accordingly, the lifetime expected credit loss is determined by multiplying the probability of default (PD) for the relevant period by the loss given default (LGD) and exposure at default (EAD) components. In this calculation, the expected credit loss calculated good, base and bad scenarios reflecting forward-looking macroeconomic expectations is weighted according to the probabilities assigned to each scenario to obtain the final allowance amount.

Although the methods used to calculate the expected credit loss allowance for Stage 2 and Stage 3 loans are similar, the probability of default is assumed to be 100% for Stage 3 loans. In addition, in the calculation of expected credit losses for Stage 3 loans, increasing LGD rates reflecting the post-default recovery cycle are used, taking into account the duration of default. If the duration of default exceeds a certain level and the additional period does not result in a material change in the expected loss, the LGD rate for the relevant loans is assumed to be 100%, and no further recovery is expected.

Definition of Default

The TFRS 9 Standard does not provide a direct definition of default; however, it requires that a definition of default consistent with that used in credit risk management be applied. When defining default for the purpose of determining the entity's credit risk under TFRS 9, the Group uses a definition that is consistent with the one applied for internal credit risk management purposes for the relevant financial instrument and, where appropriate, considers qualitative indicators (such as financial covenants). However, there is a presumption that default occurs when the financial instrument is more than 90 days past due, unless the entity has reasonable and supportable information indicating that default would occur over a longer period of delay.

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

VIII. EXPLANATIONS ON EXPECTED CREDIT LOSSES (Continued):

Definition of Default (Continued):

For these purposes, the definition of default used takes into account the 90-day past-due period in accordance with the provision that "it shall be applied consistently to all financial instruments unless information demonstrates that another definition of default is more appropriate for a particular financial instrument", under the framework of the Communiqué on the Calculation of Credit Risk Amount Based on Internal Rating Approaches, a debt is considered to be in default if at least one of the following two conditions is met:
a) The Group concludes that the borrower is unlikely to fully repay its obligations to the Group or to any of its consolidated financial subsidiaries without recourse to collateral; b) The borrower is more than 90 days past due on a material obligation to the Group or to any of its consolidated financial subsidiaries.
For loans classified as non-performing (Stage 3), the expected credit loss allowance is calculated using an estimation of Loss Given Default (LGD). This estimation is made based on collateral information, haircut rates, and exposure at default.

Portfolios with Low Credit Risk

The TFRS 9 Standard states that for certain portfolios, where historical default data is not available and reliable results cannot be produced, the expected credit loss allowance can be calculated using a low default rate. The standard explains this provision as follows: "If a financial instrument is determined to have low credit risk at the reporting date, the entity may assume that the credit risk on the financial instrument has not increased significantly since initial recognition." In the Group, these transactions are classified as:
a) CBRT Transactions (funds held at the CBRT and Reserve Requirements),b) Securities (Financial Assets at Fair Value through Other Comprehensive Income and Financial Assets Measured at Amortized Cost),
c) Interbank transactions.

Significant Increase in Credit Risk

A Significant Increase in Credit Risk requires the Group to recognize the expected credit loss allowance based on Lifetime Expected Credit Loss instead of the 12-Month Expected Credit Loss. Accordingly, if there is a significant increase in credit risk after initial recognition, the relevant financial asset is transferred to Stage 2.

In determining a significant increase in credit risk, the Group performs both qualitative and quantitative assessments. Under TFRS 9, a holistic approach is adopted in evaluating changes in credit risk; while quantitative criteria are primarily considered, qualitative indicators are also included in the assessment. The Group uses an approach based on the deterioration in the customer's rating to determine a significant increase in credit risk according to quantitative criteria.

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.

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

VIII. EXPLANATIONS ON EXPECTED CREDIT LOSSES (Continued):

Significant Increase in Credit Risk(Continued):

Qualitative Assessment: Based on the qualitative assessment, the Group classifies a financial asset as Stage 2 (Significant Increase in Credit Risk) if any of the following conditions are met:

- Receivables that are more than 30 days past due as of the reporting date,
- Receivables monitored under the watchlist,
- Cases where the payment schedule has been modified due to refinancing, restructuring, or concession, and the change cannot be explained by commercial reasons,
- The customer is assessed as a high-risk client in accordance with the Group's prudential policy.

As an exception to this provision, firms whose rating has decreased by 5 or more notches since the loan was granted and whose final rating after this decrease is 7 or 7-, and for which the PD (Probability of Default) determined from the final rating is below 1%, are excluded.

In addition to the rules above, the Group has also set aside 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 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:

Under the "Non-Current Assets Held for Sale and Discontinued Operations Standard" (TFRS 5), a non-current asset (or a group of non-current assets to be disposed of) classified as held for sale is measured at the lower of its carrying amount and fair value less costs to sell. 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 2026, the Group has no goodwill (31 December 2025: 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:

Tangible assets is measured at its cost when initially recognised and any directly attributable costs of setting the asset in working order for its intended use are included in the initial measurement. Subsequently, tangible assets 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. Within this framework, the revaluation difference arising from the valuations performed by independent expertise firms for all real estates registered in the ledger is accounted under revaluation surplus on tangible and intangible assets under equity.

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 "Recoverable amount", it is written down to its "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 "TFRS 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 "TFRS 16 Leases" standard, which is among the new standards, amendments and interpretations effective from 1 January 2019, in accordance with the transition obligations of the related standard.

TFRS 16 "Leases" Standard

The 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. Group reflects the existence of a right of use and a lease liability to the financial statements at the effective date of the lease.

Existence of right to use:

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

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

When the Group 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 Group 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:

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

Corporate tax applied at the rate of 20% for corporate earnings in Turkey, pursuant to the regulation introduced by the Law No. 7316 on the "Law on the Collection of Public Claims and Amendments to Certain Laws" is applied as 25% to be applied to corporate earnings for the 2021 taxation period and 23% to be applied to corporate earnings for the 2022 taxation period, pursuant to the regulation introduced by the Law No. 7394 on "The Law on the Evaluation of Immovable Property Owned by the Treasury and Amendment to the Value Added Tax Law and Amendments to Some Laws and Decrees", published in the Official Gazette dated 15 April 2022, 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.

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

XVIII. EXPLANATIONS ON TAXATION (Continued):

a. Current Tax (Continued):

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, no withholding tax is applied to dividends paid to resident companies or to non-resident companies earning income through a branch or permanent representative in Turkey. While the withholding tax rate on dividends paid to individuals and entities outside these categories is 10%, it was changed to 15% by the Presidential Decree published in the Official Gazette No. 32760 on 22 December 2024. The addition of profits to capital is not considered as profit distribution, and no withholding tax is applied.

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

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

While the gains arising from the sale of equity interests, founding bonds, usufruct bonds, and pre-emption rights held by institutions in their assets for at least two full years were exempt from corporate tax, provided that 75% of these gains are kept in a special fund account in liabilities until the end of the fifth year following the year of the sale and are collected by the end of the second calendar year; with the Presidential Decision published in the Official Gazette on 27 November 2024, numbered 32735, it has been determined that the exemption rate will be applied at 50%.

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 Prodecure 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.

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

XVIII. EXPLANATIONS ON TAXATION (Continued):

a. Current Tax (Continued):

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 Turkish 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: 547) on the Tax Procedure Law, published in the Official Gazette numbered 32073 dated 14 January 2023, the procedures and principles regarding the revaluation of real estate and depreciable economic assets have been revised. Accordingly, the Bank has revalued its real estate and depreciable economic assets in its balance sheet until 30 September 2023, provided that it meets the conditions specified in Temporary Article 32 of the Tax Procedure Law and Article 298/ç of the Tax Procedure Code. Since the financial statements are subject to inflation adjustment as of 31 December 2023, real estates and depreciable contingent assets are not subject to revaluation as of 31 December 2023. As a result of the fulfillment of the conditions for inflation accounting, revaluation has not been performed after 30 September 2023, and inflation-adjusted valuation has been applied. Consequently, corporate tax is calculated based on the updated amounts of VUK depreciation adjusted for inflation.

With the Provisional Article 37 added to the Tax Procedure Law No. 213 by Law No. 7571, published in the Official Gazette No. 33118 dated 25 December 2025, it was resolved that financial statements would not be subject to inflation adjustment for the 2025 fiscal year and for the 2026 and 2027 fiscal years, including interim tax periods, regardless of whether the conditions for inflation adjustment are met. Since the 2025 fiscal year is deemed a period in which the conditions for inflation adjustment were not met, revaluation ("Revaluation") may be applied to depreciable assets included in the balance sheet in accordance with the repeated Article 298/Ç of the Tax Procedure Law. Accordingly, no inflation adjustment was applied under the Tax Procedure Law as of 30 June 2026. Instead, revaluation was applied to the depreciable assets included in the financial statements as of 30 June 2026 in accordance with the repeated Article 298/Ç of the Tax Procedure Law, and the tax effects arising from depreciation calculated over the revalued amounts were 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 calculatedAccording to TMS 12, in the consolidated financial statements, the deferred tax assetassets and deferred tax liabilityliabilities of subsidiaries are presented as net in these financial statementsseparately in the assets and liabilities, without being offset.

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 temporary Article 37 of the Tax Procedure Law, inflation accounting has not been applied in the financial statements as of 31 December 2025, and the tax effects arising from the revalued amounts of depreciable assets, in accordance with Article 298/ç of the Tax Procedure Law, have been included in the deferred tax calculation.

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

XVIII. EXPLANATIONS ON TAXATION (Continued):

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.

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 2026, the Group does not have any government incentives or grants (31 December 2025: 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.

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

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

XXIV. EXPLANATIONS ON EARNINGS PER SHARE:

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

	30 June 2026	30 June 2025
Net Profit/(Loss) to be Appropriated to Ordinary Shareholders	748	1,281
Weighted Average Number of Issued Ordinary Shares (Million)	305,000	305,000
Earnings Per Ordinary Shares (Disclosed as 1,000 nominal in full TL)	**2.452**	**4.201**

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 within the scope of TAS 24. Transactions regarding related parties are presented in Note V. of Section Five.

XXVI. EXPLANATIONS ON CASH AND CASH EQUIVALENTS:

For the purposes of the cash flow statement, "Cash" includes cash effectives, cash in transit, purchased cheques and demand deposits including balances with the Central Bank, and "Cash equivalents" include interbank money market placements, time deposits at banks with original maturity periods of less than three months and investments on marketable securities other than common stocks.

XXVII. EXPLANATIONS ON SEGMENT REPORTING:

Operational field is 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 current period consolidated financial statements are prepared on a comparative basis with the prior period. Comparative information may be reclassified, where deemed necessary, to ensure consistency with the presentation of the current period consolidated financial statements.

Reclassifications

None.

SECTION FOUR

INFORMATION RELATED TO THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE GROUP ON A CONSOLIDATED BASIS

I. EXPLANATIONS ON CONSOLIDATED 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 2026, Bank's total capital has been calculated as TL 24,415 (31 December 2025: TL 20,911), consolidated standard capital adequacy ratio is 15.25% (31 December 2025: 16.84%).

As of 30 June 2026, within the scope of BRSA's instructions dated 21 December 2021, 28 April 2022 and 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, valuated 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. In accordance with the decision of the Banking Regulation and Supervision Agency (BRSA) dated November 13, 2025 and numbered 11286, the implementation of the above-mentioned guidelines has been discontinued as of January 1, 2026.

(Amounts expressed in millions 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 CONSOLIDATED EQUITY (Continued):

a. Information about total capital:

	Current Period 30 June 2026	Prior Period 31 December 2025
COMMON EQUITY TIER 1 CAPITAL		
Paid-in capital following all debts in terms of claim in liquidation of the Bank	3,050	3,050
Share issue premiums	-	-
Legal reserves	9,614	7,042
Gains recognized in equity as per TAS	505	295
Profit	1,011	2,835
Current Period Profit	748	2,566
Prior Period Profit	263	269
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	**14,180**	**13,222**
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	327	158
Improvement costs for operating leasing	106	60
Goodwill (net of related tax liability)	-	-
Other intangibles other than mortgage-servicing rights (net of related tax liability)	485	533
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	315	22
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	**1,232**	**772**
Total Common Equity Tier 1 Capital	**12,948**	**12,449**

(Amounts expressed in millions 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 CONSOLIDATED EQUITY (Continued):

a. Information about total capital (Continued):

ADDITIONAL TIER I CAPITAL	**Current Period 30 June 2026**	**Prior Period 31 December 2025**
Preferred Stock not Included in Common Equity and the Related Share Premiums	-	-
Debt instruments and premiums approved by BRSA (*)	4,657	2,142
Debt instruments and premiums approved by BRSA (Temporary Article 4)	-	-
Additional Tier I Capital before Deductions	**4,657**	**2,142**
Deductions from Additional Tier I Capital	**-**	-
Direct and indirect investments of the Bank in its own Additional Tier I Capital	-	-
Investments of Bank to Banks that invest in Bank's additional equity and components of equity issued by financial institutions with compatible with Article 7.	-	-
Total of Net Long Positions of the Investments in Equity Items of Unconsolidated Banks and Financial Institutions where the Bank Owns 10% or less of the Issued Share Capital Exceeding the 10% Threshold of above Tier I Capital	-	-
The Total of Net Long Position of the Direct or Indirect Investments in Additional Tier I Capital of Unconsolidated Banks and Financial Institutions where the Bank Owns more than 10% of the Issued Share Capital	-	-
Other items to be defined by the BRSA	-	-
Transition from the Core Capital to Continue to deduce Components	-	-
Goodwill and other intangible assets and related deferred tax liabilities which will not deducted from Common Equity Tier 1 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-	-
Net deferred tax asset/liability which is not deducted from Common Equity Tier 1 capital for the purposes of the sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-	-
Deductions to be made from common equity in the case that adequate Additional Tier I Capital or Tier II Capital is not available (-)	-	-
Total Deductions from Additional Tier I Capital	-	-
Total Additional Tier I Capital	**4,657**	**2,142**
Total Tier I Capital (Tier I Capital=Common Equity + Additional Tier I Capital)	**17,605**	**14,591**
TIER II CAPITAL	-	-
Debt instruments and share issue premiums deemed suitable by the BRSA	6,986	6,427
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	-	-
Provisions (Article 8 of the Regulation on the Equity of Banks)	839	731
Tier II Capital Before Deductions	**7,825**	**7,158**
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.	1,015	838
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	**1,015**	**838**
Total Tier II Capital	**6,810**	**6,319**
Total Capital (The sum of Tier I Capital and Tier II Capital)	**24,415**	**20,911**
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	-	-

(Amounts expressed in millions 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 CONSOLIDATED EQUITY (Continued):

a. Information about total capital (Continued):

	Current Period 30 June 2026	Prior Period 31 December 2025
TOTAL CAPITAL		
Total Capital (Tier I and Tier II Capital)	**24,415**	**20,911**
Total risk weighted amounts	160,108	124,188
CAPITAL ADEQUACY RATIOS		
Core Capital Adequacy Ratio (%)	8.09	10.02
Tier 1 Capital Adequacy Ratio (%)	11.00	11.75
Capital Adequacy Ratio (%)	15.25	16.84
BUFFERS		
Total additional Tier I Capital requirement (a + b + c)	2.500	2.541
a. Capital conservation buffer requirement (%)	2.500	2.500
b. Bank specific counter-cyclical buffer requirement (%)	-	0.041
c. Systematically important bank buffer ratio (%)	-	-
The ratio of Additional Common Equity Tier 1 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	3.59	5.52
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	1,078	909
Limits Related to Provisions Considered in Tier II Calculation		
General provisions for standard based receivables (before ten thousand twenty-five limitation)	813	731
Up to 1.25% of total risk-weighted amount of free provisions for receivables where the standard approach used	1,724	1,312
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 CONSOLIDATED EQUITY (Continued):

b. Explanations regarding the reconciliation of equity items and balance sheet amounts

The difference between Total Capital and Shareholders' Equity in the unconsolidated balance sheet mainly arises from expected credit loss provisions (for stage I and stage II loans) and subordinated loans.

As stated in Article 8 of the Regulation on Equities of Banks, up to 1.25% of the amount constituting the basis for credit risk of the First and Second Stage Losses Provisions and 100% of the remaining maturity of the subordinate loans over the nominal amount until they fall below 5 years, and the remaining portion by decreasing by 20% for each year less than 5 years, are considered as the "Supplementary Capital" item in the equity calculation constituting the basis for capital adequacy. In addition; In accordance with the Regulation, the operating lease development costs and Intangible Fixed Assets balances monitored under the Tangible Fixed Assets item in the balance sheet are considered as a deduction item from core capital in the equity calculation constituting the basis for capital adequacy calculation.

(Amounts expressed in millions 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 CONSOLIDATED 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 Treatmentin Equity Calculation	Tier II Capital	Tier I Capital
Assesment 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 unconsolidated basis	Unconsolidated - Consolidated	Unconsolidated - Consolidated
Instrument type	Subordinated Loan	Subordinated Loan
Amount recognized in equity calculation (As of most recent reporting date – Million TL)	6,986	4,657
Nominal value of debt instrument (Million USD)	150	100
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	02.04.2026
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	6 Months
Fixed or floating dividend/coupon payments	Floating dividend	-
Coupon rate and any related index value	SOFR +4.25	6.25%
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	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.

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

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 30 June 2016. The following tables, which must be submitted quarterly in accordance with the relevant communiqué, were not presented on 30 June 2026 since the standard approach was used in the Bank's capital adequacy calculation.

- 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	**Prior Period**	**Current Period**
		30 June 2026	**31 December 2025**	**30 June 2026**
1	Credit risk (excluding counterparty credit risk) (CCR)	133,734	100,740	10,699
2	Standardised approach (SA)	133,734	100,740	10,699
3	Internal rating-based (IRB) approach	-	-	-
4	Counterparty credit risk	4,194	4,216	336
5	Standardised approach for counterparty credit risk (SACCR)	4,194	4,216	336
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	8,768	10,531	701
17	Standardised approach (SA)	8,768	10,531	701
18	Internal model approaches (IMM)	-	-	-
19	Operational risk	13,412	8,701	1,073
20	Basic indicator approach	13,412	8,701	1,073
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)**	**160,108**	**124,188**	**12,809**

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

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	1,516	117,891	1,810	117,597
2	Debt Securities	-	32,093	-	32,093
3	Off-balance sheet receivables	18	43,608	41	43,585
4	**Total**	**1,534**	**193,592**	**1,851**	**193,275**

	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	975	100,202	1,312	99,865
2	Debt Securities	-	34,716	24	34,692
3	Off-balance sheet receivables	23	33,801	44	33,780
4	**Total**	**998**	**168,719**	**1,380**	**168,337**

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**	**998**
2	Loans and debt securities that have defaulted since the last reporting period	700
3	Returned to non-defaulted status	-
4	Amounts written off (-)	-
5	Other changes	(164)
6	**Defaulted loans and debt securities at the end of the reporting period (1+2-3-4±5)**	**1,534**

	Prior Period	
1	**Defaulted loans and debt securities at the end of the previous reporting period**	**1,313**
2	Loans and debt securities that have defaulted since the last reporting period	539
3	Returned to non-defaulted status	-
4	Amounts written off (-)	-
5	Other changes	(854)
6	**Defaulted loans and debt securities at the end of the reporting period (1+2-3-4±5)**	**998**

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	107,028	10,569	10,569	-	-	-	-
2	Debt securities	32,093	-	-	-	-	-	-
3	**Total**	**139,121**	**10,569**	**10,569**	**-**	**-**	**-**	**-**
4	Defaulted	470	9	9	-	-	-	-

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

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	88,457	11,408	11,408	-	-	-	-
2	Debt securities	34,692	-	-	-	-	-	-
3	**Total**	**123,149**	**11,408**	**11,408**	-	-	-	-
4	Defaulted	924	51	51	-	-	-	-

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**	
	Exposure categories	**On-balance sheet amount**	**Off-balance sheet amount**	**On-balance sheet amount**	**Off-balance sheet amount**	**Risk weighted amount**	**Risk weighted amount density**
1	Receivables from central governments or central banks	59,853	-	59,943	-	-	0.0%
2	Receivables from regional governments or local authorities	3,107	1	1,859	1	930	50.0%
3	Receivables from administrative units and non-commercial enterprises	-	-	-	-	-	0.0%
4	Receivables from multilateral development banks	-	-	-	-	-	0.0%
5	Receivables from international organizations	-	-	-	-	-	0.0%
6	Receivables from banks and intermediary institutions	5,375	1,207	6,623	1,172	2,792	36.0%
7	Receivables from corporates	70,772	29,561	69,352	18,161	81,862	94.0%
8	Retail exposures	24,214	5,517	23,889	1,362	18,938	75.0%
9	Exposures secured by residential property	19,261	144	19,261	71	10,970	57.0%
10	Exposures secured by commercial real estate	830	89	827	28	299	35.0%
11	Past-due loans	480	-	470	-	293	62.0%
12	Higher-risk categories by the Agency Board	-	13	-	2	3	117.0%
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	18,627	-	18,627	-	17,639	95.0%
17	Equity invesment	8	-	8	-	8	100.0%
18	**Total**	**202,527**	**36,532**	**200,859**	**20,797**	**133,734**	**60.3%**

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

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**	
	Exposure categories	**On-balance sheet amount**	**Off-balance sheet amount**	**On-balance sheet amount**	**Off-balance sheet amount**	**Risk weighted amount**	**Risk weighted amount density**
1	Receivables from central governments or central banks	41,343	-	30,512	-	-	0.0%
2	Receivables from regional governments or local authorities	3,524	1	2,368	1	1,184	50.0%
3	Receivables from administrative units and non-commercial enterprises	-	-	30	-	28	90.8%
4	Receivables from multilateral development banks	-	-	-	-	-	0.0%
5	Receivables from international organizations	-	-	-	-	-	0.0%
6	Receivables from banks and intermediary institutions	4,552	1,767	16,815	1,756	2,965	16.0%
7	Receivables from corporates	40,648	23,390	49,507	14,508	59,131	92.4%
8	Retail exposures	14,945	4,088	17,928	1,105	14,250	74.9%
9	Exposures secured by residential property	335	19	339	13	123	34.9%
10	Exposures secured by commercial real estate	13,514	567	13,853	138	8,142	58.2%
11	Past-due loans	340	-	300	-	214	71.3%
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 corporatereceivables	-	-	-	-	-	0.0%
15	Investments in the nature of collective investment enterprise	-	-	-	-	-	0.0%
16	Other Receivables	15,488	-	15,488	-	14,703	94.9%
17	Equity invesment	-	-	-	-	-	0.0%
18	**Total**	**134,689**	**29,832**	**147,140**	**17,521**	**100,740**	**61.2%**

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

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 2026 Risk Classes/ Risk Weight	0%	10%	20%	Guaranteed by 35% Real Estate Fund	50%	75%	100%	150%	200%	500%	Total credit risk exposure amount (after CCF and CRM)
1	Exposures to central governments or central banks	59,943	-	-	-	-	-	-	-	-	-	59,943
2	Exposures to regional governments or local authorities	-	-	-	-	1,860	-	-	-	-	-	1,860
3	Exposures to public sector entities	-	-	-	-	-	-	-	-	-	-	-
4	Exposures to multilateral development banks	-	-	-	-	-	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-	-	-	-	-	-
6	Exposures to institutions	-	-	3,824	-	3,887	-	84	-	-	-	7,795
7	Exposures to corporates	-	-	1,352	-	9,139	-	77,022	-	-	-	87,513
8	Retail exposures	-	-	-	-	-	25,251	-	-	-	-	25,251
9	Exposures secured by residential property	-	-	-	-	16,725	-	2,607	-	-	-	19,332
10	Exposures secured by commercial real estate	-	-	-	855	-	-	-	-	-	-	855
11	Past-due loans	-	-	-	-	378	-	68	24	-	-	470
12	Higher-risk categories by the Agency Board	-	-	-	-	-	-	1	1	-	-	2
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	988	-	-	-	-	-	17,639	-	-	-	18,627
17	Other receivables	-	-	-	-	-	-	8	-	-	-	8
18	**Total**	**60,931**	**-**	**5,176**	**855**	**31,989**	**25,251**	**97,429**	**25**	**-**	**-**	**221,656**

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

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 2025											
	Risk Classes/ Risk Weight	**0%**	**10%**	**20%**	**Guaranteed by 35% Real Estate Fund**	**50%**	**75%**	**100%**	**150%**	**200%**	**500%**	**Total credit risk exposure amount (after CCF and CRM)**
1	Exposures to central governments or central banks	30,512	-	-	-	-	-	-	-	-	-	30,512
2	Exposures to regional governments or local authorities	-	-	-	-	2,368	-	-	-	-	-	2,368
3	Exposures to public sector entities	3	-	-	-	-	-	27	-	-	-	30
4	Exposures to multilateral development banks	-	-	-	-	-	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-	-	-	-	-	-
6	Exposures to institutions	6,905	-	2,919	-	4,579	-	15	-	-	-	14,418
7	Exposures to corporates	4,498	-	463	-	8,182	-	55,026	-	-	-	68,169
8	Retail exposures	22	-	8	-	20	18,984	-	-	-	-	19,034
9	Exposures secured by residential property	1	-	-	350	-	-	-	-	-	-	351
10	Exposures secured by commercial real estate	129	-	8	-	11,427	-	2,427	-	-	-	13,991
11	Past-due loans	-	-	-	-	209	-	54	37	-	-	300
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	785	-	-	-	-	-	14,703	-	-	-	15,488
18	**Total**	**42,855**	**-**	**3,398**	**350**	**26,785**	**18,984**	**72,252**	**37**	**-**	**-**	**164,661**

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

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 2026	Revaluation cost	Potential credit risk exposure	EEPE	Alpha used for computing regulatory EAD	Exposureafter credit risk mitigation	Risk weighted amounts
1	Standart Approach-CCR (for derivatives)	-	-		1.4	2,782	1,467
2	Internal Model Approach - (for derivative financial instruments, repo transactions, marketable securitiesor commodity lending or borrowing transactions, transactions with long swap periods and overdraft securities transactions)			-	-	-	-
3	Simplified Standardised Approach for Credit RiskMitigation - (for repo transactions, marketable securities or commodity lending or borrowing transactions, transactions with long swap periods and overdraft securities transactions)					3,988	2,090
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**					**6,770**	**3,557**

	31 December 2025	Revaluation cost	Potential credit risk exposure	EEPE	Alpha used for computing regulatory EAD	Exposureafter credit risk mitigation	Risk weighted amounts
1	Standart Approach-CCR (for derivatives)	-	-		1.4	14,987	1,463
2	Internal Model Approach - (for derivative financial instruments, repo transactions, marketable securitiesor commodity lending or borrowing transactions, transactions with long swap periods and overdraft securities transactions)			-	-	-	-
3	Simplified Standardised Approach for Credit RiskMitigation - (for repo transactions, marketable securities or commodity lending or borrowing transactions, transactions with long swap periods and overdraft securities transactions)					2,952	2,468
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**					**17,939**	**3,931**

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

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	2,782	615
4	**Total amount of CVA capital adequacy**	**2,782**	**615**

	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	14,987	285
4	**Total amount of CVA capital adequacy**	**14,987**	**285**

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

Current Period **Risk weights**	**0%**	**10%**	**20%**	**50%**	**75%**	**100%**	**150%**	**Other**	**Total credit risk**
Risk Classes									
Central governments and central banksreceivables	-	-	-	-	-	-	-	-	-
Local governments and municipalities receivables	-	-	-	-	-	-	-	-	-
Administrative and non-commercial receivables	-	-	-	-	-	2	-	-	**2**
Multilateral Development Bank receivables	-	-	-	-	-	-	-	-	-
Receivables from international organizations	-	-	-	-	-	-	-	-	-
Banks and Intermediary Institutions receivables	22	-	2,244	2,009	-	-	-	-	**4,275**
Corporate receivables	-	-	428	93	-	1,963	-	-	**2,484**
Retail receivables	-	-	-	-	9	-	-	-	**9**
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	**22**	-	**2,672**	**2,102**	**9**	**1,965**	-	-	**6,770**

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

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 Risk weights	0%	10%	20%	50%	75%	100%	150%	Other	Total credit risk
Risk Classes									
Central governments and central banksreceivables	10,917	-	-	-	-	-	-	-	**10,917**
Local governments and municipalities receivables	-	-	-	-	-	-	-	-	-
Administrative and non-commercial receivables	-	-	-	-	-	-	-	-	-
Multilateral Development Bank receivables	-	-	-	-	-	-	-	-	-
Receivables from international organizations	-	-	-	-	-	-	-	-	-
Banks and Intermediary Institutions receivables	-	-	2,030	1,989	-	63	-	-	**4,082**
Corporate receivables	-	-	553	59	-	2,327	-	-	**2,939**
Retail receivables	-	-	-	-	1	-	-	-	**1**
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	**10,917**	-	**2,583**	**2,048**	**1**	**2,390**	-	-	**17,939**

9. Composition of Collateral for CCR Exposure:

Current Period	Collaterals for Derivatives Transactions				Collaterals for Derivatives Transactions	
	Collaterals Taken		Collaterals Taken			
	Segregated	Non-segregated	Segregated	Non-segregated	Collaterals Taken	Collaterals Taken
Cash – local currency	-	-	-	-	4,854	-
Cash – foreign currency	-	-	-	-	10,118	-
Government bonds-domestic	-	-	-	-	-	-
Government bonds-other	-	-	-	-	-	-
Public institution bonds	-	-	-	-	-	-
Corporate bonds	-	-	-	-	-	-
Share certificate	-	-	-	-	-	-
Other guarantees	-	-	-	-	-	-
Total	-	-	-	-	**14,972**	-

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

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			
	Segregated	Non-segregated	Segregated	Non-segregated	Collaterals Taken	Collaterals Taken
Cash – local currency	-	-	-	-	3,533	-
Cash – foreign currency	-	-	-	-	7,372	-
Government bonds-domestic	-	-	-	-	-	-
Government bonds-other	-	-	-	-	-	-
Public institution bonds	-	-	-	-	-	-
Corporate bonds	-	-	-	-	-	-
Share certificate	-	-	-	-	-	-
Other guarantees	-	-	-	-	-	-
Total	**-**	**-**	**-**	**-**	**10,905**	**-**

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		3
2	Regarding risks arising from transactions in CCP (excluding initial margin and guarantee fund amount)	-	-
3	(i) OTC derivative financial instruments	5,765	3
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	-	-

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

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		5
2	Regarding risks arising from transactions in CCP (excluding initial margin and guarantee fund amount)	-	-
3	(i) OTC derivative financial instruments	2,383	5
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.

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

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)	4,651
2	Equity risk (general and specific)	1,446
3	Foreign exchange risk	612
4	Commodity risk	2,028
	Options	
5	Simplified approach	-
6	Delta-plus method	31
7	Scenario approach	-
8	Securitisation	-
9	**Total**	**8,768**

	Prior Period	**RWA**
	Outright products	
1	Interest rate risk (general and specific)	3,505
2	Equity risk (general and specific)	3,218
3	Foreign exchange risk	2,760
4	Commodity risk	722
	Options	
5	Simplified approach	-
6	Delta-plus method	326
7	Scenario approach	-
8	Securitisation	-
9	**Total**	**10,531**

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

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 2026	**31 December 2025**	**30 June 2026**	**31 December 2025**
Bid Rate	**TL 53.0866**	**TL 50.2859**	**TL 46.5747**	**TL 42.8457**
1st Day Bid Rate	TL 53.0866	TL 50.2859	TL 46.5747	TL 42.8457
2nd Day Bid Rate	TL 53.0950	TL 50.4532	TL 46.5551	TL 42.8623
3rd Day Bid Rate	TL 52.9289	TL 50.4519	TL 46.4482	TL 42.8542
4th Day Bid Rate	TL 52.7177	TL 50.3547	TL 46.4302	TL 42.7656
5th Day Bid Rate	TL 52.6683	TL 50.3896	TL 46.4099	TL 42.7641

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 2026	**31 December 2025**	**30 June 2026**	**31 December 2025**
Arithmetic average - 30 days	TL 53.1865	TL 49.9225	TL 46.1783	TL 42.6061

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

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 2026				
Assets				
Cash (Cash in Vault, Effectives, Cash in Transit, Cheques Purchased) and Balances with The Central Bank of the Republic of Turkey	289	19,097	864	20,250
Banks	81	1,523	394	1,998
Financial Assets at Fair Value Through Profit or Loss (1)	470	3,430	188	4,088
Interbank Money Market Placements	-	-	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	1,536	4,047	-	5,583
Loans (2)	40,354	18,991	-	59,345
Investments in Associates, Subsidiaries and Joint Ventures	-	-	-	-
Financial Assets Measured at Amortized Cost	2,480	6,040	-	8,520
Hedging Derivative Financial Assets (1)	27	8	-	35
Tangible Assets	-	-	-	-
Intangible Assets	-	-	-	-
Other Assets (4)	855	719	-	1,574
Total Assets	**46,092**	**53,855**	**1,446**	**101,393**
Liabilities				
Bank Deposits	62	700	34	796
Foreign Currency Deposits	8,079	14,579	16,681	39,339
Funds from Interbank Money Market	1,826	8,294	-	10,120
Funds Borrowed from Other Financial Institutions	22,114	63,309	-	85,423
Marketable Securities Issued	-	-	-	-
Miscellaneous Payables	920	1,547	2	2,469
Hedging Derivative Financial Liabilities (3)	36	66	39	141
Other Liabilities (3) (4)	692	669	31	1,392
Total Liabilities	**33,729**	**89,164**	**16,787**	**139,680**
Net On-balance Sheet Position	**12,363**	**(35,309)**	**(15,341)**	**(38,287)**
Net Off-balance Sheet Position	**(11,875)**	**34,465**	**15,806**	**38,396**
Financial Derivative Assets	16,902	69,267	20,632	106,801
Financial Derivative Liabilities	28,777	34,802	4,826	68,405
Non-Cash Loans (5)	**4,154**	**10,452**	**180**	**14,786**
31 December 2025				
Total Assets	43,841	38,328	1,682	83,851
Total Liabilities	25,388	76,254	14,420	116,062
Net On-balance Sheet Position	**18,453**	**(37,926)**	**(12,738)**	**(32,211)**
Net Off-balance Sheet Position	**(18,422)**	**36,008**	**12,906**	**30,492**
Financial Derivative Assets	13,137	56,545	14,820	84,502
Financial Derivative Liabilities	31,559	20,537	1,914	54,010
Non-Cash Loans (5)	**4,363**	**11,265**	**132**	**15,760**

(1) TL 1,454 (31 December 2025: TL 157) income accruals of derivative financial instruments are not included.
(2) Foreign currency indexed loans amounting none.
(3) TL 1,596 (31 December 2025: TL 349) derivative financial instruments expense accruals are not included in the table above.
(4) Prepaid Expenses amounting to TL 8 in Other Assets are not included in the table. Other Liabilities include TL 16 (31 December 2025: TL 127) "Securities Valuation Differences" and "Hedging Funds", "Free Provisions" are not included in the table.
(5) Non-cash loans are not included in the total of "Net Off-Balance Sheet Position".

(Amounts expressed in millions 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 2026	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	5,676	-	-	-	-	23,353	29,029
Banks	121	-	-	-	-	1,976	2,097
Financial Assets at Fair Value Through Profit/Loss [2]	3,261	1,784	1,618	2,445	1,629	708	11,445
Interbank Money Market Placements	587	-	-	-	-	-	587
Financial Assets at Fair Value Through Other Comprehensive Income	1,714	715	459	4,232	4,999	71	12,190
Loans Given [3]	23,161	19,666	54,279	17,711	2,299	481	117,597
Financial Assets Measured at Amortized Cost [4]	1,157	8,075	697	4,532	5,513	-	19,974
Other Assets [5]	99	-	-	-	-	19,935	20,034
Total Assets	**35,776**	**30,240**	**57,053**	**28,920**	**14,440**	**46,524**	**212,953**
Liabilities							
Bank Deposits	605	-	-	-	-	192	797
Other Deposits	48,258	7,956	515	-	-	23,648	80,377
Funds from Interbank Money Market	11,043	824	1,795	428	1,691	-	15,781
Miscellaneous Payables [6]	-	-	-	-	-	2,740	2,740
Marketable Securities Issued	3	210	1,136	-	-	-	1,349
Funds Borrowed from Other Financial Institutions	10,560	33,705	29,220	833	11,721	-	86,039
Other Liabilities [6] [7]	2,808	1,234	1,693	593	47	19,495	25,870
Total Liabilities	**73,277**	**43,929**	**34,359**	**1,854**	**13,459**	**46,075**	**212,953**
Balance Sheet Long Position	**-**	**-**	**22,694**	**27,066**	**981**	**449**	**51,190**
Balance Sheet Short Position	**(37,501)**	**(13,689)**	**-**	**-**	**-**	**-**	**(51,190)**
Off-balance Sheet Long Position	-	-	2,634	6,921	1,027	10,582	21,163
Off-balance Sheet Short Position	(12,313)	(7,827)	-	-	-	(20,140)	(40,279)
Total Position	**(49,814)**	**(21,516)**	**25,328**	**33,987**	**2,008**	**(9,109)**	**(19,116)**

(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 5,268 classified to a related re-pricing periods.
(3) Loans Given item includes TL 1,810 Expected Loss Provisions.
(4) Expected Loss Provisions for Financial Assets Measured at Amortized Cost amount to nil.
(5) Other Assets item consists of TL 2,244 Assets Held For Sale From Discontinued Operastions, TL 9,870 Tangible Assets, TL 509 Intangible Assets, TL 27 Current Tax Asset, TL 449 Deferred Tax Asset and TL 6,929 Other Assets.
(6) Other Liabilities item includes derivative financial liabilities amounting to TL 5,779 classified to a related re-pricing periods. Other Liabilities and Miscellaneous Payables consist of TL 5,779 Financial Derivate Liabilities, TL 628 Lease Liabilities, TL 559 Provisions, TL 690 Current Tax Liability, TL 516 Deferred Tax Liability, TL 6,585 Other Liabilities and TL 13,853 Shareholder's Equity.
(7) Shareholders' Equity is presented in the Non-Interest Bearing column.

(Amounts expressed in millions 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 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	3,189	-	-	-	-	14,711	17,900
Banks [1]	554	-	-	-	-	2,576	3,130
Financial Assets at Fair Value Through Profit/Loss [2]	1,593	1,434	2,058	1,582	1,069	1,597	9,333
Interbank Money Market Placements	567	-	-	-	-	-	567
Financial Assets at Fair Value Through Other Comprehensive Income	1,161	1,290	210	4,578	3,507	65	10,811
Loans Given [3]	25,274	15,220	36,830	19,958	2,243	340	99,865
Financial Assets Measured at Amortized Cost [4]	1,381	7,056	1,109	3,370	4,598	-	17,514
Other Assets [5]	32	-	-	-	-	17,382	17,414
Total Assets	**33,751**	**25,000**	**40,207**	**29,488**	**11,417**	**36,671**	**176,534**
Liabilities							
Bank Deposits	619	-	-	-	-	26	645
Other Deposits	39,277	11,558	1,650	-	-	12,090	64,575
Funds from Interbank Money Market	7,505	3,663	-	746	638	-	12,552
Miscellaneous Payables [6]	-	-	-	-	-	1,484	1,484
Marketable Securities Issued	-	-	787	-	-	-	787
Funds Borrowed from Other Financial Institutions	3,156	44,241	25,251	52	-	2,141	74,841
Other Liabilities [6] [7]	887	743	1,546	732	41	17,701	21,650
Total Liabilities	**51,444**	**60,205**	**29,234**	**1,530**	**679**	**33,442**	**176,534**
Balance Sheet Long Position	**-**	**-**	**10,973**	**27,958**	**10,738**	**3,229**	**52,898**
Balance Sheet Short Position	**(17,693)**	**(35,205)**	**-**	**-**	**-**	**-**	**(52,898)**
Off-balance Sheet Long Position	-	-	-	1,921	451	-	2,372
Off-balance Sheet Short Position	(3,555)	(1,507)	(2,061)	-	-	-	(7,123)
Total Position	**(21,248)**	**(36,712)**	**8,912**	**29,879**	**11,189**	**3,229**	**(4,751)**

[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 2,900 classified to a related re-pricing periods.
[3] Loans Given item includes TL 1,313 Expected Loss Provisions.
[4] Expected Loss Provisions for Financial Assets Measured at Amortized Cost amount to nil.
[5] Other Assets item consists of TL 2,652 Assets Held For Sale From Discontinued Operastions, TL 8,805 Tangible Assets, TL 563 Intangible Assets, TL 333 Current Tax Asset, TL 324 Deferred Tax Asset and TL 4,732 Other Assets.
[6] Other Liabilities item includes derivative financial liabilities amounting to TL 3,450 classified to a related re-pricing periods. Other Liabilities and Miscellaneous Payables consist of TL 3,450 Financial Derivate Liabilities, TL 545 Lease Liabilities, TL 874 Provisions, TL 572 Current Tax Liability, TL 505 Deferred Tax Liability, TL 4,239 Other Liabilities and TL 12,949 Shareholder's Equity.
[7] Shareholders' Equity is presented in the Non-Interest Bearing column.

(Amounts expressed in millions 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 2026	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	-	-	-	34.40
Banks	-	1.22	-	40.46
Financial Assets at Fair Value Through Profit/Loss	4.39	7.15	-	32.79
Interbank Money Market Placements	-	-	-	41.50
Financial Assets at Fair Value Through Other Comprehensive Income	5.12	7.03	-	34.41
Loans Given	6.55	7.86	-	41.17
Financial Assets Measured at Amortized Cost	5.05	7.80	-	28.78
Liabilities				
Bank Deposits (*)	-	3.27	-	-
Other Deposits (*)	1.76	2.38	-	33.41
Funds from Interbank Money Market	2.61	4.17	-	34.31
Miscellaneous Payables	-	-	-	-
Marketable Securities Issued	-	-	-	40.94
Funds Borrowed from Other Financial Institutions	4.17	5.54	-	35.79

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

31 December 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	-	-	-	35.75
Due from Banks	1.74	2.42	-	37.57
Financial Assets at Fair Value Through Profit/Loss	5.00	6.94	-	34.31
Interbank Money Market Placements	-	-	-	39.50
Financial Assets at Fair Value Through Other Comprehensive Income	4.98	7.08	-	34.92
Loans Given	6.41	7.50	-	39.72
Financial Assets Measured at Amortized Cost	4.56	7.87	-	29.57
Liabilities				
Bank Deposits (*)	-	3.24	-	36.93
Other Deposits (*)	-	2.50	-	35.24
Funds from Interbank Money Market	2.88	4.41	-	30.23
Miscellaneous Payables	-	-	-	-
Marketable Securities Issued	-	-	-	38.96
Funds Borrowed from Other Financial Institutions	4.22	5.38	-	34.48

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

(Amounts expressed in millions 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):

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 of fixed-rate loans, early withdrawals of time deposits and non-maturity core deposits is explained by the following:

   Interest rate risk arising from banking accounts is measured on the basis of month-end balance sheet figures in accordance with the Regulation on the Measurement and Evaluation of Interest Rate Risk Arising from Banking Accounts Under the Standardised Approach, published in the Official Gazette No. 32898 dated 12 May 2025.

   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 core capital. The table presents the results of parallel upward and parallel downward shocks.

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 MethodApproach" under sections divided into different currencies. Items denominated in Euro and Japanese Yen are presented under the Euro heading in the calculations.

Currency	Applied Shock (+/- x basis point)	Earnings/(Losses)	Earnings Equities-Losses/Equities
1. TL	+500 bp	(466,603)	(2.6%)
2. TL	-400 bp	462,973	2.6%
3. EUR	+200 bp	(473,930)	(2.7%)
4. EUR	-200 bp	522,723	3.0%
5. USD	+200 bp	(460,533)	(2.6%)
6. USD	-200 bp	631,415	3.6%
Total (For Negative Shocks)		**1,617,111**	**9.2%**
Total (For Positive Shocks)		**(1,401,066)**	**(7.9%)**

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 Invesments		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**	**63**	**63**	-
	Unlisted Exchange Traded	63	63	-

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

V. EXPLANATIONS ON CONSOLIDATED SHARE CERTIFICATE POSITION RISK (Continued):

a. Comparison of balance sheet value, fair value and market value of equity investment (Continued)

Prior Period		Comparison		
Equity Invesments		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**	**58**	**58**	-
	Unlisted Exchange Traded	58	58	-

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 (frequency of reports and the authorities to which they are presented) 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 Parent 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.

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):

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.

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

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

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

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.

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

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:

		Unweighted Amounts (*)		Weighted Amounts (*)	
30 June 2026		TL+FC	FC	TL+FC	FC
HIGH QUALITY LIQUID ASSETS					
1	**High quality liquid assets**			**44,642**	**25,087**
CASH OUTFLOWS					
2	**Retail and small business customers deposits**	**45,207**	**19,789**	**3,715**	**1,979**
3	Stable deposits	16,113	-	806	-
4	Less stable deposits	29,094	19,789	2,909	1,979
5	**Unsecured funding other than retail and small business customers deposits**	**40,794**	**27,128**	**30,109**	**18,058**
6	Operational deposits	547	369	134	92
7	Non-Operational Deposits	30,262	19,857	19,991	11,063
8	Other Unsecured Funding	9,985	6,902	9,984	6,903
9	**Secured funding**	**-**	**-**	**-**	**-**
10	**Other cash outflows**	**829**	**135**	**829**	**135**
11	Liquidity needs related to derivatives and market valuation changes on derivatives transactions	829	135	829	135
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**	**33,840**	**16,240**	**4,946**	**1,982**
16	**TOTAL CASH OUTFLOWS**			**39,599**	**22,154**
CASH INFLOWS					
17	Secured receivables	-	-	-	-
18	Unsecured receivables	21,098	10,121	13,106	6,607
19	Other cash inflows	-	14,941	-	14,941
20	**TOTAL CASH INFLOWS**	**21,098**	**25,062**	**13,106**	**21,548**
				Upper Limit Applied Values	
21	**TOTAL HIGH QUALITY LIQUID ASSETS**			**44,642**	**25,087**
22	**TOTAL NET CASH OUTFLOWS**			**26,493**	**5,539**
23	**LIQUIDITY COVERAGE RATIO (%)**			**168.50**	**452.96**

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

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

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):

		Unweighted Amounts (*)		Weighted Amounts (*)	
31 December 2025		**TL+FC**	**FC**	**TL+FC**	**FC**
HIGH QUALITY LIQUID ASSETS					
1	**High quality liquid assets**			**32,708**	**13,912**
CASH OUTFLOWS					
2	**Retail and small business customers deposits**	**49,825**	**24,291**	**4,383**	**2,429**
3	Stable deposits	11,994	-	600	-
4	Less stable deposits	37,831	24,291	3,783	2,429
5	**Unsecured funding other than retail and small business customers deposits**	**21,828**	**16,358**	**13,755**	**9,497**
6	Operational deposits	7,350	6,468	1,838	1,617
7	Non-Operational Deposits	8,012	6,374	5,451	4,364
8	Other Unsecured Funding	6,466	3,516	6,466	3,516
9	**Secured funding**	**-**	**-**	**-**	**-**
10	**Other cash outflows**	**2,261**	**1,863**	**2,261**	**1,863**
11	Liquidity needs related to derivatives and market valuation changes on derivatives transactions	2,261	1,863	2,261	1,863
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**	**29,119**	**13,857**	**4,335**	**1,856**
16	**TOTAL CASH OUTFLOWS**			**24,734**	**15,645**
CASH INFLOWS					
17	Secured receivables	-	-	-	-
18	Unsecured receivables	13,136	6,006	8,525	4,159
19	Other cash inflows	-	6,748	-	6,748
20	**TOTAL CASH INFLOWS**	**13,136**	**12,754**	**8,525**	**10,907**
				Upper Limit Applied Values	
21	**TOTAL HIGH QUALITY LIQUID ASSETS**			**32,708**	**13,912**
22	**TOTAL NET CASH OUTFLOWS**			**16,208**	**4,738**
23	**LIQUIDITY COVERAGE RATIO (%)**			**201.79**	**293.61**

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

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

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 items which are determinant on the ratio are sorted as required reserves kept in Central Bank of Turkey, securities which are not subject to repo/guarantee, deposit having a corporate transaction, banks deposits, foreign sourced funds and receivables from banks. The impacts of aforementioned items on liquidity coverage ratio are higher than other items since they have a higher share in liquid assets and net cash out flows and they can change in time.

High quality liquid assets of the Group consist of accounts in Central Bank of the Republic of Turkey at a ratio of 51% and securities issued by Undersecretariat of Treasury at a ratio of 45%. The fund resources are distributed among deposits of individuals and retail, corporate deposits and due to bank debt at ratios of 9%, 63% and 16% 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 2026 is given below:

Date	**FC**	**FC + TL**
30 June 2026	135	135

Liquidity coverage rates are calculated weekly for consolidated 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 (%)	494.22	189.91	399.55	145.00
Monthly	01.05.2026	01.05.2026	01.06.2026	01.06.2026

Prior Period	**Maximum (%)**		**Minimum (%)**	
	FC	**FC + TL**	**FC**	**FC + TL**
Monthly Arithmetic Average (%)	352.99	209.17	222.78	200.15
Monthly	01.12.2025	01.10.2025	01.11.2025	01.11.2025

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

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 2026	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Undistrutible	Total
Assets [1]								
Cash (Cash in Vault, Effectives, Cash in Transit, Cheques Purchased) and Balances with the CBRT	9,632	19,397	-	-	-	-	-	29,029
Banks	1,341	121	-	-	-	-	635	2,097
Financial Assets at Fair Value Through Profit or Loss [2]	-	2,098	681	1,849	4,387	1,722	708	11,445
Interbank Money Market Placements	-	587	-	-	-	-	-	587
Financial Assets at Fair Value Through Other Comprehensive Income	-	254	458	525	5,875	5,007	71	12,190
Loans Given [3]	-	13,892	21,070	54,929	24,898	2,326	482	117,597
Financial Assets Measured at Amortized Cost [4]	-	763	6,229	857	4,886	7,239	-	19,974
Other Assets [5]	116	2,429	230	861	9	-	16,389	20,034
Total Assets	**11,089**	**39,541**	**28,668**	**59,021**	**40,055**	**16,294**	**18,285**	**212,953**
Liabilities								
Bank Deposits	192	605	-	-	-	-	-	797
Other Deposits	23,648	48,258	7,956	515	-	-	-	80,377
Funds Borrowed from Other Financial Institutions	-	10,028	6,566	33,783	23,592	12,070	-	86,039
Funds from Interbank Money Market	-	11,043	824	1,795	428	1,691	-	15,781
Marketable Securities Issued	-	712	-	637	-	-	-	1,349
Miscellaneous Payables	118	330	-	-	-	-	2,292	2,740
Other Liabilities [6] [7]	-	4,712	1,475	2,434	1,402	63	15,784	25,870
Total Liabilities	**23,958**	**75,688**	**16,821**	**39,164**	**25,422**	**13,824**	**18,076**	**212,953**
Net Liquidity Gap	**(12,869)**	**(36,147)**	**11,847**	**19,857**	**14,633**	**2,470**	**209**	**-**
Net Off-balance Sheet Position	**-**	**6,061**	**(1,189)**	**23,272**	**165,960**	**12,314**	**-**	**206,418**
Receivables from Derivative Financial Instruments	-	69,898	31,250	61,951	214,030	19,081	-	396,210
Payables from Derivative Financial Instruments	-	(63,837)	(32,439)	(38,679)	(48,070)	(6,767)	-	(189,792)
Non-Cash Loans	**-**	**17,712**	**3,905**	**9,515**	**639**	**42**	**-**	**31,813**
31 December 2025								
Total Assets	**9,961**	**30,006**	**23,091**	**42,013**	**40,167**	**13,287**	**18,009**	**176,534**
Total Liabilities	**12,230**	**52,647**	**23,589**	**40,692**	**22,338**	**8,778**	**16,260**	**176,534**
Net Liquidity Gap	**(2,269)**	**(22,641)**	**(498)**	**1,321**	**17,829**	**4,509**	**1,749**	**-**
Net Off-balance Sheet Position	**-**	**1,966**	**(658)**	**(1,343)**	**(34)**	**(7)**	**-**	**(76)**
Receivables from Derivative Financial Instruments	-	47,417	30,396	20,456	11,766	511	-	110,546
Payables from Derivative Financial Instruments	-	(45,451)	(31,054)	(21,799)	(11,800)	(518)	-	(110,622)
Non-cash Loans	**-**	**15,139**	**5,387**	**8,287**	**937**	**40**	**-**	**29,790**

[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 5,268 classified to a related re-pricing periods.
[3] Loans Given item includes TL 1,810 Expected Loss Provisions.
[4] Expected Loss Provisions for Financial Assets Measured at Amortized Cost amount to nil.
[5] Other Assets item consists of TL 2,244 Assets Held For Sale From Discontinued Operastions, TL 9,870 Tangible Assets, TL 509 Intangible Assets, TL 27 Current Tax Asset, TL 449 Deffered Tax Asset, TL 6,929 Other Assets.
[6] Other Liabilities item includes derivative financial liabilities amounting to TL 5,779 classified to a related re-pricing periods, Other Liabilities and Miscellaneous Payables consist of TL 5,779 Financial Derivate Liabilities, TL 628 Lease Liabilities, TL 559 Provisions, TL 690 Current Tax Liability, TL 516 Deferred Tax Liability, TL 6,585 Other Liabilities and TL 13,853 Shareholder's Equity.
[7] Shareholders' equity is presented under the "Other liabilities" item in the "Undistributable" column.

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

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 refinanced.

The available stable funding amount is calculated by summing the amounts obtained 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. The required stable funding amount is calculated by applying the relevant consideration rates determined within the scope of the legislation to the value, after deducting the special provisions set aside in accordance with the Regulation on the Classification of Loans and Provisions, from the amounts of 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 during the capital calculation periods 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				
		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
Avalibale Stable Funding						
1	Capital Instruments	14,004	-	-	12,659	26,663
2	Tier 1 Capital and Tier 2 Capital	14,004	-	-	12,659	26,663
3	Other Capital Instruments	-	-	-	-	-
4	Real-person and Retail Customer Deposits	11,332	-	-	6	42,579
5	Stable Deposits	1,394	-	-	2	15,508
6	Less Stable Deposits	9,937	-	-	4	27,070
7	Other Obligations	29,751	-	25,309	27,033	54,563
8	Operational deposits	711	-	-	-	356
9	Other Obligations	29,040	-	25,309	27,033	54,207
10	Liabilities equivalent to interconnected assets					
11	Other Liabilities	-	-	-	-	-
12	Derivative liabilities			1,786		
13	All other equity not included in the above categories	51,483	-	-	-	-
14	**Available stable funding**					**123,805**
15	High Quality Liquid Assets					3,422
16	Deposits held at financial institutions for operational purposes	-	-	-	-	-
17	Performing Loans	1,536	59,470	2,492,839	35,252	79,962
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	1,459	3,165	2,456,340	1,194	4,456
20	Loans to corporate customers, real persons and or retail customers, central banks, other than credit agencies and/or financial institutions	-	56,306	36,498	34,019	75,442
21	Loans with a risk weight of less than or equal to 35%	-	171	48	-	109
22	Residential mortgages	-	-	-	39	25
23	Residential mortgages with a risk weight of less than or equal to 35%	-	-	-	39	25
24	Securities that are not in default and do not qualify as HQLA and exchange-traded equities	77	-	-	-	39
25	Assets equivalent to interconnected liabilities					
26	Other Assets	-	-	-	-	27,107
27	Physical traded commodities, including gold	-	-	-	-	-
28	Initial margin posted or given guarantee fund to central counterparty			1,755		1,491
29	Derivative Assets			-		-
30	Derivative Liabilities before the deduction of the variation margin			236		236
31	Other Assets not included above	24,244	-	-	1,135	25,380
32	Off-balance sheet commitments		17,295	3,607	544	1,072
33	**Total Required stable funding**					**111,563**
34	**Net Stable Funding Ratio (%)**					**110.97**

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

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
		Unweighted Amount According to Residual Maturity				
		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	13,114	-	-	9,407	22,521
2	Tier 1 Capital and Tier 2 Capital	13,114	-	-	9,407	22,521
3	Other Capital Instruments	-	-	-	-	-
4	Real-person and Retail Customer Deposits	7,007	40,692	270	-	43,782
5	Stable Deposits	833	11,366	3	-	11,591
6	Less Stable Deposits	6,175	29,326	268	-	32,192
7	Other Obligations	3,325	29,881	26,723	23,437	53,835
8	Operational deposits	-	7,027	-	-	3,514
9	Other Obligations	3,325	22,853	26,723	23,437	50,321
10	Liabilities equivalent to interconnected assets					
11	Other Liabilities	-	-	-	-	-
12	Derivative liabilities			456		
13	All other equity not included in the above categories	16,624	22,814	-	-	-
14	**Available stable funding**					**120,138**
15	High Quality Liquid Assets					4,090
16	Deposits held at financial institutions for operational purposes	-	-	-	-	-
17	Performing Loans	1,284	50,864	1,314,056	38,283	71,209
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	1,204	3,030	1,288,469	1,678	3,318
20	Loans to corporate customers, real persons and or retail customers, central banks, other than credit agencies and/or financial institutions	-	47,835	25,587	36,415	67,728
21	Loans with a risk weight of less than or equal to 35%	-	165	65	-	115
22	Residential mortgages	-	-	-	190	123
23	Residential mortgages with a risk weight of less than or equal to 35%	-	-	-	190	123
24	Securities that are not in default and do not qualify as HQLA and exchange-traded equities	80	-	-	-	40
25	Assets equivalent to interconnected liabilities					
26	Other Assets	-	-	-	-	21,074
27	Physical traded commodities, including gold	-				-
28	Initial margin posted or given guarantee fund to central counterparty			1,520		1,292
29	Derivative Assets			-		-
30	Derivative Liabilities before the deduction of the variation margin			108		108
31	Other Assets not included above	17,912	-	-	1,762	19,674
32	Off-balance sheet commitments		28,534	4,173	1,115	1,691
33	**Total Required stable funding**					**98,064**
34	**Net Stable Funding Ratio (%)**					**122.51**

The consolidated NSFR ratio for the second three months of 2026 and the last three months of 2025 is presented in the table below.

Period	**Rate**
30.04.2026	105.94
31.05.2026	105.38
30.06.2026	110.97
3 Months Average	**107.43**

Period	**Rate**
31.10.2025	125.29
30.11.2025	118.85
31.12.2025	122.51
3 Months Average	**122.22**

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

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 2026, leverage ratio of the Group calculated from the arithmetic average of the last three months is 6.67% (31 December 2025: 6.52%). 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 2026 (*)	31 December 2025 (*)
Balance sheet assets		
Balance sheet assets (excluding derivative financial assets and credit derivaties, including collaterals)	209,000	172,601
(Assets deducted from core capital)	599	569
Total risk amount of balance sheet assets	208,401	172,032
Derivative financial assets and credit derivaties		
Cost of replenishment for derivative financial assets and credit derivatives	2,457	4,153
Potential credit risk amount of derivative financial assets and credit derivatives	1,041	1,041
Total risk amount of derivative financial assets and credit derivatives	3,498	5,194
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	49,091	43,329
(Correction amount due to multiplication with credit conversion rates)	-	-
Total risk of off-balance sheet transactions	49,091	43,329
Capital and total risk		
Core capital	17,380	14,369
Total risk amount	260,990	220,555
Leverage ratio		
Leverage ratio	6.67%	6.52%

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

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

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

VIII. EXPLANATIONS ON HEDGE TRANSACTONS:

As of 30 June 2026, the Group applies cash flow hedge accounting through cross currency and interest rate swaps in order to hedge its deposits and other liabilities with an average maturity of up to 3 months against changes in interest rates. The Group performs effectiveness tests for hedge accounting at each balance sheet date. Effective portions are recognized under equity in the "Hedging Funds" account in the financial statements as defined by TFRS 9, while amounts relating to the ineffective portion are recognized in profit or loss.

As of balance sheet date derivative financial assets of which carrying amount is TL 1,163 (31 December 2025: TL 987) and derivative financial payables of which carrying amount is TL 550 (31 December 2025: TL 848), 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 363 (31 December 2025: TL 217 other comprehensive loss to be reclassified through profit or loss) is recognized under the equity in the current period. The amount which is ineffective or transferred from equity to the income statement due to closed swaps is TL 7 (31 December 2025: TL 9).

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	112	35	(15)	-
Interest Rate Swap	Floating rate up to 3 month maturity FC deposits	Cash flow risk of changes in market interest rates	1,051	515	323	-

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 efficieny, 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. The amount which is ineffective or transferred from equity to the income statement due to closed swaps is TL 7 (31 December 2025: TL 9).

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

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 four 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 2025 for balance sheet items and 30 June 2025 for income statement items.

30 June 2026	Retail Banking	Digital Banking	Corporate and Commercial Banking	Treasury and Asset Liability Management	Other and Undistributed (*)	Total Operations of the Group
Net Interest Income	533	622	1,772	664	958	4,549
Net Fees and Commissions	3	103	361	-	51	518
Trading Profit/Loss	125	7	166	(1,305)	39	(968)
Other Operating Income	-	36	707	-	1,039	1,782
Operating Income	**661**	**768**	**3,006**	**(641)**	**2,087**	**5,881**
Operating and Provision Costs (-)	**(717)**	**(1,405)**	**(1,800)**	**(60)**	**(1,131)**	**(5,113)**
Net Operating Income	**(56)**	**(637)**	**1,206**	**(701)**	**956**	**768**
Dividend Income	-	-	-	-	-	-
Income/Loss from subsidiaries based on equity method	-	-	-	-	-	-
Profit Before Tax	**(56)**	**(637)**	**1,206**	**(701)**	**956**	**768**
Tax Provisions (-)	17	191	(275)	210	(163)	(20)
Net Profit/Loss	**(39)**	**(446)**	**931**	**(491)**	**793**	**748**
Segment Assets	5,470	19,925	93,551	60,962	23,190	203,098
Investments in associates, subsidiaries and joint ventures	-	-	-	-	6	6
Unallocated Assets	-	-	-	-	9,849	9,849
Total Assets	**5,470**	**19,925**	**93,551**	**60,962**	**33,045**	**212,953**
Segments Liabilities	32,384	18,392	28,521	95,312	24,491	199,100
Unallocated Liabilities	-	-	-	-	13,853	13,853
Total Liabilities	**32,384**	**18,392**	**28,521**	**95,312**	**38,344**	**212,953**

(*) 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.

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

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

IX. EXPLANATIONS ON OPERATING SEGMENTS (Continued):

30 June 2025	**Retail Banking**	**Digital Banking**	**Corporate and Commercial Banking**	**Treasury and Asset Liability Management**	**Other and Undistributed (*)**	**Total Operations of the Group**
Net Interest Income	809	748	1,908	(465)	893	3,893
Net Fees and Commissions	7	118	271	-	31	427
Trading Profit/Loss	70	3	59	(522)	(35)	(425)
Other Operating Income	1	44	575	-	616	1,236
Operating Income	**887**	**913**	**2,813**	**(987)**	**1,505**	**5,131**
Operating and Provision Costs (-)	**(612)**	**(746)**	**(1,214)**	**(326)**	**(992)**	**(3,890)**
Net Operating Income	**275**	**167**	**1,599**	**(1,313)**	**513**	**1,241**
Dividend Income	-	-	-	-	-	-
Income/Loss from subsidiaries based on equity method	-	-	-	-	-	-
Profit Before Tax	**275**	**167**	**1,599**	**(1,313)**	**513**	**1,241**
Tax Provisions (-)	(82)	(51)	(364)	394	143	40
Net Profit/Loss	**193**	**116**	**1,235**	**(919)**	**656**	**1,281**
31 December 2025						
Segment Assets	4,067	16,348	76,587	50,684	20,506	168,192
Investments in associates, subsidiaries and joint ventures	-	-	-	-	5	5
Unallocated Assets	-	-	-	-	8,337	8,337
Total Assets	**4,067**	**16,348**	**76,587**	**50,684**	**28,848**	**176,534**
Segments Liabilities	34,906	14,872	13,660	79,430	20,717	163,585
Unallocated Liabilities	-	-	-	-	12,949	12,949
Total Liabilities	**34,906**	**14,872**	**13,660**	**79,430**	**33,666**	**176,534**

(*) 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.

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

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 2026		31 December 2025	
	TL	FC	TL	FC
Cash/Foreign currency	37	951	47	1,007
Central Bank of Turkey	8,742	19,299	5,839	10,234
Other	-	-	-	773
Total	**8,779**	**20,250**	**5,886**	**12,014**

2. Information on the account of the CBRT:

	30 June 2026		31 December 2025	
	TL	FC	TL	FC
Unrestricted Demand Amount	8,742	8,317	5,839	6,208
Unrestricted Time Amount	-	-	-	-
Restricted Time Amount	-	10,982	-	4,026
Total	**8,742**	**19,299**	**5,839**	**10,234**

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 20% for TL deposits and other liabilities according to their maturities as of 30 June 2026 (31 December 2025: between 3% and 18%) for Turkish currency, excluding accounts provided with exchange rate/price protection support by the Central Bank, and between 22% and 40% (31 December 2025: between 22% and 40%) for accounts provided with exchange rate/price protection support by the Central Bank; and between 0% and 30% for foreign currency, depending on the maturity structure (31 December 2025: between 5% and 32%) for FX deposits. In addition to foreign currency deposits, a reserve requirement of 2.5% in TL is established.

(Amounts expressed in millions 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 2026, there are TL 31 of financial assets measured at fair value through profit or loss given as collateral/blocked (31 December 2025: TL 33).

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

   As of 30 June 2026, there are no repurchase agreements from financial assets measured at fair value through profit or loss (31 December 2025: None).

c. Information on banks:

1. Information on banks:

	30 June 2026		31 December 2025	
	TL	FC	TL	FC
Banks				
Domestic	99	23	474	708
Foreign	-	1,975	-	1,948
Foreign Headquarters and Branches	-	-	-	-
Total	**99**	**1,998**	**474**	**2,656**

2. Information on foreign bank accounts:

	Unrestricted Balance		Restricted Balance	
	30 June 2026	31 December 2025	30 June 2026	31 December 2025
EU Countries	62	39	-	-
USA, Canada	890	91	-	-
OECD Countries (*)	986	996	-	-
Coastal Banking Regions	-	-	-	-
Other	37	822	-	-
Total	**1,975**	**1,948**	**-**	**-**

(*) 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 2026, there are TL 108 of financial assets measured at fair value through other comprehensive income given as collateral/blocked (31 December 2025: TL 163).

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

   As of 30 June 2026, there are TL 6,710 of financial assets measured at fair value through other comprehensive income subject to repurchase agreements (31 December 2025: TL 3,785).

(Amounts expressed in millions 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 (Contiuned):

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

	30 June 2026	**31 December 2025**
Debt Securities	12,178	10,768
Quoted on Stock Exchange	12,178	10,768
Not Quoted	-	-
Share Certificates	71	66
Quoted on Stock Exchange	-	-
Not Quoted	71	66
Impairment (-)	59	23
Total	**12,190**	**10,811**

(Amounts expressed in millions 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 2026		31 December 2025	
	Cash	Non-cash	Cash	Non-cash
Direct Loans Granted To Shareholders	-	16	-	36
Corporate Shareholders	-	16	-	36
Real Person Shareholders	-	-	-	-
Indirect Loans Granted To Shareholders	506	-	400	-
Loans Granted To Employees	55	-	42	-
Total	**561**	**16**	**442**	**36**

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		
			Restructured Loans	
Cash Loans	Standard Loans	Loans Not Subject to Restructuring	Loans with Revised Contract Terms	Re-financed
Non-Specialized Loans	92,399	636	12,807	-
Loans given to enterprises	-	-	-	-
Export Loans	22,731	-	-	-
Import Loans	-	-	-	-
Loans Given to Financial Sector	6,588	-	-	-
Consumer Loans	15,838	471	45	-
Credit Cards	402	47	29	-
Other (*)	46,840	118	12,733	-
Specialized Loans	-	-	-	-
Other Receivables (**)	11,269	83	697	-
Total	**103,668**	**719**	**13,504**	**-**

(*) 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	249	-
Significant Increase in Credit Risk	-	525

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

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

		Loans Under Close Monitoring	
	Standard Loans	Loans Not Subject to Restructuring	Restructured Loans
Short-Term Loans	52,087	278	1,178
Medium and Long-Term Loans	51,581	441	12,326
TOTAL	**103,668**	**719**	**13,504**

(Amounts expressed in millions 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 (Contiuned):

4. Information on consumer loans, individual credit cards, personnel loans and personnel credit cards:

	Short-term	Medium and Long-term	Total
Consumer Loans-TL	**4,197**	**11,674**	**15,871**
Real estate loans	-	2	2
Automotive loans	511	1,370	1,881
Consumer loans	3,686	10,302	13,988
Other	-	-	-
Consumer Loans-FC Indexed	**-**	**-**	**-**
Real estate loans	-	-	-
Automotive loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Consumer Loans-FC	**-**	**3**	**3**
Real estate loans	-	3	3
Automotive loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Individual Credit Cards-TL	**473**	**-**	**473**
With installments	-	-	-
Without installments	473	-	473
Individual Credit Cards-FC	**-**	**-**	**-**
With installments	-	-	-
Without installments	-	-	-
Personnel Loans-TL	**23**	**27**	**50**
Real estate loans	-	-	-
Automotive loans	-	-	-
Consumer loans	23	27	50
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	**5**	**-**	**5**
With installments	-	-	-
Without installments	5	-	5
Personnel Credit Cards-FC	**-**	**-**	**-**
With installments	-	-	-
Without installments	-	-	-
Credit Deposit Account-TL (Real Person)	**430**	**-**	**430**
Credit Deposit Account-FC (Real Person)	**-**	**-**	**-**
Total	**5,128**	**11,704**	**16,832**

(Amounts expressed in millions 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	**4,008**	**6,173**	**10,181**
Real estate Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	4,008	6,173	10,181
Other	-	-	-
Commercial Installments Loans-FC Indexed	**-**	**-**	**-**
Real estate Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Commercial Installments Loans-FC	**635**	**19,236**	**19,871**
Real estate Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	635	19,236	19,871
Other	-	-	-
Corporate Credit Cards-TL	**-**	**-**	**-**
With installments	-	-	-
Without installments	-	-	-
Corporate Credit Cards-FC	**-**	**-**	**-**
With installments	-	-	-
Without installments	-	-	-
Credit Deposit Account-TL (Legal Person)	**1**	**-**	**1**
Credit Deposit Account-FC (Legal Person)	**-**	**-**	**-**
Total	**4,644**	**25,409**	**30,053**

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

	30 June 2026	31 December 2025
Public	3,107	3,529
Private	114,784	96,673
Total	**117,891**	**100,202**

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

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

	30 June 2026	31 December 2025
Domestic Loans	117,891	100,202
Foreign Loans	-	-
Total	**117,891**	**100,202**

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

8. Loans given to associates and subsidiaries:

None (31 December 2025: None).

(Amounts expressed in millions 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 2026	31 December 2025
Substandard Loans	162	88
Doubtful Loans	282	61
Uncollectible Loans	592	486
Total	**1,036**	**635**

(*) It includes "Specific Provisons 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 2026			
Gross Amounts Before The Provisions	-	-	-
Restructured Loans	7	3	50
31 December 2025			
Gross Amounts Before The Provisions	-	-	-
Restructured Loans	2	49	2

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	**166**	**113**	**696**
Additions (+)	689	4	6
Transfers from Other Categories of Non-Performing Loans (+)	-	504	103
Transfers to Other Categories of Non-Performing Loans (-)	505	103	-
Collections (-)	82	36	39
Write-off (-)	-	-	-
Sold Portfolio (-)	-	-	-
Corporate and Commercial Loans	-	-	-
Consumer Loans	-	-	-
Credit Cards	-	-	-
Other	-	-	-
Balance at the End of the Period	**268**	**482**	**766**
Specific Provision (-)	**162**	**282**	**592**
Net Balance on Balance Sheet	**106**	**200**	**174**

(*) It includes "Receivables from Leasing Transactions.

(Amounts expressed in millions 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 2026 (*)			
Period-End Balance	7	-	390
Provision Amount (-)	1	-	348
Net Balance on Balance Sheet	**6**	**-**	**42**
31 December 2025 (*)			
Period-End Balance	-	-	427
Provision Amount (-)	-	-	317
Net Balance on Balance Sheet	**-**	**-**	**110**

(*) 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
30 June 2026	Substandard Loans	Doubtful Loans	Uncollectible Loans
Current Period (Net)	**106**	**200**	**174**
Loans Given to Real Persons and Legal Persons (Gross)	255	473	717
Provision Amount (-)	158	278	568
Loans Given to Real Persons and Legal Persons (Net)	97	195	149
Banks (Gross)	-	-	-
Provision Amount (-)	-	-	-
Banks (Net)	-	-	-
Other Loans (Gross)	13	9	49
Provision Amount (-)	4	4	24
Other Loans (Net)	9	5	25
Prior Period (Net)	**78**	**52**	**210**
Loans Given to Real Persons and Legal Persons (Gross)	140	102	632
Provision Amount (-)	80	58	465
Loans Given to Real Persons and Legal Persons (Net)	60	44	167
Banks (Gross)	-	-	-
Provision Amount (-)	-	-	-
Banks (Net)	-	-	-
Other Loans (Gross)	25	11	64
Provision Amount (-)	7	3	21
Other Loans (Net)	18	8	43

(*) 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:

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

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 2026, The Group has no receivables written off (31 December 2025: None).

(Amounts expressed in millions 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):

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)	**1**	**7**	**20**
Interest Accruals and Rediscounts, Valuation Differences	3	16	40
Provision Amount (-)	2	9	20
Prior Period (Net)	**2**	**3**	**20**
Interest Accruals and Rediscounts, Valuation Differences	4	5	36
Provision Amount (-)	2	2	16

g. Information on financial assets measured at amortized cost:

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

	30 June 2026		31 December 2025	
	TL	FC	TL	FC
Bonds	-	-	-	-
Bonds and Similar Securities	3,074	7,613	4,520	7,271
Other	-	-	-	-
Total	**3,074**	**7,613**	**4,520**	**7,271**

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

	30 June 2026		31 December 2025	
	TL	FC	TL	FC
Bonds	-	-	-	-
Bonds and Similar Securities	4,089	467	2,401	429
Other	-	-	-	-
Total	**4,089**	**467**	**2,401**	**429**

3. Information on government debt securities measured at amortized cost:

	30 June 2026	31 December 2025
Government Bond	19,528	16,869
Treasury Bond	-	-
Other Public Debt Securities	-	-
Total	**19,528**	**16,869**

4. Information on financial assets measured at amortized cost:

	30 June 2026	31 December 2025
Debt Securities	19,974	17,514
Quoted on Stock Exchange	19,974	17,514
Not Quoted	-	-
Impairment (-)	-	-
Total	**19,974**	**17,514**

(Amounts expressed in millions 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 2026	31 December 2025
Balance at the Beginning of the Period	17,532	14,374
Exchange Differences in Monetary Assets	545	1,233
Purchases During the Year	2,299	2,959
Disposal Through Sale and Redemption	(1,298)	(2,948)
Increase in Value	896	1,896
End of Period Total	**19,974**	**17,514**

h. Information on associates (Net):

None. (31 December 2025: 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 2026, the Bank has a non-financial subsidiary that is not consolidated, amounting to a total of TL 5 (31 December 2025: TL 5).

	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 2025: 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	23,619	5,938	8,674	2,289	-	994	832	-
2	1,470	673	65	208	20	(5)	(3)	3

(Amounts expressed in millions 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 2026	31 December 2025
Opening Balance	**5,625**	**3,823**
Movements During the Period	**992**	**1,802**
Purchases	-	5
Bonus Shares Obtained	-	-
Dividends from Current Year Income	989	1,824
Sales	-	-
Revaluation Increase/Decrease	3	(27)
Impairment	-	-
Period End Balance	**6,617**	**5,625**
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 2026**	**31 December 2025**
Banks	-	-
Insurance Companies	-	-
Factoring Companies	-	-
Leasing Companies	5,939	4,942
Financing Companies	-	-
Other Financial Subsidiaries	673	678
Total	**6,612**	**5,620**

(*) Includes the data before consolidation procedures.

8. Subsidiaries quoted on stock exchange:

None (31 December 2025: None).

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

None (31 December 2025: None).

(Amounts expressed in millions 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 remaning maturies:

	30 June 2026		31 December 2025	
	Gross	**Net**	**Gross**	**Net**
Less than 1 year	7,346	6,229	5,596	4,719
1-4 Years	6,721	5,698	5,921	5,232
More than 4 years	200	180	125	104
Total	**14,267**	**12,107**	**11,642**	**10,055**

l. Information on derivative financial assets:

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

	30 June 2026		31 December 2025	
	TL	**FC**	**TL**	**FC**
Forward Transactions	790	1,315	548	145
Swap Transactions	1,039	535	635	269
Futures Transactions	2	-	4	-
Options	56	368	18	294
Other	-	-	-	-
Total	**1,887**	**2,218**	**1,205**	**708**

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

	30 June 2026		31 December 2025	
	TL	**FC**	**TL**	**FC**
Fair Value Hedge	-	-	-	-
Cash Flow Hedge	1,117	46	932	55
Foreign Net Investment Hedge	-	-	-	-
Total	**1,117**	**46**	**932**	**55**

(Amounts expressed in millions 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 2,244 (31 December 2025: TL 2,652) and it has no discontinued operations.

	30 June 2026	31 December 2025
Prior Period		
Cost	2,652	1,571
Accumulated Depreciation (-)	-	-
Net Book Value	**2,652**	**1,571**
Current Period		
Net Book Value at Beginning of the Period	2,652	1,571
Additions	811	1,488
Disposals (-), net	1,219	403
Impairment (-)	-	4
Depreciation (-)	-	-
Cost at the End of the Period	2,244	2,652
Accumulated Depreciation at the End of the Period (-)	-	-
Closing Net Book Value	**2,244**	**2,652**

99% of the Group's assets held for sale consist of real estate properties (31 December 2025: 99%).

n. Information on other assets:

Other assets amount to TL 6,930 (31 December 2025: TL 4,732) and do not exceed 10% of the total assets excluding off-balance sheet commitments.

(Amounts expressed in millions 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 2026:

	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	1,529	-	5,799	17,444	609	53	99	-	**25,533**
Foreign Currency Deposits	7,294	-	4,728	17,381	1,789	77	80	-	**31,349**
Residents in Turkey	7,121	-	4,688	17,307	1,768	76	39	-	**30,999**
Residents Abroad	173	-	40	74	21	1	41	-	**350**
Public Sector Deposits	2,674	-	4	-	-	-	-	-	**2,678**
Commercial Deposits	4,156	-	569	7,632	334	-	60	-	**12,751**
Other Institutions Deposits	6	-	11	60	-	-	-	-	**77**
Precious Metal Deposits	7,989	-	-	-	-	-	-	-	**7,989**
Bank Deposits	192	-	605	-	-	-	-	-	**797**
The CBRT	-	-	-	-	-	-	-	-	**-**
Domestic Banks	180	-	605	-	-	-	-	-	**785**
Foreign Banks	12	-	-	-	-	-	-	-	**12**
Special Financial Institutions	-	-	-	-	-	-	-	-	**-**
Other	-	-	-	-	-	-	-	-	**-**
Total	**23,840**	**-**	**11,716**	**42,517**	**2,732**	**130**	**239**	**-**	**81,174**

ii. 31 December 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	1,318	-	6,635	15,346	1,389	29	96	-	**24,813**
Foreign Currency Deposits	3,952	-	3,344	17,116	2,418	67	82	-	**26,979**
Residents in Turkey	3,735	-	3,310	17,033	2,400	66	45	-	**26,589**
Residents Abroad	217	-	34	83	18	1	37	-	**390**
Public Sector Deposits	2,181	-	4	-	-	-	-	-	**2,185**
Commercial Deposits	993	-	207	5,305	339	-	60	-	**6,904**
Other Institutions Deposits	6	-	4	13	32	-	-	-	**55**
Precious Metal Deposits	3,640	-	-	-	-	-	-	-	**3,640**
Bank Deposits	25	-	619	-	-	-	-	-	**644**
The CBRT	-	-	-	-	-	-	-	-	**-**
Domestic Banks	-	-	619	-	-	-	-	-	**619**
Foreign Banks	25	-	-	-	-	-	-	-	**25**
Special Financial Institutions	-	-	-	-	-	-	-	-	**-**
Other	-	-	-	-	-	-	-	-	**-**
Total	**12,115**	**-**	**10,813**	**37,780**	**4,178**	**96**	**238**	**-**	**65,220**

(Amounts expressed in millions 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):

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	
Saving Deposits	**30 June 2026**	**31 December 2025**	**30 June 2026**	**31 December 2025**
Savings Deposit	13,846	13,078	11,687	11,735
Foreign Currency Savings Deposit	2,234	2,145	9,022	9,961
Other Deposits in the Form of Savings Deposits	1,834	953	6,155	2,687
Foreign Branches' Deposits Under Foreign Authorities' Insurance	-	-	-	-
Off-shore Banking Regions' Deposits Under Foreign Authorities' Insurance	-	-	-	-
Total	**17,914**	**16,176**	**26,864**	**24,383**

(*) 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 722 which are covered by the insurance, are not included in the note above,

(**) Deposit amount subject to insurance is TL 1,200,000 in full amount (31 December 2025: TL 950,000 in full amount).

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 2026	**31 December 2025**
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	352	295
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	**352**	**295**

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

None (31 December 2025: None),

(Amounts expressed in millions 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):

c. Information on borrowings:

1. Information on banks and other financial institutions:

	30 June 2026		31 December 2025	
	TL	**FC**	**TL**	**FC**
Central Bank of Turkey	-	-	-	-
From Domestic Banks and Institutions	616	3,481	39	75
From Foreign Banks, Institutions and Funds	-	70,221	-	66,087
Total	**616**	**73,702**	**39**	**66,162**

2. Information on maturity structure of borrowings:

	30 June 2026		31 December 2025	
	TL	**FC**	**TL**	**FC**
Short-term	616	2,140	39	1,069
Medium and Long-term	-	71,562	-	65,093
Total	**616**	**73,702**	**39**	**66,162**

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 2026, deposits and borrowings from Group's risk group is covering 0.6% (31 December 2025: 0.6%) of total deposits, Besides, borrowings from Group's risk group is covering 32.3% (31 December 2025: 31.6%) of subordinated loans and other borrowings,

d. Information on marketable securities issued:

	30 June 2026		31 December 2025	
	TL	**FC**	**TL**	**FC**
Bonds	-	-	-	-
Bills	1,349	-	787	-
Asset-Backed Securities	-	-	-	-
Total	**1,349**	**-**	**787**	**-**

e. Information on other liabilities:

Other foreign liabilities amounting to TL 6,585 (31 December 2025: TL 4,239) do not exceed 10% of the total balance sheet excluding off-balance sheet commitments,

(Amounts expressed in millions 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):

f. Information on lease payables:

	30 June 2026		31 December 2025	
	Gross	**Net**	**Gross**	**Net**
Less than 1 year	18	15	21	17
Between 1-4 years	188	133	157	114
More than 4 years	716	480	686	414
Total	**922**	**628**	**864**	**545**

g. Information on derivative financial liabilities:

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

	30 June 2026		31 December 2025	
Trading Derivative Financial Liabilities	**TL**	**FC**	**TL**	**FC**
Forward Transactions	1,588	1,200	1,064	59
Swap Transactions	1,170	659	784	457
Futures Transactions	12	-	-	-
Options	166	434	13	225
Other	-	-	-	-
Total	**2,936**	**2,293**	**1,861**	**741**

2. Information on Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income:

	30 June 2026		31 December 2025	
	TL	**FC**	**TL**	**FC**
Fair Value Hedge	-	-	-	-
Cash Flow Hedge	517	33	834	14
Foreign Net Investment Hedge	-	-	-	-
Total	**517**	**33**	**834**	**14**

(Amounts expressed in millions 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):

h. Information on provisions:

1. Information on reserve for employment termination benefits:

Under the Turkish Labor Law, the Bank is required to pay a specific amount to the employees who have been working more than one year, when employment is terminated due to obligatory reasons or they retire, when they have fulfilled 25 working years (women 20) 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 amendment of legislation on 23 May 2002, some of the transition process articles related to the working period before retirement were enacted.

The payment amount that is one month's salary for each working year is restricted to employment termination ceiling. Employment termination benefits are not funded as there is no funding requirement,

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

	30 June 2026	**31 December 2025**
Discount rate (%)	4.00	4.00
Salary increase rate (%)	25.22	25.22
Average remaining work period (Year)	15.66	15.66

Movement of reserve for employment termination benefits during the period:

	30 June 2026	**31 December 2025**
Prior period end balance	120	98
Service cost	15	24
Interest cost	19	26
Reductions and payments	-	-
Actuarial loss/gain	-	(15)
Benefits paid (-)	10	13
Balance at the End of Period	**144**	**120**

In addition, as of 30 June 2026, the Group has accounted for vacation rights provision and personnel bonus provision amounting to TL 188 (31 December 2025: TL 518).

(Amounts expressed in millions 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):

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 2025: None).

ii. Information on other provisions:

The Bank set aside free provisions under other provisions amounting to TL 160 (31 December 2025: TL 165), TL 41 (31 December 2025: TL 44) provisions for non-cash loans and commitments that are not converted to cash and not indemnified, TL 15 (31 December 2025: TL 16) for lawsuit cases, TL 11 (31 December 2025: TL 11) other provision.

i. Information on taxes payable:

1. Information on tax provision:

As of 30 June 2026, Corporate tax provision payable amounts to TL 34 (31 December 2025: None).

2. Information on taxes payable:

	30 June 2026	**31 December 2025**
Corporate Tax Payable	34	-
Taxation of Securities Income	292	265
Taxation on Real Estates Income	2	1
Banking Insurance Transaction Tax	159	137
Foreign Exchange Transaction Tax	2	4
Value Added Tax Payable	8	14
Other	86	77
Total	**583**	**498**

(Amounts expressed in millions 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):

3. Information on premium payables:

	30 June 2026	31 December 2025
Social Security Premiums-Employee	35	25
Social Security Premiums-Employer	57	37
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	2	2
Unemployment Insurance-Employer	4	3
Other	9	7
Total	**107**	**74**

4. Explanations on deferred tax asset/liability:

As of 30 June 2026, the Group has netted-off the calculated deferred tax asset of TL 1,033 (31 December 2025: TL 895) and deferred tax liability of TL 1,100 (31 December 2025: TL 1,076) in accordance with TAS 12 and the Group has recorded a net deferred tax asset of TL 67 (31 December 2025: TL 181 net deferred tax asset) in the financial statements,

As of 30 June 2026 and 31 December 2025, the details of accumulated temporary differences and deferred tax assets and liabilities are as follows:

	Accumulated Temporary Differences		Deferred tax assets/liabilities	
	30 June 2026	31 December 2025	30 June 2026	31 December 2025
Carried-forward Tax Loss	1,317	574	395	172
Provision for Legal Cases	999	862	300	258
Expected Loss Provisions	332	638	99	192
Employee Benefits Provision	26	27	8	8
Difference Between Book Value and Tax Value and Tax Value of Fixed Assets	764	678	229	259
Other	7	17	2	5
Deferred Tax Assets	**3,445**	**2,796**	**1,033**	**895**
Valuation Differences of Derivative Instruments	851	657	243	188
	20	152	6	46
Other	3,557	2,934	851	842
Deferred Tax Liabilities	**4,428**	**3,744**	**1,100**	**1,076**
Deferred Tax Assets/(Liabilities) (Net)			**(67)**	**(181)**

(Amounts expressed in millions 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 2026	31 December 2025
Balance as of 1 January	**(181)**	**116**
Current year deferred tax income/(expense), net	181	(309)
Deferred tax recognized in equity, net	(67)	12
Period end balance	**(67)**	**(181)**

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

None (31 December 2025: None),

(Amounts expressed in millions 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 Million	12 May 2022	12 May 2032	SOFR+4.25
Burgan Bank K.P.S.C. (Main Shareholder)	USD 100 Million	2 April 2026	Indefinite	6.25

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

	30 June 2026		31 December 2025	
	TL	FC	TL	FC
Domestic Banks	-	-	-	-
Other Domestic Institutions	-	-	-	-
Foreign Banks	-	11,721	-	8,640
Other Foreign Institutions	-	-	-	-
Total	**-**	**11,721**	**-**	**8,640**

	30 June 2026		31 December 2025	
	TL	FC	TL	FC
Debt Instruments Subject to Common Equity	**-**	**4,658**	**-**	**2,142**
Subordinated Loans	-	4,658	-	2,142
Subordinated Debt Instruments	-	-	-	-
Debt Instruments Subject to Tier 2 Equity	**-**	**7,063**	**-**	**6,498**
Subordinated Loans	-	7,063	-	6,498
Subordinated Debt Instruments	-	-	-	-
Total	**-**	**11,721**	**-**	**8,640**

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

II. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED LIABILITIES (Continued):

l. Information on shareholders' equity:

1. Presentation of paid-in capital:

	30 June 2026	31 December 2025
Provision for Common Stock	3,050	3,050
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	6,000

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 indicatiors of income, profitability and liquidity of the Parent Bank and the uncertainities 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.

(Amounts expressed in millions 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):

l. 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 2026		31 December 2025	
	TL	FC	TL	FC
From Investments in Associates, Subsidiaries, and Joint Ventures	-	-	-	-
Valuation Difference	(275)	23	(149)	105
Foreign Currency Translation Difference	-	-	-	-
Total	**(275)**	**23**	**(149)**	**105**

9. Information on tangible assets revaluation reserve:

	30 June 2026		31 December 2025	
	TL	FC	TL	FC
Movables	-	-	-	-
Immovables	167	-	167	-
Common Stocks of Investments in Associates, Subsidiaries that will be added to the Capital and Sales Income from Immovables (*)	1	-	1	-

(*) 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 27 March 2026; TL 2,835 including the effects of TAS 27 Standard, which is the profit of 2025, was transferred to legal and extraordinary reserves.

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

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 2026	31 December 2025
Currency forward buy/sell commitements	15,639	20,004
Loan allocation commitment with guaranteed usage	9,991	2,440
Commitments for credit card limits	1,312	1,225
Commitments for cheques	364	248
Securities buy/sale commitments	156	-
Cheques blocked issued to customers	146	120
Total	**27,608**	**24,037**

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 2026	31 December 2025
Letter of guarantees	12,482	12,427
Other guarantees	11,904	12,876
Letter of credits	444	245
Bank acceptance loans	6,983	4,243
Total	**31,813**	**29,791**

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

	30 June 2026		31 December 2025	
	TL	FC	TL	FC
Irrevocable Letters Of Guarantee	5,130	1,724	4,520	1,827
Revocable Letters Of Guarantee	25	26	76	25
Letters Of Guarantee Given In Advance	103	131	38	158
Guarantees Given To Customs	6	19	6	18
Other Letters Of Guarantee	4,903	415	5,261	499
Total	**10,167**	**2,315**	**9,901**	**2,527**

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

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 2026	31 December 2025
Non-cash loans given against cash loans	5,404	5,809
With original maturity of 1 year or less than 1 year	-	-
With original maturity of more than 1 year	5,404	5,809
Other non-cash loans	26,409	23,982
Total	**31,813**	**29,791**

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

	1st Group		2nd Group	
Current Period (*)	**TL**	**FC**	**TL**	**FC**
Letters of Guarantee	10,131	2,303	30	9
Aval and Acceptance Credit	-	444	-	-
Letters of Credit	-	11,292	-	612
Endorsements	-	-	-	-
Purchase Guarantees for Securities Issued	-	-	-	-
Factoring Related Guarantees	-	-	-	-
Other Guarantees	6,860	123	-	-
Total	**16,991**	**14,162**	**30**	**621**

(*) In addition to the non-cash loans stated in the table above, the Bank has a non-cash loan amounting to TL 9 which is classified as total non-performing loans, As of 30 June 2026, the Bank has allocated provision amounting to TL 6 for these loans.

b. Information on contingent assets and contingent liabilities:

As of 30 June 2026, the total amount of lawsuit cases against the Group is TL 20 (31 December 2025: TL 19) and the Group sets aside a provision of TL 15 (31 December 2025: TL 16) regarding these risks.

c. Brief information on the Banks' rating given by International Rating Institutions:

FITCH (23 June 2026)

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

(Amounts expressed in millions 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 2026		30 June 2025	
Interest Income on Loans (*)	**TL**	**FC**	**TL**	**FC**
Short-term Loans	5,189	685	3,198	385
Medium/Long-term Loans	4,810	969	3,882	794
Interest on Non-performing Loans	120	-	441	-
Premiums Received from Resource Utilization Support Fund	-	-	-	-
Total	**10,119**	**1,654**	**7,521**	**1,179**

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

2. Information on interest income on banks:

	30 June 2026		30 June 2025	
	TL	**FC**	**TL**	**FC**
From the CBRT	116	-	19	2
From Domestic Banks	196	1	275	3
From Foreign Banks	-	14	-	13
Headquarters and Branches Abroad	-	-	-	-
Total	**312**	**15**	**294**	**18**

3. Information on marketable securities:

	30 June 2026		30 June 2025	
	TL	**FC**	**TL**	**FC**
Financial Assets Measured at Fair Value Through Profit/Loss	231	110	265	55
Financial Assets Measured at Fair Value Through Other Comprehensive Income	927	167	926	158
Financial Assets Measured at Amortized Cost	1,338	291	1,326	206
Total	**2,496**	**568**	**2,517**	**419**

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

None (30 June 2025: None).

(Amounts expressed in millions 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 2026		30 June 2025	
	TL	FC	TL	FC
Banks	**36**	**1,820**	**16**	**1,424**
The CBRT	-	-	-	-
Domestic Banks	34	47	6	-
Foreign Banks	2	1,773	10	1,424
Headquarters and Branches Abroad	-	-	-	-
Other Institutions	-	-	-	-
Total(*)	**36**	**1,820**	**16**	**1,424**

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

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

None (30 June 2025: None).

3. Information on interest expense on issued securities:

	30 June 2026	30 June 2025
Interest Expense on Issued Securities	291	2

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

Current Period	Demand Deposit	Time Deposit Up to 1 Month	Up to 3 Months	Up to 6 Months	Up to 1 Year	1 Year and More	Accum, Deposit	Total	Prior Period Total
Domestic Currency									
Bank Deposits	-	26	-	-	-	-	-	26	39
Savings Deposits	-	1,317	2,974	142	4	17	-	4,454	6,175
Public Deposits	-	1	-	-	-	-	-	1	40
Commercial Deposits	-	163	178	38	-	12	-	391	470
Other Deposits	-	3	1,236	4	-	-	-	1,243	975
7 Day Notice Deposits	-	-	-	-	-	-	-	-	-
Total	-	**1,510**	**4,388**	**184**	**4**	**29**	-	**6,115**	**7,699**
Foreign Currency									
Foreign Currency Account	-	43	168	8	1	1	-	221	131
Bank Deposits	-	24	-	-	-	-	-	24	37
7 Day Notice Deposits	-	-	-	-	-	-	-	-	-
Precious Metal Deposits	-	-	-	-	-	-	-	-	-
Total	-	**67**	**168**	**8**	**1**	**1**	-	**245**	**168**
Grand Total	-	**1,577**	**4,556**	**192**	**5**	**30**	-	**6,360**	**7,867**

(Amounts expressed in millions 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 2026	30 June 2025
Income	**128,762**	**76,816**
Capital Market Transactions	285	319
Derivative Financial Transactions	1,342	1,095
Foreign Exchange Gains	127,135	75,402
Loss (-)	**129,730**	**77,241**
Capital Market Transactions	105	57
Derivative Financial Transactions	1,679	967
Foreign Exchange Losses	127,946	76,217
Net Income/Loss	**(968)**	**(425)**

d. Information on other operating income:

The Group's other operating income for the period ending on 30 June 2026 and 30 June 2025 includes the adjustment account for previous years' expenses and other operating income,

e. Expected loss provisions and other provision expenses:

	30 June 2026	30 June 2025
Expected Credit Loss	**465**	**169**
12 Months Expected Credit Loss (Stage 1)	65	54
Significant Increase in Credit Risk (Stage 2)	3	6
Non-performing Loans (Stage 3)	397	109
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	**15**	**6**
Total	**480**	**175**

(Amounts expressed in millions 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 2026	30 June 2025
Provision for Employment Termination Benefits (*)	84	66
Provision for Bank Social Aid Pension Fund Deficit	-	-
Impairment Expenses of Tangible Assets	-	-
Amortization Expenses of Tangible Assets	172	127
Impairment Expenses of Intangible Assets	-	-
Goodwill Impairment Expense	-	-
Amortization Expenses of Intangible Assets	77	50
Impairment Expenses of Equity Participations for which Equity Method is Applied	-	-
Impairment Expenses of Assets Held For Sale	-	4
Amortization Expenses of Assets Held for Sale	-	-
Impairment Expenses of Non-current Assets Related to Discontinued Activities Held for Sale	-	-
Other Operating Expenses	1,688	1,369
Leasing Expenses Related to TFRS 16 Exceptions	19	16
Maintenance Expenses	32	23
Advertising Expenses	209	160
Other Expense	1,428	1,170
Loss on Sales of Assets	-	-
Other	19	11
Total	**2,040**	**1,627**

(*) As of 30 June 2026, "Employee Vacation Fee Provision Expense" amounts to TL 55 (30 June 2025: TL 42).

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 768 (30 June 2025: TL 1,241 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 June 30, 2026, the Group has a current tax expense amounting to TL 201 and a net defferred tax income amounting to TL 181. As of June 30, 2025, the Group has a net deferred tax income amounting to TL 40.

2. Explanations regarding income or expense from current tax and deffered tax income or expense:

   The Group has TL 187 of deferred tax income from temporary differences and TL 223 from carried forward tax losses. The deferred tax expense due to the reversal of temporary differences amounts to TL 229 netting in a deferred tax income of TL 181.

   As of June 30, 2025, the Group has deferred tax income amounting to TL 157 arising from the origination of temporary differences and deferred tax income amounting to TL 243 arising from carried forward tax losses. In addition, the Group has deferred tax expense amounting to TL 360 arising from the reversal of temporary differences, resulting in a net deferred tax income of TL 40.

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 2026, the Group has deferred tax expense amounting to TL 42 (30 June 2025: 203 net deferred tax expense) arising from temporary differences and has TL 223 deferred tax income as a result of carried financial loss (30 June 2025: TL 243 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 (j) 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.

(Amounts expressed in millions 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 25,089 (30 June 2025: TL 20,143) and TL 8,248 (30 June 2025: TL 6,371) of the related amount is classified as "Other Interest Income" in the income statement,

	30 June 2026	30 June 2025
Other Interest Income		
Interest Income Related To Derivative Transactions	6,713	5,252
Other	1,535	1,119
Total	**8,248**	**6,371**

2. In the current period, the Group's interest expense amounts to TL 20,540 (30 June 2025: TL 16,250) and TL 10,664 (30 June 2025: TL 5,463) of the related amount is classified as "Other Interest Expense" in the income statement,

	30 June 2026	30 June 2025
Other Interest Expense		
Interest Income Related To Derivative Transactions	9,814	4,840
Other	850	623
Total	**10,664**	**5,463**

3. In the current period, the Group's fee and commissions received amounts to TL 763 (30 June 2025: TL 576) and TL 658 (30 June 2025: TL 492) of this amount is classified under "Other" in the income statement,

	30 June 2026	30 June 2025
Other Fee and Commissions Received		
Insurance Commissions	222	140
Commissions on Investment Fund Services	92	61
Credit Card and POS Transaction Commission	46	10
Commissions on Futures Options Exchange Brokerage	20	8
Commissions from Correspondent Banks	7	6
Early Closing Commissions	6	25
Transfer Commissions	1	1
Common Point Commissions	1	1
Other	263	240
Total	**658**	**492**

4. In the current period, Group's fees and commissions expense amounts to TL 245 (30 June 2025: TL 148) and TL 245 (30 June 2025: TL 147) of the related amount is classified under "Other" account in the income statement,

	30 June 2026	30 June 2025
Other Fee and Commissions Given		
Card Transaction Commission	63	31
Commissions Granted to Correspondent Banks	11	9
EFT Commissions	5	3
Common Point Commissions	9	6
Transfer Commissions	-	-
Other	157	98
Total	**245**	**147**

(Amounts expressed in millions 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 2025 for balance sheet and 30 June 2025 income statement items,

30 June 2026 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	-	-	400	36	4	-
End of the Period	-	-	506	16	4	-
Interest and Commission Income Received	-	-	**118**	**-**	**1**	-

31 December 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	-	-	-	-	1	-
End of the Period	-	-	400	36	4	-
Interest and Commission Income Received	**-**	**-**	**15**	**2**	**-**	**2**

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	-	-	375	315	221	87
End of the Period	-	-	74	375	378	221
Interest Expense on Deposits	**-**	**-**	**97**	**60**	**40**	**51**

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**

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

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**	
Fair Value Through Profit or Loss Transactions	**Current Period**	**Prior Period**	**Current Period**	**Prior Period**	**Current Period**	**Prior Period**
Beginning of the Period	-	-	-	-	-	-
End of the Period	-	-	-	-	-	-
Total Profit/Loss	-	-	-	-	-	-
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	27,772	32.28
Deposit	510	0.48
Non-cash Loans	452	0.56
Banks and Other Financial Institutions	16	0.05
Loans	4	0.19

As of 30 June 2026, the Group has no interest income from deposits given to banks included in the risk group (30 June 2025: None) The Group has interest expense amounting to TL 741 (30 June 2025: TL 675) 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 immovables 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 0.38% (31 December 2025: 0.36%) of the Group's total cash and non-cash loans.

As of 30 June 2026, there are no purchase-sales transactions on any assets except real estate with the risk group consisting the Parent Bank.

As of 30 June 2026, 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 317 (30 June 2025: TL 260) 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:

Mr. Khaled FAO Alzouman, a Member of the Board of Directors, resigned from his position effective as of 31 July 2026.

SECTION SIX

EXPLANATIONS ON LIMITED REVIEW REPORT

I. EXPLANATIONS ON LIMITED REVIEW REPORT:

The consolidated financial statements as of 30 June 2026 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 4 August 2026 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

In the second quarter of the year, global economic developments were shaped by the continuing legal uncertainties surrounding U.S. tariff policies and developments in the conflict in the Middle East. On May 7, the U.S. Court of International Trade ruled that the temporary 10% global tariff, which had been implemented under Section 122 of the Trade Act of 1974 following the Supreme Court's decision annulling the previous tariffs, lacked a sufficient legal basis. As these temporary tariffs were due to expire on July 24 under the statutory 150-day limit, the U.S. administration accelerated preparations for a transition to permanent tariff measures.

The Federal Reserve (FED) kept its policy rate unchanged at the range of 3.50%–3.75% during its April and June meetings. At the June meeting, which was the first chaired by Kevin Warsh following his appointment in May, the policy statement was significantly shortened and references suggesting a previous easing bias were removed. On the inflation front, the second quarter was characterized by a period in which the impact of the energy shock on prices first peaked and subsequently eased. Annual consumer inflation reached 4.2% in May, its highest level since April 2023, mainly driven by higher energy costs. In June, however, following the ceasefire and the sharp decline in energy prices, the consumer price index decreased by 0.4% on a monthly basis, marking the largest monthly decline since April 2020, while annual inflation fell to 3.5%. Core inflation, excluding food and energy, also declined from 2.9% to 2.6%, indicating that second-round effects of energy-driven inflationary pressures remained limited. Nevertheless, the renewed escalation of tensions between the U.S. and Iran in early July and the subsequent rise in oil prices require a cautious assessment regarding the sustainability of this improvement. Accordingly, FED members revised their 2026 inflation forecasts upward and growth forecasts slightly downward in their June projections, while half of the members projected at least one rate increase during the year. The shift from expectations of one or two rate cuts at the beginning of the year to discussions of rate hikes illustrates the extent of the change in the monetary policy outlook.

The European Union economy was among the most exposed to the Middle East-driven energy shock due to its high dependence on energy imports. According to revised data, Euro Area GDP contracted by 0.2% quarter-on-quarter in the first quarter, while annual growth slowed to 0.3%. The preliminary growth estimate for the second quarter is scheduled to be released on July 30. Inflation in the Euro Area followed a similar pattern during the second quarter, with the impact of the energy shock peaking initially and moderating towards the end of the quarter. Headline inflation rose to 3.2% in May, the highest level since September 2023, driven by a 10.8% annual increase in energy prices, before declining to 2.8% in June following the easing in energy prices after the ceasefire. Core inflation also fell from 2.6% to 2.4% during the same period. However, services inflation remained elevated at 3.2%, keeping concerns regarding second-round effects alive. Faced with this trade-off between growth and inflation, the ECB prioritized price stability and raised its policy rate by 25 basis points at its June 11 meeting, marking its first rate increase since 2023. In its June projections, the ECB increased its 2026 inflation forecast from 2.6% to 3.0% while lowering its growth forecast to 0.8%, emphasizing that risks remained skewed to the upside for inflation and to the downside for growth. On the trade front, the agreement reached between the EU and the U.S., which introduced a comprehensive tariff ceiling of 15% on most EU-origin products effective July 1, partially reduced tariff-related uncertainty regarding the Union's external trade outlook.

EXPLANATIONS ON INTERIM ACTIVITY REPORT (Continued):

I. EVALUATIONS FOR THE OPERATING PERIOD AND EXPECTATIONS FOR THE FUTURE BY THE CHAIRMAN OF THE BOARD OF DIRECTORS AND THE GENERAL MANAGER (Continued):

Geopolitical developments in the Middle East during the second quarter were characterized by alternating periods of fragile ceasefires and renewed escalation. Restrictions on transit through the Strait of Hormuz persisted throughout most of the quarter, while the U.S. imposed a naval blockade on Iranian ports between April 13 and May 29. As a result, WTI crude oil prices rose from USD 57 at the beginning of the year to as high as USD 113 in April before retreating on expectations of an agreement. The memorandum of understanding signed between the U.S. and Iran on June 17 ended the conflict that had lasted for approximately four months and envisaged a 60-day negotiation process aimed at reopening the Strait of Hormuz and reaching a permanent peace agreement. Following the agreement, Brent crude oil prices declined to levels only around 7% above their pre-conflict levels. Nevertheless, reciprocal attacks and disputes over the governance of the Strait at the end of June underscored the fragility of the ceasefire.

Turning to the Turkish economy, GDP grew by 2.5% year-on-year in the first quarter of 2026, remaining below both market expectations of 2.7% and the 3.4% growth recorded in the fourth quarter of 2025. Seasonally adjusted quarterly growth slowed to 0.1%, indicating a significant loss of momentum. On the expenditure side, private consumption remained the main driver of growth with an increase of 4.8%, while net exports contributed negatively by 2.5 points due to a 12.7% contraction in exports of goods and services. On the production side, industrial value added declined by 0.8%, with growth being supported primarily by services and agriculture. This picture suggests that the adverse effects of the conflict in the Middle East on external demand and tourism have begun to materialize. Leading indicators for the second quarter point to continued weakness in domestic demand. In this context, we maintain our 2026 growth forecast at 3.1%.

Financial indicators exhibited a volatile performance during the quarter in line with developments in the conflict. Türkiye's 5-year credit default swap (CDS) premium declined from 304 basis points at the end of March to 241 basis points by mid-June. After recovering during most of the quarter, CBRT reserves weakened again during the tensions at the end of June. As of June 26, total reserves decreased by approximately USD 8 billion within one week to USD 149.2 billion, falling slightly below the USD 153 billion level recorded at the end of the first quarter. In contrast, net reserves excluding swaps increased to USD 28 billion from USD 18.3 billion at the end of March.

On the monetary policy front, the CBRT kept the policy rate unchanged at 37% during its April 22 and June 11 meetings, marking the third consecutive meeting without a rate change following the January rate cut. The suspension of weekly repo auctions continued, with funding provided through the overnight lending rate of 40%. The CBRT also tightened the macroprudential framework on May 23 through reserve requirement measures and lower credit growth limits. As a result of tight liquidity conditions, borrowing costs continued to rise during the second quarter. By the end of June, TL deposit rates had reached 46.5%, commercial loan rates 56.5%, and consumer loan rates 63.3%. On the inflation front, the upward trend observed in April due to energy prices moderated in May. Consumer inflation increased by 1.71% month-on-month in May, with annual inflation rising to 32.61%. In June, monthly inflation eased to 0.99% and annual inflation declined to 32.11%, reflecting the moderation in energy prices. Nevertheless, year-end inflation expectations of market participants increased to 29.14%.

EXPLANATIONS ON INTERIM ACTIVITY REPORT (Continued):

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

I. EVALUATIONS FOR THE OPERATING PERIOD AND EXPECTATIONS FOR THE FUTURE BY THE CHAIRMAN OF THE BOARD OF DIRECTORS AND THE GENERAL MANAGER (Continued):

Depending on domestic and global developments, we expect the CBRT to begin a normalization process in monetary policy. In an environment where energy prices converge toward pre-conflict levels, Türkiye's CDS remains stable and the inflation outlook continues to improve, the weighted average funding cost may decline from 40% to 38.5% in July and further to 37% by the end of August. Following normalization, the CBRT may implement a cumulative 100 basis point policy rate cut by the end of 2026.

In this challenging environment, guided by our dynamic and agile management approach, we continue to manage our balance sheet effectively and successfully, deliver the highest standards of service to meet all our customers' needs and steadily implement our strategic investments in digital banking. As of 30 June 2026, the Bank's consolidated total assets amounted to TL 212,953 million, while total consolidated net cash loans and finance lease receivables reached TL 117,597 million and total deposits stood at TL 81,174 million. For the second quarter of 2026, the Bank recorded a net profit of TL 748 million and shareholders' equity reached TL 13,853 million. Our capital adequacy ratio stood at 15.25%.

Going forward, while maintaining our focus on digitalization, we will continue to enhance our investments, innovative product portfolio and digital processes, aiming to deliver superior service and uninterrupted support to our customers. Guided by the strategic vision of our shareholders and Board of Directors, we remain firmly committed to achieving the Bank's long-term objectives. We would like to thank our customers, employees and investors for their continued trust in 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

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

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:

Name	Duty	Date of Assignment	Educational Background	Banking and Managership Experience (Year)
Chairman and Members of Board of Directors:				
Emin Hakan Eminsoy	Chairman	07.08.2019	Undergraduate	34
Adana Naser Sabah A Alsabah	Vice Chairman	27.03.2026	Undergraduate	22
Abdelkarim A, S, Kabariti	Member	04.11.2021	Undergraduate	32
Belkıs Gümüş	Member	09.01.2025	Graduate	33
Khaled F,A,O, Alzouman	Member	13.06.2019	Undergraduate	31
Hasan Kılıç	Member	10.06.2021	Undergraduate	32
Fadhil M, GH, A, Abdullah	Member	03.12.2021	Undergraduate	32
Samer Abbouchi	Member	25.09.2024	Graduate	21
Moustapha Chami	Member	15.06.2022	Graduate	19
Ali Murat Dinç	Member and General Manager	03.02.2014	Graduate	21
General Manager:				
Ali Murat Dinç	Member and General Manager	03.02.2014	Graduate	21
Deputy General Managers:				
Suat Kerem Sözügüzel	Corporate & Commercial Banking	04.07.2017	Graduate	17
Zeynep Bozkurt	Financial Affairs	11.11.2021	Graduate	13
Vice General Managers:				
Esra Aydın	Operation & Management Services	01.08.2007	Graduate	16
Rasim Levent Ergin	Employee Experience and Communication	01.11.2012	Graduate	17
Suat Kerem Sözügüzel	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
Yener Yazlalı	Loans	02.08.2021	Graduate	18
Murat Bozkurt	Digital Banking	02.01.2026	Undergraduate	16
Cemil Özkan	Internal Systems	25.06.2026	Undergraduate	22
Tuba Onay Ergelen	Risk Management	01.03.2022	Undergraduate	23
Elçin Kitapçı	Treasury, Capital Markets and Financial Institutions	06.04.2026	Graduate	19

Assignments:
Elçin Kitapçı assumed the position of Executive Vice President responsible for Treasury, Capital Markets and Financial Institutions on 6 April 2026.
Adana Naser Sabah A. Alsabah was appointed as a Member of the Board of Directors on 27 March 2026 and has served as the Vice Chairman of the Board of Directors on 3 June 2026.
Cemil Özkan was promoted to and appointed as Executive Vice President responsible for Internal Systems on 25 June 2026.
Resignations:
Erdal Arda Türerer, who served as Executive Vice President responsible for Treasury, Capital Markets and Financial Institutions, left the Bank as of 3 April 2026.
Cihan Vural, who served as Executive Vice President responsible for Internal Systems, left the Bank as of 17 April 2026.

There is no share of the above individuals in the Bank

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, Abdelkarim A. S. Kabariti, Fadhil M. GH. A. Abdullah and Ali Murat Dinç are members of the Board Credit Committee, while Khaled F. A. O. Alzouman and Samer Abbouchi serve as alternate members.

Hasan Kılıç serves as the Chairman of the Audit Committee, while Khaled F. A. O. Alzouman and Samer Abbouchi serve as members of the Audit Committee.

Moustapha Chami serves as the Chairman of the Risk Committee, while Hasan Kılıç and Belkıs Gümüş serve as members of the Risk Committee.

Belkıs Gümüş serves as the Chairwoman of the Corporate Governance Committee, while Adana Naser Sabah A. Alsabah, Emin Hakan Eminsoy and Ali Murat Dinç serve as members of the Corporate Governance Committee.

Adana Naser Sabah A. Alsabah serves as the Chairman of the Nomination and Remuneration Committee, while Abdelkarim A. S. Kabariti and Moustapha Chami serve as members of the Nomination and Remuneration 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.

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

EXPLANATIONS ON INTERIM ACTIVITY REPORT (Continued):

VI. SUMMARY FINANCIAL INFORMATION RELATED TO ACTIVITY RESULTS OF ACCOUNTING PERIOD:

	30.06.2026	31.12.2025	Change (%)
Total Assets	212,953	176,534	20.6
Loans,Lease Receivables and Factoring Receivables (Net)	117,597	99,865	17.8
Securities	38,341	34,758	10.3
Deposits	81,174	65,220	24.5
Debts Having Loan Characteristics	103,169	88,181	17.0
Equity	13,853	12,950	7.0
Guarantee and Warraties	31,813	29,790	6.8
Capital Adequacy Ratio	15.25%	16.84%	

	01.01.2026 – 30.06.2026	01.01.2025 – 30.06.2025	01.04.2026 – 30.06.2026	01.04.2025 – 30.06.2025
Net Profit/(Loss) for the Period	748	1,281	248	728

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 1,545 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	102,920	26,791,320	0.38
Customer Deposits	81,040	30,109,453	0.27
Branch Number	28	10,572	0.26
Personnel Number	1,362	209,985	0.65

(*) Reference is prepared based on BRSA Data of 30 June 2026 and discount and accrual are not added to balance sheet items,