

Albaraka Türk Katılım Bankası Anonim Şirket

**Unconsolidated financial statements
and related disclosures at June 30, 2026
together with limited review report**

(Convenience translation of the limited review report and
financial statements originally issued in Turkish – see section three Note I.b)



AUDITOR'S REVIEW REPORT ON INTERIM FINANCIAL INFORMATION

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

To the General Assembly of Albaraka Türk Katılım Bankası Anonim Şirketi;

Introduction

We have reviewed the unconsolidated balance sheet of Albaraka Türk Katılım Bankası Anonim Şirketi ("the Bank") at 30 June 2026 and the related unconsolidated statement of profit or loss, unconsolidated statement of profit or loss and other comprehensive income, unconsolidated statement of changes in shareholders' equity, unconsolidated statement of cash flows and a summary of significant accounting policies and other explanatory notes to the unconsolidated financial statements for the six-month period then ended. The Bank management is responsible for the preparation and fair presentation of interim financial information in accordance with the Banking Regulation and Supervision Agency ("BRSA") Accounting and Financial Reporting Legislation which includes "Regulation on Accounting Applications for Banks and Safeguarding of Documents" published in the Official Gazette no.26333 dated 1 November 2006, and other regulations on accounting records of Banks published by Banking Regulation and Supervision Agency and circulars and interpretations published by BRSA and Turkish Accounting Standard 34 "Interim Financial Reporting" for those matters not regulated by the aforementioned regulations. Our responsibility is to express a conclusion on these interim financial information based on our review.

Scope of Review

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



Basis for the Qualified Conclusion

As explained in Section Five Part II.5.b of the Explanations and Notes to the Unconsolidated Financial Statements, a portion of the free provision amounting to TL 810 million is reversed in the current period out of the total free provision of TL 1.850 million, which was provided by the Bank management in prior years outside of the requirements of BRSA Accounting and Financial Reporting Legislation, the remaining free provision classified under other provisions amounts to TL 1.040 million. If the mentioned free provision had not been provided in prior years and had not been partially reversed in the current period, other provisions would have decreased by TL 1.040 million, and net profit and shareholders' equity would have decreased by TL 810 million and increased by TL 1.040 million, respectively, for the period ended 30 June 2026.

Qualified Conclusion

Based on our review, except for the effects of the matter on the interim unconsolidated financial statements described in the basis for the qualified conclusion paragraph above, nothing has come to our attention that causes us to believe that the accompanying interim unconsolidated financial information do not present fairly in all material respects the unconsolidated financial position of Albaraka Türk Katılım Bankası Anonim Şirketi at 30 June 2026 and its unconsolidated financial performance and its unconsolidated cash flows for the six-month period then ended in accordance with the BRSA Accounting and Financial Reporting Legislation.

Report on other regulatory requirements arising from legislation

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

Additional Paragraph for Convenience Translation:

BRSA Accounting and Financial Reporting Legislation explained in detail in Section Three differ from International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board including the application of IAS 29 - Financial Reporting in Hyperinflationary Economies as of 30 June 2026. Accordingly, the accompanying unconsolidated financial statements are not intended to present fairly the unconsolidated financial position, results of operations, changes in equity and cash flows of the Bank in accordance with IFRS.

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

Gökçe Yaşar Temel, SMMM
Independent Auditor

Istanbul, 6 August 2026

UNCONSOLIDATED FINANCIAL REPORT OF ALBARAKA TRK KATILIM BANKASI A..
AS OF AND FOR THE SIX-MONTH JUNE 30, 2026

Bank's headquarter address : İnkılap Mah. Dr. Adnan Bykdeniz Cad. No:6
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Bank's website : www.albaraka.com.tr
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The unconsolidated financial report for six month prepared in accordance with the Communiqu on Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks as regulated by the Banking Regulation and Supervision Agency is comprised of the following sections.

- GENERAL INFORMATION ABOUT THE BANK
- UNCONSOLIDATED FINANCIAL STATEMENTS OF THE BANK
- EXPLANATIONS ON THE ACCOUNTING PRINCIPLES APPLIED IN THE RELATED PERIOD
- INFORMATION ON FINANCIAL STRUCTURE AND RISK MANAGEMENT
- EXPLANATORY DISCLOSURES AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS
- LIMITED REVIEW REPORT
- INTERIM ACTIVITY REPORT

The unconsolidated financial statements and related disclosures and footnotes; presented in **million of Turkish Lira** unless otherwise indicated; have been prepared in accordance with the Communiqu on Accounting Applications of Banks and Safeguarding of Documents, Turkish Accounting Standards, Turkish Financial Reporting Standards and the related appendices and interpretations and in compliance with the records of our Bank, have been reviewed and presented as attached.

Houssem BEN HAJ AMOR	Malek Khodr TEMSAH	Yasin KAYNAR	Abdulkerim AKGNDOĖDU
Chairman of the Board of Directors	General Manager	Assistant General Manager	Acting Manager of Financial Reports and Budget Management
Bekir PAKDEMİRLİ	Khaled A. Mohamed ATEEQ	mer EKİ	
Chairman of the Audit Committee	Member of the Audit Committee	Member of the Audit Committee	

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

Name-Surname/Title : Tugay BİNGL/ Financial Reporting and Budget Management/
Vice Manager
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ALBARAKA TÜRK KATILIM BANKASI A.Ş.
NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF JUNE 30, 2026
(Million of Turkish Lira (TL) unless otherwise stated)

SECTION ONE

GENERAL INFORMATION

I. History of the Bank including its incorporation date, initial legal status and amendments to legal status:

Albaraka Türk Katılım Bankası Anonim Şirketi (the Bank) was incorporated on November 5, 1984 with the name of Albaraka Türk Özel Finans Kurumu A.Ş., based on the decision of the Council of Ministers numbered 83/7506 and dated December 16, 1983 regarding establishments of Special Finance Houses and obtained the operating permission from the Central Bank of Türkiye with the letter numbered 10912 and dated January 21, 1985.

Special Finance Houses, operating in accordance with the Communiqués of Under Secretariat of Treasury and the Central Bank of Türkiye based on the decision of Council of Ministers numbered 83/7506, have been subjected to the provisions of the Banking Law numbered 4389 with the change of law dated December 17, 1999 and numbered 4491. Special Finance Houses have been subjected to the provisions of "Communiqué Related to the Incorporation and Activities of Special Finance Houses" published in the Official Gazette dated September 20, 2001 numbered 24529 by the Banking Regulation and Supervision Agency (BRSA). 'Communiqué Related to the Incorporation and Activities of Special Finance Houses' has been superseded by the 'Communiqué Related to Credit Operations of Banks' published in the Official Gazette dated November 1, 2006 numbered 26333 and the Bank operates in accordance with the Banking Law numbered 5411 published in the Official Gazette dated November 1, 2005 numbered 25983.

The decision regarding the change in the title of the Bank, in relation with the provisions of the Banking Law numbered 5411, was agreed in the Extraordinary General Meeting dated December 21, 2005 and the title of the Bank was changed as "Albaraka Türk Katılım Bankası A.Ş.". The change in the title was registered in Istanbul Trade Registry on December 22, 2005 and published in the Trade Registry Gazette dated December 27, 2005, numbered 6461.

The Bank's head office is located in İstanbul and is operating through 223 (December 31, 2025: 223) local branches and 3 (December 31, 2025: 2) foreign branches and with 2.767 (December 31, 2025: 2.815) staff as of June 30, 2026.

II. Shareholding structure, shareholders having direct or indirect, joint or individual control over the management and supervision of the Bank and the disclosures on related changes in the current year, if any:

As of June 30, 2026, 53,39% (December 31, 2025: 45,09%) of the Bank's shares are owned by Albaraka Group, 42,03% (December 31, 2025: 42,02%) of the shares are publicly traded and quoted at Borsa İstanbul. Rest belongs to different real persons and corporate entities. Dallah Albaraka Holding, a partner of the Bank, has transferred its shares in the Bank's capital to the current majority shareholder, Albaraka Group, during the current period. This transaction does not result in any change in the Bank's ownership structure.

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF JUNE 30, 2026
(Million of Turkish Lira (TL) unless otherwise stated)

III. Explanation on the chairman and members of board of directors, members of audit committee, general manager and assistant general managers, their areas of responsibility and their shares in the Bank, if any:

Title	Name and Surname	Administrative Function and Responsibility	Educational Degree	Ownership Percentage (%)
Chairman of the Board of Directors (BOD):	Housseem BEN HAJ AMOR	Chairman of BOD	Bachelor	-
Members of BOD:	Dr. Bekir PAKDEMİRLİ ^(*)	Deputy Independent Member of BOD	Doctorate	-
	Dr. Khaled A. Mohamed ATEEQ	Independent Member of Audit Committee	Doctorate	-
	Ömer ÇEKİÇ ^(*)	Independent Member of BOD / Independent Member of Audit Committee	Bachelor	-
	Turgut SİMİTCİOĞLU ^(**)	Member of BOD	Master	-
	Azhar Aziz DOĞAR	Member of BOD	Master	-
	Dalia Hazem G. KHORSHID ^(*)	Member of BOD	Bachelor	-
	Akram YASSIN	Member of BOD	Master	-
General Manager:	Malek Khodr TEMSAH	Member of BOD/ General Manager	Master	-
Assistant General Managers:	Önder ÇINAR	Assistant General Manager Responsible for Credits	Master	-
	Mehmet Emin ÇONKAR	Assistant General Manager Responsible for Credit Monitoring and Legal Follow-Up	Bachelor	-
	Serhan YILDIRIM	Assistant General Manager Responsible for Treasury and International Banking	Bachelor	-
	Muzaffer ÇOLMEK	Assistant General Manager Responsible for IT & Operations	Bachelor	-
	Serhan AKYILDIZ	Assistant General Manager Responsible for Institutional Banking	Bachelor	-
	Yasemin AYDIN	Assistant General Manager Responsible for Digital and Retail Banking	Master	-
	Yasin KAYNAR ^(****)	Assistant General Manager Responsible for Finance	Master	-
	Lütfü ŞENER ^(****)	Assistant General Manager Responsible for Human and Culture	Master	-
Audit Committee:	Dr. Bekir PAKDEMİRLİ ^(*)	Chairman of Audit Committee	Doctorate	-
	Dr. Khaled A. Mohamed ATEEQ	Independent Member of Audit Committee	Doctorate	-
	Ömer ÇEKİÇ ^(*)	Independent Member of Audit Committee	Bachelor	-

* Following the outcome of the Ordinary General Meeting held on March 27, 2026, Mr. Bekir Pakdemirli has been appointed as Chairman of the Audit Committee, and Mr. Omer Cekic as a Member of the Audit Committee. Ms. Dalia Hazem G. Khorshid has been appointed as a Member of the Board of Directors

** Mr. Turgut Simitcioglu, who was serving as Deputy General Manager, has resigned from his current position effective March 26, 2026, in accordance with his request for retirement, and has been appointed as a Member of the Board of Directors.

***In accordance with the Board of Directors' decision dated March 26, 2026, Mr. Ömer Emeç, Deputy General Manager for Strategy and Transformation, and Mr. Mehmet Uludağ, Deputy General Manager for Retail and Private Banking, have resigned from their positions.

****In accordance with the Board of Directors' decision dated May 25, 2026, Mr. Yasin Kaynar has been appointed as Assistant General Manager in charge of Finance, and Mr. Lütfü Şener has been appointed as Assistant General Manager in charge of Human and Culture.

IV. Information on the Bank's qualified shareholders:

The Bank's paid in capital amounting to TL 2.500 consists of 2.500.000.000 number of shares with a nominal value of TL 1 (full) for each share. TL 1.335 of the paid in capital is owned by qualified shareholders who are listed below.

Name/commercial name	Share amount (nominal)	Share ratio	Paid shares	Unpaid shares
Albaraka Group	1.335	%53,39	1.335	-

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF JUNE 30, 2026

(Million of Turkish Lira (TL) unless otherwise stated)

V. Summary on the Bank's service activities and field of operations:

The Bank operates in accordance with the principles of interest-free banking as a participation bank. The Bank mainly collects funds through current accounts and participation accounts based on profit and loss sharing agreements and investment agency agreements, which are only for legal entities. Bank lends such funds through corporate finance support, retail finance support, profit/loss sharing investment, finance lease, financing commodity against document and joint investments.

The Bank classifies current and profit-sharing accounts separately from other accounts in accordance with their maturities. Profit sharing accounts are classified under six different maturity groups; up to one month, up to three months (three months included), up to six months (six months included), up to one year (one year included), one year and more than one year (with monthly, quarterly, semiannual and annual profit share payment) and accumulated participation accounts. The Bank may determine the profit rate following operating the participation accounts or estimated rates for investment agencies. The rate of participation accounts' participation to the loss is one hundred percent. The Bank constitutes specific fund pools with minimum maturities of one month, to be allocated to individually predetermined projects for financing purposes. Profit sharing accounts, which are part of the funds collected for project financing purpose, are managed in accordance with their maturities and independently from other accounts and transfers from these accounts to any other maturity groups are not executed. Specific fund pools are liquidated at the end of the financing period.

In addition to its ordinary banking activities, the Bank operates as an insurance agency, as a private pension insurance agency and as a brokerage agency through its branches, engages in purchase and sale of precious metals, provides intermediary services in quick money transfers, credit card and member business (P.O.S.) services. Moreover, the Bank is involved in providing non-cash loans that mainly comprise letters of guarantee, letters of credit and acceptances.

Transactions which can be carried out by the Bank are not limited to the clauses listed above. If any activities other than those mentioned are considered as beneficial to the Bank, the application must be recommended by the Board of Directors, approved by the General Assembly and authorized by relevant legal authorities which then needs to be approved by the Ministry of Trade since such applications are amendments in nature to the Article of Association. The application is included in the Article of Association after all necessary approvals are obtained.

VI. The existing or potential, actual or legal obstacles on immediate transfer of equity or reimbursement of liabilities between the Bank and its subsidiaries:

There is no immediate transfer of equity between the Bank and its subsidiaries. There is no existing or potential, actual or legal obstacle to the reimbursement of liabilities between the Bank and its subsidiaries.

SECTION TWO

The unconsolidated financial statements

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

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
UNCONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)
AS OF JUNE 30, 2026
(Million of Turkish Lira (TL) unless otherwise stated)

ASSETS	Notes (Section Five-I)	CURRENT PERIOD June 30, 2026			PRIOR PERIOD December 31, 2025		
		TL	FC	Total	TL	FC	Total
I. FINANCIAL ASSETS (Net)		89.605	103.241	192.846	79.421	101.542	180.963
1.1 Cash and Cash Equivalents	(1)	43.222	84.167	127.389	38.261	83.370	121.631
1.1.1 Cash and Balances with Central Bank		34.392	70.451	104.843	28.168	58.984	87.152
1.1.2 Banks		8.875	13.810	22.685	10.195	24.520	34.715
1.1.3 Money Market Placements		-	-	-	-	-	-
1.1.4 Expected Credit Losses (-)		45	94	139	102	134	236
1.2 Financial Assets Measured at Fair Value through Profit/Loss (FVTPL)	(2)	21.422	4.717	26.139	18.094	8.187	26.281
1.2.1 Government Securities		335	3.558	3.893	276	7.452	7.728
1.2.2 Equity Securities		-	199	199	-	186	186
1.2.3 Other Financial Assets		21.087	960	22.047	17.818	549	18.367
1.3 Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	(3)	24.857	14.303	39.160	23.034	8.018	31.052
1.3.1 Government Securities		24.406	12.798	37.204	23.027	7.135	30.162
1.3.2 Equity Securities		8	62	70	7	58	65
1.3.3 Other Financial Assets		443	1.443	1.886	-	825	825
1.4 Derivative Financial Assets	(5)	104	54	158	32	1.967	1.999
1.4.1 Derivative Financial Assets Measured at Fair Value through Profit/Loss		104	54	158	32	1.967	1.999
1.4.2 Derivative Financial Assets Measured at Fair Value through Other Comprehensive Income		-	-	-	-	-	-
II. FINANCIAL ASSETS MEASURED AT AMORTISED COST (NET)		182.784	124.270	307.054	142.720	119.618	262.338
2.1 Loans	(6)	158.149	93.961	252.110	123.842	88.867	212.709
2.2 Lease Receivables	(7)	9.555	22.635	32.190	7.653	16.454	24.107
2.3 Financial Assets Measured at Amortised Cost	(4)	19.420	10.544	29.964	14.739	16.841	31.580
2.3.1 Government Securities		19.420	10.544	29.964	14.739	16.841	31.580
2.3.2 Other Financial Assets		-	-	-	-	-	-
2.4 Expected Credit Losses (-)	(6)	4.340	2.870	7.210	3.514	2.544	6.058
III. ASSETS HELD FOR SALE AND ASSETS OF DISCONTINUED OPERATIONS (Net)	(8)	1.121	118	1.239	777	118	895
3.1 Asset Held for Resale		1.121	-	1.121	777	-	777
3.2 Assets of Discontinued Operations		-	118	118	-	118	118
IV. OWNERSHIP INVESTMENTS (Net)	(9)	115	-	115	115	-	115
4.1 Associates (Net)		90	-	90	90	-	90
4.1.1 Associates Consolidated Under Equity Accounting		-	-	-	-	-	-
4.1.2 Unconsolidated Associates		90	-	90	90	-	90
4.2 Subsidiaries (Net)		5	-	5	5	-	5
4.2.1 Unconsolidated Financial Investments in Subsidiaries		5	-	5	5	-	5
4.2.2 Unconsolidated Non-Financial Investments in Subsidiaries		-	-	-	-	-	-
4.3 Joint Ventures (Net)		20	-	20	20	-	20
4.3.1 Joint-Ventures Consolidated Under Equity Accounting		-	-	-	-	-	-
4.3.2 Unconsolidated Joint-Ventures		20	-	20	20	-	20
V. TANGIBLE ASSETS (Net)	(10)	6.416	172	6.588	6.135	93	6.228
VI. INTANGIBLE ASSETS (Net)	(11)	1.531	-	1.531	1.265	-	1.265
6.1 Goodwill		-	-	-	-	-	-
6.2 Others		1.531	-	1.531	1.265	-	1.265
VII. INVESTMENT PROPERTY (Net)	(12)	-	-	-	-	-	-
VIII. CURRENT TAX ASSET		240	-	240	197	-	197
IX. DEFERRED TAX ASSET	(13)	2.367	-	2.367	1.723	-	1.723
X. OTHER ASSETS	(14)	10.612	12.026	22.638	8.949	3.716	12.665
TOTAL ASSETS		294.791	239.827	534.618	241.302	225.087	466.389

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

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
UNCONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)
AS OF JUNE 30, 2026
(Million of Turkish Lira (TL) unless otherwise stated)

LIABILITIES		Notes (Section Five-II)	CURRENT PERIOD June 30, 2026			PRIOR PERIOD December 31, 2025		
			TL	FC	Total	TL	FC	Total
I.	FUNDS COLLECTED	(1)	175.405	154.567	329.972	129.200	148.844	278.044
II.	FUNDS BORROWED	(2)	51.541	57.492	109.033	45.406	60.566	105.972
III.	BORROWINGS FROM MONEY MARKETS		15.851	-	15.851	14.021	-	14.021
IV.	SECURITIES ISSUED (Net)		-	-	-	-	-	-
V.	FUNDS		-	-	-	-	-	-
5.1	Loan Customer Funds		-	-	-	-	-	-
5.2	Other		-	-	-	-	-	-
VI.	FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT AND LOSS		-	-	-	-	-	-
VII.	DERIVATIVE FINANCIAL LIABILITIES	(3)	390	3.086	3.476	279	2	281
7.1	Derivative Financial Liabilities at Fair Value through Profit or Loss		390	3.086	3.476	279	2	281
7.2	Derivative Financial Liabilities at Fair Value through Other Comprehensive Income		-	-	-	-	-	-
VIII.	LEASE PAYABLES	(4)	1.648	125	1.773	1.545	72	1.617
IX.	PROVISIONS	(5)	2.632	346	2.978	4.286	474	4.760
9.1	Restructuring Reserves		-	-	-	-	-	-
9.2	Reserve for Employee Benefits		1.317	-	1.317	2.077	-	2.077
9.3	Insurance Technical Reserves (Net)		-	-	-	-	-	-
9.4	Other Provisions		1.315	346	1.661	2.209	474	2.683
X.	CURRENT TAX LIABILITY	(6)	2.076	1	2.077	1.330	106	1.436
XI.	DEFERRED TAX LIABILITY		-	-	-	-	-	-
XII.	LIABILITIES FOR ASSETS HELD FOR SALE AND ASSETS OF DISCONTINUED OPERATIONS (Net)	(7)	-	-	-	-	-	-
12.1	Assets Held for Sale		-	-	-	-	-	-
12.2	Assets of Discontinued Operations		-	-	-	-	-	-
XIII.	SUBORDINATED LOANS	(8)	-	20.275	20.275	-	18.624	18.624
13.1	Loans		-	20.275	20.275	-	18.624	18.624
13.2	Other Debt Instruments		-	-	-	-	-	-
XIV.	OTHER LIABILITIES	(9)	15.086	6.208	21.294	11.693	4.622	16.315
XV.	SHAREHOLDERS' EQUITY	(10)	27.674	215	27.889	24.944	375	25.319
15.1	Paid-In Capital		2.500	-	2.500	2.500	-	2.500
15.2	Capital Reserves		923	-	923	899	-	899
15.2.1	Share Premium		23	-	23	23	-	23
15.2.2	Share Cancellation Profits		-	-	-	-	-	-
15.2.3	Other Capital Reserves		900	-	900	876	-	876
15.3	Accumulated Other Comprehensive Income or Expenses that will not be Reclassified to Profit or Loss		2.928	-	2.928	2.928	-	2.928
15.4	Accumulated Other Comprehensive Income or Expenses that will be Reclassified to Profit or Loss		2.664	215	2.879	2.385	375	2.760
15.5	Profit Reserves		15.572	-	15.572	9.687	-	9.687
15.5.1	Legal Reserves		668	-	668	610	-	610
15.5.2	Status Reserves		-	-	-	-	-	-
15.5.3	Extraordinary Reserves		14.184	-	14.184	8.357	-	8.357
15.5.4	Other Profit Reserves		720	-	720	720	-	720
15.6	Profit or Loss		3.087	-	3.087	6.545	-	6.545
15.6.1	Prior Years Profit/(Loss)		-	-	-	(6.633)	-	(6.633)
15.6.2	Current Year Profit/(Loss)		3.087	-	3.087	13.178	-	13.178
TOTAL LIABILITIES			292.303	242.315	534.618	232.704	233.685	466.389

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

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
UNCONSOLIDATED STATEMENT OF OFF-BALANCE SHEET
AS OF JUNE 30, 2026
(Million of Turkish Lira (TL) unless otherwise stated)

STATEMENT OF OFF-BALANCE SHEET	Notes (Section Five-III)	CURRENT PERIOD June 30, 2026			PRIOR PERIOD December 31, 2025		
		TL	FC	Total	TL	FC	Total
A. OFF BALANCE SHEET COMMITMENTS (I+II+III)		90.899	130.427	221.326	70.354	94.188	164.542
I. GUARANTEES AND SURETIES	(1)	42.046	36.694	78.740	37.187	29.806	66.993
1.1 Letters of Guarantees		41.937	15.634	57.571	37.093	15.425	52.518
1.1.1 Guarantees Subject to State Tender Law		2.187	184	2.371	1.799	187	1.986
1.1.2 Guarantees Given for Foreign Trade Operations		11	5.992	6.003	18	5.447	5.465
1.1.3 Other Letters of Guarantee		39.739	9.458	49.197	35.276	9.791	45.067
1.2 Bank Loans		-	542	542	-	439	439
1.2.1 Import Letter of Acceptances		-	542	542	-	439	439
1.2.2 Other Bank Acceptances		-	-	-	-	-	-
1.3 Letter of Credits		40	20.494	20.534	48	13.897	13.945
1.3.1 Documentary Letter of Credits		-	-	-	-	-	-
1.3.2 Other Letter of Credits		40	20.494	20.534	48	13.897	13.945
1.4 Prefinancing Given as Guarantee		-	-	-	-	-	-
1.5 Endorsements		-	-	-	-	-	-
1.5.1 Endorsements to the Central Bank of Türkiye		-	-	-	-	-	-
1.5.2 Other Endorsements		-	-	-	-	-	-
1.6 Other Guarantees		-	24	24	-	45	45
1.7 Other Collaterals		69	-	69	46	-	46
II. COMMITMENTS	(1)	26.715	6.242	32.957	24.629	12.032	36.661
2.1 Irrevocable Commitments		26.670	6.242	32.912	24.584	12.032	36.616
2.1.1 Asset Purchase and Sale Commitments		2.869	6.242	9.111	4.671	12.032	16.703
2.1.2 Share Capital Commitment to Associates and Subsidiaries		-	-	-	-	-	-
2.1.3 Loan Granting Commitments		625	-	625	625	-	625
2.1.4 Securities Underwriting Commitments		-	-	-	-	-	-
2.1.5 Commitments for Reserve Deposit Requirements		-	-	-	-	-	-
2.1.6 Payment Commitment for Cheques		3.680	-	3.680	2.990	-	2.990
2.1.7 Tax And Fund Liabilities from Export Commitments		658	-	658	351	-	351
2.1.8 Commitments for Credit Card Expenditure Limits		18.833	-	18.833	15.942	-	15.942
2.1.9 Commitments for Promotions Related with Credit Cards and Banking Activities		4	-	4	4	-	4
2.1.10 Receivables From Short Sale Commitments of Marketable Securities		-	-	-	-	-	-
2.1.11 Payables for Short Sale Commitments of Marketable Securities		-	-	-	-	-	-
2.1.12 Other Irrevocable Commitments		1	-	1	1	-	1
2.2 Revocable Commitments		45	-	45	45	-	45
2.2.1 Revocable Loan Granting Commitments		-	-	-	-	-	-
2.2.2 Other Revocable Commitments		45	-	45	45	-	45
III. DERIVATIVE FINANCIAL INSTRUMENTS	(2)	22.138	87.491	109.629	8.538	52.350	60.888
3.1 Derivative Financial Instruments for Hedging Purposes		-	-	-	-	-	-
3.1.1 Fair Value Hedge		-	-	-	-	-	-
3.1.2 Cash Flow Hedge		-	-	-	-	-	-
3.1.3 Hedge of Net Investment in Foreign Operations		-	-	-	-	-	-
3.2 Held for Trading Transactions		22.138	87.491	109.629	8.538	52.350	60.888
3.2.1 Forward Foreign Currency Buy/Sell Transactions		1.327	2.041	3.368	9	8	17
3.2.1.1 Forward Foreign Currency Transactions-Buy		588	1.100	1.688	-	8	8
3.2.1.2 Forward Foreign Currency Transactions-Sell		739	941	1.680	9	-	9
3.2.2 Currency Swap Transactions		12.797	22.680	35.477	8.529	14.758	23.287
3.2.2.1 Currency Buy Transactions		-	17.234	17.234	506	10.847	11.353
3.2.2.2 Currency Sell Transactions		12.797	5.446	18.243	8.023	3.911	11.934
3.2.3 Other Forward Buy/Sell Transactions		8.014	62.770	70.784	-	37.584	37.584
3.3 Other		-	-	-	-	-	-
B. CUSTODY AND PLEDGED ITEMS (IV+V+VI)		1.271.437	332.651	1.604.088	1.023.075	299.528	1.322.603
IV. ITEMS HELD IN CUSTODY		43.009	232.267	275.276	38.161	216.972	255.133
4.1 Assets Under Management		21.397	-	21.397	19.274	-	19.274
4.2 Investment Securities Held in Custody		4	48.035	48.039	7	45.878	45.885
4.3 Cheques Received for Collection		17.028	1.180	18.208	14.391	1.658	16.049
4.4 Commercial Notes Received for Collection		4.242	675	4.917	4.144	1.541	5.685
4.5 Other Assets Received for Collection		-	-	-	-	-	-
4.6 Assets Received for Public Offering		-	-	-	-	-	-
4.7 Other Items Under Custody		211	7.706	7.917	219	6.534	6.753
4.8 Custodians		127	174.671	174.798	126	161.361	161.487
V. PLEDGED ITEMS		1.228.428	100.384	1.328.812	984.914	82.556	1.067.470
5.1 Marketable Securities		57.513	19.046	76.559	42.392	13.898	56.290
5.2 Guarantee Notes		16.914	1.169	18.083	14.581	768	15.349
5.3 Commodity		214.304	14.674	228.978	168.464	11.933	180.397
5.4 Warranty		-	-	-	-	-	-
5.5 Properties		915.588	56.073	971.661	733.156	47.391	780.547
5.6 Other Pledged Items		23.399	9.376	32.775	25.750	8.529	34.279
5.7 Pledged Items-Depository		710	46	756	571	37	608
VI. ACCEPTED INDEPENDENT GUARANTEES AND WARRANTIES		-	-	-	-	-	-
TOTAL OFF-BALANCE SHEET ACCOUNTS (A+B)		1.362.336	463.078	1.825.414	1.093.429	393.716	1.487.145

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

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME AS
OF JUNE 30, 2026

(Million of Turkish Lira (TL) unless otherwise stated)

STATEMENT OF PROFIT OR LOSS		Notes (Section Five-IV)	CURRENT PERIOD January 1- June 30, 2026	PRIOR PERIOD January 1- June 30, 2025	CURRENT PERIOD (3 Months) April 1- June 30, 2026	PRIOR PERIOD (3 Months) April 1- June 30, 2025
I.	PROFIT SHARE INCOME	(1)	43.675	27.024	24.162	14.361
1.1	Profit Share on Loans		30.378	19.189	17.011	10.243
1.2	Income Received from Reserve Deposits		3.692	2.674	2.020	1.422
1.3	Income Received from Banks		-	-	-	-
1.4	Income Received from Money Market Placements		109	24	102	14
1.5	Income Received from Marketable Securities Portfolio		7.061	4.098	3.766	2.076
1.5.1	Financial Assets at Fair Value Through Profit and Loss		186	184	88	62
1.5.2	Financial Assets at Fair Value through Other Comprehensive Income		4.322	2.072	2.252	1.081
1.5.3	Financial Assets Measured at Amortised Cost		2.553	1.842	1.426	933
1.6	Finance Lease Income		2.425	1.033	1.260	605
1.7	Other Profit Share Income		10	6	3	1
II.	PROFIT SHARE EXPENSE (-)	(2)	34.909	25.354	18.593	13.792
2.1	Expense on Profit Sharing Accounts		22.715	17.964	12.178	9.653
2.2	Profit Share Expense on Funds Borrowed		9.740	6.051	5.134	3.322
2.3	Profit Share Expense on Money Market Borrowings		2.289	1.232	1.201	763
2.4	Profit Share Expense on Securities Issued		-	-	-	-
2.5	Finance Lease Expense		133	102	68	53
2.6	Other Profit Share Expense		32	5	12	1
III.	NET PROFIT SHARE INCOME (I – II)		8.766	1.670	5.569	569
IV.	NET FEES AND COMMISSIONS INCOME/EXPENSES		2.745	2.231	1.414	1.187
4.1	Fees and Commissions Received		3.859	2.647	2.058	1.410
4.1.1	Non-Cash Loans		448	304	223	157
4.1.2	Other		3.411	2.343	1.835	1.253
4.2	Fees and Commissions Paid (-)		1.114	416	644	223
4.2.1	Non-Cash Loans		9	3	6	2
4.2.2	Other		1.105	413	638	221
V.	DIVIDEND INCOME	(4)	4	-	4	-
VI.	TRADING INCOME/LOSS(net)	(5)	177	1.747	(424)	1.109
6.1	Capital Market Transaction Income/(Loss)		1.067	1.809	583	1.208
6.2	Profit/(Loss) from Derivative Financial Instruments		(6.695)	(740)	(1.900)	(938)
6.3	Foreign Exchange Income/(Loss)		5.805	678	893	839
VII.	OTHER OPERATING INCOME	(6)	3.988	11.480	1.469	2.079
VIII.	TOTAL OPERATING INCOME (III+IV+V+VI+VII)		15.680	17.128	8.032	4.944
IX.	EXPECTED CREDIT LOSS (-)	(7)	1.994	915	926	658
X.	OTHER PROVISION EXPENSES (-)	(7)	300	1.119	208	787
XI.	PERSONNEL EXPENSES (-)		5.431	3.658	2.222	1.596
XII.	OTHER OPERATING EXPENSES (-)	(8)	4.220	2.905	2.048	1.374
XIII.	NET OPERATING INCOME/(LOSS) (VIII-IX-X-XI-XII)		3.735	8.531	2.628	529
XIV.	EXCESS AMOUNT RECORDED AS GAIN AFTER MERGER		-	-	-	-
XV.	PROFIT/(LOSS) ON EQUITY METHOD		-	-	-	-
XVI.	PROFIT/(LOSS) ON NET MONETARY POSITION		-	-	-	-
XVII.	PROFIT/(LOSS) FROM CONTINUED OPERATIONS BEFORE TAXES (XIII+...+XVI)	(9)	3.735	8.531	2.628	529
XVIII.	TAX PROVISION FOR CONTINUED OPERATIONS (±)	(10)	648	(571)	445	(727)
18.1	Provision for Current Taxes		1.203	-	509	-
18.2	Deferred Tax Expense Effect (+)		4.017	1.100	1.467	402
18.3	Deferred Tax Income Effect (-)		4.572	1.671	1.531	1.129
XIX.	NET INCOME/(LOSS) FROM CONTINUED OPERATIONS (XVII±XVIII)	(11)	3.087	9.102	2.183	1.256
XX.	INCOME FROM DISCONTINUED OPERATIONS	(11)	-	-	-	-
20.1	Income from Assets Held For Sale		-	-	-	-
20.2	Income from Sale Of Associates, Subsidiaries And Jointly Controlled Entities (Joint Vent.)		-	-	-	-
20.3	Income from Other Discontinued Operations		-	-	-	-
XXI.	LOSS FROM DISCONTINUED OPERATIONS (-)		-	-	-	-
21.1	Loss from Assets Held for Sale		-	-	-	-
21.2	Loss on Sale of Associates, Subsidiaries and Jointly Controlled Entities (Joint Vent.)		-	-	-	-
21.3	Loss from Other Discontinued Operations		-	-	-	-
XXII.	PROFIT/(LOSS) ON DISCONTINUED OPERATIONS BEFORE TAXES (XX-XXI)		-	-	-	-
XXIII.	TAX PROVISION FOR DISCONTINUED OPERATIONS (±)		-	-	-	-
23.1	Provision for Current Taxes		-	-	-	-
23.2	Deferred Tax Expense Effect (+)		-	-	-	-
23.3	Deferred Tax Income Effect (-)		-	-	-	-
XXIV.	NET PROFIT/LOSS FROM DISCONTINUED OPERATIONS (XXII±XXIII)		-	-	-	-
XXV.	NET PROFIT/LOSS (XIX+XXIV)	(12)	3.087	9.102	2.183	1.256
	Earnings Per Share		1,23480	3,64080	0,87320	0,50240

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
AS OF JUNE 30, 2026
(Million of Turkish Lira (TL) unless otherwise stated)

PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME		CURRENT PERIOD January 1- June 30, 2026	PRIOR PERIOD January 1- June 30, 2025
I.	CURRENT PERIOD PROFIT/LOSS	3.087	9.102
II.	OTHER COMPREHENSIVE INCOME	120	507
2.1	Other Income/Expense Items not to be Recycled to Profit or Loss	-	-
2.1.1	Revaluation Surplus on Tangible Assets	-	-
2.1.2	Revaluation Surplus on Intangible Assets	-	-
2.1.3	Defined Benefit Plans' Actuarial Gains/Losses	-	-
2.1.4	Other Income/Expense Items not to be Recycled to Profit or Loss	-	-
2.1.5	Taxes on Other Comprehensive Income not to be Recycled to Profit or Loss	-	-
2.2	Other Income/Expense Items to be Recycled to Profit or Loss	120	507
2.2.1	Exchange Rate Conversion Differences	324	683
2.2.2	Income/Expenses from Valuation and/or Reclassification of Financial Assets Measured at Fair Value through Other Comprehensive Income	(292)	(251)
2.2.3	Gains/losses from Cash Flow Hedges	-	-
2.2.4	Gains/Losses on Hedges of Net Investments in Foreign Operations	-	-
2.2.5	Other Income/Expense Items to be Recycled to Profit or Loss	-	-
2.2.6	Deferred Taxes on Other Comprehensive Income to be Recycled to Profit or Loss	88	75
III.	TOTAL COMPREHENSIVE INCOME (I+II)	3.207	9.609

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

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
AS OF JUNE 30, 2026
(Million of Turkish Lira (TL) unless otherwise stated)

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY						Other Comprehensive Income/Expense Items not to be Recycled to Profit or Loss			Other Comprehensive Income/Expense Items to be Recycled to Profit or Loss						
	Notes (Section Five-V)	Paid-in Capital	Share Premium	Share Cancellation Profits	Other Capital Reserves	1	2	3	4	5	6	Profit Reserves	Prior Periods' Profit/Loss	Current Period's Net Profit/Loss	Total Shareholders' Equity
CURRENT PERIOD (January 1 – June 30, 2026)															
I. Closing balance		2.500	23	-	876	3.288	(360)	-	2.463	296	-	9.689	(6.633)	13.178	25.320
II. Correction made as per TAS 8		-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effect of Corrections		-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effect of Changes in Accounting Policies		-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Adjusted Balances at Beginning of Period (I+II)		2.500	23	-	876	3.288	(360)	-	2.463	296	-	9.689	(6.633)	13.178	25.320
IV. Total Comprehensive Income		-	-	-	-	-	-	-	324	(204)	-	-	-	3.087	3.207
V. Capital Increase in Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Capital Increase from Internal Sources		-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Capital Reserves from Inflation Adjustments to Paid-in Capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds		-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated Liabilities		-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Others Changes		-	-	-	24	-	-	-	-	-	-	-	6.626	(6.633)	17
XI. Profit Distribution		-	-	-	-	-	-	-	-	-	-	5.883	7	(6.545)	(655)
11.1 Dividends		-	-	-	-	-	-	-	-	-	-	-	-	(655)	(655)
11.2 Transfers to Reserves		-	-	-	-	-	-	-	-	-	-	5.883	(5.883)	-	-
11.3 Others		-	-	-	-	-	-	-	-	-	-	-	5.890	(5.890)	-
Balances at end of the period (III+IV...+X+XI)		2.500	23	-	900	3.288	(360)	-	2.787	92	-	15.572	-	3.087	27.889

1. Tangible and Intangible Assets Revaluation Reserve,
2. Accumulated Gains/Losses on Remeasurements of Defined Benefit Plans,
3. Others (Other comprehensive income of associates and joint ventures accounted for using equity method that will not be reclassified to profit or loss and other accumulated amounts of other comprehensive income that will not be reclassified to profit or loss)
4. Exchange rate conversion differences,
5. Accumulated gains/ (losses) due to revaluation and/or reclassification of financial assets measured at fair value through other comprehensive income,
6. Others (Accumulated Gains or Losses on Cash Flow Hedges, Other Comprehensive Income of Associates and Joint Ventures Accounted for Using Equity Method that will be Reclassified to Profit or Loss and Other Accumulated Amounts of Other Comprehensive Income that will be Reclassified to Profit or Loss).

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

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
AS OF JUNE 30, 2026
(Million of Turkish Lira (TL) unless otherwise stated)

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY						Other Comprehensive Income/Expense Items not to be Recycled to Profit or Loss			Other Comprehensive Income/Expense Items to be Recycled to Profit or Loss						
	Notes (Section Five-V)	Paid-in Capital	Share Premium	Share Cancellation Profits	Other Capital Reserves ⁽¹⁾	1	2	3	4	5	6	Profit Reserves	Prior Periods' Profit/Loss	Current Period's Net Profit/Loss	Total Shareholders' Equity
PRIOR PERIOD (January 1 – June 30, 2025)															
I. Closing balance		2.500	23	-	2.665	2.477	(366)	-	1.490	212	-	6.681	(1.563)	4.310	18.429
II. Correction made as per TAS 8		-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effect of Corrections		-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effect of Changes in Accounting Policies		-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Adjusted Balances at Beginning of Period (I+II)		2.500	23	-	2.665	2.477	(366)	-	1.490	212	-	6.681	(1.563)	4.310	18.429
IV. Total Comprehensive Income		-	-	-	-	-	-	-	683	(176)	-	-	-	9.102	9.609
V. Capital Increase in Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Capital Increase from Internal Sources		-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Capital Reserves from Inflation		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Adjustments to Paid-in Capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds		-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated Liabilities		-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Others Changes		-	-	-	(2.645)	-	-	-	-	-	-	-	(5.084)	-	(7.729)
XI. Profit Distribution		-	-	-	-	-	-	-	-	-	-	3.865	14	(4.310)	(431)
11.1 Dividends		-	-	-	-	-	-	-	-	-	-	-	-	(431)	(431)
11.2 Transfers to Reserves		-	-	-	-	-	-	-	-	-	-	3.865	-	(3.879)	(14)
11.3 Others		-	-	-	-	-	-	-	-	-	-	-	14	-	14
Balances at end of the period (III+IV...+X+XI)		2.500	23	-	20	2.477	(366)	-	2.173	36	-	10.546	(6.633)	9.102	19.878

1. Tangible and Intangible Assets Revaluation Reserve,

2. Accumulated Gains/Losses on Remeasurements of Defined Benefit Plans,

3. Others (Other comprehensive income of associates and joint ventures accounted for using equity method that will not be reclassified to profit or loss and other accumulated amounts of other comprehensive income that will not be reclassified to profit or loss)

4. Exchange rate conversion differences,

5. Accumulated gains/ (losses) due to revaluation and/or reclassification of financial assets measured at fair value through other comprehensive income,

6. Others (Accumulated Gains or Losses on Cash Flow Hedges, Other Comprehensive Income of Associates and Joint Ventures Accounted for Using Equity Method that will be Reclassified to Profit or Loss and Other Accumulated Amounts of Other Comprehensive Income that will be Reclassified to Profit or Loss).

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

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF JUNE 30, 2026
(Million of Turkish Lira (TL) unless otherwise stated)

STATEMENT OF CASH FLOWS	Notes (Section Five-VI)	CURRENT PERIOD January 1- June 30, 2026	PRIOR PERIOD January 1- June 30, 2025
A. CASH FLOWS FROM BANKING OPERATIONS			
1.1 Operating Profit Before Changes In Operating Assets And Liabilities		297	(985)
1.1.1 Profit Share Income Received		40.083	26.874
1.1.2 Profit Share Expense Paid		(32.391)	(25.167)
1.1.3 Dividend Received		4	-
1.1.4 Fees and Commissions Received		3.325	2.303
1.1.5 Other Income		1.106	835
1.1.6 Collections from Previously Written Off Loans	(V-I-6,h2)	656	181
1.1.7 Payments to Personnel and Service Suppliers		(6.108)	(4.114)
1.1.8 Taxes Paid		(797)	(666)
1.1.9 Others	(V-VI-3)	(5.581)	(1.231)
1.2 Changes In Operating Assets And Liabilities		(1.205)	(9.008)
1.2.1 Net (Increase) Decrease in Financial Assets at Fair Value Through Profit or Loss		(312)	(4.405)
1.2.2 Net (Increase) Decrease in Due From Banks and Other Financial Institutions		2.442	(15.087)
1.2.3 Net (Increase) Decrease in Loans		(36.209)	(40.390)
1.2.4 Net (Increase) Decrease in Other Assets		(20.349)	(9.808)
1.2.5 Net Increase (Decrease) in Bank Participation Fund		(1.354)	(1.995)
1.2.6 Net Increase (Decrease) in Other Participation Fund		44.284	39.285
1.2.7 Net Increase (Decrease) in Financial Liabilities Measured at Financial Assets at Fair Value Through Profit or Loss		-	-
1.2.8 Net Increase (Decrease) in Funds Borrowed		-	1.054
1.2.9 Net Increase (Decrease) in Matured Payables		-	-
1.2.10 Net Increase (Decrease) in Other Liabilities	(V-VI-3)	10.293	22.338
I. Net Cash Flow From Banking Operations		(908)	(9.993)
B. CASH FLOWS FROM INVESTING ACTIVITIES			
II. Net cash flow from investing activities		(8.105)	(4.434)
2.1 Cash Paid For Acquisition of Investments, Associates and Subsidiaries		-	(23)
2.2 Cash Obtained From Disposal of Investments, Associates and Subsidiaries		-	-
2.3 Purchases of Property and Equipment		(961)	(1.348)
2.4 Disposals of Property and Equipment		108	961
2.5 Purchase of Financial Assets at Fair Value Through Other Comprehensive Income		(14.496)	(9.594)
2.6 Sale of Financial Assets at Fair Value Through Other Comprehensive Income		3.027	5.600
2.7 Purchase of Financial Assets Measured at Amortised Cost	(V-I-4)	(6.609)	(745)
2.8 Sale of Financial Assets Measured at Amortised Cost	(V-I-4)	10.826	715
2.9 Other		-	-
C. CASH FLOWS FROM FINANCING ACTIVITIES			
III. Net Cash Flow From Financing Activities		4.728	10.420
3.1 Cash Obtained from Funds Borrowed and Securities Issued		1.075.398	486.611
3.2 Cash Used for Repayment of Funds Borrowed and Securities Issued		(1.069.792)	(475.603)
3.3 Issued Capital Instruments		-	-
3.4 Dividends Paid		(655)	(431)
3.5 Leases Paid		(223)	(157)
3.6 Other		-	-
IV. Effect of Change in Foreign Exchange Rate on Cash and Cash Equivalents	(V-VI-3)	(578)	1.660
V. Net (Decrease) Increase in Cash and Cash Equivalents		(4.863)	(2.347)
VI. Cash and Cash Equivalents at the Beginning of the Period	(V-VI-a)	54.328	39.570
VII. Cash and Cash Equivalents at the End of the Period	(V-VI-b)	49.465	37.223

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

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SECTION THREE

Accounting Policies

I. Explanations on basis of presentation:

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

The Bank has prepared its financial statements in accordance with the "Regulation on Principles and Procedures Regarding Accounting Applications of Banks and Safeguarding of Documents" published in the Official Gazette dated 1 November 2006 and numbered 26333, as well as other regulations regarding the accounting and recording systems of banks published by the Banking Regulation and Supervision Agency ("BRSA"), circulars, interpretations, and the "BRSA Accounting and Financial Reporting Legislation" Interim Financial Reporting Standards and Turkish Financial Reporting Standards ("TFRS") published by the Public Oversight Accounting and Auditing Standards Authority ("POA") for matters not covered by these regulations. Additionally, the Communiqué on Financial Statements to be Announced to the Public by Banks and the Related Explanations and Footnotes" and the "Communiqué on Disclosures to be Made to the Public by Banks on Risk Management" published in the Official Gazette dated 28 June 2012 and numbered 28337, as well as the communiqués supplementing and amending these, have been considered in the preparation of the financial statements.

The format and content of the publicly announced unconsolidated financial statements and notes to these statements have been prepared in accordance with the "Communiqué on Publicly Announced Financial Statements, Explanations and Notes to These Financial Statements", published in Official Gazette numbered 28337, dated June 28, 2012, and amendments to this Communiqué. The Bank maintains its books in Turkish Lira in accordance with the Banking Act, Turkish Commercial Code and Turkish Tax Legislation.

The financial statements have been prepared in TL, under the historical cost convention except for the financial assets, liabilities and revalued real estates carried at fair value.

Public Oversight Accounting and Auditing Standards Authority ("POA"), with its announcement dated November 23, 2023, applied that the financial statements of businesses applying Turkish Financial Reporting Standards for the annual reporting period ending on or after December 31, 2023 should be prepared in accordance with the Financial Reporting in Hyperinflationary Economies ("TAS 29"), however, institutions or organizations authorized to regulate and supervise in their own fields may determine different transition dates for the applying of TAS 29. Based on this announcement of POA, BRSA, with its decision dated December 12, 2023 and numbered 10744, decided that the financial statements dated December 31, 2023 of banks and financial leasing, factoring, financing, savings financing and asset management companies should not be subject to the inflation adjustment required within the scope of TAS 29. In accordance with the BRSA's decision dated January 11, 2024 and numbered 10825, it has been decided that banks and financial leasing, factoring, financing, savings financing and asset management companies will be applied inflation accounting as of January 1, 2025. Finally, BRSA's decision dated January 5, 2024 and numbered 11021 and December 18, 2025 and numbered 11340, it has been decided that banks and financial leasing, factoring, financing, savings financing and asset management companies would not apply inflation accounting in 2025. Accordingly, the Bank has not applied the inflation accounting required by TAS 29 in its unconsolidated financial statements for the year ended June 30, 2026.

The TFRS 17 Insurance Contracts standard, published by the Public Oversight, Accounting and Auditing Standards Authority ("POA") on February 16, 2019, to be applied for financial periods starting after December 31, 2022, establishes the principles for the recognition, measurement, presentation, and disclosure of insurance contracts within its scope. The aim of TFRS 17 is to ensure that businesses present these contracts in a way that reflects their true nature. ("POA") has decided that TFRS 17 will be applied in the consolidated and individual financial statements of companies starting from January 1, 2024. However, according to POA's letter dated February 15, 2024, and numbered 22667, the effective date of TFRS 17 has been postponed to January 1, 2025. With POAs latest announcement, the mandatory effective date of the standard has been further postponed to financial periods beginning on or after January 1, 2027.

b. Accounting policies and valuation principles used in the preparation of financial statements:

The differences between accounting principles, as described in these preceding paragraphs and accounting principles generally accepted in countries in which unconsolidated financial statements are to be distributed and International Financial Reporting Standards ("IFRS") have not been quantified in these unconsolidated financial statements. Accordingly, these unconsolidated financial statements are not intended to present the financial position, results of operations and changes in financial position and cash flows in accordance with the accounting principles generally accepted in such countries and IFRS.

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I. Explanations on basis of presentation (continued):

b. Accounting policies and valuation principles applied in the preparation of financial statements: (Continued)

The accounting policies and valuation principles applied in the preparation of unconsolidated financial statements, are determined and applied in accordance with regulations, communiqués, explanations and circulars on accounting and financial reporting principles published by the BRSA, and in case where there is no special regulation made by the BRSA, in accordance with principles in the context of TFRS.

The preparation of the unconsolidated financial statements according to BRSA Reporting and Accounting Legislation requires the Bank's management to make estimates and assumptions related to assets and liabilities in the balance sheet and contingent issues as of the balance sheet date. Such estimates and assumptions include the fair value calculations of the financial instruments, provisions for the lawsuits, deferred tax assets and liabilities, impairment of the financial assets and revaluation of immovables and reviewed periodically and when adjustments are considered necessary, they are reflected in the financial statements. The assumptions and estimates used are explained in the related notes. Accounting policies and evaluation principles in preparing Financial statements are determined and applied as per the principles stated in "BRSA Accounting and Financial Reporting Legislation" and consistent with the accounting policies applied for December 31, 2024 financial statements.

c. Restatement of the financial statements according to the current purchasing power of money:

Accompanying financial statements are subjected to TAS 29 "Financial Reporting in Hyperinflationary Economies" until December 31, 2004 and with regard to this the BRSA explained with its decision numbered 1623 and dated April 21, 2005 and its circular dated April 28, 2005 that the conditions for applying inflation accounting was no longer applicable and accordingly inflation accounting has not been applied in the accompanying financial statements starting from January 1, 2005.

d. Comparative information and classifications:

The changes in accounting policies are applied retrospectively and previous period financial statements are restated. The Financial statements of the Bank are prepared comparative to the previous term in order to determine its financial position and performance trends. If appropriate, the comparative information are restated in order to provide comparativeness to the statements of current period financial statements.

II. Explanations on strategy of using financial instruments and foreign currency transactions:

The Bank creates its strategies on financial instruments considering its sources of financing. The main financing sources consist of current and profit-sharing accounts. Other than current and profit-sharing accounts, the Bank's most important funding sources are its equity and borrowings from foreign financial institutions. The Bank sustains its liquidity to cover matured liabilities by holding adequate level of cash and cash equivalents.

The Bank's transactions in foreign currencies are accounted in accordance with the TAS 21 "Accounting Standard on the Effect of Changes in Foreign Currency Rates" and converted with the exchange rate ruling at the transaction date into Turkish Lira. Foreign currency assets and liabilities have been converted into Turkish Lira at the rate of exchange rates ruling at the balance sheet date announced by the Bank. Gains or losses arising from foreign currency transactions and conversion of foreign currency assets and liabilities are reflected in the income statement as foreign exchange gain or loss.

If the loans recognized in the foreign currency accounts are switched to non-performing, they are continued to be recognized in the foreign currency accounts and evaluated with the current exchange rates.

Differences arising from the conversion of debt securities and monetary financial assets into Turkish Lira are included in the income statement.

The balance sheet items of the foreign branches of the Bank included in the financial statements are converted into Turkish lira at the exchange rate ruling at the balance sheet date announced by the Bank. Income statement items are converted into Turkish lira by exchange rate ruling at the transaction date and all exchange differences arising from conversion are accounted in other comprehensive income/expense Items to be recycled to profit or loss under equity according to TAS 21.

Precious metals (gold and silver) accounted under assets and liabilities which do not have fixed maturity are converted into Turkish lira by using the buying rate at the balance sheet date announced by the Bank and resulting evaluation differences are reflected as foreign exchange gain or loss. There are no foreign currency differences capitalized by the Bank.

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III. Explanations on forward, option contracts and derivative instruments:

The derivative financial instruments of the Bank, generally, consist of forward foreign currency, forward security and swap agreements. Derivative transactions portfolio may change as per market conditions in related terms. The Bank records the spot foreign currency transactions in asset purchase and sale commitments.

The liabilities and receivables arising from the derivative transactions are recorded as off-balance sheet items at their contract values. Derivative transactions are initially recorded at their fair values. In the periods following the recognizing of derivative transactions, depending on whether the fair value is positive or negative, the portion which is reflected to Income Statement for derivative assets and derivative liabilities are represented in Balance Sheet. Differences in fair values as a result of the valuation are recognized in trading income/loss line in the Income Statement as profit (loss) from derivative financial instruments and foreign exchange income (loss).

IV. Explanations on profit share income and expenses:

Profit share income

Profit share income is accounted in accordance with the internal rate of return method, which is equal to the net present value of the future cash flows of the financial asset determined in TFRS 9 and reflected to the accrual basis.

Profit-loss Investment projects are recognized under the "Loans" account in the balance sheet. Profit and loss investment projects are subject to valuation periodically every year and positive differences related to valuation are represented under "Profit Share on Loans".

The Bank has begun to calculate accrual for non-performing loans as of January 1, 2018. Net book value of non-performing receivables (Gross Book Value - Expected Loss Provision) is accounted at the gross book value of accruals with effective profit share rate.

Profit share expense

The Bank records profit share expenses on accrual basis. The profit share expense accrual calculated in accordance with the unit value method on profit sharing accounts has been included under the account "Funds Collected" in the balance sheet.

V. Explanations on fees, commission income and expenses:

Other than commission income and fees and expenses for various banking services that are reflected as income/expense when collected/paid, fees and commission income and expenses are reflected to income statement depending on the term of the related transaction. The commissions and fees other than those whose amortised costs are integral part of their effective profit rate, are accounted for in accordance with the TFRS 15 Revenue from Contracts With Customers Standard.

In accordance with provisions of TFRS, the portion of the commission and fees which are related to the reporting period and collected in advance for cash and non-cash loans granted is reflected to the income statement by using the internal rate of return method and straight line methods, respectively over the commission period of the related loan, respectively. Fees and commissions collected in advance which are related to the future periods are recorded under the account "Unearned Revenues" and included in "Other Liabilities" in the balance sheet. The commission received from cash loans corresponding to the current period is presented in "Profit Share from Loans" in the statement of profit or loss.

In the correspondence of BRSA dated June 8, 2012 and numbered B.02.1.BDK.0.13.00.0-91.11-12061, it has been stated that there is no objection to recording the commissions received from long term non-cash loans collected in quarterly periods or periods less than a quarter directly as income. Consequently, the Bank records the related cash and non-cash loans commissions directly as income.

VI. Explanations on financial assets:

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

On which category financial instruments shall be classified at initial recognition depends on both the business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

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VI. Explanations on financial assets (continued):

Assessment of business model:

As per TFRS 9, the Bank's business model is determined at a level that reflects how groups of financial assets are managed together to achieve a particular business objective.

The Bank's business model does not depend on management's intentions for an individual instrument. Accordingly, this condition is not a classification approach on the basis of a financial instrument but an evaluation by combining financial assets. The Bank's business models are divided into three categories. These categories are defined below:

a) The Business model whose objective is to hold assets in order to collect contractual cash flows:

A business model whose objective is to hold assets in order to collect contractual cash flows over the life of the instrument. The financial assets that are held within the scope of this business model are measured at amortised cost when the contractual terms of the financial asset meet the cash flow test that includes profit share payments arising only from principal and principal amount at specific dates.

b) The Business model whose objective is achieved by both collecting contractual cash flows and selling financial assets:

The Bank's business model for holding financial assets is both to collect contractual cash flows and to sell financial assets. Financial assets held under this business model are measured at fair value through other comprehensive income if the contractual terms of the financial asset pass the cash flow test, which includes profit share payments arising solely from principal and principal balance at specified dates.

c) Other Business Models:

Financial assets are measured at fair value through profit or loss if they are not held within a business model whose objective is to hold assets to collect contractual cash flows or within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets.

Contractual cash flows that contains solely payments of principal and profit share:

As per TFRS 9, the Bank classifies a financial asset on the basis of its contractual cash flow characteristics if the financial asset is held within a business model whose objective is to hold assets to collect contractual cash flows or within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets.

Financial assets at the fair value through profit or loss:

Financial assets at fair value through profit/loss are financial assets other than the ones that are managed with business model that aims to hold to collect contractual cash flows or business model that aims to collect both the contractual cash flows and cash flows arising from the sale of the assets; and if the contractual terms of the financial asset do not lead to cash flows representing solely payments of principal and profit share at 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 the fair value through profit or loss are initially recognized at fair value and remeasured at their fair value after recognition. All gains and losses arising from these valuations are reflected in the income statement. The Bank recognizes profit and loss investments under "loans" as per BRSA uniform chart of accounts and measures them at fair value considering TFRS 9 provisions. The fair value measurements of profit and loss investments are based on the valuation reports prepared by the valuation experts.

In evaluating profit share investment projects various assumptions and estimations have been used. Work projects, discount rates and fair value parameters may fluctuate and sensitive to economical conjuncture, sectoral position and other market conditions.

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VI. Explanations on financial assets (continued):

Financial assets at the fair value through profit or loss (continued):

Sukuk (lease certificates) which are represented under financial assets measured at fair value through profit/loss are evaluated with the weighted average clearing prices in Istanbul Stock Exchange and which are not quoted in Istanbul Stock Exchange evaluated with their prices determined in Central Bank of Türkiye.

As per the correspondence by BRSA numbered E-43890421-101.02.02-7182, the accounting of outright repurchase and sales of investment funds under Financial Assets Measured at Fair Value through Profit/Loss are approved Bank's Advisory Committee in accordance with its decisions on condition that there is no agreement and/or condition with the customer regarding repurchase/resale and there is not even a custom that there is an obligation to repurchase/resale. Profits or losses arising from buying and selling are accounted in Capital Market Transaction Income/(Loss) under Trading income/ loss.

Financial assets at fair value through other comprehensive income:

In addition to financial assets within a business model that aims to hold to collect contractual cash flows and aims to hold to sell, financial asset with contractual terms that lead to cash flows are solely payments of principal and profit share at certain dates, they are classified as fair value through other comprehensive income. Financial assets at fair value through other comprehensive income are recognized by adding transaction cost to acquisition cost reflecting the fair value of the financial asset. After the recognition, financial assets at fair value through other comprehensive income are remeasured at fair value. Profit share income calculated with effective profit share 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 value corresponding to the asset, sale of the asset, the disposal of the asset, and impairment of the asset and they are accounted under the "Accumulated Other Comprehensive Income or Expense to be Reclassified through Profit or Loss" under shareholders' equity. The accumulated fair value differences that are reflected in shareholders' equity are reflected in the income statement when the stated securities are collected or disposed.

Equity securities, which are classified as financial assets at fair value through other comprehensive income are accounted for at fair value when they are traded in an organized market and/or the fair value can be reliably measured and these financial assets are not subject to expected losses recognition. The valuation differences of the mentioned securities are accounted under the "Accumulated Other Comprehensive Income or Expenses that will not be Reclassified to Profit or Loss" in shareholders' equity.

Financial assets measured at amortized cost:

Financial assets that are held for collection of contractual cash flows within the scope of business model where those cash flows represent solely payments of principal and profit share on certain dates are classified as financial assets measured at amortized cost.

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

Loans:

Loans are non-derivative financial assets that have fixed or determinable payments terms and are not quoted in an active market. Stated loans are initially recognized at acquisition cost plus transaction costs presenting their fair value and thereafter measured at amortized cost using the "Effective Profit Share Rate (internal rate of return) Method".

The Bank's all loans including profit and loss investments are recorded under the "Measured at Amortized Cost" account. As per BRSA uniform chart of accounts, the bank recognizes profit and loss investments under "loans" and considering TFRS 9 provisions, measures them at fair value. Granted cash loans are accounted by using the relevant accounts in accordance with the principles set out in the "Uniform Chart of Accounts to be Applied by the Participation Banks" and published in the Official Gazette dated September 20, 2017 and numbered 30186.

The Bank periodically evaluates the provisions allocated for loans and other receivables as per TFRS 9 retrospectively and as a result of those evaluations, if appropriate, updates the classification rules and parameters on allocation of provisions.

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VII. Explanations on expected credit losses:

The Bank allocates impairment for expected loss on financial assets measured at amortized cost and measured at fair value through other comprehensive income. As of January 1, 2018, the Bank recognizes provisions for impairment in accordance with TFRS 9 requirements according to the "Regulation on the Procedures and Principles for Classification of Loans by Banks and Provisions to be set aside" published in the Official Gazette dated 22 June 2016 numbered 29750. In this framework, as of January 1, 2018, method of provisions for impairment as set out in accordance with the related legislation of BRSA is changed by applying the expected credit loss model under TFRS 9.

The provisions written back are credited to "provision expenses", and if such write backs are arising from previous year they are accounted under "other operating income". The expected credit loss model includes instruments that are recorded at amortized cost or at fair value in other comprehensive income tables (such as bank deposits, loans and finance lease receivables) and, in addition, financial lease receivables that are not measured at fair value through profit or loss, credit commitments and financial guarantee contracts.

As stated in the note on accounting policies and valuation principles followed in the preparation of the financial statements, the Bank has reflected the estimates and judgments used in calculating credit losses as of December 31, 2025, using the principle of utmost care and the best estimation method. Except for individual assessment in provisioning parameters, base scenario rate has been updated as 80%, negative condition scenario rate has been updated as 20% and positive condition scenario has been revoked.

-In order to calculate the impact of macroeconomic developments on lifetime expected credit losses, a model was established using approximately 8 years of data from the first quarter of 2017 to the third quarter of 2025. In this model NPL rates of the banks operating in the same sector has been used and supportive data from previous terms have been received. As a result of model update studies, the parameters of the annual change rate of the dollar exchange rate in macroeconomic scenarios, the monthly domestic producer price index value of the previous year, the annual change rate of the housing price index, and the quarterly change rate of the real monthly interest rate have been found meaningful.

In this context, this approach, which was preferred in the calculation of provisions at the end of 2025, has been maintained and will be reviewed again in subsequent reporting periods, taking into account changes in the credit portfolio and future expectations. The guiding principle of the expected credit loss model is to reflect the increase in credit risk of financial instruments or the general view of the recovery. The amount of allowance for the loss depends on the extent of the increase in credit risk since the initial issuance of the loan.

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

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

Provisions for these financial assets are calculated using two different approaches: 12-month expected loss and expected lifetime loss. Credit risk parameters used in the calculations are as follows:

Parameters used when calculating expected credit losses:

Probability of Default (PD):

PD refers to the likelihood that a loan will default within a specified time horizon. Based on TFRS 9, the Bank uses two different PDs in order to calculate expected credit losses:

- 12 Months PD: As the estimated probability of default occurring within the next 12 months following the reporting date.
- Lifetime PD: As the estimated probability of default occurring over the remaining life of the financial instrument.

The default probability parameters used are updated as a result of calibration studies conducted based on current portfolio data.

Loss Given Default (LGD):

If a loan default occurs, it represents the economic loss incurred on the loan. It is expressed as a percentage.

THK estimates are calculated based on the Bank's historical collection data and non-performing loan balances, taking into account the related expense items.

Exposure at Default (EAD):

For cash loans, it corresponds to the amount of loan granted as of the reporting date. For non-cash loans and commitments, it is the value calculated through using credit conversion factors. Credit conversion rate corresponds to the factor, which adjust the potential increase of the exposure between the current date and the default date.

Financial Assets are divided into the following three categories depending on observable increases in their credit risks.

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VII. Explanations on expected credit losses (continued):

12 Month Expected Credit Losses (Stage 1)

For the financial assets at initial recognition or that do not have a significant increase in credit risk since initial recognition and the delay days do not exceed 30 days. Impairment for credit risk is recorded in the amount of 12-month expected credit losses. It is valid for all assets unless there is a significant deterioration in the quality of the loan. The expected 12-month loss values (within 12 months after the reporting date or within a shorter period if the life of a financial instrument is shorter than 12 months) are part of the estimation of loss of life expectancy.

Significant Increase in Credit Risk (Stage 2)

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 determined on the basis of the instrument's lifetime expected credit losses.

The Bank classifies financial assets as Level 2 by considering the following criteria:

- Loans with a delay over 30 days but not exceed 90 days
- The data obtained from the early warning system and the evaluation that the bank will make in this case
- The Bank management's conclusion that there is significant increase in credit risk. At this point, the Bank compares probability of default of the loan in its origination with current status.
- Loans for which the repayment amount is fully collateralized and the collateral falls below the net realizable value.

Default (Stage 3/Specific Provision):

If the following conditions exist in accordance with the Bank's internal procedures, the related financial asset is evaluated as default:

- Loans past 90 days from the last installment date
- Loans restructured and classified as performing receivables and restructured in the 1-year monitoring period at least once again and & or loans whose principal / profit payment is 30 days overdue.

The collective assessment of financial instruments is performed by building on homogeneous group assets arising from portfolio segmentation based on similar credit risk and product characteristics. This section provides an overview of the risk parameter estimation methods associated with the expected loss calculation approach for each stage on a common basis.

Loans whose cash flows differ or have different characteristics from other loans can be evaluated individually instead of collectively. Expected credit loss can be defined as the difference between all contractual cash flows due as per the whole contract and cash flows expected to be collected that have been discounted with the original effective profit ratio. When measuring expected credit losses, the Bank shall consider the risk or probability that a credit loss occurs by reflecting the possibility that a credit loss occurs and the possibility that no credit loss occurs, even if the possibility of a credit loss occurring is very low. The Bank makes such assessment by reflecting the estimate of expected credit loss which is unbiased and probability-weighted determined by evaluating a range of possible outcomes.

The following situations are taken into account when estimating cash flows.

- The conditions of the contract during the expected life of the financial instrument,
- Cash flows expected to be obtained from collateral sales.

Behavioral Maturity Calculation Methodology

Expected loss provision is calculated until end of the maturity for stage one loans whose remaining maturity is less than one year and calculated yearly for stage one loans whose remaining maturity is more than one year. For second group loans, it is calculated lifelong (until the end of maturity). In this calculation, the remaining maturity information of the loan is taken as basis for each loan. While this information is used for products with real maturity information, for products without real maturity information, behavioral maturity is calculated by analyzing historical data. Expected loss provision calculations are made over these maturities, depending on the type of loan.

Write-Off Policy

Within the framework of the provisions of the "Regulation Amending the Regulation on the Procedures and Principles Regarding the Classification of Loans and Provisions to be set aside for them" published in the Official Gazette dated July 6 ,2021 and numbered 31533, the portion of the loans that are classified under "Fifth Group-Loans with a Loss Qualification" and for which a lifetime expected loan loss provision or special provision is made due to the default of the borrower, for which there are no reasonable expectations for the recovery of the loans, as of the first reporting period following their classification in this Group, are written off from the records in an appropriate time determined by the bank, taking into account the situation of the debtor within the scope of TFRS 9. Writing off loans from the records is an accounting practice and does not result in waiving the right to the receivable, but the legal process continues.

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VIII. Explanations on offsetting of financial instruments:

Financial instruments are offset when the Bank has a legally enforceable right to net off the recognized amounts, and there is an intention to settle on net basis or realize the asset and settle the liability simultaneously.

The sukuk certificates issued by the Bank which are repurchased has been offset in financial assets measured at fair value through other comprehensive income and subordinated loan accounts.

IX. Explanations on sale and repurchase agreements and lending of securities:

Securities subject to repurchase agreement are classified as “Financial Assets Measured at Fair Value through Profit/Loss”, “Financial Assets Measured at Fair Value through Other Comprehensive Income” and “Financial Assets Measured at Amortised Cost” according to the investment purposes of the Bank and measured according to the portfolio to which they belong. Funds obtained from the related agreements are accounted under “Borrowings from Money Markets” in liabilities and the difference between the sale and repurchase price is accrued over the life of the agreements using the internal rate of return method. Profit share expense on such transactions is recorded under “Profit Share Expense on Money Market Borrowings” in the income statement.

X. Explanations on assets held for sale and discontinued operations and liabilities related to these assets:

Assets held for sale (or disposal group) are measured at the lower of the carrying amount of assets and fair value less any cost to be incurred for disposal and the amortising for these assets is stopped. In order to classify an asset as held for sale, the possibility of sale should be highly probable and the asset (or disposal group) should be available for immediate sale in its present condition. Highly saleable condition requires a plan designed by an appropriate level of management regarding the sale of the asset to be disposed of together with an active program for the determination of buyers as well as for the completion of the plan. Also, the asset shall be actively marketed in conformity with its fair value. In addition, the sale is expected to be recognized as a completed sale within one year after the classification date and the necessary transactions and procedures to complete the plan should demonstrate the fact that there is remote possibility of making any significant changes in the plan or cancellation of the plan.

The Bank has assets that are possessed due to receivables and debtors' obligations to the Bank and classified as assets held for sale. In the case that the Bank has not disposed of such assets within a year of receipt or failed to produce a solid plan for sale of the assets, they are reclassified as other assets. The Bank transfers such assets from assets held for sale and discounted operations to other assets.

A discontinued operation is a part of the Bank's business which has been disposed of or classified as held for sale. The operating results of the discontinued operations are disclosed separately in the income statement. As stated in the Public Disclosure Platform (PDP) material event disclosure dated April 3, 2024, with the initiation of the liquidation process of Getinsha GMBH, a subsidiary of the Bank, the related subsidiary has been classified as discontinued operations.

XI. Explanations on goodwill and other intangible assets:

Goodwill and other intangible assets are recorded at cost in accordance with TAS 38 “Turkish Accounting Standards for Intangible Assets”. As of the balance sheet date, there is no goodwill in the financial statements of the Bank. The Bank's intangible assets consist of softwares, capitalized information technology services and intangible rights.

The costs of the intangible assets purchased before December 31, 2004 have been restated from the purchasing dates to December 31, 2004, the date the hyperinflationary period is considered to be ended. Intangible assets purchased after this date have been recorded at their historical costs. Intangible assets are amortised by the Bank over their estimated economic useful lives in equal amounts on a straight-line basis.

Useful lives of the Bank's software have been determined as 3 to 4 years and other intangible assets' useful lives have been determined as 15 years.

If there is objective evidence of impairment, the asset's recoverable amount is estimated in accordance with the TAS 36 “Turkish Accounting Standard for Impairment of Assets” and if the recoverable amount is less than the carrying value of the related asset, a provision for impairment loss is provided.

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XII. Explanations on tangible assets:

The cost of the tangible assets purchased before December 31, 2004 have been restated by inflationary index from the purchasing dates to December 31, 2004, the date the hyperinflationary period is considered to be ended. The tangible assets purchased after this date are recorded at their historical costs. Tangible assets are recorded at cost less accumulated depreciation and provision for impairment, if any in compliance with the TAS 16 "Turkish Accounting Standards for Tangible Assets" in the financial statements.

As of March 30, 2009, the Bank has made a change in accounting policy and adopted revaluation model for real estates in accordance TAS 16 and reflected the results of appraisal reports prepared by an authorized real estate appraisal firm to the financial statements.

As of December 31, 2025, the Bank has revalued its immovables and reflected the results of appraisal reports prepared by an independent real estate appraiser firms using comparison of similar items method to the financial statements. The revaluation fund mentioned cannot be distributed as dividend to shareholders. Current period depreciation charge relating to the revaluation has been recorded under revaluation surplus account.

There are no restrictions such as pledges, mortgages or any other restriction on tangible assets.

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

Depreciation is calculated on a straight-line basis. Depreciation rates used are determined by considering the estimated economic useful life of the assets. The annual rates used are as follows:

	Depreciation Rate (%)
Buildings	2
Motor vehicles	20 – 25
Furniture, fixture and office equipment	4 – 33
Safe-deposit boxes	2 – 20
Operational lease improvement costs (Leasehold improvements)	Leasing period – 5 years
Leased assets	1- 10 years

The depreciation of an asset held for a period less than a full financial year is calculated as a proportion of the full year depreciation charge from the date of acquisition to the financial year-end. Leasehold improvements are depreciated over their estimated economic useful lives in equal amounts. The estimated economic useful lives cannot exceed the leasing period. In cases where the leasing period is not certain, the useful life is determined as five years. After January 1, 2010, in cases where leasing period is more than five years, the useful life is determined as five years.

If there is an indication for impairment, the Bank estimates the recoverable amount of the tangible asset in accordance with TAS 36 "Turkish Accounting Standard for Impairment of Assets" and if the recoverable amount is less than its carrying value, provides for an impairment loss.

Fixed assets which are carried at fair value in the financial statements are revalued by independent Capital Markets Board licensed firms in accordance with TFRS 13.

Gain or loss resulting from disposals of the tangible assets is calculated as the difference between the net proceeds from the sale and the net book value of the related asset.

The repair and maintenance costs of the tangible assets are capitalized, if the expenditure increases the economic life of the asset. Other repair and maintenance costs are expensed. In accordance with TFRS 16, right-of-use asset is represented under tangible assets in the balance sheet.

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XIII. Explanations on leasing transactions:

Assets acquired under finance lease agreements are recorded as both an asset and a liability at the commencement of the lease. The lower of the fair value of the leased asset at the inception of the lease and the present value of the lease payments is used as the basis for determining the balances recorded as a right-of-use asset and a lease liability on the balance sheet. Finance costs arising from the lease agreements are expensed over the lease term, taking into account the internal rate of return for each period.

Assets acquired under finance lease contracts are depreciated over their useful lives and impairment provision is provided in case a decrease in recoverable amount has been determined. The Bank, as a participation bank, acts as a lessor in finance leasing transactions. The Bank presents finance leased assets as a receivable equal to the net investment in the lease. Financial income is based on a pattern reflecting a constant periodic rate of return on the net investment outstanding.

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

TFRS 16 Leases standard abolishes the dual accounting model currently applied for lessees through recognizing finance leases in the balance sheet whereas not recognizing operational lease. Instead, it is set forth a single model similar to the accounting of finance leases (on balance sheet). For lessors, the accounting continues almost the same.

The Bank has the exemption for not applying this standard to short-term leaseings (leases with a rental period of 12 months or less) or to leases where the underlying asset is of low value (eg personal computers, some office equipment, etc.). At the effective date of the lease, the Bank measures its leasing liability at the present value of the lease payments not paid at that time and depreciates the existence of the right to use as of the same date and is amortized over the lease term. If this ratio can be determined easily, lease payments are discounted using the Bank's average profit rate.

If the ratio cannot be easily determined, the Bank uses its own alternative borrowing rate. The profit share expense on the lease liability and the depreciation charge of the right to use is recorded separately. The lessee re-measures the lease obligation if certain events occur (for example, changes in lease duration, forward lease payments due to changes in a particular index or rate, etc.). In this case, the lessee records the reassignment effect of the lease obligation as a correction on the right to use.

Right to use asset:

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

- The initial measurement amount of the lease obligation,
- The amount obtained by deducting all the rental incentives received from all lease payments made at or before the beginning of the lease;
- All initial direct costs incurred by the Bank and when applying the cost method, the existence of the right to use:
- Accumulated depreciation and accumulated impairment losses are deducted and
- Measures the restatement of the lease obligation at the restated cost.

While the Bank is depreciating the right-to-use asset, it utilizes the provisions for depreciation in TAS 16 Tangible Assets Standard

The lease liabilities:

At the effective date of the lease, the Bank measures its leasing liability at the present value of the lease payments not paid at that time. If this ratio can be determined easily, lease payments are discounted using the Bank's average profit rate. If the ratio cannot be easily determined, the Bank uses its own alternative borrowing rate.

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

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

- Increases the book value to reflect the profit share rate on the lease obligation,
- Reduces the book value to reflect the lease payments made,
- Measures the book value to reflect reassessments and restructuring, or reflect the fixed lease payments, which is revised but inherently fixed.

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

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XIV. Explanations on provisions and contingent liabilities:

Provisions and contingent liabilities, excluding the expected loss provisions for loans, are accounted in accordance with TAS 37: "Turkish Accounting Standard for Provisions, Contingent Liabilities and Contingent Assets".

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

Pursuant to the eighth paragraph of Article 6 of the Regulation on Procedures and Principles Regarding the Acceptance, Withdrawal, and Expiration of Deposits, Participation Funds, Deposits, and Receivables, the Bank allocates a profit equalization reserve. This reserve is accounted for and reflected in the financial statements to ensure that profit shares to be distributed to participation account holders are realized in a stable manner over periods and to mitigate the impact of fluctuations that may occur in the returns to be obtained from participation accounts.

A provision for contingent liabilities arising from past events should be recognized in the same period of occurrence in accordance with the cut-off principle.

A liability is recognized as a contingent liability where a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of more than one events not wholly within the control of the Bank; or a present obligation that arises from past events but it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or the amount of the obligation cannot be measured with sufficient reliability and disclosed in the footnotes.

Incomes that are not in compliance with participation finance principles are determined within the scope of Articles 1 and 2 of the "Standard on Incomes Non-Compliant with Participation Finance Principles and Their Disposal" published by the Participation Banks Association of Turkey Advisory Board. In accordance with Article 4 of the said Standard, such non-compliant incomes are disposed of through donations to social aid and public benefit areas where the Bank will not derive any direct or indirect economic benefit, provided that this is completed no later than the following calendar year.

Depending on their nature, non-compliant incomes are accounted for in the relevant income accounts. In cases where the amount to be disposed of can be reliably measured as of the period end, it is accounted for in accordance with TAS 37 "Provisions, Contingent Liabilities and Contingent Assets".

XV. Explanations on liabilities regarding employee rights:

i) *Defined benefit plans:*

Provision for employee severance benefits has been accounted for in accordance with TAS 19 "Employee Benefits".

In accordance with the existing social legislation in Türkiye, the Bank is required to make lump-sum termination indemnities including retirement and notice payments to each employee whose employment is terminated for reasons other than misconduct or due to resignation. The retirement pay is calculated for every working year within the Bank over salary for 30 days or the official ceiling amount per year of employment and the notice pay is calculated for the relevant notice period time as determined based on the number of years worked for the Bank.

The Bank has reflected the retirement pay liability amount, which was calculated by an independent actuary, in the accompanying financial statements. According to TAS 19, The Bank recognizes all actuarial gains and losses immediately through other comprehensive income. As of June 30, 2026, there is a total actuarial loss of TL 514 before deferred tax under equity (December 31, 2025: TL 514 actuarial loss).

Provision for the employees' unused vacations have been booked in accordance with TAS 19 and reflected to the financial statements.

There are no foundations, pension funds or similar associations of which the employees are members.

ii) *Defined contribution plans:*

The Bank pays defined contribution plans to publicly administered Social Security Funds for its employees. The Bank has not any further payment obligations other than this contribution share. The contributions are recognized as personnel expenses when they accrue.

iii) *Short term benefits to employees:*

In accordance with TAS 19, Bank measures the expected costs of the cumulative annual leaves as additional amounts anticipate to pay accumulated and unused rights as of reporting period.

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XVI. Explanations on taxation:

Current tax:

The Bank is subject to tax laws and legislation effective in Türkiye. In the financial statements as of June 30, 2026, the corporate tax rate is applied 30%. The corporate tax rate has been permanently increased to 25% for banks, consumer finance companies, factoring and financial leasing companies, electronic payment and money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies and pension companies in accordance with the publication of the Law No. 7394 in the Official Gazette dated April 15, 2022. However, with the Law No. 7456 published on July 15, 2023, the rate has been increased to 30% in order to be applied to the cumulative bases included in the declarations to be submitted as of October 1, 2023; the corporate tax rate is applied as 30% as of this date.

Dividends paid to the resident institutions are not subject to withholding tax in Türkiye. Withholding tax rate on the dividend payments other than these is 15%. Appropriation of the retained earnings to capital is not considered as profit distribution and accordingly is not subject to withholding tax. Corporations calculate advance tax with their current rate on quarterly profits and pay until the evening of the same day by declaring until the 17th day of the second month following that period. The prepaid taxes can be deducted from the annual corporate tax calculated on the annual corporate income. The remaining prepaid tax, if any after deduction, can be refunded in cash or deducted from other financial liabilities to the government.

75% portion of the capital gains derived from the sale of equity investments and 50% portion of the capital gains derived from the sale of immovable properties held for at least two years is tax exempt, if such gains are added to paid-in capital or held in a special fund account under liability for five years. However, with the Law No. 7456 published on July 15, 2023, this exception has been abolished for real estate to be acquired after the publication date of the decision; If the real estates acquired before this date are sold after the effective date of the decision, 25% of the real estate sales revenue will be exempt from corporate tax.

In accordance with the tax legislation, tax losses can be carried forward to offset against future taxable income for up to 5 years. Tax losses cannot be carried back to offset profits from previous periods.

In Türkiye, there is no procedure for a final and definite agreement on tax assessments. Companies file their tax returns until the last day of the following fourth month after the closing of the accounting year to which they relate. Tax returns are open for five years from the beginning of the year that follows the date of filing during which time the tax authorities have the right to audit tax returns, and the related accounting records on which they are based, and may issue reassessments based on their findings and carry out sectorial investigations.

Considering the participation accounts' part in general loan loss provision as expense for tax calculation, Finance Ministry initiated a sector-specific review. The relevant documents and calculations have been requested from the Bank. As of report date, there is no information or written report transmitted to the Bank.

Within the framework of the provision of Article 298/A of the Tax Procedure Law, the conditions required for inflation adjustment in the corporate tax calculation have been met as of the end of the 2021 calendar year. However, with the regulation made by Law No. 7352 dated January 20, 2022, the inflation adjustment application in the corporate tax calculation was postponed to 2023. Accordingly, The TPL financial statements for the 2021 and 2022 accounting periods have not been subject to inflation correction. Financial statements dated December 31, 2023, the profit/loss difference resulting from the inflation correction will be shown in the previous years' profit/loss account and will not be subject to tax.

With the law number 7491 published in the Official Gazette numbered 32413 dated December 28, 2023, banks, payment and electronic money institutions, asset management companies, capital market institutions, insurance and reinsurance companies and pension companies will be subject to inflation adjustments in the 2024 accounting periods. It is regulated that the resulting profits or losses will not be considered in determining the corporate tax base. Within the scope of temporary Article 37 added to the Tax Procedure Law published in the Official Gazette dated December 25, 2025; even if the conditions in Article 298 of the Tax Procedure Law are met in 2025, 2026, and 2027, no inflation adjustment will be made. This regulation entered into force on December 25, 2025. Within the scope of the temporary article 32 of the Tax Procedure Law Numbered 213, depreciable assets were revalued and additional tax amount of 2% is levied over the revaluation difference. Assets that are included in the scope pursuant to duplicate article 298 are valued with the revaluation rate announced in the relevant year and no tax is levied over this revaluation increase.

Domestic Minimum Corporate Tax Regulation

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

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XVI. Explanations on taxation (continued):

Deferred tax:

The Bank calculates and accounts for deferred income taxes for temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in these financial statements in accordance with TAS 12 "Turkish Accounting Standard for Income Taxes". Deferred tax asset is calculated on all temporary differences to the extent that is probable that taxable profit will be available and deferred tax liability is calculated for all temporary differences. Deferred tax asset and liabilities are represented in the accompanying financial statements on a net basis. In the deferred tax calculation, the enacted tax rate is used as of the balance sheet date by estimating when the temporary differences will be taxable / deductible in accordance with the current tax legislation.

Deferred tax asset had not been provided over provisions for possible risks and general loan loss provisions according to the circular of BRSA numbered BRSA.DZM.2/13/1-a-3 and dated 8 December 2004. However, deferred tax rate calculation has started to be measured over temporary expected provision losses differences according to TFRS 9 articles from 1 January 2018. Deferred tax calculation is not made for free provisions.

As explained in detailed note under "XVII Additional explanations on borrowings", deferred tax is calculated for exchange difference and coupon payment for Tier 1 under equity and deferred tax expenses. If loss occurs in the income statement prepared as per Turkish Tax Legislation, The Bank recognizes deferred tax. While making this calculation, The Bank's growth projections in its budget, reinforceable estimates on income statement and expectations on inflation, currency and interest rates by Central Bank of Türkiye are considered.

Law No. 7491 on the Amendment of Certain Laws and Decree Laws The profit / loss due to the inflation adjustment to be made in the differences of the 2024 and 2025 accounting periods will be excluded from the determination of earnings. In accordance with the TPL General Communiqué No. 560 published in the Official Gazette dated 30 April 2024 and numbered 32532, it has been declared that it is appropriate not to implement inflation adjustment in the temporary tax period of the first accounting period of 2024. In accordance with the temporary Article 33 of the Tax Procedure Law, tax effects arising from the inflation adjustment of corporate tax are included in the deferred tax calculation as of June 30, 2026. As of June 30, 2026, deferred tax calculation has been made for assets and liabilities at a rate of 30%.

Transfer pricing:

Transfer pricing is regulated through the article 13 of Corporate Tax Law titled "Disguised Profit Distribution by way of Transfer Pricing". Detailed information for the practice regarding the subject is found in the "General Communiqué on Disguised Profit Distribution by way of Transfer Pricing".

According to the related regulation, in the case of making purchase or sales of goods or services with related persons/corporations at a price that is determined against "the arm's length principle", the gain is considered to be distributed implicitly through transfer pricing and such distribution of gains is not deductible in calculation of corporate tax.

Global Minimum Corporate Tax

In September 2023, POA issued amendments to TAS 12, which introduce a mandatory exception in TAS 12 from recognizing and disclosing deferred tax assets and liabilities related to Pillar Two income taxes. The amendments clarify that TAS 12 applies to income taxes arising from tax laws enacted or substantively enacted to implement the Pillar Two Model Rules published by the Organization for Economic Cooperation and Development (OECD). The amendments also introduced targeted disclosure requirements for entities affected by the tax laws. The temporary exception from recognition and disclosure of information about deferred taxes and the requirement to disclose the application of the exception apply immediately and retrospectively upon issue of the amendments. The exception regarding the non-recognition and non-disclosure of deferred taxes within this scope, as well as the provision that the exception has been applied, will be implemented with the publication of the change in the regulation.

Türkiye has begun to adopt the OECD's Global Minimum Corporate Tax regulations with a Law Proposal submitted to the Grand National Assembly of Türkiye on July 16, 2024. These regulations entered into force with Law No. 7524, published in the Official Gazette dated August 2, 2024, No. 32620. The relevant law was prepared based on the OECD regulations and is consistent with the said regulations. According to the law, two separate declarations must be made: the Local Minimum Corporate Tax declaration and the Global Minimum Corporate Tax declaration. The local and global minimum corporate tax rates are set at 15% in the aforementioned law. It is stipulated that the local minimum supplementary corporate tax must be declared and paid between the first and last days of the twelfth month following the month in which the tax period ends. The 2024 Local Minimum Supplementary Corporate Tax has been declared and does not give rise to any additional liability. The global minimum corporate tax is to be declared and paid by the last day of the fifteenth month following the month in which the accounting period closes, as stipulated. for the 2024 accounting period, returns shall be filed by the last day of the eighteenth month following the month in which the accounting period closes, and the taxes accrued shall be paid by the last day of the filing period. The Local and Global Minimum Supplementary Corporate Tax Implementation Circular regarding the relevant tax regulation was published on December 26, 2025. Declarations related to the aforementioned taxes shall be made on a country-by-country basis and shall include companies subject to consolidation, taking into account the exemptions, exemptions, and safe harbor regulations set forth in the law. It is believed that the relevant regulations will not have a significant impact on the Bank's financial position or performance.

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XVII. Additional explanations on borrowings:

The Bank accounts its debt instruments in accordance with TFRS 9 “Financial Instruments”. In the following periods, all financial liabilities are carried at amortized cost by using the internal rate of return method. The Bank has no borrowings that require hedging techniques for accounting and revaluation of debt instruments and liabilities representing the borrowings.

There are no debt securities issued by the Bank. The Bank has issued borrowings through its subsidiary Bereket Varlık Kiralama A.Ş. and its structured entities Bereket One Ltd., Albaraka Sukuk Ltd., Albaraka CT One Ltd. and Albaraka Mtn Ltd.

The Bank has subordinated loans borrowed through sukuk issuance, which has unconvertible nature to the shares.

Additional tier 1 capital borrowings:

Undated sukuk transaction in foreign currency is issued and included in the additional capital account by the Bank's structured entity “Bereket One Ltd”. Stated transaction evaluated as non-monetary item accordance with TAS 32.

XVIII. Explanations on issued share certificates:

Share issuance related to costs is recognized as expenses. Dividend income related with the equity shares are determined by the General Assembly of the Shareholders.

Weighted average number of shares outstanding is taken into account in the calculation of earnings per share. In case the number of shares increases by way of bonus issues as a result of the capital increases made by using the internal sources, the calculation of earnings per share is made by adjusting the weighted average number of shares, which were previously calculated as at the comparable periods. The adjustment means that the number of shares used in calculation is taken into consideration as if the bonus issue occurred at the beginning of the comparable period. In case such changes in the number of shares occur after the balance sheet date, but before the ratification of the financial statements to be published, the calculation of earnings per share are based on the number of new shares. The Bank's earnings per share calculations taking place in the income statements are as follows:

	Current Period	Prior Period
Net profit/(loss) distributable to ordinary shareholders	3.087	13.178
Weighted average number of ordinary shares in issue (in thousands)	2.500	2.500
Earnings per share (full TL)	1,23480	5,27120

XIX. Explanations on acceptances and availed drafts:

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

XX. Explanations on government grants:

As of the balance sheet date, there are no government grants received by the Bank.

XXI. Explanations on segment reporting:

Business segment is a component of the Bank that engages in business activities from which the Bank may earn revenues and incur expenses, whose operating results are regularly reviewed by the Bank's chief operating decision makers to make decisions about resources to be allocated to the segment and assess its performance, and for which discrete financial available.

Segment reporting is disclosed in Section Four, Note X.

XXII. Explanations on investments in associates, subsidiaries and joint ventures:

The subsidiaries and associates are accounted at cost less provisions for impairment losses (if any) in the unconsolidated financial statements accordance with TAS 27 “Turkish Accounting Standards for Individual Financial Statements”.

XXIII. Explanations on other matters:

None.

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SECTION FOUR

Information on Financial Structure and Risk Management

I. Explanations on capital adequacy standard ratio:

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 June 30, 2026, the Bank’s total capital has been calculated as TL 46.594 and capital adequacy standard ratio is 15,60%. As of December 31, 2025, Bank’s total capital amounted to TL 43.089 and capital adequacy ratio was 18,95%. The Bank’s capital adequacy standard ratio is above the minimum ratio required by the legislation.

a. Information on capital:

	Current Period	Prior Period
COMMON EQUITY TIER 1 CAPITAL		
Paid-in capital following all debts in terms of claim in liquidation of the Bank	2.500	2.500
Share issue premiums	23	23
Reserves	15.572	3.054
Gains recognized in equity as per TAS	7.077	6.945
Profit	3.087	13.178
Current Period Profit	3.087	13.178
Prior Period Profit	-	-
Shares acquired free of charge from subsidiaries, affiliates and jointly controlled partnerships and cannot be recognised within profit for the period	-	-
Common Equity Tier 1 Capital Before Deductions	28.259	25.700
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	360	360
Improvement costs for operating leasing	108	85
Goodwill (net of related tax liability)	-	-
Other intangibles other than mortgage-servicing rights (net of related tax liability)	1.364	1.103
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	164	350
Differences are not recognized at the fair value of assets and liabilities subject to hedge of cash flow risk	-	-
Communiqué Related to Principles of the amount credit risk calculated with the Internal Ratings Based Approach, total expected loss amount exceeds the total provision	-	-
Gains arising from securitization transactions	-	-
Unrealized gains and losses due to changes in own credit risk on fair valued liabilities	-	-
Defined-benefit pension fund net assets	-	-
Direct and indirect investments of the Bank in its own Common Equity	28	28
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	1.025	425
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	3.049	2.351
Total Common Equity Tier 1 Capital	25.210	23.349

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I. Explanations on capital adequacy standard ratio (continued):

a. Information on capital (continued):

	Current Period	Prior Period
ADDITIONAL TIER I CAPITAL		
Preferred Stock not Included in Common Equity and the Related Share Premiums	-	-
Debt instruments and premiums approved by BRSA	9.483	8.706
Debt instruments and premiums approved by BRSA (Temporary Article 4)	-	-
Additional Tier I Capital before Deductions	9.483	8.706
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	9.483	8.706
Total Tier I Capital (Tier I Capital=Common Equity+Additional Tier I Capital)	34.693	32.055
TIER II CAPITAL		
Debt instruments and share issue premiums deemed suitable by the BRSA	10.177	9.342
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	-	-
Provisions (Article 8 of the Regulation on the Equity of Banks)	1.724	1.692
Tier II Capital Before Deductions	11.901	11.034
Deductions From Tier II Capital	-	-
Direct and indirect investments of the Bank on its own Tier II Capital (-)	-	-
Investments of Bank to Banks that invest on Bank's Tier 2 and components of equity issued by financial institutions with the conditions declared in Article 8.	-	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Common Equity of the Bank (-)	-	-
Portion of the total of net long positions of investments made in Additional Tier I Capital item of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Common Equity of the Bank	-	-
Other items to be defined by the BRSA (-)	-	-
Total Deductions from Tier II Capital	-	-
Total Tier II Capital	11.901	11.034
Total Capital (The sum of Tier I Capital and Tier II Capital)	46.594	43.089
The sum of Tier I Capital and Tier II Capital (Total Capital)	-	-
Deductions from Capital Loans granted contrary to the 50 th and 51 th 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	-	-

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I. Explanations on capital adequacy standard ratio (continued):

a. Information on capital (continued):

	Current Period	Prior Period
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 Tier1 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	-	-
Total Capital (Total Core Capital and Supplementary Capital)	46.594	43.089
Total risk weighted amounts	298.773	227.387
Capital Adequacy Ratios		
Core Capital Adequacy Ratio (%)	8,44	10,27
Tier 1 Capital Adequacy Ratio (%)	11,61	14,10
Capital Adequacy Ratio (%)	15,60	18,95
BUFFERS		
The total additional capital requirement ratio (a + b + c)	2,50	2,50
a) Capital conservation buffer requirement (%)	2,50	2,50
b) Bank specific counter-cyclical buffer requirement (%)	-	-
c) Systemic significant 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 (%)	3,94	5,77
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 deferred tax assets based on temporary differences	-	-
Limits related to provisions considered in Tier II calculation	2.624	2.377
Limits related to provisions considered in Tier II calculation	-	-
General provisions for standard based receivables (before tenthousandtwentyfive limitation)	1.724	1.692
Up to 1.25% of total risk-weighted amount of general reserves for receivables where the standard approach used	1.724	1.692
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 January 1, 2018 and January 1, 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	-	-

(¹) Amounts in this column represents the amounts of items that are subject to transition provisions.

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I. Explanations on capital adequacy standard ratio (continued):

a. Information on capital (continued):

In calculating credit risk as per Regulation on Measurement and Evaluation of Capital Adequacy of Banks, it is possible that Central Bank buying exchange rates of June 28, 2024 can be used in calculating the revalued amounts of monetary and non monetary items and their specific provisions. The items which are carried at cost is out of scope. As of June 30, 2026, the Bank has utilized this facility in calculating capital adequacy ratio.

b. Details on subordinated liabilities:

Issuer	Albaraka CT One Ltd.	Albaraka MTN Ltd.	Bereket One Ltd.
Unique Identifier (CUSIP, ISIN etc.)	XS2594992914	XS2930602409	XS17 72390628
Governing Law(s) of the Instrument	English Law	English Law	English Law
Special Consideration in the Calculation of Equity			
As of January 1, 2015, consideration to be subject to a 10% reduction application status	No	No	No
Eligible at Unconsolidated/Consolidated	Unconsolidated/Consolidated	Unconsolidated/Consolidated	Unconsolidated/Consolidated
Instrument Type	Sukuk Wakala	Sukuk Wakala	Sukuk Mudaraba
Amount recognized in regulatory capital (as of most recent reporting date)	4.626 TL	5.551 TL	9.483 TL
Par Value of Instrument	4.626 TL	5.551 TL	9.483 TL
Accounting Classification	Subordinated Loan	Subordinated Loan	Equity
Original date of Issuance	February 28, 2023	October 30, 2024	February 20, 2018
Perpetual or dated	Dated	Dated	Undated
Maturity date	February 28, 2033	October 30, 2034	Undated
Issuer call subject to prior supervisory (BRSA) approval	Yes	Yes	Yes
Optional call date, contingent call dates and redemption amount	Last Payment Date: February 28, 2033 Total Repayment Amount of Profit Share: USD 50.000.000 (first 5 years), USD 50.000.000 (second 5 years) Coupon Repayment Period: 6 months Principal Payment: USD 100.000.000	Last Payment Date: October 30, 2034 Total Repayment Amount of Profit Share: USD 42.000.000 (first 5 years), USD 42.000.000 (second 5 years) Coupon Repayment Period: 6 months Principal Payment: USD 120.000.000	Last Payment Date: None First refund option date February 20, 2023 Total Repayment Amount of Profit Share: USD 102.500.000 (First 5 year) USD 117.075.500 (Second 5 year) Coupon Repayment Period: 6 months Principal Payment: USD 205.000.000
Subsequent call dates	-	-	-
Profit Share/Dividends			
Fixed or floating profit share/dividend	Fixed	Fixed	Fixed
Profit share rate and any related index	10 %	7 %	11,42 % (first 5 years:10%)
Existence of a dividend stopper	As per BRSA regulations and Communiqués it is payable	As per BRSA regulations and Communiqués it is payable	As per BRSA regulations and Communiqués it is payable
Fully discretionary, partially discretionary or mandatory	Mandatory	Mandatory	Optional
Existence of step up or other incentive to redeem	-	-	-
Noncumulative or cumulative	Cumulative	Cumulative	Noncumulative
Convertible or Non-convertible			
If convertible, conversion trigger	Not Convertible	Not Convertible	Not Convertible
If convertible, fully or partially	Not Convertible	Not Convertible	Not Convertible
If convertible, conversion rate	Not Convertible	Not Convertible	Not Convertible
If convertible, mandatory or optional conversion	Not Convertible	Not Convertible	Not Convertible
If convertible, specify instrument type convertible into	-	-	-
If convertible, specify issuer of instrument it converts into	-	-	-
Write-down feature			
If write-down, write-down trigger(s)	Non-sustainability	Non-sustainability	Non-sustainability-The ratio of Core Capital to below 5,125%
If write-down, full or partial	Full or Partial	Full or Partial	At least to ensure that the core capital ratio exceeds 5,125%
If write down, permanent or temporary	Permanent	Permanent	Permanent and Temporary
If temporary write-down, description of write-up mechanism	-	-	In case of the ratio of core capital exceeds 5,125%
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	After all creditors and participation fund owners	After all creditors and participation fund owners	After participation fund owners, other borrowers and the debt instruments included in the Tier II capital calculation
In compliance with article number 7 and 8 of "Own fund regulation"	No	No	No
Details of incompliance with article number 7 and 8 of "Own fund regulation"	No	No	No

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I. Explanations on capital adequacy standard ratio (continued):

c. Information on reconciliation of total capital and equity:

The difference between Total Capital and Equity in the unconsolidated balance sheet mainly arises from Stage 1 and Stage 2 expected credit losses, debt instruments, and share issue premiums deemed suitable by the BRSA. In the calculation of Total Capital, Stage 1 and Stage 2 expected credit losses up to 1,25% of the credit risk is taken into consideration as Tier II Capital. On the other hand, in the calculation of the Total Capital, improvement costs for operating leases followed under tangible assets in the balance sheet, intangible assets and their related deferred tax liabilities and other items defined by the regulator are taken into consideration as amounts deducted from Total Capital.

II. Explanations on credit risk:

Not prepared in compliance with the Article 25 of the Communiqué "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

III. Explanations on currency risk:

Foreign currency risk arises from the Bank's possible exposure to the changes in foreign currencies.

- a.** The Bank is exposed to currency risks as a market risk and tries to balance the currency risks by avoiding to keep any long or short positions. The currency risk of the Bank is monitored on a daily basis. Net foreign currency position/shareholders' equity ratio is also controlled on a daily basis. All foreign currency assets, liabilities and foreign currency forward transactions are taken into consideration while capital requirement to be employed for foreign currency risk is calculated. Standard Method used in legal reporting and amount subject to risk is calculated on a monthly basis.
- b.** The Bank does not have any derivative financial instruments held for hedging purposes.
- c.** As a result of the uncertainty and volatility in the markets, foreign currency position is kept at a balance, and accordingly, no currency risk is anticipated. The Bank takes necessary measures to keep the currency risk at a minimum level.
- ç** Foreign exchange buying rates of the last five working days before the balance sheet date as publicly announced by the Bank are as follows:

	USD	EUR
As of June 30, 2026 - Balance sheet evaluation rate	46,257	52,876
As of June 29, 2026	46,240	52,810
As of June 26, 2026	46,224	52,672
As of June 25, 2026	46,114	52,454
As of June 24, 2026	46,097	52,273
As of June 23, 2026	46,077	52,440

- d.** The simple arithmetical average of the major foreign exchange buying rates of the Bank for the thirty days before the balance sheet date is TL 45,903 for 1 USD (December 2025: TL 42,466), TL 52,834 for 1 EUR (December 2025: TL 49,804). The Bank is mainly exposed to EUR and USD currency risks.

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III. Explanations on currency risk (continued):

Information on currency risk of the Bank:

Current Period	EUR	USD	Other FC ^(*)	Total
Assets				
Cash (cash in vault, foreign currency, money in transit, cheques purchased) and balances with the Central Bank of Republic of Türkiye	11.891	27.136	31.424	70.451
Banks	865	1.721	11.130	13.716
Financial assets at fair value through profit and loss ^(**)	30	1.762	2.979	4.771
Money market placements	-	-	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	114	14.163	26	14.303
Loans and financial lease receivables ^(***)	44.621	67.696	1.444	113.761
Subsidiaries, associates and joint ventures	-	-	-	-
Financial Assets Measured at Amortised Cost	-	9.768	776	10.544
Derivative financial assets for hedging purposes	-	-	-	-
Tangible assets	-	-	172	172
Intangible assets	-	-	-	-
Other assets ^(****)	1.133	5.810	5.209	12.152
Total assets	58.654	128.056	53.160	239.870
Liabilities				
Bank Participation Funds	943	1.866	41	2.850
Participation Fund FC	27.894	60.756	63.067	151.717
Funds	-	-	-	-
Money market borrowings	-	-	-	-
Funds provided from other financial institutions and subordinated loans	10.425	67.342	-	77.767
Marketable securities issued	-	-	-	-
Miscellaneous payables	423	1.937	3.848	6.208
Derivative financial liabilities for hedging purposes	-	-	-	-
Other liabilities	710	2.845	3	3.558
Total liabilities	40.395	134.746	66.959	242.100
Net balance sheet position	18.259	(6.690)	(13.799)	(2.230)
Net off balance sheet position	(18.006)	709	17.198	(99)
Derivative financial instruments assets ^(*****)	1.122	19.113	26.582	46.817
Derivative financial instruments liabilities ^(*****)	19.128	18.404	9.384	46.916
Non-cash loans ^(*****)	6.732	28.138	1.824	36.694
Prior Period				
Total assets	58.718	125.183	41.226	225.127
Total liabilities	40.510	133.649	59.151	233.310
Net balance sheet position	18.208	(8.466)	(17.925)	(8.183)
Net off balance sheet position	(15.952)	2.926	22.978	9.952
Derivative financial instruments assets	3.036	10.588	23.543	37.167
Derivative financial instruments liabilities	18.988	7.662	565	27.215
Non-cash loans	7.029	20.193	2.584	29.806

^(*) TL 30.520 (December 31, 2025: TL 16.885) of the balance in Cash (cash in vault, foreign currency, money in transit, cheques purchased) and balances with the Central Bank of Republic of Türkiye in other FC column represent precious metals, TL 8.731 (December 31, 2025: TL 15.142) of the balance in Banks in other FC column represent precious metals accounts with banks, TL 60.274 (December 31, 2025: TL 55.208) of the balance in Other current and profit sharing accounts in other FC column represent precious metals deposits accounts.

^(**) Derivative financial instruments are included.

^(***) The balance includes foreign currency indexed loans and financial lease receivables of TL 35 (December 31, 2025: TL 34).

^(****) Foreign currency indexed receivables from commission and fees of non-cash loans amounting to TL 8 is included in other assets (December 31, 2025: TL 6). Includes the balance of Getinsha GMBH amounting to TL 118, which has ceased operations.

^(*****) In the current period, derivative financial instruments assets include foreign currency purchase commitment in the amount of TL 2.617 (December 31, 2025: TL 6.550) and derivative financial instruments liabilities include foreign currency sale commitment in the amount of TL 3.625 (December 31, 2025: TL 5.482).

^(*****) Does not have any effect on the net off-balance sheet position.

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IV. Explanations on position risk of equity securities in banking book:

The Bank does not have any associate and subsidiary quoted at Borsa İstanbul.

The Bank's equity securities which are not quoted at Borsa İstanbul are recognized at fair values and if the fair values are not measured reliably, they are recognized at cost.

The equity securities under banking book calculated as per credit risk standard method amount to TL 186. 100% risk weight is applied to related whole amount (December 31, 2025: TL 167).

V. Explanations on liquidity risk:

Liquidity Risk is managed by Asset and Liability Committee ("ALCO") in line with risk management policies and risk appetite approved by the Board of Directors in order to take the necessary measures in a timely and correct manner against possible liquidity shortages that may result from market conditions and balance sheet structure of the Bank. Under stressed conditions, liquidity risk is managed within the Contingency Funding Plan framework.

The Board of Directors reviews the liquidity risk management strategy, policy and practices and approves the liquidity strategy and policies within the framework of risk management strategy and policies, ensures the effective of practice of policies and integrations with Bank's risk management strategy. The Board of Directors determines the basic metrics in liquidity risk measurement and monitoring. The Board of Directors establishes risk appetite of the Bank in liquidity risk management and identifies the risk limits in accordance with the risk appetite and reviews it regularly.

ALCO takes necessary decisions which will be executed by related departments by assessing the liquidity risk that the Bank is exposed to and considering the Bank's strategy and conditions of competition and pursues the implementations.

Risk Management Department defines the Bank's liquidity risk, measures and monitors the risks with liquidity risk measurement methods that are in compliance with legal legislation, presents measurement results periodically to related departments, committees and senior management. Risk Management Department coordinates related parties in order to ensure compliance of risk management process in accordance with the Bank's risk profile, operation environment and strategic plan with regulations. The liquidity risk analysis and the important early warning signals are reported periodically to related senior management. Additionally, analysis and monitored internal reserve limit ratios related to liquidity risk are presented in ALCO report. Reserve limit ratios and alert levels approved by the Board of Directors are monitored and reported regularly to related parties.

The Bank's funding management is carried out in compliance with the ALCO decisions in the direction of the Fund Transfer Pricing ("FTP") committee. Funding and placement strategies are developed by assessing liquidity of the Bank. In liquidity risk, management actions that will be taken and procedures are determined by considering normal economic conditions and stress conditions.

Diversification of assets and liabilities is assured to be able to continuously meet the obligations, also taking into account the relevant currencies. Funding sources are monitored actively during identification of concentration risk related to funding. The Bank's funding base of funds collected and other borrowing transactions are diversified in order to prevent the concentration of a particular funding source. Factors that could trigger the sudden and significant run off in funds or impair the accessibility of the funding sources are analyzed.

In the context of TL and foreign currencies liquidity management, the Bank monitors the cash flows regarding assets and liabilities and forecasts the required liquidity in future periods. In cash flow analysis, stress is applied to items that affect the liquidity by volume and rate of change from a liquidity management point of view. Liquidity risk exposed by the Bank is managed by establishing risk appetite, effective control environment and closely monitoring by limits.

The results of liquidity risk stress testing are taken into consideration in the assessment of liquidity adequacy and identification of strategy, policy and procedures regarding liquidity risk and contingency funding plan is prepared within this framework. There exists "Liquidity Risk Management Contingency Funding Plan" in the Bank including mechanisms to prevent increase in liquidity risk during normal and liquidity crisis scenarios for different conditions and levels. Available liquidity sources are determined by considering the liquidity squeezes. Within the framework of this plan, the Bank monitors liquidity risk in terms of early warning indicators in each stress.

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V. Explanations on liquidity risk (continued):

Liquidity Coverage Ratio:

		Rate of "Percentage to be taken into account" not Implemented Total Value ^(*)		Rate of "Percentage to be taken into account" Implemented Total Value ^(*)	
		TL+FC	FC	TL+FC	FC
	Current Period				
	HIGH QUALITY LIQUID ASSETS (HQLA)				
1	HIGH QUALITY LIQUID ASSETS			108.815	61.160
	CASH OUTFLOWS				
2	Retail and Small Business Funds Collected	166.577	112.861	15.597	11.286
3	Stable Funds Collected	21.216	-	1.061	-
4	Less stable Funds Collected	145.361	112.861	14.536	11.286
5	Unsecured Funding other than Retail and Small Business Customers Deposits	156.882	54.658	113.278	26.766
6	Operational Funds Collected	48.268	35.228	12.067	8.807
7	Non-Operational Funds Collected	64.017	3.599	57.136	1.684
8	Other Unsecured Funding	44.597	15.831	44.075	16.275
9	Secured funding			-	-
10	Other Cash Outflows	27.588	19.112	27.588	19.112
11	Liquidity needs related to derivatives and market valuation changes on derivatives transactions	27.588	19.112	27.588	19.112
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	96.074	34.771	9.722	5.062
16	TOTAL CASH OUTFLOWS			166.185	62.226
	CASH INFLOWS	-	-	-	-
17	Secured Lending Transactions	-	-	-	-
18	Unsecured Lending Transactions	59.635	27.543	43.663	22.623
19	Other contractual cash inflows	26.438	23.058	26.438	23.058
20	TOTAL CASH INFLOWS	86.073	50.601	70.101	45.681
				Upper limit applied amounts	
21	TOTAL HQLA			108.815	61.160
22	TOTAL NET CASH OUTFLOWS			96.084	16.545
23	Liquidity Coverage Ratio (%)			113,25	369,66

^(*) Average of the last three months of liquidity coverage ratios calculated considering weekly simple arithmetic averages.

As per "Regulation on Liquidity Coverage Ratio Calculation" published in the Official Gazette numbered 28948, dated March 21, 2014, the dates on which the minimum and maximum liquidity coverage ratios have been calculated for the last three months are as follows:

Liquidity Coverage Ratio (%)	Current Period	
	TL+FC	FC
Lowest	90,14	208,14
Date	April 23, 2026	June 30, 2026
Highest	155,74	495,99
Date	June 23, 2026	May 8, 2026
Average	113,25	369,66

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V. Explanations on liquidity risk (continued):

Liquidity Coverage Ratio (continued):

		Rate of "Percentage to be taken into account" not Implemented Total Value ^(*)		Rate of "Percentage to be taken into account" Implemented Total Value ^(*)	
		TL+FC	FC	TL+FC	FC
	Prior period				
	HIGH QUALITY LIQUID ASSETS (HQLA)				
1	HIGH QUALITY LIQUID ASSETS			102.345	59.140
	CASH OUTFLOWS				
2	Retail and Small Business Funds Collected	144.201	96.524	13.465	9.652
3	Stable Funds Collected	19.103	-	955	-
4	Less stable Funds Collected	125.098	96.524	12.510	9.652
5	Unsecured Funding other than Retail and Small Business Customers Deposits	148.734	61.526	105.028	36.870
6	Operational Funds Collected	45.619	32.871	11.405	8.218
7	Non-Operational Funds Collected	56.305	2.788	47.531	1.213
8	Other Unsecured Funding	46.810	25.867	46.092	27.440
9	Secured funding			-	-
10	Other Cash Outflows	32.432	27.496	32.432	27.496
11	Liquidity needs related to derivatives and market valuation changes on derivatives transactions	32.432	27.496	32.432	27.496
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	79.014	28.092	7.395	3.664
16	TOTAL CASH OUTFLOWS			158.320	77.682
	CASH INFLOWS	-	-	-	-
17	Secured Lending Transactions	-	-	-	-
18	Unsecured Lending Transactions	58.370	30.915	46.363	27.716
19	Other contractual cash inflows	33.575	28.801	33.575	28.801
20	TOTAL CASH INFLOWS	91.945	59.716	79.938	56.518
				Upper limit applied amounts	
21	TOTAL HQLA			102.345	59.140
22	TOTAL NET CASH OUTFLOWS			78.382	21.165
23	Liquidity Coverage Ratio (%)			130,57	279,43

^(*) Average of the last three months of liquidity coverage ratios calculated considering weekly simple arithmetic averages.

As per "Regulation on Liquidity Coverage Ratio Calculation" published in the Official Gazette numbered 28948, dated March 21, 2014, the dates on which the minimum and maximum liquidity coverage ratios have been calculated for the last three months for 2025 are as follows:

Liquidity Coverage Ratio (%)	Prior Period	
	TL+FC	FC
Lowest	106,21	155,14
Date	November 2, 2025	October 31, 2025
Highest	162,48	377,95
Date	October 10, 2025	December 3, 2025
Average	130,57	279,43

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V. Explanations on liquidity risk (continued):

Liquidity coverage ratio is calculated by comparing the high quality liquid assets owned by the Bank to net cash outflow in 30 days maturity. Balance sheet accounts that are significant on the ratio can be listed as reserve requirements maintained at CBRT, marketable securities that are not subject to repurchase agreements or not given as collateral, banks receivables, funds collected, funds borrowed. The effect of these accounts on the liquidity coverage ratio is higher than other accounts, since these accounts have a higher share in liquid assets and net cash outflows.

High quality liquid assets consist of cash, deposits in central banks and securities considered as high quality liquid assets. Reserve deposits are included in high quality liquid assets, limited by the amount that is allowed by central bank to use in liquidity shortages.

The Bank's high quality liquid assets are composed of 3,25% cash, 75,32% deposits in central banks and 21,43% securities considered as high quality liquid assets.

The Bank's main funding sources are funds collected, funds borrowed, borrowings from money market and subordinated loans. Funding source composition in report date is 69,45% funds collected, 30,55% funds borrowed, borrowings from money market and subordinated loans.

Cash flows of derivatives that will take place within 30 days are taken into account in calculation of liquidity coverage ratio. Cash outflows of derivatives that arise from margin obligations, are reflected to the results in accordance with the methodology articulated in the related legislation.

The Bank manages all the transactions with its foreign branches and subsidiaries consolidated in the framework of central bank, markets and related legislation of the country in which the institutions are located. Liquidity risk of the bank, its foreign branches and subsidiaries that are to be consolidated are managed within the regulatory limits and in accordance with group strategies. The liquidity positions of consolidated subsidiaries are continuously monitored by the Bank.

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V. Explanations on liquidity risk (continued):

Presentation of assets and liabilities according to their remaining maturities:

Current Period	Demand ^(*)	Up to 1 month	1-3 months	3-12 months	1-5 years	Over 5 years	Unallocated (****)(*****)	Total
Assets								
Cash (cash in vault, foreign currency, money in transit, cheques purchased) and balances with the Central Bank of Republic of Türkiye	48.120	56.723	-	-	-	-	-	104.843
Banks	12.213	8.753	1.580	-	-	-	-	22.546
Financial Assets at Fair Value Through Profit and Loss (**)	1.158	289	14	712	3.036	21.088	-	26.297
Money Market Placements	-	-	-	-	-	-	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	70	2.577	1.659	6.066	28.157	631	-	39.160
Loans(***)	880	54.529	39.774	105.846	72.551	2.099	1.411	277.090
Financial Assets Measured at Amortised Cost	-	1.196	1.678	16.350	7.373	3.367	-	29.964
Other Assets	-	-	16	117	1.222	756	32.607	34.718
Total Assets	62.441	124.067	44.721	129.091	112.339	27.941	34.018	534.618
Liabilities								
Bank Participation Fund	2.638	-	-	234	-	-	-	2.872
Other Participation Fund	151.296	121.502	36.587	17.584	131	-	-	327.100
Funds provided from other financial institutions and subordinated loans	-	31.079	32.383	16.805	39.167	9.874	-	129.308
Funds	-	-	-	-	-	-	-	-
Money	-	-	-	-	-	-	-	-
Market Borrowings	-	15.851	-	-	-	-	-	15.851
Marketable securities issued	-	-	-	-	-	-	-	-
Miscellaneous payables	6	3.284	(189)	49	-	-	18.144	21.294
Other liabilities	-	-	-	53	942	778	36.420	38.193
Total Liabilities	153.940	171.716	68.781	34.725	40.240	10.652	54.564	534.618
Net Liquidity Gap	(91.499)	(47.649)	(24.060)	94.366	72.099	17.289	(20.546)	-
Net Off-balance sheet Position								
Financial	-	(3.229)	(362)	(432)	-	-	-	(4.023)
Derivative Assets	-	42.638	5.609	4.556	-	-	-	52.803
Financial Derivative Liabilities	-	45.867	5.971	4.988	-	-	-	56.826
Non-cash Loans	38.900	3.319	7.154	21.054	8.182	131	-	78.740
Prior period								
Total Assets	62.526	109.785	44.703	113.217	96.731	17.502	21.925	466.389
Total Liabilities	151.652	147.068	32.305	42.851	46.938	757	44.818	466.389
Net Liquidity Gap	(89.126)	(37.283)	12.398	70.366	49.793	16.745	(22.893)	-
Net Off-balance sheet Position								
Financial	-	1.782	(423)	(1)	-	-	-	1.358
Derivative Assets	-	25.309	5.806	8	-	-	-	31.123
Financial Derivative Liabilities	-	23.527	6.229	9	-	-	-	29.765
Non-cash Loans	32.507	1.641	4.531	21.789	6.417	108	-	66.993

(*) Loans include accruals balances.

(**) Derivative financial instruments are included.

(***) Leasing receivables are included under loans. Unallocated amount represents the net non-performing loans.

(****) Certain assets in the balance sheet that are necessary for the banking operations but cannot be readily convertible into cash in the near future, such as tangible assets, right of use of movables and real estates, investments in associates and subsidiaries, stationary supplies, prepaid expenses are included here.

(*****) The unallocated other liabilities column consists of equity, provisions and (if any) deferred tax liabilities.

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V. Explanations on liquidity risk (continued):

Net Stable Funding Ratio:

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

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

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

As of June 30, 2026, NSFR is calculated as 132,70% (previous period: 151,55%). Considering the amounts to which the consideration rate is applied, Capital items correspond to 15,27% of Available Stable Funding amount (previous period: 18,02%) and Real Person and Retail Customer Deposits corresponds to 49,53% of Available Stable Funding amount (previous period: 49,37%), where those two refers to items to which the highest consideration rates are applied within the scope of the legislation. Performing Receivables, which have the largest share in Required Stable Funding, constitute 53,71% (previous period: 55,78%) of Required Stable Fund amount. Factors such as the development of major balance sheet items such as Loans and Deposits, the change in balance sheet maturity structure and asset encumbrance are effective in the development of the ratio between the periods.

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V. Explanations on liquidity risk (continued):

Net Stable Funding Ratio (continued):

Current Period		a	b	c	ç	d
		Unweighted Amount According to Residual Maturity				Total Weighted Amount
		Non Maturity	Residual maturity of less than 6 months	Residual maturity of six months and longer but less than one year	Residual maturity of one year or more	
Available stable funding						
1	Capital Instruments	49.615	-	-	-	49.615
2	Tier 1 Capital and Tier 2 Capital	49.615	-	-	-	49.615
3	Other Capital Instruments	-	-	-	-	-
4	Real-person and Retail Customer Deposits	106.694	-	70.675	166	160.897
5	Stable Deposits	7.535	-	14.669	80	21.170
6	Less Stable Deposits	99.159	-	56.006	86	139.727
7	Other Obligations	-	-	160.176	-	80.088
8	Operational deposits	-	-	52.700	-	26.350
9	Other Obligations	-	-	107.476	-	53.738
10	Liabilities equivalent to interconnected assets					
11	Other Liabilities	28.700	3.335	11.078	-	34.239
12	Derivative liabilities				3.335	
13	All other equity not included in the above categories	28.700	-	11.078	-	34.239
14	Available stable funding					324.839
Required stable funding						
15	High Quality Liquid Assets					-
16	Deposits held at financial institutions for operational purposes	-	-	-	-	-
17	Performing Loans	237.883	66.634	-	17.292	131.474
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	-	31.166	-	2.083	6.758
20	Loans to corporate customers, real persons and or retail customers, central banks, other than credit agencies and/or financial institutions	237.476	35.468	-	-	114.484
21	Loans with a risk weight of less than or equal to 35%	4.450	-	-	-	2.893
22	Residential mortgages	-	-	-	15.209	9.886
23	Residential mortgages with a risk weight of less than or equal to 35%	-	-	-	15.209	9.886
24	Securities that are not in default and do not qualify as HQLA and exchange-traded equities	407	-	-	-	346
25	Assets equivalent to interconnected liabilities					
26	Other Assets	110.421	-	-	-	108.187
27	Physical traded commodities, including gold	14.798				12.578
28	Initial margin posted or given guarantee fund to central counterparty				-	-
29	Derivative Assets				-	-
30	Derivative Liabilities before the deduction of the variation margin				-	-
31	Other Assets not included above	95.623	-	-	-	95.609
32	Off-balance sheet commitments		102.584	-	-	5.129
33	Total Required stable funding					244.790
34	Net Stable Funding Ratio (%)					132,70

NSFR ratio development in the second 3 months of 2026 is shown in the table below:

Current Period	Ratio
April 30, 2026	140,33
May 31, 2026	146,02
June 30, 2026	132,70
3 Month Average	139,68

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V. Explanations on liquidity risk (continued):

Net Stable Funding Ratio (continued):

Prior Period		a	b	c	ç	d
		Unweighted Amount According to Residual Maturity				Total Weighted Amount
		Non Maturity	Residual maturity of less than 6 months	Residual maturity of six months and longer but less than one year	Residual maturity of one year or more	
Available stable funding						
1	Capital Instruments	54.118	-	-	-	54.118
2	Tier 1 Capital and Tier 2 Capital	54.118	-	-	-	54.118
3	Other Capital Instruments	-	-	-	-	-
4	Real-person and Retail Customer Deposits	98.697	-	64.760	162	148.272
5	Stable Deposits	7.066	-	13.163	62	19.277
6	Less Stable Deposits	91.631	-	51.597	100	128.995
7	Other Obligations	-	-	119.797	-	59.898
8	Operational deposits	-	-	57.137	-	28.568
9	Other Obligations	-	-	62.660	-	31.330
10	Liabilities equivalent to interconnected assets					
11	Other Liabilities	28.653	-	18.766	-	38.036
12	Derivative liabilities			-		
13	All other equity not included in the above categories	28.653	-	18.766	-	38.036
14	Available stable funding					300.324
Required stable funding						
15	High Quality Liquid Assets					-
16	Deposits held at financial institutions for operational Purposes	-	-	-	-	-
17	Performing Loans	197.119	79.855	-	14.417	110.538
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	-	42.981	-	2.225	8.672
20	Loans to corporate customers, real persons and or retail customers, central banks, other than credit agencies and/or financial institutions	196.883	36.874	-	-	93.741
21	Loans with a risk weight of less than or equal to 35%	3.312	-	-	-	2.153
22	Residential mortgages	-	-	-	12.192	7.925
23	Residential mortgages with a risk weight of less than or equal to 35%	-	-	-	12.192	7.925
24	Securities that are not in default and do not qualify as HQLA and exchange-traded equities	236	-	-	-	200
25	Assets equivalent to interconnected liabilities					
26	Other Assets	78.963	4.661	-	-	83.284
27	Physical traded commodities, including gold	2.079				1.767
28	Initial margin posted or given guarantee fund to central Counterparty			-		-
29	Derivative Assets			1.685		1.685
30	Derivative Liabilities before the deduction of the variation margin			2.976		2.976
31	Other Assets not included above	76.884	-	-	-	76.856
32	Off-balance sheet commitments		86.951	-	-	4.348
33	Total Required stable funding					198.170
34	Net Stable Funding Ratio (%)					151,55

NSFR ratio development in the last 3 months of 2025 is shown in the table below.

Prior Period	Ratio
October 31, 2025	157,32
November 30, 2025	157,35
December 31, 2025	151,55
3 Month Average	155,41

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VI. Explanations on leverage ratio:

As of June 30, 2026, leverage ratio of the Bank calculated from the arithmetic average of the last three months is 5,26% (December 31, 2025: 5,26%). Leverage ratio is required to remain minimum 3% as per "Communiqué on Measurement and Evaluation for Leverage Ratios of Banks". The reason for the difference in leverage ratio between current and previous period is that increase in average capital amount is higher than increase in average total risk amount.

	Current Period ^(*)	Prior Period ^(*)
Balance sheet assets		
1 Balance sheet assets (excluding derivative financial assets and credit derivatives, including collaterals)	529.668	449.386
2 (Assets deducted from Core capital)	(2.592)	(2.205)
3 Total risk amount of balance sheet assets (sum of lines 1 and 2)	527.076	447.181
Derivative financial assets and credit derivatives		
4 Cost of replenishment for derivative financial assets and credit derivatives	59	1.519
5 Potential credit risk amount of derivative financial assets and credit derivatives	492	363
6 Total risk amount of derivative financial assets and credit derivatives (sum of lines 4 and 5)	551	1.882
Financing transactions secured by marketable security or commodity		
7 Risk amount of financing transactions secured by marketable security or commodity (excluding Balance sheet)	16.359	4.309
8 Risk amount arising from intermediary transactions	-	-
9 Total risk amount of financing transactions secured by marketable security or commodity (sum of lines 7 and 8)	16.359	4.309
Off-balance sheet transactions		
10 Gross notional amount of off-balance sheet transactions	105.935	101.965
11 (Correction amount due to multiplication with credit conversion rates)	(40)	(40)
12 Total risk of off-balance sheet transactions (sum of lines 10 and 11)	105.895	101.925
Capital and total risk		
13 Core Capital	33.270	29.215
14 Total risk amount (sum of lines 3, 6, 9 and 12)	649.881	555.297
Leverage ratio		
15 Leverage ratio (%)	5,12	5,26

^(*) The average amounts for the last three months.

VII. Explanations on presentation of financial assets and liabilities at fair value:

Not prepared in compliance with the Article 25 of the Communiqué "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

VIII. Explanations regarding the activities carried out on behalf and account of other persons:

Not prepared in compliance with the Article 25 of the Communiqué "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

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IX. Explanations on risk management:

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 numbered 29511 dated October 23, 2015 and became effective as of March 31, 2016. Due to usage of standard approach for the calculation of capital adequacy ratio by the Bank, tables which have to be prepared within the scope of Internal rating-based (IRB) approach have not been presented.

a. Risk management strategy and risk weighted amounts:

a.1. Risk management strategy:

Not prepared in compliance with the "Regulation on Calculation of Risk Management Disclosures".

a.2. Risk weighted amounts:

		Risk Weighted Amount		Minimum capital requirement
		Current Period	Prior Period	Current Period
1	Credit risk (excluding counterparty credit risk) (CCR)	220.540	149.402	17.643
2	Standardised approach (SA)	220.540	149.402	17.643
3	Internal rating-based (IRB) approach	-	-	-
4	Counterparty credit risk	1.037	629	83
5	Standardised approach for counterparty credit risk (SA-CCR)	1.037	629	83
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	43.607	51.805	3.489
17	Standardised approach (SA)	43.607	51.805	3.489
18	Internal model approaches (IMM)	-	-	-
19	Operational Risk	33.589	25.551	2.687
20	Basic Indicator Approach	33.589	25.551	2.687
21	Standard Approach	-	-	-
22	Advanced measurement approach	-	-	-
23	The amount of the discount threshold under the equity (subject to a 250% risk weight)	-	-	-
24	Floor adjustment	-	-	-
25	Total (1+4+7+8+9+10+11+12+16+19+23+24)	298.773	227.387	23.902

b. Financial statements and regulatory exposures reconciliation:

Not prepared in compliance with the "Regulation on Calculation of Risk Management Disclosures".

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IX. Explanations on risk management (continued):

c. Credit risk:

c.1. General information on credit risk:

c.1.1. General qualitative information on credit risk:

Not prepared in compliance with the "Regulation on Calculation of Risk Management Disclosures".

c.1.2. Credit quality of assets:

Current Period	Gross carrying value in financial statements prepared in accordance with Turkish Accounting Standards (TAS)		Allowances/ amortisation and impairments	Net values
	Defaulted	Non-defaulted		
1 Loans	5.491	278.809	7.210	277.090
2 Debt securities	-	73.331	104	73.227
3 Off-balance sheet exposures	45.533	66.161	504	111.189
4 Total	51.024	418.301	7.818	461.507

Prior Period	Gross carrying value in financial statements prepared in accordance with Turkish Accounting Standards (TAS)		Allowances/ amortisation and impairments	Net values
	Defaulted	Non-defaulted		
1 Loans	4.025	232.791	6.058	230.758
2 Debt securities	-	70.608	22	70.586
3 Off-balance sheet exposures	39	103.615	646	103.008
4 Total	4.064	407.014	6.726	404.352

c.1.3. Changes in stock of default loans and debt securities:

	Current Period	Prior Period
1 Defaulted loans and debt securities at end of the previous reporting period	4.064	2.049
2 Loans and debt securities that have defaulted since the last reporting period	2.150	3.191
3 Receivables back to non-defaulted status	(10)	(3)
4 Amounts written off	(18)	(669)
5 Other changes	44.838	(504)
6 Defaulted loans and debt securities at end of the reporting period	51.024	4.064

c.1.4. Additional information on credit quality of assets:

Not prepared in compliance with the "Regulation on Calculation of Risk Management Disclosures".

c.2. Credit risk mitigation

c.2.1 Qualitative disclosure on credit risk mitigation techniques:

Not prepared in compliance with the "Regulation on Calculation of Risk Management Disclosures".

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IX. Explanations on risk management (continued):

c.2.2 Credit risk mitigation techniques:

Current Period		Exposures unsecured: carrying amount as per 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	152.537	124.553	54.977	7.882	1.048	-	-
2	Debt securities	73.227	-	-	-	-	-	-
3	Total	225.764	124.553	54.977	7.882	1.048	-	-
4	Of which defaulted	370	1.041	601	-	-	-	-

Prior Period		Exposures unsecured: carrying amount as per 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	138.614	92.144	38.565	11.982	1.816	-	-
2	Debt securities	70.586	-	-	-	-	-	-
3	Total	209.200	92.144	38.565	11.982	1.816	-	-
4	Of which defaulted	(104)	882	477	-	-	-	-

c.3. Credit risk under standardised approach:

c.3.1. Qualitative disclosures on banks' use of external credit ratings under the standardised approach for credit risk:

Not prepared in compliance with the "Regulation on Calculation of Risk Management Disclosures".

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IX. Explanations on risk management (continued):

c.3.2. Credit risk exposure and credit risk mitigation techniques:

Current Period		Exposures before Credit Conversion Rate and Credit Risk Mitigation		Credit Risk Mitigation and Exposures post-Credit Conversion Rate		Risk Weighted Average and Risk Weighted Average Density	
		On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density
Risk classes							
1	Receivables from central governments or central banks	115.522	-	115.522	-	-	0,00%
2	Receivables from regional or local governments	156	1	156	-	79	50,00%
3	Receivables from administrative units and non-commercial enterprises	193	82	193	26	212	96,82%
4	Receivables from multilateral development banks	-	-	-	-	-	0,00%
5	Receivables from international organizations	-	-	-	-	-	0,00%
6	Receivables from banks and brokerage houses	31.120	4.331	31.120	3.667	12.361	35,53%
7	Receivables from corporates	146.991	51.972	146.991	23.838	130.375	76,32%
8	Retail receivables	27.828	33.071	27.828	7.458	25.520	72,32%
9	Receivables secured by mortgages on property	17.289	2.252	17.289	821	6.370	35,18%
10	Receivables secured by mortgages on commercial property	33.797	10.289	33.797	4.547	19.213	50,11%
11	Past due receivables	660	-	660	-	397	60,13%
12	Receivables defined in high risk category by BRSA	-	-	-	-	-	0,00%
13	Collateralized Securities	-	-	-	-	-	0,00%
14	Short-term receivables from banks, brokerage houses and corporates	-	-	-	-	-	0,00%
15	Investments similar to collective investment funds	-	-	-	-	-	0,00%
16	Other receivables	48.475	-	48.475	-	25.051	51,68%
17	Equity share investments	962	-	962	-	962	100,00%
18	Total	422.993	101.998	422.993	40.357	220.540	47,60%

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IX. Explanations on risk management (continued):

c.3.2. Credit risk exposure and credit risk mitigation techniques (continued):

Prior Period	Risk classes	Exposures before Credit Conversion Rate and Credit Risk Mitigation		Credit Risk Mitigation and Exposures post-Credit Conversion Rate		Risk Weighted Average and Risk Weighted Average Density	
		On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density
1	Receivables from central governments or central banks	90.006	-	90.006	-	-	0,00%
2	Receivables from regional or local governments	58	1	58	-	29	50,00%
3	Receivables from administrative units and non-commercial enterprises	185	51	185	17	197	97,52%
4	Receivables from multilateral development banks	-	-	-	-	-	0,00%
5	Receivables from international organizations	-	-	-	-	-	0,00%
6	Receivables from banks and brokerage houses	26.481	3.106	26.481	2.639	8.751	30,05%
7	Receivables from corporates	98.584	33.670	98.584	15.187	77.542	68,16%
8	Retail receivables	30.045	32.582	30.045	8.510	27.945	72,48%
9	Receivables secured by mortgages on property	12.336	1.926	12.336	718	4.586	35,13%
10	Receivables secured by mortgages on commercial property	22.542	8.353	22.542	3.783	13.178	50,06%
11	Past due receivables	320	-	320	-	191	59,69%
12	Receivables defined in high risk category by BRSA	-	-	-	-	-	0,00%
13	Securities collateralized by mortgages	-	-	-	-	-	0,00%
14	Short-term receivables from banks, brokerage houses and corporates	-	-	-	-	-	0,00%
15	Investments similar to collective investment funds	-	-	-	-	-	-
16	Other receivables	25.306	-	25.306	-	16.817	66,45%
17	Equity share investments	167	-	167	-	167	0,00%
18	Total	306.030	79.689	306.030	30.854	149.403	44,35%

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IX. Explanations on risk management (continued):

c.3.3 Exposures by asset classes and risk weights:

Current Period		35% secured by Property mortgage										Total risk amount (post-CCF and CRM)
Risk Classes/Risk Weighted	0%	10%	20%	50%	75%	100%	150%	250%	Others ^(*)			
1	Receivables from central governments or central banks	115.522	-	-	-	-	-	-	-	-	-	115.522
2	Receivables from regional or local governments	-	-	-	-	156	-	-	-	-	-	156
3	Receivables from administrative units and non-commercial enterprises	5	-	3	-	-	-	212	-	-	-	219
4	Receivables from multilateral development banks	-	-	-	-	-	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-	-	-	-	-	-
6	Receivables from banks and brokerage houses	2.148	-	16.765	-	13.734	-	2.141	-	-	-	34.787
7	Receivables from corporates	28.257	-	6.122	-	7.253	16.308	112.081	808	-	-	170.829
8	Retail receivables	753	-	689	-	-	33.844	-	-	-	-	35.286
9	Receivables secured by mortgages on property	-	-	-	17.991	90	-	28	-	-	-	18.110
10	Receivables secured by mortgages on commercial property	-	-	-	-	38.262	-	82	-	-	-	38.344
11	Past due receivables	2	-	-	-	563	-	55	40	-	-	660
12	Receivables defined in high risk category by BRSA	-	-	-	-	-	-	-	-	-	-	-
13	Collateralized Securities	-	-	-	-	-	-	-	-	-	-	-
14	Short-term receivables from banks, brokerage houses and corporates	-	-	-	-	-	-	-	-	-	-	-
15	Investments similar to collective investment funds	-	-	-	-	-	-	-	-	-	-	-
16	Other receivables	20.261	-	3.953	-	-	-	24.260	-	-	-	48.475
17	Equity share investments	-	-	-	-	-	-	962	-	-	-	962
18	Total	166.947	-	27.531	17.991	60.058	50.151	139.822	848	-	-	463.349

^(*) Represents 500% risk weight.

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IX. Explanations on risk management (continued):

c.3.3 Exposures by asset classes and risk weights:

Prior Period		35% secured by Property mortgage										Total risk amount (post-CCF and CRM)
	Risk Classes/Risk Weighted	0%	10%	20%	35%	50%	75%	100%	150%	250%	Others ^(*)	
1	Receivables from central governments or central banks	90.006	-	-	-	-	-	-	-	-	-	90.006
2	Receivables from regional or local governments	-	-	-	-	58	-	-	-	-	-	58
3	Receivables from administrative units and non-commercial enterprises	3	-	3	-	-	-	196	-	-	-	202
4	Receivables from multilateral development banks	-	-	-	-	-	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-	-	-	-	-	-
6	Receivables from banks and brokerage houses	3.078	-	20.416	-	1.917	-	3.709	-	-	-	29.120
7	Receivables from corporates	28.685	-	6.628	-	4.907	-	73.126	425	-	-	113.771
8	Retail receivables	744	-	748	-	5	37.058	-	-	-	-	38.555
9	Receivables secured by mortgages on property	-	-	-	12.998	38	-	18	-	-	-	13.054
10	Receivables secured by mortgages on commercial property	-	-	-	-	26.295	-	30	-	-	-	26.325
11	Past due receivables	3	-	-	-	275	-	19	23	-	-	320
12	Receivables defined in high risk category by BRSA	-	-	-	-	-	-	-	-	-	-	-
13	Collateralized Securities	-	-	-	-	-	-	-	-	-	-	-
14	Short-term receivables from banks, brokerage houses and corporates	-	-	-	-	-	-	-	-	-	-	-
15	Investments similar to collective investment funds	-	-	-	-	-	-	-	-	-	-	-
16	Other receivables	5.932	-	3.197	-	-	-	16.177	-	-	-	25.306
17	Equity share investments	-	-	-	-	-	-	167	-	-	-	167
18	Total	128.451	-	30.992	12.998	33.495	37.058	93.442	448	-	-	336.884

^(*) Represents 500% risk weight.

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IX. Explanations on risk management (continued):

ç. Counterparty credit risk:

ç.1. Qualitative disclosure on counterparty credit risk:

Not prepared in compliance with the "Regulation on Calculation of Risk Management Disclosures".

ç.2. Counterparty credit risk (CCR) approach analysis:

Current Period		Replacement cost	Potential Future exposure	EEPE ^(*)	Alpha used for computing regulatory exposure at default	EAD post-CRM	RWA
1	Standardised Approach - CCR (for derivatives)	150	887		-	1.037	820
2	Internal Model Method (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)			-	-	-	-
3	Simple Approach for credit risk mitigation (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)					-	-
4	Comprehensive Approach for credit risk mitigation (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)					-	-
5	Value-at-Risk (VaR) for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions					-	-
6	Total						820

(*) Effective Expected Positive Exposure

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IX. Explanations on risk management (continued):

ç. Counterparty credit risk (continued):

ç.2. Counterparty credit risk (CCR) approach analysis (continued):

Prior Period	Replacement cost	Potential Future exposure	EEPE ^(*)	Alpha used for computing regulatory exposure at default	EAD post-CRM	RWA
1 Standardised Approach - CCR (for derivatives)	89	540		-	629	622
2 Internal Model Method (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)			-	-	-	-
3 Simple Approach for credit risk mitigation (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)					-	-
4 Comprehensive Approach for credit risk mitigation (for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions)					-	-
5 Value-at-Risk (VaR) for repo transactions, securities or commodity lending or borrowing transactions, long settlement transactions and securities financing transactions					-	-
6 Total						622

^(*) Effective Expected Positive Exposure

ç.3. Capital requirement for credit valuation adjustment (CVA):

	Current Period		Prior Period	
	EAD post-CRM	RWA	EAD post-CRM	RWA
Total portfolios subject to the Advanced CVA capital obligation	-	-	-	-
1 (i) VaR component (including the 3×multiplier)		-		-
2 (ii) Stressed VaR component (including the 3×multiplier)		-		-
3 All portfolios subject to the Standardised CVA capital obligation	1.037	217	629	7
4 Total subject to the CVA capital obligation	1.037	217	629	7

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IX. Explanations on risk management (continued):

ç.4. CCR exposures by risk class and risk weights:

Current Period												
Risk Classes	Risk Weighted											Total credit exposure ^(*)
	0%	10%	20%	25%	35%	50%	75%	100%	150%	250%	Other	
Receivables from central governments or central banks	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from regional or local governments	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from administrative units and non-commercial enterprises	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from multilateral development banks	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from international organizations	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from banks and brokerage houses	217	-	-	-	-	-	-	14	-	-	-	231
Receivables from corporates	-	-	-	-	-	-	-	806	-	-	-	806
Retail receivables	-	-	-	-	-	-	-	-	-	-	-	-
Receivables secured by mortgages on property	-	-	-	-	-	-	-	-	-	-	-	-
Past due receivables	-	-	-	-	-	-	-	-	-	-	-	-
Receivables defined in high risk category by BRSA	-	-	-	-	-	-	-	-	-	-	-	-
Collateralized Securities	-	-	-	-	-	-	-	-	-	-	-	-
Securitisation positions	-	-	-	-	-	-	-	-	-	-	-	-
Short-term receivables from banks, brokerage houses and corporates	-	-	-	-	-	-	-	-	-	-	-	-
Investments similar to collective investment funds	-	-	-	-	-	-	-	-	-	-	-	-
Equity share investments	-	-	-	-	-	-	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-	-	-	-	-
Total	217	-	-	-	-	-	-	820	-	-	-	1.037

Prior Period												
Risk Classes	Risk Weighted											Total credit exposure ^(*)
	0%	10%	20%	25%	35%	50%	75%	100%	150%	250%	Other	
Receivables from central governments or central banks	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from regional or local governments	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from administrative units and non-commercial enterprises	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from multilateral development banks	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from international organizations	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from banks and brokerage houses	7	-	-	-	-	-	-	260	-	-	-	267
Receivables from corporates	-	-	-	-	-	-	-	362	-	-	-	362
Retail receivables	-	-	-	-	-	-	-	-	-	-	-	-
Receivables secured by mortgages on property	-	-	-	-	-	-	-	-	-	-	-	-
Past due receivables	-	-	-	-	-	-	-	-	-	-	-	-
Receivables defined in high risk category by BRSA	-	-	-	-	-	-	-	-	-	-	-	-
Collateralized Securities	-	-	-	-	-	-	-	-	-	-	-	-
Securitisation positions	-	-	-	-	-	-	-	-	-	-	-	-
Short-term receivables from banks, brokerage houses and corporates	-	-	-	-	-	-	-	-	-	-	-	-
Investments similar to collective investment funds	-	-	-	-	-	-	-	-	-	-	-	-
Equity share investments	-	-	-	-	-	-	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-	-	-	-	-
Total	7	-	-	-	-	-	-	622	-	-	-	629

(*) Total credit risk represents the amount relating to CAR calculation after application of counterparty risk measurement techniques.

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IX. Explanations on risk management (continued):

ç.5. Collaterals for CCR

Current Period	Collateral for derivative transactions				Collateral for other transactions	
	Collaterals received		Collaterals granted		Collaterals received	Collaterals granted
	Segregated	Unsegregated	Segregated	Unsegregated		
Cash-domestic currency	-	-	-	-	-	-
Cash-foreign currency	-	-	-	-	-	-
Domestic sovereign debts	-	-	-	-	-	-
Other sovereign debts	-	-	-	-	-	-
Government agency debts	-	-	-	-	-	-
Corporate debts	-	-	-	-	-	-
Equity securities	-	-	-	-	-	-
Other collateral	-	-	-	-	-	-
Total	-	-	-	-	-	-

Prior Period	Collateral for derivative transactions				Collateral for other transactions	
	Collaterals received		Collaterals granted		Collaterals received	Collaterals granted
	Segregated	Unsegregated	Segregated	Unsegregated		
Cash-domestic currency	-	-	-	-	-	-
Cash-foreign currency	-	-	-	-	-	-
Domestic sovereign debts	-	-	-	-	-	-
Other sovereign debts	-	-	-	-	-	-
Government agency debts	-	-	-	-	-	-
Corporate debts	-	-	-	-	-	-
Equity securities	-	-	-	-	-	-
Other collateral	-	-	-	-	-	-
Total	-	-	-	-	-	-

ç.6. Information on the risks of the Bank arising from purchased or sold credit derivatives

The Bank does not have any risks arising from purchased or sold credit derivatives (December 31, 2025: None).

ç.7. Information on risks of the Bank arising from central counterparty

The Bank does not have any risks arising from central counterparty (December 31, 2025: None).

d. Information to be announced to public on Securitization:

There is not any information to be announced to public on securitization (December 31, 2025: None).

e. Information to be announced to public on Market Risk:

e.1. Qualitative disclosure to be announced to public on market risk:

Not prepared in compliance with the "Regulation on Calculation of Risk Management Disclosures".

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IX. Explanations on risk management (continued):

e.2 Market risk under standardised approach:

		Current Period	Prior Period
		RWA	RWA
Outright products			
1	Profit rate risk (general and specific)	1.323	8.152
2	Equity risk (general and specific)	22.455	18.721
3	Foreign exchange risk	11.741	18.728
4	Commodity risk	8.088	6.204
Options			
5	Simplified approach	-	-
6	Delta-plus method	-	-
7	Scenario approach	-	-
8	Securitisation	-	-
9	Total	43.607	51.805

f. Operational risk:

Not prepared in compliance with the "Regulation on Calculation of Risk Management Disclosures".

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X. Explanations on business segments:

The Bank operates in retail, commercial and corporate banking segments via profit/loss sharing method in accordance with its mission.

Current Period	Retail	Commercial and Corporate	Treasury	Undistributed	Total
Operating Income	3.644	12.695	12.519	30.182	59.040
Operating Expenses	(3.630)	(12.524)	(14.489)	(24.662)	(55.305)
Operating Income/Expenses	14	171	(1.970)	5.520	3.735
Profit/(Loss) Before Tax	14	171	(1.970)	5.520	3.735
Tax Income (Expense)	-	-	-	(648)	(648)
Current Year Profit/(Loss)	14	171	(1.970)	4.872	3.087
Total Assets	19.149	244.628	213.740	57.101	534.618
Total Liabilities	169.894	149.923	144.932	69.869	534.618

Prior Period	Retail	Commercial and Corporate	Treasury	Undistributed	Total
Operating Income	4.887	18.974	10.226	10.518	44.605
Operating Expenses	(7.035)	(18.361)	(9.153)	(1.525)	(36.074)
Operating Income/Expenses	(2.148)	613	1.073	8.993	8.531
Profit/(Loss) Before Tax	(2.147)	613	1.073	8.992	8.531
Tax Income (Expense)	-	-	-	571	571
Current Year Profit/(Loss)	(2.147)	613	1.073	9.563	9.102
Total Assets	17.530	226.236	202.782	19.841	466.389
Total Liabilities	162.051	133.492	138.593	32.253	466.389

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SECTION FIVE

Explanations and notes on the unconsolidated financial statements

I. Explanations and notes related to assets:

1. a. Cash and balances with the Central Bank of Republic of Türkiye (CBRT):

	Current Period		Prior Period	
	TL	FC	TL	FC
Cash/Foreign currency	525	4.533	512	3.720
CBRT	33.550	49.704	27.065	50.025
Other(*)	317	16.214	591	5.239
Total	34.392	70.451	28.168	58.984

(*) Includes precious metals amounting to TL 12.578 (December 31, 2025: TL 1.767) and cash in transit amounting to TL 3.953 (December 31, 2025: TL 4.063) as of June 30, 2026.

b. Information related to CBRT:

	Current Period		Prior Period	
	TL	FC	TL	FC
Unrestricted demand deposit	20.218	6.304	15.957	5.454
Unrestricted time deposit	-	-	-	-
Restricted time deposit ^(*)	13.332	43.400	11.108	44.571
Total	33.550	49.704	27.065	50.025

(*) As of June 30, 2026, the reserve requirement held in standard gold is TL 17.942 (December 31, 2025: TL 15.118).

In accordance with the "Communiqué Regarding the Reserve Requirements numbered 2005/1", banks operating in Türkiye are required to maintain reserves in CBRT for TL and foreign currency liabilities. According to the Communiqué Regarding the Reserve Requirements, reserve requirements can be maintained in TL, USD and/or EURO and standard gold.

As of June 30, 2026, the Bank's applicable rates for Turkish lira required reserves are excluding accounts receiving exchange rate/price protection support from the Central Bank, between 0% and 20% (December 31, 2025: between 0% and 18%); for accounts receiving exchange rate/price protection support from the Central Bank, between 22% and 40% (December 31, 2025: between 22% and 40%); depending on the maturity structure for participation funds and other liabilities and the applicable rates for FX required reserves are between 3% and 30%, depending on the maturity structure of participation funds and other liabilities (December 31, 2025: 5% to 32%).

c.1. Information on Banks:

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
Domestic ^(*)	8.874	177	10.194	302
Abroad	1	13.633	1	24.218
Foreign head offices and branches	-	-	-	-
Total	8.875	13.810	10.195	24.520

(*) Includes blockaged amount TL 8.753 (December 31, 2025: TL 10.092) booked under TL accounts arising from POS transactions.

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I. Explanations and notes related to assets (continued):

c.2. Information on foreign bank accounts:

Not prepared in compliance with the Article 25 of the Communiqué “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

2. Financial assets measured at fair value through profit or loss:

a. Information on financial assets measured at fair value through profit/loss subject to repurchase transactions and given as collateral or blocked:

As of June 30, 2026, the Bank has investment amount subject to repurchase agreements is TL 111 (December 31, 2025: TL 111).

As of June 30, 2026, the collateralized /blocked nominal investment amount is TL 561 (December 31, 2025: TL 3.630).

b. Financial assets measured at fair value through profit/loss

	Current Period		Prior Period	
	TL	FC	TL	FC
Investment fund participation certificates (Net)	21.087	948	17.818	510
Sukuk	335	3.559	276	7.480
Equity Securities	-	199	-	186
Other	-	11	-	11
Total	21.422	4.717	18.094	8.187

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

a. Information on financial assets measured at fair value through other comprehensive income subject to repurchase transactions, given as a collateral or blocked:

As of June 30, 2026, the Bank has a nominal investment amount subject to repurchase agreements is TL 8.446 (December 31, 2025: TL 7.386).

As of June 30, 2026, the collateralized /blocked nominal investment amount is TL 19.705 (December 31, 2025: TL 11.072).

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I. Explanations and notes related to assets (continued):

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

b. Detailed table of financial assets measured at fair value through other comprehensive income:

	Current Period	Prior Period
Debt Securities	39.180	30.997
Quoted on a stock exchange	39.180	30.997
Unquoted	-	-
Investment Funds	-	-
Quoted on a stock exchange	-	-
Unquoted	-	-
Share Certificates	70	65
Quoted on a stock exchange	-	-
Unquoted	70	65
Impairment Provision (-)	90	10
Total	39.160	31.052

4. Information on financial assets measured at amortised cost:

a) Information on financial assets measured at amortised cost subject to repurchase transactions, given as collateral or blocked:

As of June 30, 2026, the nominal investment amount subject to repurchase agreements is TL 3.508 (December 31, 2025: TL 3.339).

As of June 30, 2026, the collateralized/blocked nominal investment amount is TL 13.248 (December 31, 2025: TL 20.418).

b) Information on debt securities measured at amortised cost:

	Current Period	Prior Period
Government Bonds	-	-
Treasury Bills	-	-
Other Government Securities ^(*)	29.964	31.580
Other Debt Securities	-	-
Total	29.964	31.580

^(*) Consists of sukuk certificates issued by Ministry of Treasury and Finance of Türkiye.

c) Information related to financial assets measured at amortised cost:

	Current Period	Prior Period
Debt Securities	29.964	31.580
Quoted on a stock exchange	29.964	31.580
Unquoted	-	-
Impairment provision (-)	-	-
Total	29.964	31.580

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I. Explanations and notes related to assets (continued):

4. Information on financial assets measured at amortised cost (continued):

ç) Movements of the financial investments measured at amortised cost:

	Current Period	Prior Period
Balance at beginning of period	31.580	26.773
Foreign currency differences on monetary assets	1.429	3.075
Purchases during period ^(*)	6.609	2.158
Disposals through sales and redemptions ^(*)	(10.826)	(1.648)
Impairment provision (-)	-	-
Reclassifications	-	-
Increases (decreases) in income accruals	1.172	1.222
Closing balance	29.964	31.580

^(*) Represented on nominal values.

5. Information on derivative financial assets

a) Table of positive differences related to derivative financial assets:

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	16	20	-	-
Swap Transactions	73	32	6	1.959
Futures Transactions	-	-	-	-
Options	-	-	-	-
Others ^(*)	15	2	25	8
Total	104	54	32	1.967

^(*) Represented spot rediscounts.

The Bank has not any derivative financial assets for hedging purposes (December 31, 2025: None).

6. Information on loans:

a. Information on all types of loans and advances given to shareholders and employees of the Bank:

	Current Period		Prior Period	
	Cash	Non-cash	Cash	Non-cash
Direct loans granted to shareholders	1.322	115	795	54
Corporate shareholders	1.321	115	795	54
Real person shareholders	1	-	-	-
Indirect loans granted to shareholders	249	221	401	296
Loans granted to employees	453	-	219	-
Total	2.024	336	1.415	350

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I. Explanations and notes related to assets (continued):

6. Information on loans (continued):

b. Information on standard loans and loans under close monitoring including restructured or rescheduled Loans:

b1. Detailed table for standard loans and loans under close monitoring including restructured or rescheduled loans:

Current Period		Loans Under Close Monitoring		
		Not Under the Scope of	Restructured	
Cash Loans	Standard Loans	Restructuring or Rescheduling	Amendments to the Terms of Contracts	Refinancing
Loans				
Export loans	41.399	445	3	-
Import loans	8.923	87	-	-
Business loans ^(**)	91.562	4.108	3.791	5.892
Consumer loans	18.621	411	12	-
Credit cards	6.500	194	4	-
Loans given to financial sector	2.999	-	-	-
Other ^(*)	58.575	2.346	489	258
Other receivables	-	-	-	-
Total	228.579	7.591	4.299	6.150

^(*) Details of other loans are provided below:

Commercial loans with installments	33.585
Other investment credits	6.065
Loans given to abroad	7.120
Profit and loss sharing investments ^(**)	13.773
Loans for purchase of marketable securities for customer	396
Other	729
Total	61.668

^(**) As of June 30, 2026, the related balance consists of funds provided through three (3) profit and loss sharing investment projects. All of these projects are real estate development initiatives located in various regions of Istanbul. Income sharing of the profit and loss sharing projects is made at the end of the project or at the end of the stage/section, after netting the related cost accounts and calculating the net profit, within the framework of the profit and loss sharing agreement signed between the parties. Profit and loss partnership investments are treated as financial assets at fair value through profit or loss, and the net valuation gain amounting to TL 4.655 for 2025 between the project-based bank's risk and the assets based on independent valuation reports for that project is reflected in the statement of profit or loss. Total cumulative increase in value of investments in profit and loss partnerships amounting to TL 8.344. A net valuation profit of 1.632 TL for the year 2026 has been reflected in the profit or loss statement. The total accumulated value increase on profit and loss sharing investments is 9.873 TL.

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- I. Explanations and notes related to assets (continued):
- b. Information on standard loans and loans under close monitoring including restructured or rescheduled Loans (continued):
- b1. Detailed table for standard loans and loans under close monitoring including restructured or rescheduled loans (continued):

Prior Period		Loans Under Close Monitoring		
		Not Under the Scope of	Restructured	
Cash Loans	Standard Loans	Restructuring or Rescheduling	Amendments to the Terms of Contracts	Refinancing
Loans				
Export loans	29.872	417	9	-
Import loans	18.120	85	-	-
Business loans ^(**)	75.135	2.266	2.956	4.658
Consumer loans	15.340	314	12	-
Credit cards	5.339	149	2	-
Loans given to financial sector	3.308	-	-	-
Other ^(*)	49.023	1.076	411	192
Other receivables	-	-	-	-
Total	196.137	4.307	3.390	4.850

(*) Details of other loans are provided below:

Commercial loans with installments	25.844
Other investment credits	5.843
Loans given to abroad	6.598
Profit and loss sharing investments ^(**)	11.843
Loans for purchase of marketable securities for customer	263
Other	311
Total	50.702

^(**) As of December 31, 2025, the related balance consists of funds provided through three (3) profit and loss sharing investment projects. All of these projects are real estate development initiatives located in various regions of Istanbul. Income sharing of the profit and loss sharing projects is made at the end of the project or at the end of the stage/section, after netting the related cost accounts and calculating the net profit, within the framework of the profit and loss sharing agreement signed between the parties. As of December 31, 2025, profit and loss partnership investments are treated as financial assets at fair value through profit or loss, and the net valuation gain amounting to TL 4.655 for 2025 between the project-based bank's risk and the assets based on independent valuation reports for that project is reflected in the statement of profit or loss. Total cumulative increase in value of investments in profit and loss partnerships amounting to TL 8.344.

- b2. Information on expected credit losses for standard loans and loans under close monitoring:

Current Period	Standard Loans	Loans under close monitoring
12 Month Expected Credit Losses	1.200	-
Significant Increase in Credit Risk	-	1.930
Prior Period	Standard Loans	Loans under close monitoring
12 Month Expected Credit Losses	965	-
Significant Increase in Credit Risk	-	1.846

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I. Explanations and notes related to assets (continued):

c. Maturity analysis of cash loans:

Cash Loans Current Period	Standard Loans	Loans Under Follow-Up	
		Non-restructured	Restructured
Short term loans	81.229	2.882	-
Medium and long-term loans (*)	147.350	4.709	10.449
Total	228.579	7.591	10.449

(*) Loans with original maturities longer than a year are classified as "Medium and Long Term Loans".

Cash Loans Prior Period	Standard Loans	Loans Under Follow-Up	
		Non-restructured	Restructured
Short term loans	72.088	1.755	-
Medium and long-term loans (*)	124.049	2.552	8.240
Total	196.137	4.307	8.240

(*) Loans with original maturities longer than a year are classified as "Medium and Long Term Loans".

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I. Explanations and notes related to assets (continued):

ç. Information on consumer loans, retail credit cards, loans given to personnel and personnel credit cards:

Current Period	Short-term	Medium and long-term	Total
Consumer loans-TL	786	17.880	18.666
Housing loans	21	16.364	16.385
Vehicle loans	188	521	709
Consumer loans	577	995	1.572
Other	-	-	-
Consumer loans-FC indexed	-	-	-
Housing loans	-	-	-
Vehicle loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Consumer loans-FC	-	-	-
Housing loans	-	-	-
Vehicle loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Retail credit cards-TL	2.419	-	2.419
With installment	500	-	500
Without installment	1.919	-	1.919
Retail credit cards-FC	-	-	-
With installment	-	-	-
Without installment	-	-	-
Personnel loans-TL	330	48	378
Housing loans	-	42	42
Vehicle loans	1	5	6
Consumer loans	329	1	330
Other	-	-	-
Personnel loans-FC indexed	-	-	-
Housing loans	-	-	-
Vehicle loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Personnel loans-FC	-	-	-
Housing loans	-	-	-
Vehicle loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Personnel credit cards-TL	75	-	75
With installment	25	-	25
Without installment	50	-	50
Personnel credit cards-FC	-	-	-
With installment	-	-	-
Without-installment	-	-	-
Overdraft account-TL (Real Person)	-	-	-
Overdraft account-FC (Real Person)	-	-	-
Total	3.610	17.928	21.538

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I. Explanations and notes related to assets (continued):

ç. Information on consumer loans, retail credit cards, loans given to personnel and personnel credit cards (continued):

Prior Period	Short-term	Medium and long-term	Total
Consumer loans-TL	824	14.677	15.501
Housing loans	26	13.252	13.278
Vehicle loans	156	534	690
Consumer loans	642	891	1.533
Other	-	-	-
Consumer loans-FC indexed	-	-	-
Housing loans	-	-	-
Vehicle loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Consumer loans-FC	-	10	10
Housing loans	-	6	6
Vehicle loans	-	-	-
Consumer loans	-	4	4
Other	-	-	-
Retail credit cards-TL	2.006	-	2.006
With installment	405	-	405
Without installment	1.601	-	1.601
Retail credit cards-FC	-	-	-
With installment	-	-	-
Without installment	-	-	-
Personnel loans-TL	108	47	155
Housing loans	-	42	41
Vehicle loans	1	4	5
Consumer loans	107	1	109
Other	-	-	-
Personnel loans-FC indexed	-	-	-
Housing loans	-	-	-
Vehicle loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Personnel loans-FC	-	-	-
Housing loans	-	-	-
Vehicle loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Personnel credit cards-TL	64	-	64
With installment	22	-	22
Without installment	42	-	42
Personnel credit cards-FC	-	-	-
With installment	-	-	-
Without-installment	-	-	-
Overdraft account-TL (Real Person)	-	-	-
Overdraft account-FC (Real Person)	-	-	-
Total	3.002	14.734	17.736

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I. Explanations and notes related to assets (continued):

d. Information on commercial loans with installments and corporate credit cards:

Current Period	Short-term	Medium and long-term	Total
Commercial installment loans-TL	3.422	24.056	27.478
Business loans	269	3.536	3.805
Vehicle loans	2.961	19.103	22.064
Consumer loans	192	1.417	1.609
Other	-	-	-
Commercial installment loans-FC indexed	-	2	2
Business loans	-	-	-
Vehicle loans	-	2	2
Consumer loans	-	-	-
Other	-	-	-
Commercial installment Loans-FC	165	5.940	6.105
Business loans	71	1.457	1.528
Vehicle loans	94	3.760	3.854
Consumer loans	-	723	723
Other	-	-	-
Corporate credit cards-TL	4.204	-	4.204
With installment	38	-	38
Without installment	4.166	-	4.166
Corporate credit cards-FC	-	-	-
With installment	-	-	-
Without installment	-	-	-
Overdraft account-TL (Legal Entity)	-	-	-
Overdraft account-FC (Legal Entity)	-	-	-
Total	7.791	29.998	37.789

Prior Period	Short-term	Medium and long-term	Total
Commercial installment loans-TL	3.298	17.058	20.356
Business loans	217	2.235	2.452
Vehicle loans	2.827	13.757	16.584
Consumer loans	254	1.066	1.320
Other	-	-	-
Commercial installment loans-FC indexed	-	1	1
Business loans	-	-	-
Vehicle loans	-	1	1
Consumer loans	-	-	-
Other	-	-	-
Commercial installment Loans-FC	200	5.287	5.487
Business loans	52	1.146	1.199
Vehicle loans	148	3.302	3.450
Consumer loans	-	839	838
Other	-	-	-
Corporate credit cards-TL	3.421	-	3.421
With installment	41	-	41
Without installment	3.380	-	3.380
Corporate credit cards-FC	-	-	-
With installment	-	-	-
Without installment	-	-	-
Overdraft account-TL (Legal Entity)	-	-	-
Overdraft account-FC (Legal Entity)	-	-	-
Total	6.919	22.346	29.265

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I. Explanations and notes related to assets (continued):

e. Allocation of loans by customers:

Not prepared in compliance with the Article 25 of the Communiqué “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

f. Breakdown of domestic and foreign loans:

	Current Period	Prior Period
Domestic loans	239.499	202.086
Foreign loans	7.120	6.598
Total	246.619	208.684

g. Loans granted to subsidiaries and associates:

	Current Period		Prior Period	
	TL	FC	TL	FC
Direct Loans Granted to Subsidiaries and Associates	-	-	-	-
Indirect Loans Granted to Subsidiaries and Associates	-	-	-	-
Total	-	-	-	-

ğ. Specific provisions for loans or provisions for default loans (stage 3):

	Current Period	Prior Period
Loans with limited collectability	505	1.082
Loans with doubtful collectability	1.550	877
Uncollectible loans	2.025	1.288
Total	4.080	3.247

Specific provisions in the amount of TL 4.080 (December 31, 2025 TL 3.247) comprise TL 2.626 (December 31, 2025: TL 2.137) of participation account share of loans provided from participation accounts.

h. Information on non-performing loans (net):

h.1. Information on non-performing and restructured loans:

	Group III Loans with limited collectability	Group IV Loans with doubtful collectability	Group V Uncollectable loans
Current period			
Gross amount before specific provisions	-	2	42
Restructured loans	-	2	42
Prior Period			
Gross amount before specific provisions	2	15	36
Restructured loans	2	15	36

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I. Explanations and notes related to assets (continued):

h. Information on non-performing loans (net):

h.2. Movements of total non-performing loans:

	Group III	Group IV	Group V
Current Period	Loans with limited collectability	Loans with doubtful collectability	Uncollectable loans
Closing balance of prior period	1.462	1.116	1.447
Additions in the current period (+)	1.871	99	180
Transfers from other categories of non-performing loans (+)	-	2.116	1.130
Transfers to other categories of non-performing loans (-)	2.116	1.130	-
Collections in the current period (-)	233	143	280
Transfers to standard loans and write off(-)(*)	9	-	19
Dispose of (-)	-	-	-
Corporate and commercial loans	-	-	-
Retail loans	-	-	-
Credit cards	-	-	-
Other	-	-	-
Closing balance of the current period	975	2.058	2.458
Provisions (-)	505	1.550	2.025
Net balance at the balance sheet	470	508	433

(*) According to "Regulation on the Procedures and Principles for Classification of Loans by Banks and Provisions to be set aside" published in the Official Gazette dated November 27, 2019 numbered 30961, the amount which has been carried to performing loans is TL 10. Since there is no reasonable expectation regarding its recovery, TL 18 has been deleted from the accounting records in the scope of the "Regulation on the Procedures and Principles for Classification of Loans by Banks and Provisions to be set aside" together with its 100% specific provision. The impact of the write-off under TFRS 9 on the NPL ratio is 1 basis points.

Non-performing loans in the amount of TL 5.491 comprise TL 3.496 of participation account share of loans provided from participation accounts.

	Group III	Group IV	Group V
Prior Period	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectable loans and receivables
Closing balance of prior period	479	270	1.270
Additions in the current period (+)	2.929	146	115
Transfers from other categories of non-performing loans (+)	-	1.817	901
Transfers to other categories of non-performing loans (-)	1.817	901	0
Collections in the current period (-)	125	216	171
Transfers to standard loans and write off (-) (*)	4	-	668
Dispose of (-)	-	-	-
Corporate and commercial loans	-	-	-
Retail loans	-	-	-
Credit cards	-	-	-
Other	-	-	-
Closing balance of the current period	1.462	1.116	1.447
Specific provisions (-)	1.082	877	1.288
Net balance at the balance sheet	380	239	159

(*) According to "Regulation on the Procedures and Principles for Classification of Loans by Banks and Provisions to be set aside" published in the Official Gazette dated November 27, 2019 numbered 30961, the amount which has been carried to performing loans is TL 3. Since there is no reasonable expectation regarding its recovery, TL 669 has been deleted from the accounting records in the scope of the "Regulation on the Procedures and Principles for Classification of Loans by Banks and Provisions to be set aside" together with its 100% specific provision. The impact of the write-off under TFRS 9 on the NPL ratio is 34 basis points

Non-performing loans in the amount of TL 4.025 comprise TL 2.631 of participation account share of loans provided from participation accounts.

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I. Explanations and notes related to assets (continued):

h. Information on non-performing loans (net):

h.3. Non-performing loans and other receivables in foreign currencies:

	Group III	Group IV	Group V
	Loans with limited collectability	Loans with doubtful collectability	Uncollectable loans
Current period:			
Period end balance	96	200	419
Provision (-)	58	151	394
Net balance	38	49	25
Prior period:			
Period end balance	135	95	347
Provision (-)	102	78	334
Net balance	33	17	13

h.4. Gross and net amounts of non-performing loans according to user groups:

	Group III	Group IV	Group V
	Loans with limited collectability	Loans with doubtful collectability	Uncollectable loans
Current period (net)	470	508	433
Loans to individuals and corporates (gross)	975	2.058	2.458
Provision (-)	505	1.550	2.025
Loans to individuals and corporates (net)	470	508	433
Banks (gross)	-	-	-
Provision (-)	-	-	-
Banks (net)	-	-	-
Other loans and receivables (gross)	-	-	-
Provision (-)	-	-	-
Other loans (net)	-	-	-
Prior period (net)	380	239	159
Loans to individuals and corporates (gross)	1.462	1.116	1.447
Provision (-)	1.082	877	1.288
Loans to individuals and corporates (net)	380	239	159
Banks (gross)	-	-	-
Provision (-)	-	-	-
Banks (net)	-	-	-
Other loans (gross)	-	-	-
Provision (-)	-	-	-
Other loans (net)	-	-	-

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I. Explanations and notes related to assets (continued):

h. Information on non-performing loans (net):

h.5. Information on accruals, valuation differences and related provisions calculated for non-performing loans for Banks which are providing expected credit loss according to TFRS 9:

	Group III	Group IV	Group V
	Loans with limited collectibility	Loans with doubtful collectibility	Uncollectible loans
Current Period (Net)	31	92	97
Profit Share Accruals and Valuation Differences	65	281	404
Provision (-)	34	189	307
Prior Period (Net)	19	75	39
Profit Share Accruals and Valuation Differences	65	206	210
Provision (-)	46	131	171

i. Liquidation policy for uncollectible loans:

Loans determined as uncollectible are liquidated through starting legal follow up and by converting the guarantees into cash.

i. Information on write-off policies:

Not prepared in compliance with the Article 25 of the Communiqué "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

7. Information on lease receivables (net):

a. Presentation of remaining maturities of funds lent under finance lease method:

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than a year	8.109	7.639	5.940	5.550
1 to 4 years	26.051	20.986	20.515	16.193
More than 4 years	4.939	3.565	2.974	2.364
Total	39.099	32.190	29.429	24.107

b. Information on net investments through finance lease:

	Current Period	Prior Period
Financial lease receivables (Gross)	39.099	29.429
Unearned financial lease receivable (-)	6.909	5.322
Net receivable from financial leases	32.190	24.107

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I. Explanations and notes related to assets (continued):

c. General explanation on finance lease contracts:

Finance lease contracts are realized in accordance with the related articles of Finance Lease, Factoring and Financing Companies Act numbered 6361. There are no restrictions due to finance lease contracts, no renewals or contingent rent payments that materially affect the financial statements.

Information on leasing receivables:

	Standard Loans	Loans Under Close Monitoring		
		Not Under the Scope of Restructuring or Rescheduling	Restructured	
			Loans with Revised Contract Terms	Refinancing
Current Period				
Financial lease receivables (Net)	30.311	1.879	-	-
Prior Period				
Financial lease receivables (Net)	23.299	808	-	-

8. Information on assets held for sale and assets of discontinued operations:

Assets held for sale consist of tangible assets, which have been acquired due to non-performing loans.

	Current Period	Prior Period
Opening Balance	895	4.245
Additions	616	787
Real Estate Acquired	616	787
Discontinued Operations	-	-
Disposals	(103)	(12)
Transfers (*)	(166)	(4.125)
Impairment Provision (-)/Reversal of Impairment Provision	(3)	-
Net closing balance	1.239	895

(*) The transfers and impairments related to the transfers (if any) have been moved to assets held for sale under other assets.

As of June 30, 2026, assets held for sale consist of tangible assets amounting to TL 1.121 (December 31, 2025: TL 777) consist of real estates acquired due to receivables.

As stated in the Public Disclosure Platform(PDP) material event disclosure dated April 3, 2024, with the initiation of the liquidation process of Getinsha GMBH, a subsidiary of the Bank, the related subsidiary has been classified as discontinued operations. Getinsha GmbH has been established in Berlin (Germany) in 2018 in order to provide digital participation banking services through the banking license of Solarisbank AG to collect funds through mentioned license (mudaraba method) and to evaluate funds in accordance with the interest-free finance principles of the signed contract. As of June 30, 2026, the capital of the company is EUR 7.551.715 (full balance in original currency) equivalent to TL 118 as historical cost in the Balance Sheet.

As of December 31, 2025, unreviewed limited financial statements of Getinsha GmbH is as follows:

Name	Address (City/Country)	Bank's share percentage- If different voting percentage (%)	Risk share percentage of other shareholders (%)
Getinsha GmbH	Berlin / Germany	100,00	-

Total assets	Shareholders' equity	Total fixed assets	Dividend or profit share income	Income from marketable securities	Current period profit/loss	Prior years profit/loss	Fair value
251.556 €	-	-	-	(57.189) €	(57.189) €	(7.249.152) €	-

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I. Explanations and notes related to assets (continued):

9. Ownership investments:

a. Associates:

a.1. Information on unconsolidated associates:

On April 30, 2023, the Bank became a shareholder in Katılım Finans Kefalet A.Ş., which was established to establish a surety system in accordance with the principles and principles of Participation Banking. The total capital of the company is TL 600 and the Bank's total participation amount is TL 90 corresponding to 15%. There is a board member representing the Bank's shares in the company.

Name	Address (City/Country)	Bank's share percentage- If different voting percentage (%)	Risk share percentage of other shareholders (%)
Katılım Finans Kefalet A.Ş.	İstanbul/Türkiye	%15	%85

a.2. Information on consolidated associates:

None (December 31,2025: None).

b. Information on subsidiaries (net):

b1. Information on unconsolidated non financial subsidiaries:

As of balance sheet date, the Bank does not have any non financial subsidiaries (December 31,2025: None).

b2. Information on subsidiaries:

Bereket Varlık Kiralama A.Ş and Değer Varlık Kiralama A.Ş., the purpose of which are to obtain rental income by taking over the assets of the source institution and leasing them back to the source institution, issue rent certificates based on said rental income and pass on the related assets to source institution by the end of the rental period. Bereket Varlık Kiralama A.Ş. and Değer Varlık Kiralama A.Ş. have been founded to operate according to rulings of Turkish Trade Law about foundations of incorporations and complying with Communiqué on "Principles Related to Rent Certificates and Asset Leasing Companies dated April 1, 2010, and numbered 27539 serial: 3 no:43 published in Official Gazette by Capital Markets Board of Türkiye and other related regulations. The founding capital of each company is TL 50. As of June 30, 2026, the capital of each company is TL 250.

i. The balances of Bereket Varlık Kiralama A.Ş. presented in the table below have been obtained from unreviewed and TAS29 applied limited financial statements as of June 30, 2026.

Name	Address (City/Country)	Bank's share percentage- If different voting percentage (%)	Risk share percentage of other shareholders (%)
Bereket Varlık Kiralama A.Ş.	İstanbul/Türkiye	100,00	-

Total assets	Shareholders' equity	Total fixed assets	Dividend or profit share income	Income from marketable securities	Current period profit/loss	Prior years profit/loss	Fair value
21.446	1	-	-	-	-	-	-

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
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(Million of Turkish Lira (TL) unless otherwise stated)

I. Explanations and notes related to assets (continued):

b2. Information on subsidiaries (continued):

ii. The balances of Değer Varlık Kiralama A.Ş. presented in the table below have been obtained from unreviewed and TAS29 applied limited financial statements as of June 30, 2026.

Name	Address (City/Country)	Bank's share percentage- If different voting percentage (%)	Risk share percentage of other shareholders (%)
Değer Varlık Kiralama A.Ş.	İstanbul / Türkiye	100,00	-

Total assets	Shareholders' equity	Total fixed assets	Dividend or profit share income	Income from marketable securities	Current period profit/loss	Prior years profit/loss	Fair value
3.020	55	-	-	-	22	32	-

iii. In the Board of Directors meeting dated February 25, 2015, the Bank has taken a resolution on establishment a real estate portfolio management company with the name of "Albaraka Gayrimenkul Portföy Yönetimi A.Ş. whose capital is TL 5. The company is registered on June 3, 2015 and the foundation of the company is published on Trade Registry Gazette dated June 9, 2015 numbered 8837. The title of the company was changed to "Albaraka Portföy Yönetimi A.Ş." upon the decision of "2018 Extraordinary General Assembly" dated December 20, 2017. As of June 30, 2026, the capital of the company is TL 400. The balances of Albaraka Portföy Yönetimi A.Ş. presented in the table below have been obtained from unreviewed and TAS29 applied independent financial statements as of June 30, 2026.

Name	Address (City/Country)	Bank's share percentage- If different voting percentage (%)	Risk share percentage of other shareholders (%)
Albaraka Portföy Yönetimi A.Ş.	İstanbul/Türkiye	100,00	-

Total assets	Shareholders' equity	Total fixed assets	Dividend or profit share income	Income from marketable securities	Current period profit/loss	Prior years profit/loss	Fair value
3.242	3.122	5	11	-	638	1.866	-

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
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I. Explanations and notes related to assets (continued):

c. Movement and sectoral information on consolidated subsidiaries:

	Current Period	Prior Period
Amount at the beginning of the period	5	5
Movements inside the term	-	-
Purchases/new incorporations/capital increases/capital decreases (-)	-	-
Bonus shares	-	-
Profit received from current year share	-	-
Sales / Capital deductions (-) ^(*)	-	-
Revaluation increases	-	-
Impairments	-	-
Amount at the end of the period	5	5
Capital commitments	-	-
Share of the capital at the end of the period (%)	100	100

	Current Period	Prior Period
Banks	-	-
Insurance Companies	-	-
Factoring Companies	-	-
Leasing Companies	-	-
Financing Companies	-	-
Other Financial Subsidiaries	5	5

d. Information on investments in joint-ventures:

The Bank founded Katılım Emeklilik ve Hayat A.Ş. ("Company") – a private pension and insurance company-through equal partnership with Kuveyt Turk Katılım Bankası A.Ş. in the form of joint venture in accordance with Board of Directors' decision dated May 10, 2013 numbered 1186, and permission of BRSA dated September 24, 2013 numbered 4389041421.91.11-24049. The Company was registered on December 17, 2013 and noticed in Trade registry gazette dated December 23, 2013 and numbered 8470. The financial data from unreviewed and TAS29 not applied limited financial statements as of June 30, 2026 is as follows:

Joint-Ventures	The Parent Bank's shareholding percentage (%)	Group's shareholding percentage (%)	Current Assets	Non-Current Assets	Long Term Debts	Income	Expense
Katılım Emeklilik ve Hayat A.Ş.	%50	%50	7.082	73.546	73.313	4.104	3.673

Investment in joint venture in the unconsolidated financial statements is carried at cost amounts to TL 20.

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I. Explanations and notes related to assets (continued):

10. Information on tangible assets:

Not prepared in compliance with the Article 25 of the Communiqué "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

11. Information on intangible assets:

Not prepared in compliance with the Article 25 of the Communiqué "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

12. Information on investment property:

None (December 31, 2025: None).

13. Information related to deferred tax asset:

As of June 30, 2026, the Bank calculated net deferred tax asset of TL 4.579 (December 31, 2025: TL 3.925) by netting off deferred tax asset of TL 2.212 (December 31, 2025: TL 2.202) and deferred tax liability of TL 2.367 (December 31, 2025: TL 1.722) on all tax deductible/taxable temporary differences arising between the carrying amounts and the tax base of assets and liabilities in the financial statements that will be considered in the calculation of taxable earnings in the future periods.

	Current Period	Prior Period
Rediscount on profit share and prepaid fees and commission income and unearned revenues	722	512
Provisions for retirement premium and vacation pay liabilities	395	811
Difference between carrying value and tax base of tangible assets (amortisation differences)	386	344
Provisions for cases on trial	29	25
Provisions	615	627
Leasing profit share expenses	251	212
Other (*)	2.181	1.394
Deferred tax asset	4.579	3.925
Revaluation difference of property	560	580
Rediscount on profit share	1.000	454
Right of use assets	502	416
Derivative financial liabilities	42	590
Investment funds	-	-
Other (**)	108	162
Deferred tax liability	2.212	2.202
Deferred tax asset (net)	2.367	1.723

(*) As per Tax Procedure Law As of 2026, inflation indexation of non monetary assets has been discontinued and cancelled. Includes TL 934 arising from adjustment of non monetary assets in 2026 as per Tax Procedure Law calculated using inflation index.

(**) Includes TL 39, the deferred tax liability of securities revaluation at fair value through other comprehensive income (December 31, 2025: 127 TL).

14. Information on other assets:

As of the balance sheet date, the Bank's other assets balance is TL 22.638 (December 31, 2025: TL 12.666) and does not exceed 10% of total assets.

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II. Explanations and notes related to liabilities:

1. Information on funds collected:

a. Information on maturity structure of funds collected:

Current Period	Demand	Up to 1 month	Up to 3 months	Up to 6 months	Up to 9 months	Up to 1 year	Over 1 year	Accumulated participation accounts	Total
I. Real Persons Current Accounts									
Non-Trade TL	10.473	-	-	-	-	-	-	-	10.473
II. Real Persons Participation Accounts Non-Trade TL	-	9.144	34.863	1.190	-	80	1.047	61	46.385
III. Current Account other-TL	15.626	-	-	-	-	-	-	-	15.626
Public Sector	935	-	-	-	-	-	-	-	935
Commercial Institutions	13.560	-	-	-	-	-	-	-	13.560
Other Institutions	1.093	-	-	-	-	-	-	-	1.093
Commercial and Other Institutions	16	-	-	-	-	-	-	-	16
Banks and Participation Banks	22	-	-	-	-	-	-	-	22
Central Bank of Türkiye	-	-	-	-	-	-	-	-	-
Domestic Banks	-	-	-	-	-	-	-	-	-
Foreign Banks	22	-	-	-	-	-	-	-	22
Participation Banks	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
IV. Participation Accounts-TL	-	3.888	4.185	138	-	-	65	-	8.276
Public Sector	-	-	2	-	-	-	-	-	2
Commercial Institutions	-	3.400	3.444	85	-	-	62	-	6.991
Other Institutions	-	488	736	53	-	-	3	-	1.280
Commercial and Other Institutions	-	-	3	-	-	-	-	-	3
Banks and Participation Banks	-	-	-	-	-	-	-	-	-
V. Real Persons Current Accounts Non- Trade FC	39.165	-	-	-	-	-	-	-	39.165
VI. Real Persons Participation Accounts Non-Trade FC	-	9.062	9.172	751	-	53	1.306	24	20.368
VII. Other Current Accounts FC	30.158	-	-	-	-	-	-	-	30.158
Residents in Türkiye-Corporate	20.355	-	-	-	-	-	-	-	20.355
Residents Abroad-Corporate	7.187	-	-	-	-	-	-	-	7.187
Banks and Participation Banks	2.616	-	-	-	-	-	-	-	2.616
Central Bank of Türkiye	723	-	-	-	-	-	-	-	723
Domestic Banks	-	-	-	-	-	-	-	-	-
Foreign Banks	1.892	-	-	-	-	-	-	-	1.892
Participation Banks	1	-	-	-	-	-	-	-	1
Other	-	-	-	-	-	-	-	-	-
VIII. Participation Accounts other-FC	-	2.560	1.372	658	-	-	10	2	4.602
Public sector	-	-	-	-	-	-	-	-	-
Commercial institutions	-	2.443	1.342	422	-	-	10	2	4.219
Other institutions	-	100	27	2	-	-	-	-	129
Commercial and Other Institutions	-	17	3	-	-	-	-	-	20
Banks and Participation Banks	-	-	-	234	-	-	-	-	234
IX. Precious Metals Deposits	58.512	36	140	1.181	-	133	262	10	60.274
X. Participation Accounts Special Fund Pools TL	-	-	-	39	-	-	-	-	39
Residents in Türkiye	-	-	-	39	-	-	-	-	39
Residents Abroad	-	-	-	-	-	-	-	-	-
XI. Participation Accounts Special Fund Pools – FC	-	-	-	-	-	-	-	-	-
Residents in Türkiye	-	-	-	-	-	-	-	-	-
Residents Abroad	-	-	-	-	-	-	-	-	-
XII. Participation Accounts Special Fund Pools—Precious Metals -FC	-	-	-	-	-	-	-	-	-
Residents in Türkiye	-	-	-	-	-	-	-	-	-
Residents abroad	-	-	-	-	-	-	-	-	-
XIII. Participation Accounts Investment Mandate Pools -TL	-	20.560	22.645	31.040	-	5.565	14.796	-	94.606
XIV. Participation Accounts Investment Mandate Pools - FC	-	-	-	-	-	-	-	-	-
XV. Participation Accounts Investment Mandate Pools—Precious Metals -FC	-	-	-	-	-	-	-	-	-
Total (I+II+....+ XIII+XIV+XV)	153.934	45.250	72.377	34.997	-	5.831	17.486	97	329.972

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II. Explanations and notes related to liabilities (continued):

a. Information on maturity structure of funds collected (continued):

Prior Period	Demand	Up to 1 month	Up to 3 months	Up to 6 months	Up to 9 months	Up to 1 year	Over 1 year	Accumulated participation accounts	Total
I. Real Persons Current Accounts Non-Trade TL	10.437	-	-	-	-	-	-	-	10.437
II. Real Persons Participation Accounts Non-Trade TL	-	8.581	29.556	797	-	138	754	135	39.961
III. Current Account other-TL	19.814	-	-	-	-	-	-	-	19.814
Public Sector	636	-	-	-	-	-	-	-	636
Commercial Institutions	18.100	-	-	-	-	-	-	-	18.100
Other Institutions	890	-	-	-	-	-	-	-	890
Commercial and Other Institutions	165	-	-	-	-	-	-	-	165
Banks and Participation Banks	23	-	-	-	-	-	-	-	23
Central Bank of Türkiye	-	-	-	-	-	-	-	-	-
Domestic Banks	-	-	-	-	-	-	-	-	-
Foreign Banks	23	-	-	-	-	-	-	-	23
Participation Banks	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
IV. Participation Accounts-TL	-	5.392	4.129	100	-	-	56	357	10.034
Public Sector	-	-	2	-	-	-	-	-	2
Commercial Institutions	-	5.123	3.596	96	-	-	54	357	9.226
Other Institutions	-	269	529	4	-	-	2	-	804
Commercial and Other Institutions	-	-	2	-	-	-	-	-	2
Banks and Participation Banks	-	-	-	-	-	-	-	-	-
V. Real Persons Current Accounts Non- Trade FC	38.131	-	-	-	-	-	-	-	38.131
VI. Real Persons Participation Accounts Non-Trade FC	-	9.073	9.175	756	-	49	1.377	33	20.463
VII. Other Current Accounts FC	31.230	-	-	-	-	-	-	-	31.230
Residents in Türkiye- Corporate	22.343	-	-	-	-	-	-	-	22.343
Residents abroad-Corporate	6.009	-	-	-	-	-	-	-	6.009
Banks and Participation Banks	2.878	-	-	-	-	-	-	-	2.878
Central Bank of Türkiye	-	-	-	-	-	-	-	-	-
Domestic Banks	-	-	-	-	-	-	-	-	-
Foreign Banks	2.878	-	-	-	-	-	-	-	2.878
Participation Banks	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
VIII. Participation Accounts other- FC	-	2.468	713	610	-	-	9	2	3.802
Public Sector	-	-	-	-	-	-	-	-	-
Commercial Institutions	-	2.430	688	396	-	-	9	2	3.525
Other Institutions	-	35	23	2	-	-	-	-	60
Commercial and Other Institutions	-	3	2	-	-	-	-	-	5
Banks and Participation Banks	-	-	-	212	-	-	-	-	212
IX. Precious Metals Deposits	52.023	650	942	1.183	-	160	252	8	55.218
X. Participation Accounts Special Fund Pools TL	-	-	-	31	-	-	-	-	31
Residents in Türkiye	-	-	-	31	-	-	-	-	31
Residents abroad	-	-	-	-	-	-	-	-	-
XI. Participation Accounts Special Fund Pools -FC	-	-	-	-	-	-	-	-	-
Residents in Türkiye	-	-	-	-	-	-	-	-	-
Residents abroad	-	-	-	-	-	-	-	-	-
XII. Participation Accounts Special Fund Pools— Precious Metals -FC	-	-	-	-	-	-	-	-	-
Residents in Türkiye	-	-	-	-	-	-	-	-	-
Residents abroad	-	-	-	-	-	-	-	-	-
XIII. Participation Accounts Investment Mandate Pools - TL	-	16.078	9.961	5.728	-	8.053	9.103	-	48.923
XIV. Participation Accounts Investment Mandate Pools - FC	-	-	-	-	-	-	-	-	-
XV. Participation Accounts Investment Mandate Pools— Precious Metals -FC	-	-	-	-	-	-	-	-	-
Total (I+II+.....+XIII+XIV+XV)	151.635	42.242	54.476	9.205	-	8.400	11.551	535	278.044

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II. Explanations and notes related to liabilities (continued):

b. Information on participation fund under the guarantee of insurance:

b.1. Under the guarantee of Insurance and Exceeding the limit of Insurance Fund (*):

Information on real persons' current and participation accounts not subject to trading transactions under the guarantee of insurance and exceeding the limit of Insurance Fund:

	Under the guarantee of Insurance	Under the guarantee of Insurance	Exceeding the guarantee of Insurance	Exceeding the guarantee of Insurance
	Current Period	Prior Period	Current Period	Prior Period
Real persons' current and participation accounts not subject to trading transactions				
Turkish Lira accounts	22.650	20.371	34.245	30.057
Foreign currency accounts	39.367	34.154	73.266	73.620
Foreign branches' deposits subject to foreign authorities' insurance	75	73	234	194
Off-shore deposits under foreign authorities' insurance	-	-	-	-

(*) In accordance with the "Regulation on Amending the Regulation on the Insurable Deposit and Participation Funds and Premiums to be Collected by the Savings Deposit Insurance Fund" published in the Official Gazette dated August 27, 2022 and numbered 31936, all deposit and participation funds have been insured except official institutions in the presence of credit institutions, credit institutions and financial institutions. In this context, commercial current and participation accounts covered by the insurance amount to TL 12.802 (December 31, 2025: TL 11.507), amounts exceeding the insurance limit is TL 58.692 (December 31, 2025: TL 60.364) and the mentioned amount is not included in the footnote.

Funds collected by Participation Banks (except belonging to official institutions, credit institutions and financial institutions) from current and participation accounts denominated in Turkish Lira or foreign currency up to a limit of maximum Million of TL 1.200 (December 31, 2025: Thousand of TL 950) (including both principal and profit shares) for each real person or legal person is under the guarantee of Saving Deposit Insurance Fund in accordance with the Banking Law numbered 5411.

b.2. Funds collected which are not under the guarantee of insurance fund:

Funds collected of real persons which are not under the guarantee of insurance fund:

	Current Period	Prior Period
Foreign Branches' Profit Sharing Accounts and Other Accounts	-	-
Profit Sharing Accounts and Other Accounts of Controlling Shareholders and Profit Sharing Accounts and Other Accounts of Their Mother, Father, Spouse, and Children in Care	-	-
Profit Sharing Accounts and Other Accounts of Chairman and Members of Board Of Directors or Managers, General Manager and Assistant General Managers and Profit Sharing Accounts and Other Accounts of Their Mother, Father, Spouse, and Children in Care	32	29
Profit Sharing Accounts and Other Accounts in Scope of the Property Holdings Derived from Crime Defined in article 282 of Turkish Criminal Law no:5237 dated 26.09.2004	-	-
Profit Sharing Accounts in Participation Banks Established in Türkiye in order to engage solely in Off-Shore Banking Activities	-	-

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II. Explanations and notes related to liabilities (continued):

2. Information on borrowings:

a.1. Information on banks and other financial institutions:

	Current Period		Prior Period	
	TL	FC	TL	FC
Loans from CBRT	-	-	-	-
Loans from domestic banks and institutions	33.395	36.007	32.868	39.054
Loans from foreign banks, institutions and funds	18.146	21.485	12.538	21.512
Total	51.541	57.492	45.406	60.566

a.2. Maturity analysis of funds borrowed:

	Current Period		Prior Period	
	TL	FC	TL	FC
Short-Term	45.344	7.905	37.723	20.160
Medium and Long-Term	6.197	49.587	7.683	40.406
Total	51.541	57.492	45.406	60.566

b. Additional disclosures on concentration areas of Bank's liabilities:

The Bank does not have concentration on customer or sector group providing funds (December 31, 2025: None).

3. Information on derivative financial liabilities:

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward transactions	17	-	-	-
Swap transactions	373	3.086	279	2
Futures transactions	-	-	-	-
Options	-	-	-	-
Other	-	-	-	-
Total	390	3.086	279	2

The Bank has not any derivative financial liabilities for hedging purposes (December 31, 2025: None).

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II. Explanations and notes related to liabilities (continued):

4. Lease payables:

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than a year	62	53	30	25
1 to 4 years	739	588	596	469
Over 4 years	1.710	1.132	1.743	1.123
Total	2.511	1.773	2.369	1.617

5. Information on provisions:

a. Information on provisions for employee rights:

Provisions for employee benefits consist of reserve for employee termination benefits amounting to TL 1.096 (December 31, 2025: TL 916), vacation pay liability amounting to TL 221 (December 31, 2025: TL 111) totaling to TL 1.317 (December 31, 2025: TL 2.077). The Bank has calculated the reserve for employee termination benefits using actuarial valuation methods as indicated in TAS 19. Accordingly, following actuarial assumptions were used in the calculation of the total liability.

	Current Period	Prior Period
Discount rate (%)	29,00	29,00
Estimated increase rate of salary ceiling (%)	25,75	25,75

Movement of the reserve for employment termination benefits in the balance sheet is as follows:

	Current Period	Prior Period
Prior period ending balance	916	693
Allocation the in period	180	232
Actuarial (gain)/loss	-	(9)
Balance at the end of the period	1.096	916

b. Other provisions:

	Current Period	Prior Period
Non-cash loans first and second stage expected loss provisions	162	411
Provisions allocated from profit shares to be distributed to profit sharing accounts	285	187
Third stage expected loss provisions for unindemnified letter of guarantees	46	39
Third stage expected loss provisions for cheques commitments	11	9
Provisions for promotions related with credit cards and promotion of banking services	8	6
Provisions for cases on trial	98	82
Accrual for purchase and sale commitments	10	97
Free provisions allocated for possible losses ^(*)	1.040	1.850
Other	1	1
Total	1.661	2.682

(*) This amount includes 1.040 TL in free provisions, all of which were set aside in 2026 by the bank's management in addition to the requirements of the BRSA Accounting and Financial Reporting Regulations. (December 31, 2025: TL 1.850).

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II. Explanations and notes related to liabilities (continued):

5. Information on provisions (continued):

c. Information on provisions for foreign exchange losses on foreign currency indexed loans and financial lease receivables:

As of June 30, 2026, there is no provision for exchange losses in foreign currency indexed loans and financial lease receivables (December 31, 2025: None).

6. Information on taxes payable:

a. Explanations on current tax liability

a.1. Explanations on tax provisions:

As of June 30, 2026, the Bank's remaining tax liability after deducting the temporary taxes paid from corporate tax is TL 775 (December 31, 2025: TL 92).

a.2. Information on taxes payable:

	Current Period	Prior Period
Corporate taxes payable	775	92
Banking insurance transaction tax	389	403
Taxation on securities income	306	447
Value added tax payable	26	30
Taxation on real estate income	8	7
Foreign exchange transaction tax	17	28
Income tax deducted from wages	127	101
Other	9	10
Total	1.657	1.118

a.3. Information on premiums:

	Current Period	Prior Period
Social security premiums-employee	67	49
Social security premiums-employer	99	62
Bank pension fund premium-employees	-	-
Bank pension fund premium-employer	-	-
Pension fund membership fees and provisions-employees	-	-
Pension fund membership fees and provisions-employer	-	-
Unemployment insurance-employee	5	3
Unemployment insurance-employer	9	7
Other	-	-
Total	180	121

7. Liabilities for assets held for sale and discontinued operations:

None (December 31, 2025: None).

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II. Explanations and notes related to liabilities (continued):

8. Detailed explanations on number, maturity, profit share rate, creditor and option to convert to share certificates; if any; of subordinated loans:

Information on subordinated loans:

	Current Period		Prior Period	
	TL	FC	TL	FC
Debt instruments to be included in calculation of additional Tier I Capital	-	-	-	-
Subordinated loans	-	-	-	-
Subordinated debt instruments	-	-	-	-
Debt instruments to be included in calculation of Tier II Capital	-	20.275	-	18.624
Subordinated loans	-	20.275	-	18.624
Subordinated debt instruments	-	-	-	-
Total	-	20.275	-	18.624

The Bank has obtained subordinated loan on February 28, 2023 from the investors not resident in Türkiye through its structured entity Albaraka CT One Ltd amounting to USD 100.000.000 with 10 years maturity with a grace period of 5 years. The profit rate of the Subordinated Loan is 10 %.

On October 30, 2024, the Bank has completed the issuance of USD 120.000.000 Tier 2 Sukuk (Tier 2) in Tier 2 format from international markets through its structured entity Albaraka MTN Ltd. The total maturity of the issuance is 10 years with a call option at the end of 5 years and the coupon dividend rate is set at 7%.

The Bank, through its structured entity "Bereket One Ltd.", issued a non-maturity sukuk transaction amounting to USD 205.000.000 in accordance with the Basel III criteria listed on the Irish Stock Exchange, which was evaluated as a non-monetary item within the framework of TAS 32 and approved by the BRSA to be included in the additional tier 1 capital account as of February 20, 2018. The total maturity of the issuance is 10 years, the first call date of the sukuk transaction is February 20, 2023, with an annual dividend payment of 11,42% (10% per annum for the first 5 years, payable semi-annually). As of December 31, 2024, the Bank has started to monitor the Tier 1 sukuk transaction at historical cost under "other capital reserves" in equity, but after February 24, 2025, based on the BRSA's letter dated February 10, 2025 and numbered 9196, the Bank started to monitor the Tier 1 sukuk transaction in foreign currency under the Subordinated Loan item under liabilities.

9. Breakdown of items in other liabilities, which exceed 10% of the balance sheet total, and breakdown of items, which constitute at least 20% of grand total:

As of the balance sheet date, the Bank's other liabilities balance is TL 21.294 (December 31, 2025: TL 16.316) and does not exceed 10% of total liabilities.

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II. Explanations and notes related to liabilities (continued):

10. Information on shareholders' equity:

a. Presentation of paid-in capital:

	Current Period	Prior Period
Common stock	2.500	2.500
Preferred stock	-	-

b. Paid-in capital amount, explanation as to whether the registered share capital system is applicable at the Bank and if so, amount of the registered share capital ceiling:

In the Boards of Directors dated November 30, 2022, it has been decided that authorized share capital is TL 5.000 between 2023 and 2027 (5 years). Following the applications to legal authorities and their approval, The Bank's text of amendment to the main contract has been approved in the General Assembly dated March 27, 2023.

Share Capital System	Paid-in Capital	Ceiling
Registered Capital	2.500	5.000

c. Information on the share capital increases during the period and their sources; other information on increased capital in the current period:

There is no share capital increase in the current period.

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

There is no share capital increase from capital reserves during the current period.

d. Capital commitments in the last fiscal year and by the end of the following interim period, general purpose of these commitments and projected resources required to meet these commitments:

There are no capital commitments until the end of the last fiscal year and following interim period.

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II. Explanations and notes related to liabilities (continued):

10. Information on shareholders' equity (continued):

e. Estimated effects on the shareholders equity of the Bank, of predictions to be made by taking into account previous period indicators regarding the Bank's income, profitability and liquidity, and uncertainties regarding such indicators:

The Bank continues its operations in a profitable manner and majority of the profits are kept in shareholders' equity through transfer to reserves. Moreover, the Bank's shareholders' equity is invested in liquid and earning assets.

f. Information on privileges given to stocks representing the capital:

There are no privileges given to stocks representing the capital.

g. Information on marketable securities valuation reserve:

	Current Period		Prior Period	
	TL	FC	TL	FC
From investments in associates, subsidiaries, and joint ventures	-	-	-	-
Valuation difference (*)	(123)	215	(79)	376
Foreign exchange difference	-	-	-	-
Total	(123)	215	(79)	376

(*) The amount represents the net balance after deferred tax calculation.

ğ) Information on other capital reserves:

As of December 31, 2024, the Bank has been monitoring the Tier 1 sukuk transaction amounting to USD 205.000.000 under "other capital reserves" in equity at historical cost, but after February 24, 2025, based on the approval of the BRSA, the Bank started to monitor it in foreign currency under the Subordinated Loan item under liabilities.

h) Information on profit distribution:

At the Ordinary General Assembly meeting held on March 27, 2026, the Bank decided to set aside reserves and TL 53 as tier II legal reserves from the net profit for the period in accordance with Article 519/1 of the Turkish Commercial Code No. 6102, to distribute gross TL 125 and TL 530 to the shareholders as the first and second cash dividends, respectively, and the remaining net profit amounting to TL 5.831 to be transferred to the Extraordinary Reserves account in order to support capital adequacy, and the dividend distribution was realized on April 15, 2026.

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III. Explanations and notes related to off-balance sheet:

1. Explanations on off balance sheet:

a. Type and amount of irrevocable loan commitments:

	Current Period	Prior Period
Commitments for credit card limits	18.833	15.942
Payment commitments for cheques	3.680	2.990
Asset purchase and sale commitments	9.111	16.703
Loan granting commitments	625	625
Subsidiaries and Associates Commitments	-	-
Tax and funds liabilities arising from export commitments	658	351
Commitments for promotions related with credit cards and banking activities	4	4
Other irrevocable commitments	1	1
Other revocable commitments	45	45
Total	32.957	36.661

b. Type and amount of possible losses and commitments arising from off-balance sheet items:

b.1. Non-cash loans including guarantees, bank acceptances, collaterals and others that are accepted as financial commitments and other letters of credit:

	Current Period	Prior Period
Letters of guarantees	57.571	52.518
Bank loans	542	439
Letters of credit	20.534	13.945
Other guaranties and sureties	93	91
Total	78.740	66.993

b.2. Revocable, irrevocable guarantees and other similar commitments and contingencies:

	Current Period	Prior Period
Letters of guarantees	57.571	52.518
Long standing letters of guarantees	45.678	41.155
Temporary letters of guarantees	1.996	2.832
Advance letters of guarantees	3.116	2.614
Letters of guarantees given to customs	3.469	3.037
Letters of guarantees given for obtaining cash loans	3.312	2.880
Sureties and similar transactions	93	91
Total	57.664	52.609

c. Within the Non-cash Loans

c.1. Total amount of non-cash loans:

	Current Period	Prior Period
Non-cash loans given against cash loans	3.312	2.879
With original maturity of 1 year or less	1.230	869
With original maturity of more than 1 year	2.082	2.010
Other non-cash loans	75.427	64.114
Total	78.740	66.993

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III. Explanations and notes related to off-balance sheet (continued):

c.2. Sectoral risk concentration of non-cash loans:

Not prepared in compliance with the Article 25 of the Communiqué “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

c.3. Information on the non-cash loans classified in Group I and Group II:

Not prepared in compliance with the Article 25 of the Communiqué “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

2. Explanations on derivative transactions:

Not prepared in compliance with the Article 25 of the Communiqué “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

3. Explanations on contingent assets and liabilities:

Not prepared in compliance with the Article 25 of the Communiqué “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

4. Explanations on services rendered on behalf of third parties:

Not prepared in compliance with the Article 25 of the Communiqué “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

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IV. Explanations and notes related to the statement of profit or loss:

1. Information on profit share income:

a. Information on profit share income received from loans:

	Current Period		Prior Period	
	TL	FC	TL	FC
Profit share received from loans ^(*)				
Short Term Loans	10.294	1.230	7.378	1.065
Medium- and Long-Term Loans	15.819	2.673	8.803	1.780
Profit Share on Non-Performing Loans	355	7	161	2
Premiums Received from Resource Utilization Support Fund	-	-	-	-
Total	26.468	3.910	16.342	2.847

(*) Includes fees and commission income on cash loans.

b. Information on profit share income received from banks:

	Current Period		Prior Period	
	TL	FC	TL	FC
CBRT	3.692	-	2.674	-
Domestic Banks	-	-	-	-
Foreign Banks	-	-	-	-
Head Offices and Branches Abroad	-	-	-	-
Total	3.692	-	2.674	-

c. Information on profit share income received from marketable securities:

	Current Period		Prior Period	
	TL	FC	TL	FC
Financial assets measured at fair value through profit/loss	38	148	54	130
Financial assets measured at fair value through other comprehensive income	4.019	303	1.860	212
Financial assets measured at amortised cost	1.973	580	1.337	505
Total	6.030	1.031	3.251	847

ç. Information on profit share income received from associates and subsidiaries:

	Current Period		Prior Period	
	TL	FC	TL	FC
Profit shares income received from associates and subsidiaries	34	-	5	-
Total	34	-	5	-

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IV. Explanations and notes related to the statement of profit or loss (continued):

2. Explanations on profit share expenses:

a. Distribution of profit share expense on funds collected based on maturity of funds collected:

Current Period		Profit sharing accounts						Accumulated profit sharing account	Total
Account name	Up to 1 month	Up to 3 months	Up to 6 months	Up to 9 months	Up to 1 year	More than 1 year			
TL									
Funds collected from banks through current and profit-sharing accounts	-	-	-	-	-	-	-	-	
Real persons' non-trading profit sharing accounts	1.357	5.253	125	-	15	158	8	6.916	
Public-sector profit-sharing accounts	-	-	-	-	-	-	-	-	
Commercial sector profit sharing accounts	8.643	3.098	1.087	-	2.270	10	-	15.108	
Other institutions profit sharing accounts	71	168	26	-	255	-	-	520	
Total	10.071	8.519	1.238	-	2.540	168	8	22.544	
FC									
Funds collected from banks through current and profit-sharing accounts	-	-	2	-	-	-	-	2	
Real persons' non-trading profit sharing accounts	67	66	4	-	-	9	-	146	
Public-sector profit-sharing accounts	-	-	-	-	-	-	-	-	
Commercial sector profit sharing accounts	17	4	2	-	-	-	-	23	
Other institutions profit sharing accounts	-	-	-	-	-	-	-	-	
Precious metals deposits	-	-	-	-	-	-	-	-	
Total	84	70	8	-	-	9	-	171	
Grand total	10.155	8.589	1.246	-	2.540	177	8	22.715	
Prior Period		Profit sharing accounts						Accumulated profit sharing account	Total
Account name	Up to 1 month	Up to 3 months	Up to 6 months	Up to 9 months	Up to 1 year	More than 1 year			
TL									
Funds collected from banks through current and profit-sharing accounts	-	-	-	-	-	-	-	-	
Real persons' non-trading profit sharing accounts	1.018	4.140	117	-	13	1.110	2	6.400	
Public-sector profit-sharing accounts	-	-	-	-	-	-	-	-	
Commercial sector profit sharing accounts	7.263	1.887	1.161	-	735	82	-	11.128	
Other institutions profit sharing accounts	42	123	129	-	11	5	-	310	
Total	8.323	6.150	1.407	-	759	1.197	2	17.838	
FC									
Funds collected from banks through current and profit-sharing accounts	-	-	1	-	-	-	-	1	
Real persons' non-trading profit sharing accounts	56	43	7	-	-	8	-	114	
Public-sector profit-sharing accounts	-	-	-	-	-	-	-	-	
Commercial sector profit sharing accounts	5	3	2	-	-	-	-	10	
Other institutions profit sharing accounts	-	-	1	-	-	-	-	1	
Precious metals deposits	-	-	-	-	-	-	-	-	
Total	61	46	11	-	-	8	-	126	
Grand total	8.384	6.196	1.418	-	759	1.205	2	17.964	

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IV. Explanations and notes related to the statement of profit or loss (continued):

2. Explanations on profit share expenses (continued):

b. Information on profit share expense paid to funds borrowed:

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks	2.734	481	1.303	186
CBRT	-	-	-	-
Domestic banks	-	6	-	-
Foreign banks	2.734	475	1.303	186
Head offices and branches abroad	-	-	-	-
Other institutions	4.735	1.790	2.837	1.725
Total	7.469	2.271	4.140	1.911

c. Profit share expense paid to associates and subsidiaries:

	Current Period		Prior Period	
	TL	FC	TL	FC
Profit share paid to investments in associates and subsidiaries	3.902	-	2.505	-
Total	3.902	-	2.505	-

ç. Profit share expenses paid to marketable securities issued:

None (December 31, 2025: None).

3. The Other items in Net Fees and Commission Income / Expenses, which constitute at least 20% of the total of other items, if the total of other items in income statement exceeds 10% of the total of income statement:

Other Fees and Commissions Received	Current Period	Prior Period
Clearing room fees and commissions	1.069	607
Member firm-POS fees and commissions	710	535
Commissions on money orders	186	149
Prepaid import commissions	30	78
Loan Limit Allocation Fees	242	76
Insurance and brokerage commissions	345	227
Service pack commissions	373	300
Appraisal fees	233	147
Export credit commissions	15	13
Advocacy service commissions and counsel fees	12	10
Checks and bills commissions	14	11
Fees and commissions from correspondent banks	16	3
Safe deposit box commissions	14	9
Pledge Put and Mortgage Release Fees	10	5
Enquiry fees received	1	3
Collection and Payment Commissions	5	8
Export Price Acceptance Certificate Transaction Fees	9	8
Commissions Received from Cash against Draft Export Transactions	4	5
Other	123	149
Total	3.411	2.343
Other Fees and Commissions Paid	Current Period	Prior Period
Required Reserves Commissions for CBRT in Foreign currency	-	-
Fees and commissions for Swift, EFT and money orders	163	112
Member firm-POS fees and commissions	160	102
Credit cards fees and commissions	539	109
Funds borrowed fees and commissions	119	12
Other	124	78
Total	1.105	413

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IV. Explanations and notes related to the statement of profit or loss (continued):

4. Information on dividend income:

	Current Period		Prior Period	
	TL	FC	TL	FC
Financial Assets Measured at Fair Value through Profit/Loss (FVTPL)	-	1	-	-
Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	3	-	-	-
Other	-	-	-	-
Total	3	1	-	-

5. Explanations on trading income/loss (net):

	Current Period	Prior Period
Income	56.625	25.775
Income from capital market transactions (*)	1.089	1.856
Income from derivative financial instruments	620	921
Foreign exchange income	54.916	22.998
Loss (-)	56.448	24.028
Loss on capital market transactions	22	47
Loss on derivative financial instruments	7.315	1.660
Foreign exchange losses	49.111	22.320
Trading Income/Loss (net)	177	1.747

(*) The amount of TL 1.028 includes investment fund sales and valuation income. (June 30, 2025: 1.655)

6. Explanations related to other operating income:

	Current Period	Prior Period
Reversal of prior year provisions*	3.175	9.931
Income from sale of assets	146	970
Communication revenue	47	44
Cheque book charges	9	7
Operating Lease Income	118	102
Fund Management Fees	391	371
Other income	102	55
Total	3.988	11.480

(*) Of the total amount, 900 TL is due to the cancellation in the current period of free provisions set aside in prior periods for potential risks (June 30, 2025: 7.300).

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IV. Explanations and notes related to the statement of profit or loss (continued):

7. Informations on Expected Credit Losses and Other Provision Expenses:

	Current Period	Prior Period
Expected Credit Loss	1.728	870
12 month expected credit loss (stage 1)	166	102
Significant increase in credit risk (stage 2)	251	133
Non-performing loans (stage 3)	1.311	635
Marketable Securities Impairment Expense	-	-
Financial Assets Measured at Fair Value through Profit/Loss	-	-
Financial Assets Measured at Fair Value through Other Comprehensive Income	-	-
Impairment Provision for Associates, Subsidiaries and Joint Ventures	-	-
Associates	-	-
Subsidiaries	-	-
Joint ventures	-	-
Miscellaneous Provisions	266	45
Expected credit losses for 1st and 2nd group non-cash loans	58	7
Third stage expected loss provision for unindemnified non cash loans	9	9
Expected credit losses (stage 1) for banks	-	-
Profit and loss sharing investments' fair value provision.	-	-
Expected credit losses (stage 1) for other financial assets.	171	25
Expected credit losses for financial assets measured at amortized cost	28	4
Total	1.994	915

Expected credit losses amount to TL 1.994 (June 30, 2025: TL 915) includes TL 577 (June 30, 2025: TL 451) representing participation account share of expected credit losses of loans provided from participation accounts.

Information on Other Provision Expenses

	Current Period	Prior Period
Vacation pay provision expenses	110	86
Impairment on financial assets measured at fair value through profit/loss	-	8
Provisions for cases on trial	16	1
Free provisions allocated for possible losses	90	745
Provisions allocated from profit shares to be distributed to profit sharing accounts	84	279
Total	300	1.119

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IV. Explanations and notes related to the statement of profit or loss (continued):

8. Information on other operating expenses:

	Current Period	Prior Period
Provision for retirement pay liability	180	144
Deficit provision for pension fund	-	-
Impairment expenses of tangible assets	-	-
Depreciation expenses of tangible assets	435	293
Impairment expenses of intangible assets	-	-
Impairment expense of goodwill	-	-
Amortization expenses of intangible assets	387	226
Impairment provision for investments accounted for under equity method	-	-
Impairment expenses of assets to be disposed	-	-
Depreciation expenses of assets to be disposed	-	-
Impairment expenses of assets held for sale and assets of discontinued operations	3	-
Other business expenses	1.523	979
Leasing Expenses on TFRS 16 Exceptions	4	3
Maintenance and repair expenses	108	76
Advertisement expenses	145	97
Other expenses ^(*)	1.266	803
Loss on sale of assets	155	2
Other ^(**)	1.537	1.261
Total	4.220	2.905

^(*) The details of the "Other Expenses" balance under Other Operating Expenses are as follows:

	Current Period	Prior Period
Communication Expenses	128	112
Donations	90	30
Cleaning expenses	208	141
Heating, lighting and water expenses	48	45
Representation and Hosting expenses	56	53
Vehicle expenses	35	28
Lawsuit and court expenses	27	9
Movables Insurance Expenses	34	38
Stationery Expenses	16	6
Expense Share for Common Expenses	14	10
Subcontractor security service expenses	203	134
Cash and banknote group transportation service expenses	58	40
Credit Cards and Banking Services Promotion Expenses	117	58
Computer Usage Expenses	97	42
Other	135	57
Total	1.266	803

^(**) Details of "other" balance are provided as below:

	Current Period	Prior Period
Taxes, Duties, Charges and Funds	797	666
Saving Deposit Insurance Fund	344	230
Expertise and Information Expenses	245	165
Audit and Consultancy Fees	76	57
Institution and Union participation share	53	45
Other	22	98
Total	1.537	1.261

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IV. Explanations and notes related to the statement of profit or loss (continued):

9. Explanations on income/loss from continued and discontinued operations before taxes:

Not prepared in compliance with the Article 25 of the Communiqué “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

10. Explanations on tax provision for continued and discontinued operations:

The Bank has discontinued operations, there is no tax provision for this purpose.

As of June 30, 2026, the Bank has deferred tax income amounts to TL 4.572 (June 30, 2025: TL 1.671) and deferred tax expense amounts to TL 4.017 (June 30, 2025: TL 1.100). The Bank's current tax provision is TL 1.203 (June 30, 2025: None).

11. Explanations on net income/loss from continued and discontinued operations:

Not prepared in compliance with the Article 25 of the Communiqué “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

12. Explanations on net income/loss:

a. The nature and amount of certain income and expense items from ordinary operations; if the disclosure for nature, amount and repetition rate of such items is required for a complete understanding of the Bank's performance for the period:

None.

b. The effect of the change in accounting estimates to the net income/loss; including the effects on the future period:

None.

V. Explanations and notes related to the statement of changes in shareholders' equity:

Not prepared in compliance with the Article 25 of the Communiqué “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

VI. Explanations and notes related to the statement of cash flows:

Not prepared in compliance with the Article 25 of the Communiqué “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

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VII. Explanations related to the risk group of the Bank:

1. Information on the volume of transactions relating to the Bank's risk group, outstanding loans and funds collected and income and expenses related to the period:

a. Current period:

Risk Group of the Bank (*)	Investment in associates, subsidiaries and joint ventures (business partnerships)		Direct and indirect shareholders of the Bank		Other real or legal persons included in the risk group	
	Cash	Non-cash	Cash	Non-cash	Cash	Non-cash
Loans						
Balance at the beginning of the period	-	19	23	64	1.174	1.027
Balance at the end of the period	19	38	25	90	11	415
Profit share and commission income received	-	-	125	1	-	1

b. Prior period:

Risk Group of the Bank (*)	Investment in associates, subsidiaries and joint ventures (business partnerships)		Direct and indirect shareholders of the Bank		Other real or legal persons included in the risk group	
	Cash	Non-cash	Cash	Non-cash	Cash	Non-cash
Loans and other receivables						
Balance at the beginning of period	-	13	2.435	21	4	89
Balance at end of period	-	19	23	64	1.174	1.027
Profit share and commission income received	-	-	-	-	68	1

(*) Defined under Banking Law numbered 5411 in article 49 and "Communiqué Related to Credit Operations of Banks" in article 4 published on November 1, 2006.

c.1. Information on current and profit-sharing accounts of the Bank's risk group:

Risk Group of the Bank (*)	Investment in associates, subsidiaries and joint ventures (business partnerships)		Direct and indirect shareholders of the Bank		Other real or legal persons included in the risk group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Current and profit-sharing accounts						
Balance at the beginning of period	10	32	502	243	85	18
Balance at the end of period	24	10	512	502	45	85
Profit share expense	-	-	2	-	1	6

(*) As of June 30, 2026, wakala borrowings obtained from risk group of the Bank through investment purpose wakala contracts amount to USD 21.541.479 and EUR 8.747.470 (December 31, 2025: USD 24.345.745 and EUR 8.666.002). The profit share expense relating to such borrowings for the period between January 1, 2026 – June 30, 2026 is TL 16 (June 30, 2025: TL 16).

USD 155 million of the additional Tier 1 capital Tier 1 loan amounting to USD 155 million that the Bank has realized on February 20, 2018 belongs to Albaraka Group, the main shareholder of the Bank. The related loan amount is recognized under subordinated debt instruments account in the financial statements.

c.2. Information on forward and option agreements and other similar agreements with related parties:

The Bank does not have forward and option agreements with the risk group of the Bank.

As of June 30, 2026, the Bank has paid gross TL 209 (June 30, 2025: TL: 134) to top management.

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VIII. Explanations related to domestic, foreign and offshore branches or investments and foreign representative offices:

Not prepared in compliance with the Article 25 of the Communiqu  "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

IX. Explanations related to subsequent events:

None.

X. Other issues that have significant effect on the balance sheet or that are ambiguous and/or open to interpretation and require clarification:

None.

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SECTION SIX

Limited review report

I. Explanations on limited review report:

The Bank's unconsolidated financial statements as of and for the period ended June 30, 2026 have been reviewed by "PwC Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi" and the reviewed report dated August 6, 2026 is presented at the beginning of the financial statements and related notes.

II. Other notes and explanations prepared by the independent auditors:

None.

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SECTION SEVEN

Information on Interim Report

I. General Information

1. January 1, 2026-June 30, 2026 amendments to the articles of association:

There has not been any change in the Articles of Association of the Bank on the relevant dates.

2. Committee and committee members formed after the distribution of duties among the members of the Board of Directors:

Details of the Board Committees can be found in the Investor Relations section of the Albaraka Türk website.

<https://www.albaraka.com.tr/en/investor-relations/committees>

II. Financial information and evaluations about the bank:

1. Major financial indicators:

ASSETS	Current Period	Prior Period
Cash and Balances with Central Bank	104.843	87.152
Banks	22.685	34.715
Government Debt Securities	71.061	69.470
Credits	252.110	212.709
Financial Leasing Receivables	32.190	24.107
Other	51.729	38.236
TOTAL ASSETS	534.618	466.389

LIABILITIES	Current Period	Prior Period
Funds Collected	329.972	278.044
Funds Borrowed	109.033	105.972
Subordinated Debt Instruments	20.275	18.624
Equities	27.889	25.318
Other	47.449	38.431
TOTAL LIABILITIES	534.618	466.389

INCOME AND EXPENSE ITEMS	Current Period	Prior Period
Profit Share Income	43.675	27.024
Profit Share Expense	34.909	25.354
Net Profit Share Income / Expenses	8.766	1.670
Net Fee and Commission Income / Expenses	2.745	2.231
Trading Income /Loss (Net)	177	1.747
Other Operating Income	3.988	11.480
Net Operating Income / Loss	3.735	8.531
Tax Provisions for Continuing Operations (-+)	648	(571)
NET PROFIT/LOSS FOR THE PERIOD	3.087	9.102
Earnings/Loss per Share	1,23480	3,64080

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Explanations on the interim activity report (continued):

2. Message from the Chairman of the Board:

Dear Stakeholders,

In the second quarter of 2026, the global economy continued to experience fluctuations due to rising geopolitical tensions and volatility in energy markets. Geopolitical developments have put pressure on energy supply security; the persistence of high Brent crude oil prices has increased production and logistics costs, thereby intensifying global inflationary pressures. These increases in costs have negatively impacted not only industrial production but also global trade flows, leading to rising freight rates and fragility in supply chains. Although oil prices have fallen recently as developments related to peace have created short-term optimism in global markets, ongoing geopolitical tensions and fragilities in the supply-demand balance keep the possibility of volatility in the global economy alive.

In this environment, major central banks have maintained tight monetary policies in line with their goal of preserving price stability; the determination of the U.S. Federal Reserve (Fed) and the European Central Bank (ECB) to keep interest rates at high levels has constrained global liquidity and weakened risk appetite. Hawkish signals from the Fed and the strengthening of the dollar have increased pressure on emerging market currencies. During this period, investors' preferences for safe-haven assets have shifted, and gold and other precious metals have experienced declines in value. While the IMF lowered its global growth forecast for 2026 from 3.1% to 3%, it emphasized that the global economy has shown stronger-than-expected resilience to war-related shocks, though rising energy prices continue to weigh on growth.

The Turkish economy, meanwhile, has resolutely maintained its tight monetary policy stance amid this challenging global environment. The stabilization of domestic demand, exchange rate stability, and macroprudential measures have supported the disinflation process. However, rising global energy prices, cost pressures in the food and services sectors, and the pass-through of wage adjustments to prices have created additional challenges for the disinflation process. Annual inflation, which had declined to 30.87% in March, began to rise again in the second quarter, reaching 32.11% in June. During this period, the government absorbed part of the increase in fuel and energy prices; while this measure limited the rise in consumer prices, it placed an additional burden on public finances.

During this period, CBRT continued to resolutely implement its monetary policy tools to ensure price stability. Meanwhile, the Turkish economy recorded 2.5% year-over-year growth in the first quarter of the year. Considering the growth performance, it was observed that the largest contribution came from household consumption, while net exports had a downward effect on growth.

The banking sector, which plays a significant role in the Turkish economy's growth process, continues to contribute to the economy in 2026. Participatory banking, a key contributor to this support, accounted for 9.1% of the banking sector as of May 2026.

While our bank is moving steadily toward its sustainable growth targets during this period, it is also continuing its investments in digital transformation without slowing down. As Albaraka Türk, mindful of the responsibility that comes with being Türkiye's first participation bank, we continue to offer innovative solutions to meet all of our customers' financial needs. In line with our ambitions for being a reliable partner and digital pioneer of participation finance, we are determined to move forward into the future with even more solid steps.

As Albaraka Türk, we will continue to pursue our mission of contributing to sustainable growth and development with the same determination in the future. I would like to sincerely thank my colleagues, our valued shareholders, and all our stakeholders for their efforts and support, which empower us on this journey.

Kind regards,

Housseem BEN HAJ AMOR

Chairman of the Board

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Explanations on the interim activity report (continued):

3. Message from the General Manager:

Dear Stakeholders,

In the second quarter of 2026, as inflationary pressures regained strength on a global scale, critical developments unfolded in the realm of monetary policy. Rising price pressures and hawkish signals from the new administration at the U.S. Federal Reserve (Fed) led to expectations of interest rate cuts being pushed back to a later date. In May, annual inflation in the U.S. rose to 4.2%, reaching a three-year high, while core inflation stood at 2.9%. This picture demonstrated that rising energy costs and higher service prices were exerting significant pressure on price stability. Meanwhile, the European Central Bank (ECB), in response to inflation in the Eurozone reaching 3.2%—exceeding its target—raised interest rates for the first time in nearly three years, increasing the deposit rate to 2.25% and taking a step toward monetary tightening.

Despite growing global uncertainties, the Turkish economy has made combating inflation its top priority; inflationary pressures have been contained thanks to the tight monetary policy implemented. However, PMI data revealed that the manufacturing sector continues to underperform; the index, which fell to 47.1 in June, signaled a slowdown in production. A decline in new orders and a weakening in export orders have created a cautious outlook for the sector, while geopolitical developments driving up costs resulted in an annualized current account deficit of 37.3 billion USD as of May 2026.

The total assets of the Turkish banking sector—the economy's largest contributor—reached 52 trillion TL as of May 2026, a 36.0% increase compared to the same period last year. The non-performing credits ratio rose slightly due to the impact of tight monetary policy and a more subdued outlook for economic activity, increasing by 60 basis points compared to the same period last year to reach 2.69% as of May 2026.

Our bank's total assets increased by 15% in June 2026 compared to the end of the previous year, reaching 534.6 billion TL. During the same period, the total of our cash credits and financial lease receivables rose by 20% to 284 billion TL. Funds collected through participation accounts and special current accounts reached 330 billion TL as of June 2026. Our non-performing credits ratio stood at 1.93% in June 2026, outperforming the banking sector average, while our capital adequacy ratio reached 15,60%.

In line with our bank's vision and mission, we are continuing our operations without slowing down in 2026. Guided by the principles of participation finance, we are further advancing our customer-centric approach to best meet our customers' expectations. Throughout this process, we are increasing our investments in digital transformation to continue making our financial services more accessible, innovative, and user-friendly. By expanding our sustainability projects, we are fulfilling our responsibility to society and the environment; while generating economic value, we also prioritize social benefit. I would like to thank all my team members and valued stakeholders for this journey of success we have built together.

Sincerely,

Malek Khodr TEMSAH

General Manager and Board Member

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Explanations on the interim activity report (continued):

4. Activities in the First Half of 2026:

- In the first half of 2026, our Total Assets amounted to TL 534.618.
- In the first half of 2026, the funds collected by our Bank through "Special Current Accounts" and "Profit and Loss Participation Accounts" amounted to TL 284.300 As of the first half, participation accounts are realized as TL 176.038 and current accounts are TL 153.934.
- Our Bank's fund collection activities are carried out through its branches throughout the country and correspondent banks abroad.

TL and USD Equivalent	Current Period		Prior Period		Change (%)	
	TL Equivalent	USD Equivalent	TL Equivalent	USD Equivalent	TL	USD
TL Funds	175.405	3.792	129.200	3.042	35,76	24,65
Current accounts	26.099	564	30.253	712	(13,73)	(20,79)
Participation Accounts	149.306	3.228	98.947	2.330	50,89	38,54
FC Funds	154.567	3.342	148.843	3.505	3,85	(4,68)
Current accounts	127.835	2.764	121.387	2.858	5,31	(3,32)
Participation Accounts	26.732	578	27.456	647	(2,64)	(10,66)
TOTAL	329.972	7.133	278.043	6.547	18,68	8,95

TL and USD Equivalent	Current Period		Prior Period		Change (%)	
	TL Equivalent	USD Equivalent	TL Equivalent	USD Equivalent	TL	USD
Credits (*)	278.809	6.027	232.791	5.482	19,77	9,94
Non-performing Loans	5.491	119	4.025	95	36,42	25,26
Provisions	(7.210)	(156)	(6.058)	(143)	19,02	9,09
TOTAL	277.090	5.990	230.758	5.434	20,08	10,23

(*)Including financial leasing and joint venture projects.

The rates in the preparation of the tables are as follows:

Balance Sheet Period	USD/TL
As of June 30, 2026	46,257
As of December 31, 2025	42,466

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Explanations on the interim activity report (continued):

5. Evaluation of Financial Status, Profitability and Solvency:

- Our net profit share income reached 8.766 TL, and increased by 425% compared to the same period last year.
- Our Net Fee Commission income increased by 23% compared to the same period of the previous year and reached to TL 2.745
- Our net profit decreased by 47% compared to the same period of the previous year, reaching 3.087 TL, due to the base effect resulting from the reversal of a 7.000 TL free provision in the second quarter of last year.
- Our performing credits grew by 20% year-to-date and reached to TL 278.809.
- As of June 30, 2026, our capital adequacy ratio was 15,60% above the legal obligation level.

6. Explanations on Significant Developments in the Period 1 January 2026 - 31 March 2026:

Matters occurring between January 1, 2026 and June 30, 2026 have been disclosed to the public and uploaded to the Public Disclosure Platform as a notification. All of these announcements are posted on the Investor Relations section of the Albaraka Trk website.

[Kamuyu Aydınlatma Platformu'na Gnderilen Aıklamalara Ulaın - Albaraka Trk](#)