

Albaraka Türk Katılım Bankası Anonim Şirketi

**Consolidated financial statements
and related disclosures at December 31, 2025
together with independent auditor's report**

(Convenience translation of the independent auditor's report and
financial statements originally issued in Turkish – see section three Note I.b)



INDEPENDENT AUDITOR'S REPORT

(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

A. Audit of the Consolidated Financial Statements

1. Qualified Opinion

We have audited the accompanying consolidated financial statements of Albaraka Türk Katılım Bankası Anonim Şirketi (the "Bank") and its subsidiaries (collectively referred to as the "Group"), which comprise the statement of consolidated balance sheet as at 31 December 2025, consolidated statement of profit or loss, consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in shareholders' equity, consolidated statement of cash flows for the year then ended and the notes to the consolidated financial statements and a summary of significant accounting policies and consolidated financial statement notes.

In our opinion, except for the effect of the matter on the consolidated financial statements described in the Basis for Qualified Opinion paragraph below, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at 31 December 2025, and its consolidated financial performance and its consolidated cash flows for the year then ended 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 Financial Reporting Standards ("TFRS") for those matters not regulated by the aforementioned regulations.



2. Basis for Qualified Opinion

As explained in Section Five Part II.6.b of the Explanations and Notes to the Consolidated Financial Statements, TL 7.300.000 thousand of the entire free provision amount is reversed in the current period which was allocated by the Group management in prior years outside of the requirements of BRSA Accounting and Financial Reporting Legislation, the free provision of TL 1.850.000 thousand is reallocated in the current period. As of December 31, 2025, the accompanying consolidated financial statements include a free provision of TL 1.850.000 thousand under other provisions. If the mentioned free provision which was allocated in prior years had not been reversed and free provision had not been reallocated in the current period, the other provisions would have decreased by TL 1.850.000 thousand, net profit and shareholders' equity would have decreased by TL 5.450.000 thousand and increased by TL 1.850.000 thousand respectively as of 31 December 2025.

Our audit was conducted in accordance with the "Regulation on Independent Audit of Banks" published by the BRSA on the Official Gazette No.29314 dated 2 April 2015 and the Standards on Independent Auditing (the "SIA") that are part of Turkish Standards on Auditing issued by the Public Oversight Accounting and Auditing Standards Authority (the "POA"). Our responsibilities under these standards are further described in the "Auditor's Responsibilities for the Audit of the Unconsolidated Financial Statements" section of our report. We hereby declare that we are independent of the Group in accordance with the Ethical Rules for Independent Auditors (including Independence Standards) (the "Ethical Rules") issued by the POA and applicable to audits of financial statements of public interest entities, the ethical requirements regarding independent audit in regulations issued by the POA as applicable to audits of financial statements of public interest entities. We have also fulfilled our other ethical responsibilities in accordance with the Ethical Rules and regulations. We believe that the audit evidence we have obtained during the independent audit provides a sufficient and appropriate basis for our qualified opinion.

3. Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. Key audit matters were addressed in the context of our independent audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in the Basis for Qualified Opinion Section we have determined the matters described below to be key audit matters to be communicated in our report.



Key Audit Matters	How the key audit matter was addressed in the audit
<p>Expected credit losses for loans and receivables</p> <p>The Group has total expected credit losses provision for loans and receivables amounting to TL 6.057.750 thousand in respect to total loans and receivables amounting to TL 236.815.569 thousand which represent a significant portion of the Group’s total assets in its consolidated financial statements as at 31 December 2025. Explanations and notes regarding the provision for impairment of loans are represented in Notes VIII of Section Three, II.1 and X.c of Section Four and I.6 of Section Five of the accompanying consolidated financial statements as at 31 December 2025.</p> <p>The Group recognizes provision for impairment in accordance with “TFRS 9 Financial Instruments” (“TFRS 9”) requirements and the “Regulation on the Procedures and Principles for Classification of Loans and Provisions to be Provided” as published in the Official Gazette dated 22 June 2016 numbered 29750. The Group exercises significant decisions using subjective judgement, interpretation and assumptions over when and how much to record as loan impairment.</p> <p>The Group uses complex models for determining significant increase in credit risk and calculation of TFRS 9 expected credit losses. Historical events and information used in current conditions and macro-economic expectations considered in expected loss accounting should be reasonable and supportable.</p>	<p>Within our audit procedures, we assessed policies and procedures together with the overall governance established by the Group with respect to classification of loans and the calculation of expected credit losses in accordance with the applicable regulations. We tested the design and the operating effectiveness of relevant systems and processes implemented in accordance with these principles.</p> <p>We checked appropriateness of matters considered in methodology applied by the Group with TFRS 9 for calculation of the provision amount through stage classification of loans and receivables. For forward looking assumptions made by the Group’s management in its expected credit losses calculations, we held discussions with management and evaluated the assumptions using publicly available information. Regarding expected credit losses methodology; we have assessed reasonability and tested model segmentation, lifetime probability of default model, exposure at default calculation, loss given default model and the approaches to reflecting macroeconomic expectations with our financial risk experts. We have assessed interpretation of expert opinion regarding reasonable and supportable forward looking expectations (including macroeconomic factors)</p>



<i>Key Audit Matters</i>	<i>How the key audit matter was addressed in the audit</i>
<p>Our audit was focused on this area due to existence of complex estimates and information used in the impairment assessment such as historical loss experiences, current conditions, macro-economic expectations; the significance of the loans and receivables balances, the classification of loans and receivables as per their credit risk (staging) and the importance of determination of the associated expected credit loss. Timely and correct identification of default event and significant increase in credit risk and level of judgements and estimations made by the management have significant impacts on the amount of impairment provisions for loans and receivables. Therefore, this area is considered as key audit matter.</p>	<p>Our procedures also included the following:</p> <ul style="list-style-type: none"> • Together with our financial risk experts, we evaluated and tested reasonableness of the changes in the expected credit loss allowance methodology and the performance of the impairment models used. • For a selected sample, we checked expected credit losses and receivables determined based on individual assessment per Group’s policy by means of supporting data, and evaluated appropriateness via communications with management. • We checked key data sources for data used in expected credit losses calculations. We tested reliability and completeness of the data used in expected credit losses calculations with our information systems specialists. • We checked accuracy of resultant expected credit losses calculations on a sample basis. • To assess appropriateness of the Group’s determination of staging for credit risk in the framework of existing regulations, identification of impairment and timely and appropriate provisioning for impairment we have performed loan review procedures based on a selected sample. • We evaluated the adequacy of the disclosures made in the consolidated financial statements regarding the provision for impairment of loans and receivables.



4. Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

The Group management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the BRSA Accounting and Financial Reporting Legislation, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

5. Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Responsibilities of independent auditors in an independent audit are as follows:

Our aim is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an independent auditor's report that includes our opinion. Reasonable assurance expressed as a result of an independent audit conducted in accordance with "Regulation on Independent Audit of Banks" published by the BRSA on the Official Gazette No.29314 dated 2 April 2015 and SIA is a high level of assurance but does not guarantee that a material misstatement will always be detected. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an independent audit conducted in accordance with "Regulation on Independent Audit of Banks" published by the BRSA on the Official Gazette No.29314 dated 2 April 2015 and SIA, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement in the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Assess the internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our independent auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence. We also communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards actions taken to eliminate threats or safeguards applied.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



B. Other Responsibilities Arising From Regulatory Requirements

1. No matter has come to our attention that is significant according to subparagraph 4 of Article 402 of Turkish Commercial Code ("TCC") No. 6102 and that causes us to believe that the Bank's bookkeeping activities concerning the period from 1 January to 31 December 2025 period are not in compliance with the TCC and provisions of the Bank's articles of association related to financial reporting.
2. In accordance with subparagraph 4 of Article 402 of the TCC, the Board of Directors submitted the necessary explanations to us and provided the documents required within the context of our audit.

Additional Paragraph for Convenience Translation

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

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

Didem Demer Kaya, SMMM
Independent Auditor

Istanbul, 13 February 2026

**CONSOLIDATED FINANCIAL REPORT OF ALBARAKA TÜRK KATILIM BANKASI A.Ş.
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2025**

Parent Bank's headquarter address : İnkılap Mah. Dr. Adnan Büyükdeniz Cad. No:6
34768 Ümraniye/İstanbul
Parent Bank's phone number and facsimile : 00 90 216 666 01 01 – 00 90 216 666 16 00
Parent Bank's website : www.albaraka.com.tr
Electronic mail contact info : albarakaturk@albarakaturk.com.tr

The consolidated interim financial report prepared in accordance with the Communiqué 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 PARENT BANK
- CONSOLIDATED FINANCIAL STATEMENTS OF THE PARENT BANK
- EXPLANATIONS ON THE ACCOUNTING PRINCIPLES APPLIED IN THE RELATED PERIOD
- INFORMATION ON CONSOLIDATED FINANCIAL STRUCTURE AND RISK MANAGEMENT
- EXPLANATORY DISCLOSURES AND FOOTNOTES ON CONSOLIDATED FINANCIAL STATEMENTS
- OTHER EXPLANATIONS
- INDEPENDENT AUDITOR'S REPORT

Investments in subsidiaries and joint ventures whose financial statements have been consolidated in this consolidated financial report are as follows:

	Subsidiaries	Joint Ventures
1.	Bereket Varlık Kiralama A.Ş.	Katılım Emeklilik ve Hayat A.Ş.
2.	Değer Varlık Kiralama A.Ş.	-
3.	Albaraka Portföy Yönetimi A.Ş.	-

Bereket One Ltd, Albaraka Sukuk Ltd, Albaraka CT One Ltd and Albaraka Mtn Ltd which are not subsidiaries of the Bank but over which the Bank has 100% controlling power, have been included in the consolidation due to the reason that these companies are "Structured Entity".

The consolidated financial statements and related disclosures and footnotes; presented in **thousands of Turkish Lira** unless otherwise indicated; have been prepared in accordance with the Communiqué 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 independently audited and presented as attached.

Housseem BEN HAJ AMOR

Chairman of the Board of
Directors

Malek Khodr TEMSAH

General Manager

Turgut SİMİTÇİOĞLU

Deputy General
Manager&Chief
Financial Officer

Yasin KAYNAR

Manager of Financial
Reports and Budget
Management

Ahmet AKÇA

Chairman of the Audit
Committee

Mohamed Ali CHATTI

Member of the Audit
Committee

Khaled A. Mohamed ATEEQ

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 BİNGÜL / Financial Reporting and Budget Management/ Vice Manager
Telephone : 00 90 216 666 07 32
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ALBARAKA TÜRK KATILIM BANKASI A.Ş.
NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF DECEMBER 31, 2025

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

SECTION ONE

General Information

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

Albaraka Türk Katılım Bankası Anonim Şirketi ("The Parent 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 Parent 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 Parent 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 Parent 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 Parent Bank together with its consolidated ownerships is referred to as the "Group" in the accompanying consolidated financial statements.

The Parent Bank's head office is located in Istanbul and is operating through 223 (December 31, 2024: 223) local branches and 2 (December 31, 2024: 2) foreign branches and with 2.815 (December 31, 2024: 2.761) staff as of December 31, 2025. The Group has 2.858 (December 31, 2024: 2.800) staff as of December 31, 2025.

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

As of December 31, 2025, 45,09% (December 31, 2024: 45,09%) of the Parent Bank's shares are owned by Albaraka Group, 8,30% (December 31, 2024: 8,30%) owned by Dallah Albaraka Group, 42,02% (December 31, 2024: 42,02%) of the shares are publicly traded and quoted at Borsa İstanbul. Rest belongs to different real persons and corporate entities.

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF DECEMBER 31, 2025
(Thousand 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 Parent Bank, if any:

Title	Name and Surname	Administrative Function and Responsibility	Educational Degree	Ownership Percentage (%)
Chairman of the Board of Directors (BOD):	Houssem BEN HAJ AMOR	Chairman of BOD	Bachelor	-
Members of BOD:	Dr. Bekir PAKDEMİRLİ	Deputy Independent Member of BOD	Doctorate	-
	Dr. Mohamed Ali CHATTI	Independent Member of BOD / Independent Member of Audit Committee	Doctorate	-
	Ghassan Ahmed M. AMODI	Independent Member of BOD	Bachelor	-
	Dr. Khaled A. Mohamed ATEEQ	Independent Member of BOD / Independent Member of Audit Committee	Doctorate	-
	Azhar Aziz DOGAR	Member of BOD	Master	-
	Ahmet AKÇA (*)	Independent Member of BOD / Chairman of Audit Committee	Bachelor	-
	Akram YASSIN	Independent Member of BOD	Master	-
General Manager:	Malek Khodr TEMSAH	Member of BOD/ General Manager	Master	-
Assistant General Managers:	Turgut SİMİTCİOĞLU (**)	Deputy General Manager Responsible for Finance and Human Values	Master	-
	Önder ÇINAR (**)	Assistant General Manager Responsible for Credits (Proxy)	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 ÇÖLMEK	Assistant General Manager Responsible for Operations	Bachelor	-
	Mehmet ULUDAĞ	Assistant General Manager Responsible for Individual and Private Banking	Master	-
	Serhan AKYILDIZ	Assistant General Manager Responsible for Corporate Banking	Bachelor	-
	Dr. Ömer EMEÇ	Assistant General Manager Responsible for Strategy and Transformation	Doctorate	-
	Yasemin AYDIN	Assistant General Manager Responsible for Information Technologies and Digital Channels Development	Master	-
Audit Committee:	Ahmet AKÇA (*)	Chairman of Audit Committee	Bachelor	-
	Dr. Mohamed Ali CHATTI	Independent Member of Audit Committee	Doctorate	-
	Dr. Khaled A.Mohamed ATEEQ	Independent Member of Audit Committee	Doctorate	-

* Mr. Mustafa Büyükbacı resigned from his positions as Chairman of the Audit Committee and Member of the Board of Directors on March 27, 2025. Mr. Ahmet Akça was appointed as Chairman of the Audit Committee of our Bank by the Board of Directors' decision No. 2733 dated May 8, 2025.

** Mr. Muhammet Faruk Torlak resigned from his position as Deputy General Manager in charge of Loans on July 3, 2025, and Önder Çınar, Corporate Loans Manager, was appointed as acting replacement as his replacement.

*** Mr. Umut Çakmak, Assistant General Manager responsible for Finance and Human Resources, has left his position at our Bank on November 7, 2025. With the decision taken by our Board of Directors on November 7, 2025, the responsibilities were additionally assigned to Mr. Turgut Simitcioğlu, Deputy General Manager.

IV. Information on the Parent Bank's qualified shareholders:

The Parent Bank's paid in capital amounting to TL 2.500.000 consists of 2.500.000.000 number of shares with a nominal value of TL 1 (full) for each share. TL 1.127.275 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	1.127.275	%45,09	1.127.275	-

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF DECEMBER 31, 2025

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

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

The Parent Bank operates in accordance with the principles of interest-free banking as a participation bank. The Parent 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. The Parent 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 Parent 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, semi-annual and annual profit share payment) and accumulated participation accounts. The Parent 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 Parent 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 Parent 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 Parent 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 Parent Bank, are not limited to the clauses listed above. If any activities other than those mentioned are considered as beneficial to the Parent 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. Differences between the Communiqué on Preparation of Consolidated Financial Statements of Banks and Turkish Accounting Standards with respect to consolidation and short explanation about the institutions subject to full or proportional consolidation and institutions, which are deducted from equity or not included in these three methods:

The Parent Bank consolidates its joint venture Katılım Emeklilik ve Hayat A.Ş in its consolidated financial statements using the equity method, the Parent Bank consolidates the financial statements of its subsidiaries Bereket Varlık Kiralama A.Ş., Değer Varlık Kiralama A.Ş., Albaraka Portföy Yönetimi A.Ş. with full consolidation method in accordance with the definition of control based on the legal entity. “Bereket One Ltd.”, “Albaraka Sukuk Ltd.”, “Albaraka CT One Ltd.” and “Albaraka Mtn Ltd.” which are not subsidiaries of the Parent Bank but over which the Parent Bank has 100% controlling power have been included in the consolidation due to the reason that these companies are “Structured Entity”. Katılım Finans Kefalet A.Ş, which is the associate of the Parent Bank, has not been consolidated as it is a non-financial entity, as well.

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

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

SECTION TWO

The consolidated financial statements

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

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)
AS OF DECEMBER 31, 2025
(Thousand of Turkish Lira (TL) unless otherwise stated)

ASSETS	Notes (Section Five-I)	CURRENT PERIOD December 31, 2025			PRIOR PERIOD December 31, 2024		
		TL	FC	Total	TL	FC	Total
I. FINANCIAL ASSETS (Net)		81.824.843	101.541.324	183.366.167	56.465.777	66.846.332	123.312.109
1.1 Cash and Cash Equivalents	(1)	38.260.932	83.369.946	121.630.878	28.421.561	54.256.090	82.677.651
1.1.1 Cash and Balances with Central Bank		28.167.505	58.984.319	87.151.824	22.027.725	38.864.824	60.892.549
1.1.2 Banks		10.195.268	24.519.887	34.715.155	6.603.764	15.469.344	22.073.108
1.1.3 Money Market Placements		-	-	-	-	-	-
1.1.4. Expected Credit Losses (-)		101.841	134.260	236.101	209.928	78.078	288.006
1.2 Financial Assets Measured at Fair Value through Profit/Loss (FVTPL)	(2)	20.497.306	8.186.529	28.683.835	16.103.070	6.509.878	22.612.948
1.2.1 Government Securities		275.961	7.452.253	7.728.214	316.052	5.667.966	5.984.018
1.2.2 Equity Securities		-	186.166	186.166	-	126.498	126.498
1.2.3 Other Financial Assets		20.221.345	548.110	20.769.455	15.787.018	715.414	16.502.432
1.3 Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	(3)	23.034.228	8.018.239	31.052.467	11.895.869	5.983.238	17.879.107
1.3.1 Government Securities		23.026.561	7.135.497	30.162.058	11.673.678	3.668.942	15.342.620
1.3.2 Equity Securities		7.667	57.729	65.396	7.667	44.521	52.188
1.3.3 Other Financial Assets		0	825.013	825.013	214.524	2.269.775	2.484.299
1.4 Derivative Financial Assets	(5)	32.377	1.966.610	1.998.987	45.277	97.126	142.403
1.4.1 Derivative Financial Assets Measured at Fair Value through Profit/Loss		32.377	1.966.610	1.998.987	45.277	97.126	142.403
1.4.2 Derivative Financial Assets Measured at Fair Value through Other Comprehensive Income		-	-	-	-	-	-
II. FINANCIAL ASSETS MEASURED AT AMORTISED COST (NET)		142.719.790	119.618.478	262.338.268	94.515.811	76.275.789	170.791.600
2.1 Loans	(6)	123.841.975	88.866.679	212.708.654	81.279.512	61.987.447	143.266.959
2.2 Lease Receivables	(7)	7.653.305	16.453.610	24.106.915	3.254.454	1.962.093	5.216.547
2.3 Financial Assets Measured at Amortised Cost	(4)	14.738.736	16.841.713	31.580.449	12.398.909	14.374.418	26.773.327
2.3.1 Government Securities		14.738.736	16.841.713	31.580.449	12.398.909	14.374.418	26.773.327
2.3.2 Other Financial Assets		-	-	-	-	-	-
2.4 Expected Credit Losses (-)	(6)	3.514.226	2.543.524	6.057.750	2.417.064	2.048.169	4.465.233
III. ASSETS HELD FOR SALE AND ASSETS OF DISCONTINUED OPERATIONS (Net)	(8)	776.550	11.398	787.948	4.127.302	8.252	4.135.554
3.1 Asset Held for Resale		776.550	-	776.550	4.127.302	-	4.127.302
3.2 Assets of Discontinued Operations		-	11.398	11.398	-	8.252	8.252
IV. OWNERSHIP INVESTMENTS (Net)	(9)	1.140.797	-	1.140.797	731.145	-	731.145
4.1 Associates (Net)		90.000	-	90.000	67.500	-	67.500
4.1.1 Associates Consolidated Under Equity Accounting		-	-	-	-	-	-
4.1.2 Unconsolidated Associates		90.000	-	90.000	67.500	-	67.500
4.2 Subsidiaries (Net)		-	-	-	-	-	-
4.2.1 Unconsolidated Financial Investments in Subsidiaries		-	-	-	-	-	-
4.2.2 Unconsolidated Non-Financial Investments in Subsidiaries		-	-	-	-	-	-
4.3 Joint Ventures (Net)		1.050.797	-	1.050.797	663.645	-	663.645
4.3.1 Joint-Ventures Consolidated Under Equity Accounting		1.050.797	-	1.050.797	663.645	-	663.645
4.3.2 Unconsolidated Joint-Ventures		-	-	-	-	-	-
V. TANGIBLE ASSETS (Net)	(10)	6.140.318	92.767	6.233.085	4.728.422	81.936	4.810.358
VI. INTANGIBLE ASSETS (Net)	(11)	1.265.175	-	1.265.175	713.788	-	713.788
6.1 Goodwill		-	-	-	-	-	-
6.2 Others		1.265.175	-	1.265.175	713.788	-	713.788
VII. INVESTMENT PROPERTY (Net)		-	-	-	-	-	-
VIII. CURRENT TAX ASSET		196.774	-	196.774	8.161	-	8.161
IX. DEFERRED TAX ASSET	(12)	1.722.655	-	1.722.655	1.786.041	-	1.786.041
X. OTHER ASSETS	(13)	10.231.281	3.716.550	13.947.831	3.917.067	1.679.599	5.596.666
TOTAL ASSETS		246.018.183	224.980.517	470.998.700	166.993.514	144.891.908	311.885.422

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

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)
AS OF DECEMBER 31, 2025
(Thousand of Turkish Lira (TL) unless otherwise stated)

LIABILITIES	Notes (Section Five-II)	CURRENT PERIOD December 31, 2025			PRIOR PERIOD December 31, 2024		
		TL	FC	Total	TL	FC	Total
I. FUNDS COLLECTED	(1)	129.199.081	148.839.830	278.038.911	107.594.134	96.846.411	204.440.545
II. FUNDS BORROWED	(2)	23.298.305	60.565.695	83.864.000	4.905.971	33.049.580	37.955.551
III. BORROWINGS FROM MONEY MARKETS		14.021.469	-	14.021.469	-	-	-
IV. SECURITIES ISSUED (Net)	(3)	23.384.494	-	23.384.494	12.446.529	-	12.446.529
V. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT AND LOSS		-	-	-	-	-	-
VI. DERIVATIVE FINANCIAL LIABILITIES	(4)	279.332	1.583	280.915	112.184	6.105	118.289
6.1 Derivative Financial Liabilities at Fair Value through Profit or Loss		279.332	1.583	280.915	112.184	6.105	118.289
6.2 Derivative Financial Liabilities at Fair Value through Other Comprehensive Income		-	-	-	-	-	-
VII. LEASE PAYABLES	(5)	1.544.602	72.227	1.616.829	1.107.778	73.257	1.181.035
VIII. PROVISIONS	(6)	4.390.867	473.681	4.864.548	9.426.692	35.439	9.462.131
8.1 Restructuring Reserves		-	-	-	-	-	-
8.2 Reserve for Employee Benefits		2.182.198	-	2.182.198	1.997.353	-	1.997.353
8.3 Insurance Technical Reserves (Net)		-	-	-	-	-	-
8.4 Other Provisions		2.208.669	473.681	2.682.350	7.429.339	35.439	7.464.778
IX. CURRENT TAX LIABILITY	(7)	1.383.708	105.749	1.489.457	618.064	132.055	750.119
X. DEFERRED TAX LIABILITY		-	-	-	-	-	-
XI. LIABILITIES FOR ASSETS HELD FOR SALE AND ASSETS OF DISCONTINUED OPERATIONS (Net)	(8)	-	6.445	6.445	-	4.192	4.192
11.1 Assets Held for Sale		-	-	-	-	-	-
11.2 Assets of Discontinued Operations		-	6.445	6.445	-	4.192	4.192
XII. SUBORDINATED LOANS	(9)	-	18.624.498	18.624.498	-	14.007.315	14.007.315
12.1 Loans		-	18.624.498	18.624.498	-	14.007.315	14.007.315
12.2 Other Debt Instruments		-	-	-	-	-	-
XIII. OTHER LIABILITIES	(10)	11.503.954	4.622.591	16.126.545	7.872.161	3.703.326	11.575.487
XIV. SHAREHOLDERS' EQUITY	(11)	28.305.088	375.501	28.680.589	19.835.944	108.285	19.944.229
14.1 Paid-In Capital		2.500.000	-	2.500.000	2.500.000	-	2.500.000
14.2 Capital Reserves		899.208	-	899.208	2.688.530	-	2.688.530
14.2.1 Share Premium		23.278	-	23.278	23.278	-	23.278
14.2.2 Share Cancellation Profits		-	-	-	-	-	-
14.2.3 Other Capital Reserves		875.930	-	875.930	2.665.252	-	2.665.252
14.3 Accumulated Other Comprehensive Income or Expenses that will not be Reclassified to Profit or Loss		2.928.104	-	2.928.104	2.110.996	-	2.110.996
14.4 Accumulated Other Comprehensive Income or Expenses that will be Reclassified to Profit or Loss		2.361.691	375.501	2.737.192	1.593.637	108.285	1.701.922
14.5 Profit Reserves		9.795.494	-	9.795.494	6.732.113	-	6.732.113
14.5.1 Legal Reserves		639.465	-	639.465	486.890	-	486.890
14.5.2 Status Reserves		-	-	-	-	-	-
14.5.3 Extraordinary Reserves		8.357.233	-	8.357.233	5.494.954	-	5.494.954
14.5.4 Other Profit Reserves		798.796	-	798.796	750.269	-	750.269
14.6 Profit or Loss		9.820.591	-	9.820.591	4.210.668	-	4.210.668
14.6.1 Prior Years Profit/(Loss)		(5.196.849)	-	(5.196.849)	(948.641)	-	(948.641)
14.6.2 Current Year Profit/(Loss)		15.017.440	-	15.017.440	5.159.309	-	5.159.309
14.7 Minority Shares		-	-	-	-	-	-
TOTAL LIABILITIES		237.310.900	233.687.800	470.998.700	163.919.457	147.965.965	311.885.422

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

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)
AS OF DECEMBER 31, 2025
(Thousand of Turkish Lira (TL) unless otherwise stated)

STATEMENT OF OFF-BALANCE SHEET	Notes (Section Five-III)	CURRENT PERIOD December 31, 2025			PRIOR PERIOD December 31, 2024		
		TL	FC	Total	TL	FC	Total
A. OFF BALANCE SHEET COMMITMENTS (I+II+III)		70.354.030	94.187.248	164.541.278	40.565.170	46.534.249	87.099.419
I. GUARANTEES AND SURETIES	(1)	37.187.038	29.805.782	66.992.820	23.342.299	17.053.338	40.395.637
1.1. Letters of Guarantees		37.092.882	15.424.657	52.517.539	23.096.458	10.398.647	33.495.105
1.1.1. Guarantees Subject to State Tender Law		1.798.911	187.260	1.986.171	2.317.179	504.278	2.821.457
1.1.2. Guarantees Given for Foreign Trade Operations		18.340	5.446.746	5.465.086	390	3.415.338	3.415.728
1.1.3. Other Letters of Guarantee		35.275.631	9.790.651	45.066.282	20.778.889	6.479.031	27.257.920
1.2. Bank Loans		-	438.906	438.906	-	171.087	171.087
1.2.1. Import Letter of Acceptances		-	438.906	438.906	-	171.087	171.087
1.2.2. Other Bank Acceptances		-	-	-	-	-	-
1.3. Letter of Credits		48.177	13.896.897	13.945.074	67.629	6.434.310	6.501.939
1.3.1. Documentary Letter of Credits		-	-	-	-	-	-
1.3.2. Other Letter of Credits		48.177	13.896.897	13.945.074	67.629	6.434.310	6.501.939
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		-	45.322	45.322	-	49.294	49.294
1.7. Other Collaterals		45.979	-	45.979	178.212	-	178.212
II. COMMITMENTS	(1)	24.629.119	12.031.856	36.660.975	11.042.295	1.341.379	12.383.674
2.1. Irrevocable Commitments		24.584.619	12.031.856	36.616.475	10.997.795	1.341.379	12.339.174
2.1.1. Asset Purchase and Sale Commitments		4.670.964	12.031.856	16.702.820	848.079	1.341.379	2.189.458
2.1.2. Share Capital Commitment to Associates and Subsidiaries		-	-	-	22.500	-	22.500
2.1.3. Loan Granting Commitments		626.556	-	626.556	626.280	-	626.280
2.1.4. Securities Underwriting Commitments		-	-	-	-	-	-
2.1.5. Commitments for Reserve Deposit Requirements		-	-	-	-	-	-
2.1.6. Payment Commitment for Cheques		2.989.701	-	2.989.701	2.174.162	-	2.174.162
2.1.7. Tax And Fund Liabilities from Export Commitments		351.166	-	351.166	134.211	-	134.211
2.1.8. Commitments for Credit Card Expenditure Limits		15.942.138	-	15.942.138	7.191.304	-	7.191.304
2.1.9. Commitments for Promotions Related with Credit Cards and Banking Activities		3.537	-	3.537	698	-	698
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		557	-	557	561	-	561
2.2. Revocable Commitments		44.500	-	44.500	44.500	-	44.500
2.2.1. Revocable Loan Granting Commitments		-	-	-	-	-	-
2.2.2. Other Revocable Commitments		44.500	-	44.500	44.500	-	44.500
III. DERIVATIVE FINANCIAL INSTRUMENTS	(2)	8.537.873	52.349.610	60.887.483	6.180.576	28.139.532	34.320.108
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		8.537.873	52.349.610	60.887.483	6.180.576	28.139.532	34.320.108
3.2.1. Forward Foreign Currency Buy/Sell Transactions		8.794	7.765	16.559	306.312	755.364	1.061.676
3.2.1.1. Forward Foreign Currency Transactions-Buy		-	7.765	7.765	197.595	335.799	533.394
3.2.1.2. Forward Foreign Currency Transactions-Sell		8.794	-	8.794	108.717	419.565	528.282
3.2.2. Other Forward Buy/Sell Transactions		8.529.079	52.341.845	60.870.924	5.874.264	27.384.168	33.258.432
3.3. Other		-	-	-	-	-	-
B. CUSTODY AND PLEDGED ITEMS (IV+V+VI)		1.023.073.523	299.528.361	1.322.601.884	593.395.337	185.847.893	779.243.230
IV. ITEMS HELD IN CUSTODY		38.160.040	216.972.573	255.132.613	30.840.723	111.112.171	141.952.894
4.1. Assets Under Management		19.274.185	-	19.274.185	14.371.807	-	14.371.807
4.2. Investment Securities Held in Custody		6.679	45.878.099	45.884.778	5.675	32.988.820	32.994.495
4.3. Cheques Received for Collection		14.390.811	1.657.934	16.048.745	13.003.919	335.290	13.339.209
4.4. Commercial Notes Received for Collection		4.143.683	1.540.682	5.684.365	3.090.972	1.132.703	4.223.675
4.5. Other Assets Received for Collection		103	-	103	103	-	103
4.6. Assets Received for Public Offering		-	-	-	-	-	-
4.7. Other Items Under Custody		218.626	6.534.463	6.753.089	264.794	4.224.585	4.489.379
4.8. Custodians		125.953	161.361.395	161.487.348	103.453	72.430.773	72.534.226
V. PLEDGED ITEMS		984.913.483	82.555.788	1.067.469.271	562.554.614	74.735.722	637.290.336
5.1. Marketable Securities		42.391.992	13.897.822	56.289.814	21.821.520	16.378.836	38.200.356
5.2. Guarantee Notes		14.581.393	768.420	15.349.813	9.259.361	259.091	9.518.452
5.3. Commodity		168.463.502	11.933.381	180.396.883	90.720.131	6.416.222	97.136.353
5.4. Warranty		-	-	-	-	-	-
5.5. Properties		733.155.802	47.390.812	780.546.614	421.629.326	45.388.628	467.017.954
5.6. Other Pledged Items		25.749.663	8.528.590	34.278.253	18.749.005	6.262.880	25.011.885
5.7. Pledged Items-Depository		571.131	36.763	607.894	375.271	30.065	405.336
VI. ACCEPTED INDEPENDENT GUARANTEES AND WARRANTIES		-	-	-	-	-	-
TOTAL OFF BALANCE SHEET ACCOUNTS (A+B)		1.093.427.553	393.715.609	1.487.143.162	633.960.507	232.382.142	866.342.649

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

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)
AS OF DECEMBER 31, 2025
(Thousand of Turkish Lira (TL) unless otherwise stated)

STATEMENT OF PROFIT OR LOSS		Notes (Section Five-IV)	CURRENT PERIOD January 1- December 31, 2025	PRIOR PERIOD January 1- December 31, 2024
I.	PROFIT SHARE INCOME	(1)	66.673.727	41.946.719
1.1	Profit Share on Loans		47.694.802	29.758.919
1.2	Income Received from Reserve Deposits		6.545.691	3.396.748
1.3	Income Received from Banks		209	1.112
1.4	Income Received from Money Market Placements		76.128	68.177
1.5	Income Received from Marketable Securities Portfolio		9.351.329	6.890.143
1.5.1	Financial Assets at Fair Value Through Profit and Loss		359.470	415.388
1.5.2	Financial Assets at Fair Value through Other Comprehensive Income		5.308.327	2.634.094
1.5.3	Financial Assets Measured at Amortised Cost		3.683.532	3.840.661
1.6	Finance Lease Income		2.995.215	1.703.442
1.7	Other Profit Share Income		10.353	128.178
II.	PROFIT SHARE EXPENSE	(2)	56.058.628	34.474.787
2.1	Expense on Profit Sharing Accounts		39.171.915	25.836.494
2.2	Profit Share Expense on Funds Borrowed		6.472.848	3.793.744
2.3	Profit Share Expense on Money Market Borrowings		2.992.653	1.332.023
2.4	Profit Share Expense on Securities Issued		7.192.467	3.343.492
2.5	Finance Lease Expense		223.525	156.412
2.6	Other Profit Share Expense		5.220	12.622
III.	NET PROFIT SHARE INCOME (I – II)		10.615.099	7.471.932
IV.	NET FEES AND COMMISSIONS INCOME/EXPENSES		6.015.485	4.096.262
4.1	Fees and Commissions Received		6.964.005	4.727.738
4.1.1	Non-Cash Loans		680.855	455.518
4.1.2	Other	(3)	6.283.150	4.272.220
4.2	Fees and Commissions Paid (-)		948.520	631.476
4.2.1	Non-Cash Loans		7.785	1.068
4.2.2	Other	(3)	940.735	630.408
V.	DIVIDEND INCOME	(4)	3.110	2.926
VI.	TRADING INCOME/LOSS(net)	(5)	6.034.278	4.299.322
6.1	Capital Market Transaction Income/(Loss)		6.361.276	6.925.700
6.2	Profit/(Loss) from Derivative Financial Instruments		257.179	(4.628.376)
6.3	Foreign Exchange Income/(Loss)		(584.177)	2.001.998
VII.	OTHER OPERATING INCOME	(6)	12.396.403	3.383.164
VIII.	TOTAL OPERATING INCOME (III+IV+V+VI+VII)		35.064.375	19.253.606
IX.	EXPECTED CREDIT LOSS (-)	(7)	3.778.611	2.447.130
X.	OTHER PROVISION EXPENSES (-)	(7)	3.399.695	3.403.197
XI.	PERSONNEL EXPENSES (-)		6.974.621	4.554.953
XII.	OTHER OPERATING EXPENSES (-)	(8)	6.088.459	3.770.366
XIII.	NET OPERATING INCOME/(LOSS) (VIII-IX-X-XI-XII)		14.822.989	5.077.960
XIV.	EXCESS AMOUNT RECORDED AS GAIN AFTER MERGER		-	-
XV.	PROFIT/(LOSS) ON EQUITY METHOD		409.314	347.126
XVI.	PROFIT/(LOSS) ON NET MONETARY POSITION		-	-
XVII.	PROFIT/(LOSS) FROM CONTINUED OPERATIONS BEFORE TAXES (XIII+...+XVI)	(9)	15.232.303	5.425.086
XVIII.	TAX PROVISION FOR CONTINUED OPERATIONS (±)	(10)	214.862	264.330
18.1	Provision for Current Taxes		310.680	338.900
18.2	Deferred Tax Expense Effect (+)		2.948.798	3.326.434
18.3	Deferred Tax Income Effect (-)		3.044.616	3.401.004
XIX.	NET INCOME/(LOSS) FROM CONTINUED OPERATIONS (XVII±XVIII)	(11)	15.017.441	5.160.756
XX.	INCOME FROM DISCONTINUED OPERATIONS	(11)	11	473
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		11	473
XXI.	LOSS FROM DISCONTINUED OPERATIONS (-)		-	1.920
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		-	1.920
XXII.	PROFIT/(LOSS) ON DISCONTINUED OPERATIONS BEFORE TAXES (XX-XXI)		11	(1.447)
XXIII.	TAX PROVISION FOR DISCONTINUED OPERATIONS (±)		12	-
23.1	Provision for Current Taxes		12	-
23.2	Deferred Tax Expense Effect (+)		-	-
23.3	Deferred Tax Income Effect (-)		-	-
XXIV.	NET PROFIT/LOSS FROM DISCONTINUED OPERATIONS (XXII±XXIII)	(11)	(1)	(1.447)
XXV.	NET PROFIT/LOSS (XIX+XXIV)	(12)	15.017.440	5.159.309
25.1	Group's Income/Loss		15.017.440	5.159.309
25.2	Minority Shares Profit/Loss (-)		-	-
	Earnings Per Share		6,00698	2,06372

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

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)
AS OF DECEMBER 31, 2025
(Thousand of Turkish Lira (TL) unless otherwise stated)

PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	CURRENT PERIOD January 1- December 31, 2025	PRIOR PERIOD January 1- December 31, 2024
I. CURRENT PERIOD PROFIT/LOSS	15.017.440	5.159.309
II. OTHER COMPREHENSIVE INCOME	1.852.378	845.190
2.1 Other Income/Expense Items not to be Recycled to Profit or Loss	817.108	531.373
2.1.1 Revaluation Surplus on Tangible Assets	969.620	867.490
2.1.2 Revaluation Surplus on Intangible Assets	-	-
2.1.3 Defined Benefit Plans' Actuarial Gains/Losses	8.788	(201.769)
2.1.4 Other Income/Expense Items not to be Recycled to Profit or Loss	-	(47.454)
2.1.5 Taxes on Other Comprehensive Income not to be Recycled to Profit or Loss	(161.300)	(86.894)
2.2 Other Income/Expense Items to be Recycled to Profit or Loss	1.035.270	313.817
2.2.1 Exchange Rate Conversion Differences	973.228	363.650
2.2.2 Income/Expenses from Valuation and/or Reclassification of Financial Assets Measured at Financial Assets Measured at Fair Value through Other Comprehensive Income	91.493	(71.191)
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	(29.451)	21.358
III. TOTAL COMPREHENSIVE INCOME (I+II)	16.869.818	6.004.499

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

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
AS OF DECEMBER 31, 2025
(Thousand of Turkish Lira (TL) unless otherwise stated)

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY	Notes (Section Five-V)	Paid-in Capital	Share Premium	Share Cancellati on Profits	Other Capital Reserves	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			Profit Reserves	Prior Periods' Profit/Loss	Current Period's Net Profit/Loss	Total Equity Before Minority Shares	Minority Shares	Total Shareholders ' Equity
						1	2	3	4	5	6						
CURRENT PERIOD																	
(January 1 – December 31, 2025)																	
I. Closing balance	(V)	2.500.000	23.278	-	2.665.252	2.477.178	(366.182)	-	1.489.755	212.167	-	6.732.113	(948.641)	5.159.309	19.944.229	-	19.944.229
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)		2.500.000	23.278	-	2.665.252	2.477.178	(366.182)	-	1.489.755	212.167	-	6.732.113	(948.641)	5.159.309	19.944.229	-	19.944.229
IV. Total Comprehensive Income		-	-	-	-	810.956	6.152	-	973.228	62.042	-	-	-	15.017.440	16.869.818	-	16.869.818
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		-	-	-	(1.789.322)	-	-	-	-	-	-	(802.320)	(5.110.771)	-	(7.702.413)	-	(7.702.413)
XI. Profit Distribution		-	-	-	-	-	-	-	-	-	-	3.865.701	862.563	(5.159.309)	(431.045)	-	(431.045)
11.1 Dividends		-	-	-	-	-	-	-	-	-	-	-	-	(431.045)	(431.045)	-	(431.045)
11.2 Transfers to Reserves		-	-	-	-	-	-	-	-	-	-	3.865.701	(3.865.701)	-	-	-	-
11.3 Others		-	-	-	-	-	-	-	-	-	-	-	4.728.264	(4.728.264)	-	-	-
Balances at end of the period (III+IV...+X+XI)		2.500.000	23.278	-	875.930	3.288.134	(360.030)	-	2.462.983	274.209	-	9.795.494	(5.196.849)	15.017.440	28.680.589	-	28.680.589

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.
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
AS OF DECEMBER 31, 2025
(Thousand 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 Equity Before Minority Shares	Minority Shares	Total Shareholders' Equity
PRIOR PERIOD																	
(January 1 - December 31, 2024)																	
I. Closing balance	(V)	2.500.000	23.278	-	4.056.733	1.804.567	(224.944)	-	1.126.105	262.000	-	1.550.632	(1.003.030)	3.969.283	14.064.624	283.780	14.348.404
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)		2.500.000	23.278	-	4.056.733	1.804.567	(224.944)	-	1.126.105	262.000	-	1.550.632	(1.003.030)	3.969.283	14.064.624	283.780	14.348.404
IV. Total Comprehensive Income		-	-	-	-	672.611	(141.238)	-	363.650	(49.833)	-	-	-	5.159.309	6.004.499	-	6.004.499
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		-	-	-	(1.391.481)	-	-	-	-	-	-	1.768.230	(501.643)	-	(124.894)	(283.780)	(408.674)
XI. Profit Distribution		-	-	-	-	-	-	-	-	-	-	3.413.251	556.032	(3.969.283)	-	-	-
11.1 Dividends		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2 Transfers to Reserves		-	-	-	-	-	-	-	-	-	-	3.413.251	(3.413.251)	-	-	-	-
11.3 Others		-	-	-	-	-	-	-	-	-	-	-	3.969.283	(3.969.283)	-	-	-
Balances at end of the period (III+IV...+X+XI)		2.500.000	23.278	-	2.665.252	2.477.178	(366.182)	-	1.489.755	212.167	-	6.732.113	(948.641)	5.159.309	19.944.229	-	19.944.229

⁽¹⁾ The Parent Bank has recognized undated additional tier 1 capital amounting to USD 205.000.000 issued through "Bereket One Ltd" under "other capital reserves" as per TAS 32: "Financial Instruments: Presentation" standart.

⁽²⁾ The Parent Bank has paid TL 752.883 in February and August 2024, the coupon payment amount of undated additional tier 1 capital Sukuk and has recognized it under "prior periods' profit / loss". TL 240,540 the deferred tax expense related to the payment has been recognized under "prior periods' profit/ loss" as well.

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.
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
AS OF DECEMBER 31, 2025
(Thousand of Turkish Lira (TL) unless otherwise stated)

STATEMENT OF CASH FLOWS		Notes (Section Five-VI)	CURRENT PERIOD January 1- December 31, 2025	PRIOR PERIOD January 1- December 31, 2024
A.	CASH FLOWS FROM BANKING OPERATIONS			
1.1	Operating Profit Before Changes In Operating Assets And Liabilities		(1.805.063)	(510.956)
1.1.1	Profit Share Income Received		59.611.226	38.482.670
1.1.2	Profit Share Expense Paid		(55.378.902)	(35.207.652)
1.1.3	Dividend Received		3.110	2.926
1.1.4	Fees and Commissions Received		5.210.621	3.534.889
1.1.5	Other Income		2.584.160	1.842.338
1.1.6	Collections from Previously Written Off Loans	(V-I-6,h2)	513.019	299.212
1.1.7	Payments to Personnel and Service Suppliers		(7.949.462)	(5.190.338)
1.1.8	Taxes Paid		(1.218.171)	(655.707)
1.1.9	Others	(V-VI-3)	(5.180.664)	(3.619.294)
1.2	Changes In Operating Assets And Liabilities		(15.787.625)	(3.001.979)
1.2.1	Net (Increase) Decrease in Financial Assets at Fair Value Through Profit or Loss		(3.895.490)	2.985.972
1.2.2	Net (Increase) Decrease in Due From Banks and Other Financial Institutions		(23.292.860)	(9.640.157)
1.2.3	Net (Increase) Decrease in Loans		(77.342.575)	(36.242.554)
1.2.4	Net (Increase) Decrease in Other Assets		(4.065.929)	(7.338.596)
1.2.5	Net Increase (Decrease) in Bank Deposits		(1.008.439)	2.510.355
1.2.6	Net Increase (Decrease) in Other Deposits		69.602.200	38.731.509
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		1.705.530	3.378.591
1.2.9	Net Increase (Decrease) in Matured Payables		-	-
1.2.10	Net Increase (Decrease) in Other Liabilities	(V-VI-3)	22.509.938	2.612.901
I.	Net Cash Flow From Banking Operations		(17.592.688)	(3.512.935)
B.	CASH FLOWS FROM INVESTING ACTIVITIES			
II.	Net cash flow from investing activities		(14.021.001)	(1.484.711)
2.1	Cash Paid For Acquisition of Investments, Associates and Subsidiaries		(22.500)	(98.952)
2.2	Cash Obtained From Disposal of Investments, Associates and Subsidiaries		-	-
2.3	Purchases of Property and Equipment		(2.043.573)	(809.131)
2.4	Disposals of Property and Equipment		1.015.290	217.408
2.5	Purchase of Financial Assets at Fair Value Through Other Comprehensive Income		(23.592.031)	(19.529.743)
2.6	Sale of Financial Assets at Fair Value Through Other Comprehensive Income		11.131.607	13.235.387
2.7	Purchase of Financial Assets Measured at Amortised Cost	(V-I-4)	(2.158.419)	(6.171.172)
2.8	Sale of Financial Assets Measured at Amortised Cost	(V-I-4)	1.648.625	11.671.492
2.9	Other		-	-
C.	CASH FLOWS FROM FINANCING ACTIVITIES			
III.	Net Cash Flow From Financing Activities		40.775.172	11.178.665
3.1	Cash Obtained from Funds Borrowed and Securities Issued		1.069.051.917	188.803.903
3.2	Cash Used for Repayment of Funds Borrowed and Securities Issued		(1.027.498.614)	(176.707.782)
3.3	Issued Capital Instruments		-	-
3.4	Dividends Paid		(431.045)	-
3.5	Leases Paid		(347.086)	(164.573)
3.6	Other		-	(752.883)
IV.	Effect of Change in Foreign Exchange Rate on Cash and Cash Equivalents	(V-VI-3)	5.443.818	1.390.298
V.	Net (Decrease) Increase in Cash and Cash Equivalents		14.605.301	7.571.317
VI.	Cash and Cash Equivalents at the Beginning of the Period	(V-VI-a)	39.723.087	32.151.770
VII.	Cash and Cash Equivalents at the End of the Period	(V-VI-b)	54.328.388	39.723.087

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

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
AS OF DECEMBER 31, 2025

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

STATEMENT OF PROFIT DISTRIBUTION	CURRENT PERIOD December 31, 2025	PRIOR PERIOD December 31, 2024
I. DISTRIBUTION OF CURRENT YEAR INCOME		
1.1. CURRENT YEAR INCOME	13.187.024	4.408.072
1.2. TAXES AND DUTIES PAYABLE (-)	8.957	97.624
1.2.1. Corporate tax (Income tax)	104.775	172.194
1.2.2. Income withholding tax	-	-
1.2.3. Other taxes and legal liabilities (*)	(95.818)	(74.570)
A. NET INCOME FOR THE YEAR (1.1-1.2)	13.178.067	4.310.448
1.3. PRIOR YEAR LOSSES (-)	(6.633.015)	-
1.4. FIRST LEGAL RESERVES (-)	-	119.554
1.5. OTHER STATUTORY RESERVES (-)	-	13.702
B. DISTRIBUTABLE NET PERIOD INCOME [(A)-(1.3+1.4+1.5)] (**)	6.545.052	4.177.192
1.6. FIRST DIVIDEND TO SHAREHOLDERS (-)	-	-
1.6.1. To owners of ordinary shares	-	-
1.6.2. To owners of preferred shares	-	-
1.6.3. To owners of preferred shares (Preemptive rights)	-	-
1.6.4. To Profit sharing bonds	-	-
1.6.5. To owners of the profit /loss sharing certificates	-	-
1.7. DIVIDEND TO PERSONNEL (-)	-	-
1.8. DIVIDEND TO BOARD OF DIRECTORS (-)	-	-
1.9. SECOND DIVIDEND TO SHAREHOLDERS (-)	-	-
1.9.1. To owners of ordinary shares	-	-
1.9.2. To owners of preferred shares	-	-
1.9.3. To owners of preferred shares (Preemptive rights)	-	-
1.9.4. To profit sharing bonds	-	-
1.9.5. To owners of the profit /loss sharing Certificates	-	-
1.10. SECOND LEGAL RESERVE (-)	-	-
1.11. STATUS RESERVES (-)	-	-
1.12. EXTRAORDINARY RESERVES	-	3.715.543
1.13. OTHER RESERVES	-	-
1.14. SPECIAL FUNDS	-	-
II. DISTRIBUTION FROM RESERVES		
2.1. DISTRIBUTED RESERVES	-	-
2.2. SECOND LEGAL RESERVES (-)	-	-
2.3. SHARE TO SHAREHOLDERS (-)	-	-
2.3.1. To owners of ordinary shares	-	-
2.3.2. To owners of preferred shares	-	-
2.3.3. To owners of preferred shares (Preemptive rights)	-	-
2.3.4. To profit sharing bonds	-	-
2.3.5. To owners of the profit /loss sharing certificates	-	-
2.4. SHARE TO PERSONNEL (-)	-	-
2.5. SHARE TO BOARD OF DIRECTORS (-)	-	-
III. EARNINGS PER SHARE		
3.1. TO OWNERS OF ORDINARY SHARES (***) (FULL TL)	5,27	1,72
3.2. TO OWNERS OF ORDINARY SHARES (%)	527,12	172,00
3.3. TO OWNERS OF PREFERRED SHARES	-	-
3.4. TO OWNERS OF PREFERRED SHARES (%)	-	-
IV. DIVIDEND PER SHARE		
4.1. TO OWNERS OF ORDINARY SHARES (FULL TL)	-	-
4.2. TO OWNERS OF ORDINARY SHARES (%)	-	-
4.3. TO OWNERS OF PREFERRED SHARES	-	-
4.4. TO OWNERS OF PREFERRED SHARES (%)	-	-

(*) Deferred tax income is presented in "other taxes and legal liabilities" line. Deferred tax income is not subject to profit distribution; thus it is classified under extraordinary reserves.

(**) General Assembly of the Parent Bank is the authorized body for the profit distribution decisions. The Ordinary General Assembly Meeting has not been held as of the date of the preparation of these financial statements. Statement of profit distribution is prepared according to the unconsolidated financial statements of the Parent Bank.

(***) Calculated by using the number of share certificates as of year-end

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

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
AS OF DECEMBER 31, 2025

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

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 Parent Bank has prepared its financial statements in accordance with the "Regulation on Principles and Procedures Regarding Accounting Applications for 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" which includes provisions of Interim Financial Reporting Standards and the Turkish Financial Reporting Standards ("TFRS") issued 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 consolidated financial statements and notes to these statements have been prepared in accordance with the "Communiqué on Publicly Announced Financial Statements, Explanations and Notes to These Financial Statements", published in Official Gazette numbered 28337, dated June 28, 2012, and amendments to this Communiqué. The Parent 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 23 November 2023, applied that the financial statements of businesses applying Turkish Financial Reporting Standards for the annual reporting period ending on or after 31 December 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 11, 2024 and numbered 10825, 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 Parent Bank has not applied the inflation accounting required by TAS 29 in its consolidated financial statements for the year ended December 31, 2025.

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 POA's latest announcement, the mandatory effective date of the standard has been further postponed to financial periods beginning on or after January 1, 2026.

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
AS OF DECEMBER 31, 2025

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

I. Explanations on basis of presentation (continued):

b) Accounting policies and valuation principles applied in the preparation of consolidated financial statements:

The accounting policies and valuation principles applied in the preparation of consolidated 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 consolidated financial statements according to BRSA Reporting and Accounting Legislation requires the Group'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.

As of December 31, 2025, the subsidiary investment accounted for by equity method is Katılım Emeklilik ve Hayat A.Ş. Subsidiaries accounted for using the full consolidation method consist of Bereket Varlık Kiralama A.Ş., Değer Varlık Kiralama A.Ş. and Albaraka Portföy Yönetimi A.Ş.

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 Parent Bank are prepared comparative to the previous term in order to determine its financial position and performans trends. If appropriate, the comparative information are restated in order to provide comparativeness to the statements of current period financial statements.

In accordance with the BRSA Consalidation Communique, the Group does not include investment funds in the scope of consolidation. This is because definition of control, as regulated under Article 3 of Banking Law No. 5411, requires legal entities, and Article 52/1 of the Capital Markets Law explicitly states that investment funds are assets without legal entities (and therefore not considered companies or partnerships).

Assets held for sale (TL 1.427.724) have been reclassified from property, plant and equipment to other assets in the balance sheet to conform to the current period's presentation, on the other hand the gold account balance (TL 1.106.591) tracked under cash equivalents has been reclassified as other assets due to its collateral nature.

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

The Group 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 Parent Bank's most important funding sources are its equity and borrowings from foreign financial institutions. The Parent Bank sustains its liquidity to cover matured liabilities by holding adequate level of cash and cash equivalents.

The Parent 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 Parent 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.

The foreign currency exchange differences resulting from the conversion of debt securities issued and monetary financial assets into Turkish Lira are included in the income statement.

The balance sheet items of the foreign branches and foreign discontinued operation of the Parent Bank included in the financial statements are converted into Turkish lira at the exchange rate ruling at the balance sheet date announced by the Parent Bank. Income statement items are converted into Turkish lira by exchange rate ruling at the transaction date and all exchange differences arising from the translation are accounted for in the "Accumulated Other Comprehensive Income or Expenses to be Reclassified to Profit or Loss" account under equity in accordance with 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 Parent Bank and resulting evaluation differences are reflected as foreign exchange gain or loss.

There are no foreign currency differences capitalized by the Group.

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III. Information on consolidated associates:

Consolidated financial statements are prepared in accordance with the decrees, notes and explanations set forth in Communiqué on "Preparation of Consolidated Financial Statements of Banks" published in the Official Gazette dated November 8, 2006, numbered 26340 and "Turkish Accounting Standard for Consolidated Financial Statements".

a) Consolidation principles on joint ventures:

The joint venture is an entity in which the Parent Bank participates in its capital and has joint control and whose main operation is private pension and insurance and operates according to special legislation with permission and license and is established in Türkiye. The related joint venture has been consolidated through equity method. Where necessary, accounting policies of the joint venture have been harmonized to ensure consistency with the policies adopted by the Parent Bank.

Equity method is an accounting method which foresees the increase or decrease of the book value of capital share in a joint venture from the changes in the participated joint venture's shareholders' equity during the period attributable to the portion of the investor and the deduction of the dividend received from the associate from the revised value of the joint venture amount.

The joint venture included in consolidation, its title, its place of incorporation, main activities and effective shareholding rates are as follows:

Title	Operation Center (City/Country)	Main Activities	Effective Rates (%)	Direct and Indirect Rates (%)
Katılım Emeklilik ve Hayat A.Ş.	İstanbul/Türkiye	Private pension and insurance	50,00	50,00

b) Consolidation principles on subsidiaries:

Subsidiaries are the entities controlled directly or indirectly by the Parent Bank. Subsidiaries are consolidated using the full consolidation method considering materiality principle, taking account the operation results, size of asset and shareholders' equity. Financial statements of related subsidiaries are consolidated from the date when the control is transferred to the Parent Bank.

Control is accepted as when Parent Bank has power over its investee, or exposed to, or has rights to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

As of the current period, the Bank has no subsidiaries that are not included in the scope of consolidation in accordance with the "Communiqué on Preparation of Consolidated Financial Statements of Banks" published in the Official Gazette No. 26340 dated November 8, 2006.

In the full consolidation method, 100% of subsidiaries' assets, liabilities, income, expense and off-balance sheet items are combined with the Parent Bank's assets, liabilities, and income, expense and off-balance sheet items. The carrying amount of the Group's investment in each subsidiary and the Group's portion of the cost value of the capital of each subsidiary is eliminated. Intragroup balances and intragroup transactions and resulting unrealized profits and losses are eliminated.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Parent Bank.

The subsidiaries included in consolidation, its title, place of incorporation, main activities and effective shareholding rates are as follows:

Title	Operation Center (City/Country)	Main Activities	Effective Partnership Rates (%)	Direct and Indirect Rates (%)
Bereket Varlık Kiralama A.Ş.	İstanbul/Türkiye	Sukuk Issue	100,00	100,00
Değer Varlık Kiralama A.Ş.	İstanbul/Türkiye	Sukuk Issue	100,00	100,00
Albaraka Portföy Yönetimi A.Ş.	İstanbul/Türkiye	Investment Fund Foundation and Management	100,00	100,00

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III. Information on consolidated associates (continued):

c) Presentation of consolidated subsidiaries, associates and joint ventures in consolidated financial statements:

The associates and subsidiaries which are not under the scope of consolidation are accounted at cost value, less any impairment, in accordance with "Turkish Accounting Standards for Individual Financial Statements ("TAS 27")" in the consolidated financial statements.

In the consolidated financial statements, credit institutions, which are not included in consolidation, or subsidiaries, which are not financial institutions, are accounted at cost value, less any impairment in the consolidated financial statements.

If the cost amount exceeds the recoverable amount (the higher of an asset's fair value less costs of disposal and its value in use) the value of the related associates and subsidiaries is equal to the recoverable amount.

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

The derivative financial instruments of the Group generally consist of forward foreign currency, forward security and swap agreements. Derivative transactions portfolio may change as per market conditions in related terms. The Group 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)

V. 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 Parent 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 Parent 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.

VI. 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.

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VI. Explanations on fees, commission income and expenses (continued):

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 cash and non-cash loans collected in quarterly periods or periods less than a quarter directly as income. Consequently, the Parent Bank records the related cash and non-cash loans commissions directly as income.

VII. 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 Parent Bank, if the Parent 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.

Assessment of business model:

As per TFRS 9, the Parent 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 Parent 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 Parent 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 of the Parent Bank 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 Parent Bank may hold financial assets in a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets. Fair value changes of the financial assets that are held within the scope of this business model are accounted under other comprehensive income when the contractual terms of the financial asset meet the cash flows test that includes profit share payments arising only from principal and principal amount at specific 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 Parent 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.

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VII. Explanations on financial assets (continued):

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 Parent 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.

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 Parent 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

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VII. Explanations on financial assets(continued):

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 Parent 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 Parent 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 Parent 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.

VIII. Explanations on expected credit losses:

The Parent 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 Parent 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 of significant estimates and assumptions in preparing financial statements, The Parent Bank has reflected the estimations and judgments used in the calculation of credit losses as of December 31, 2025, using the best estimation method with the maximum effort principle.

-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.

Under this context, the approach used through 2025 has been maintained and will be reviewed in the coming reporting periods by considering the changes in credit portfolio and expectations related to the future.

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.

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VIII. Explanations on expected credit losses(continued):

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 Parent 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:

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 Parent 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 Parent Bank will make in this case

- The Parent Bank management's conclusion that there is significant increase in credit risk. At this point the Parent 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 Parent 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.

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VIII. Explanations on expected credit losses(continued):

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 Parent 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 Parent 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.

IX. Explanations on offsetting of financial instruments:

Financial instruments are offset when the Group 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 investments issued by the Group which are repurchased has been offset in financial assets measured at fair value through other comprehensive income and subordinated loan accounts.

X. 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 Group 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.

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XI. 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 Group has assets that are possessed due to receivables and debtors' obligations to the Parent Bank and classified as assets held for sale. In the case that the Group 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 Group transfers such assets from assets held for sale and discontinued operations to other assets.

A discontinued operation is a part of the Group'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.

XII. 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 Group. The Group'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 Parent Bank over their estimated economic useful lives in equal amounts on a straight-line basis. Useful lives of the Parent 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 group 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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XIII. 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 31, 2009, the Parent 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 Parent 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 transferred to retained earnings from revaluation fund reserve.

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 Group 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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XIV. Explanations on investment property:

Investment properties are retained in order to benefit for administrative purposes and production and supply of goods or services either or both obtain rental income or appreciation gain instead of selling them in ordinary workflow. Investment properties are accounted initially at cost then at fair value for the coming periods and changes are recognized in statement of profit or loss.

The cost includes the expenses directly associated with the purchase.

If the investment property is sold, all profits and losses incurred (referring the difference between sale price and carrying value of the asset) are recognized in statement of profit or loss. If the investment properties

which are recognized as fixed assets beforehand are sold, their revaluation differences (if there are any) under equity are transferred to prior year profits.

If a real estate's intended purpose amended and it is recognized again under fixed assets, the fair value at the date of the amendment becomes the cost for the next accounting transaction.

XV. Explanations on leasing transactions:

Assets acquired under finance lease contracts are recorded both as an asset and as a liability at the beginning date of the lease. The basis for the determination of the balances recorded in the balance sheet as asset and liability is the lower of fair value of the leased asset at the inception of the lease and the present value of the lease payments. Finance charges arising from lease contracts are expensed in the related periods taking into consideration the internal rate of return over the period of the lease.

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 Parent Bank, as a participation bank, acts as a lessor in finance leasing transactions. The Parent 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 "IFRS 16 Leases" standard, which became effective as of January 1, 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.

IFRS 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 remains almost the same.

The Parent 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 Parent 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 Parent Bank's average profit rate.

If the ratio cannot be easily determined, the Parent 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.

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XV. Explanations on leasing transactions (continued):

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 Parent 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 Parent 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 Parent 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 Parent Bank's average profit rate. If the ratio cannot be easily determined, the Parent 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 Parent 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.

XVI. 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 Parent 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.

In accordance with 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 Parent 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.

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XVII. 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 Group 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 Group 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 Group.

The Group 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 December 31, 2025, there is a total actuarial loss of TL 514.329 before deferred tax under equity (December 31, 2025: TL 523.117 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 Group's employees are members.

ii) Defined contribution plans:

The Group pays defined contribution plans to publicly administered Social Security Funds for its employees. The Group 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, the Group measures the expected costs of the cumulative annual leaves as additional amounts anticipate to pay accumulated and unused rights as of reporting period.

XVIII. Explanations on taxation:

Current tax:

The Group is subject to tax laws and legislation effective in Türkiye.

In the financial statements as of December 31, 2025, 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.

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XVIII. Explanations on taxation (continued):

Current tax (continued):

In accordance with the tax legislation, tax losses can be carried forward to offset against future taxable income for up to five 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 Parent Bank. As of report date, there is no information or written report transmitted to the Parent 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 and 2025 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 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.

Deferred tax:

The Group 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 "XIX 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 Parent Bank recognizes deferred tax. While making this calculation, The Parent 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.

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XVIII. Explanations on taxation (continued):

Deferred Tax (continued):

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, in the financial statements dated April 30, 2024, tax effects arising from the inflation adjustment of corporate tax are included in the deferred tax calculation as of December 31 2025. As of December 31, 2025, 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 Complementary Corporate Tax

In September 2023, POA issued amendments to TAS 12 that introduce a mandatory exception to the recognition and disclosure of deferred tax assets and liabilities related to Second Pillar income taxes. The amendments clarify that TAS 12 applies to income taxes arising from tax laws that have been enacted, or are substantively enacted, for the purpose of applying the Second Pillar Model Rules issued by the Organization for Economic Cooperation and Development (OECD). These amendments also introduce certain disclosure requirements for entities affected by such tax laws. The exemption for not recognizing and disclosing information about deferred income taxes and the disclosure requirement for when the exemption has been applied are effective upon issuance of the amendments.

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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XIX. Additional explanations on borrowings:

The Group 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 Parent 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 Parent Bank. The Parent 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 Parent 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 Parent Bank's structured entity "Bereket One Ltd.". Stated transaction evaluated as non-monetary item and accounted over historical cost in Turkish Lira under equities in the "other capital reserves" accordance with TAS 32.

XX. 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	15.017.440	5.159.309
Weighted average number of ordinary shares in issue (in thousands)	2.500.000	2.500.000
Earnings per share (full TL)	6,00698	2,06372

XXI. Explanations on acceptances and availed drafts:

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

XXII. Explanations on government grants:

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

XXIII. Explanations on segment reporting:

Business segment is a component of the Parent Bank that engages in business activities from which the Group may earn revenues and incur expenses, whose operating results are regularly reviewed by the Parent 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 XI.

XXIV. Explanations on other matters:

None.

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SECTION FOUR

Information on Consolidated Financial Structure and Risk Management of the Group

I. Explanations on consolidated 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 December 31, 2025, the Parent Bank's total capital has been calculated as TL 46.811.158 and capital adequacy standard ratio is 21,24%. As of December 31, 2024, the Parent Bank's total capital amounted to TL 27.834.233 and capital adequacy ratio was 19,82%. The Parent Bank's capital adequacy standard ratio is above the minimum ratio required by the legislation.

In accordance with the Board Decision dated November 13, 2025, numbered 11286, the temporary regulations applied in the calculation of banks' capital adequacy ratios have been terminated, effective as of January 1, 2026. In this context, securities included in the portfolio of securities with fair value changes recognized in other comprehensive income acquired before December 12, 2023, under the Board Decision dated December 12, 2023, numbered 10747, the application allowing the net valuation differences of securities in the portfolio of Financial Instruments at Fair Value Through Other Comprehensive Income acquired before January 1, 2024, to be excluded from equity calculations if they are negative, and the application allowing the use of a specific exchange rate in the calculation of the credit risk exposure amount under the Board Decision dated December 19, 2024 and numbered 11038, which allowed for a specific exchange rate application in the calculation of the credit risk exposure amount, have been terminated. With the entry into force of these amendments, the Bank's capital adequacy ratio calculations will be made in accordance with the current provisions of the relevant regulations, and the effect of this change on the capital adequacy ratio has been approximately 200 basis points decrease compared to the previous application.

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I. Explanations on capital adequacy standard ratio:
a. Information on consolidated 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	2.500.000	2.500.000
Share issue premiums	23.278	23.278
Reserves	4.598.645	5.783.472
Gains recognized in equity as per TAS	6.922.403	6.065.435
Profit	15.017.440	5.159.309
Current Period Profit	15.017.440	5.159.309
Prior Period Profit	-	-
Shares acquired free of charge from subsidiaries, affiliates and jointly controlled partnerships and cannot be recognized within profit for the period	-	-
Minority Share	-	-
Common Equity Tier 1 Capital Before Deductions	29.061.766	19.531.494
Deductions from Common Equity Tier 1 Capital	-	-
Common Equity as per the 1 st 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	337.771	366.182
Improvement costs for operating leasing	84.761	72.670
Goodwill (net of related tax liability)	-	-
Other intangibles other than mortgage-servicing rights (net of related tax liability)	1.103.366	618.643
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	349.940	-
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	27.740	-
Shares obtained contrary to the 4 th clause of the 56 th 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	86.638	209.704
Amount exceeding 15% of the common equity as per the 2 nd clause of the Provisional Article 2 of the Regulation on the Equity of Banks	-	-
Excess amount arising from the net long positions of investments in common equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital	-	-
Excess amount arising from mortgage servicing rights	-	-
Excess amount arising from deferred tax assets based on temporary differences	-	-
Other items to be defined by the BRSA	-	-
Deductions to be made from common equity due to insufficient Additional Tier I Capital or Tier II Capital	-	-
Total Deductions From Common Equity Tier 1 Capital	1.990.216	1.267.199
Total Common Equity Tier 1 Capital	27.071.550	18.264.295

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I. Explanations on consolidated capital adequacy standard ratio (continued):
a. Information on consolidated 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	8.705.530	775.720
Debt instruments and premiums approved by BRSA (Temporary Article 4)	-	-
Third parties' share in the Additional Tier I capital	-	-
Third parties' share in the Additional Tier I capital (Temporary Article 3)	-	-
Additional Tier I Capital before Deductions	8.705.530	775.720
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	8.705.530	775.720
Total Tier I Capital (Tier I Capital=Common Equity+Additional Tier I Capital)	35.777.080	19.040.015
TIER II CAPITAL	-	-
Debt instruments and share issue premiums deemed suitable by the BRSA	9.342.520	7.657.100
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	-	-
Third parties' share in the Tier II Capital	-	-
Third parties' share in the Tier II Capital (Temporary Article 3)	-	-
Provisions (Article 8 of the Regulation on the Equity of Banks)	1.691.784	1.139.978
Tier II Capital Before Deductions	11.034.304	8.797.078
Deductions From Tier II Capital	-	-
Direct and indirect investments of the Bank on its own Tier II Capital (-)	-	18
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	-	18
Total Tier II Capital	11.034.304	8.797.060
Total Capital (The sum of Tier I Capital and Tier II Capital)	46.811.384	27.837.075
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	226	2.842

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
AS OF DECEMBER 31, 2025

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

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

a. Information on consolidated 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 Tier 1 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)	46.811.158	27.834.233
Total risk weighted amounts	220.359.798	140.449.719
Capital Adequacy Ratios		
Consolidated Core Capital Adequacy Ratio (%)	12,29	13,00
Consolidated Tier 1 Capital Adequacy Ratio (%)	16,24	13,56
Consolidated Capital Adequacy Ratio (%)	21,24	19,82
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 (%)	-	0,00
c) Systemic significant bank buffer ratio (%)	-	0,00
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 (%)	7,79	8,50
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	2.715.819	1.847.400
Limits related to provisions considered in Tier II calculation	-	-
General provisions for standard based receivables (before tenthousandtwentyfive limitation)	1.691.784	1.139.978
Up to 1.25% of total risk-weighted amount of general reserves for receivables where the standard approach used	1.691.784	1.139.978
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	-	-

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS
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I. Explanations on consolidated capital adequacy standard ratio (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 December 31, 2025, the Parent 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)	4.246.600 TL	5.095.920 TL	8.705.530 TL
Par Value of Instrument	4.246.600 TL	5.095.920 TL	8.705.530 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 incompliances with article number 7 and 8 of "Own fund regulation"	No	No	No

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NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS
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I. Explanations on consolidated capital adequacy standard ratio (continued):

c. Information on reconciliation of total capital and equity:

The difference between Consolidated Total Capital and Equity in the consolidated 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 related deferred tax liabilities and other items defined by the regulator are taken into consideration as amounts deducted from Total Capital.

II. Explanations on consolidated credit risk:

- (1) Credit risk represents the Parent Bank's risk or losses arising from corporate and individual loan customers who have cash or non-cash credit relations with the Parent Bank not fulfilling the terms of their agreements partially or in full. Limit assignment authority primarily belongs to the Board of Directors and based on the authority given by the Board of Directors, the risk limits of the Parent Bank are determined by Head-office Loan Committee, Loan Committee and Board of Directors. Head-office Loan Committee may exercise such authority partially through units of the Parent Bank or branches. Proposal for loans are presented in a written format to the Loan Committee and Board of Directors.

Regarding the credit risk, debtors or group of debtors is subject to risk limitations. Credit limits are determined separately for each individual customer, company, group of companies, and risk groups. While determining credit risk several criteria such as the customers' financial strength, commercial capacities, sectors, geographical areas and capital structure are evaluated collectively.

In accordance with the decision taken by the Board of Directors of the Parent Bank, the Parent Bank cannot grant loans above 15% of its equity to a real person or legal entity (Exception to this decision is subject to the decision of the Board of Directors). Distributing the risk in a balanced manner to the sectors is observed, therefore in their marketing operations the branches strive for reaching various firms existing in different sectors. As a principle, each branch oversee the balanced distribution of the total risk to the sectors and progress of the firms existing in critical sectors.

The credibility of the debtors of loans are monitored periodically in accordance with related legislation. The financial documents for loans are obtained, audited and updated as necessary as stipulated in the related legislation. Credit limits of customers are renewed periodically according to the Parent Bank's credit limit renewal procedure. The Parent Bank obtains necessary collaterals for loans by analyzing the creditworthiness of corporate and individual loans according to its credit policy. Main collaterals obtained for credit risk are mortgage on real estate, cash blockage, pledges on vehicle and machinery.

Limits defined by the Board of Directors and Loan Committee for each bank are followed-up by Treasury Management on a daily basis for the transactions related with placements or treasury operations like foreign currency purchase and sales with domestic and foreign correspondent banks.

As of 1 January 2018, the Parent 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. Related classifications are mentioned in the third section under the heading of Accounting Policies, in VIII. No. "Explanations on expected credit losses".

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II. Explanations on consolidated credit risk (continued):

The amount of exposures after offsetting transactions but before applying credit risk mitigations and the average exposure amounts that are classified in different risk groups and types, are disclosed below for the relevant period:

Risk Categories	Current Period Risk Amount	Average Risk Amount^(*)
Receivables from central governments or central banks	90.006.367	79.936.643
Receivables from regional or local governments	58.102	47.266
Receivables from administrative units and non-commercial enterprises	202.461	73.766
Receivables from multilateral development banks	-	-
Receivables from international organizations	-	-
Receivables from banks and brokerage houses	29.119.588	27.834.676
Receivables from corporates	113.771.004	101.436.654
Retail receivables	38.555.422	26.279.826
Receivables secured by mortgages on property	39.377.811	33.731.648
Past due receivables	319.996	185.489
Receivables defined in high risk category by BRSA	-	-
Collateralized Securities	-	-
Short-term receivables from banks, brokerage houses and corporates	-	-
Investments similar to collective investment funds	-	-
Other receivables	26.593.483	25.353.024
Equity share investments	1.192.836	1.106.606
TOTAL^(*)	339.197.070	295.985.598

(*) Average risk amount was tested by taking the arithmetic average of monthly risk amounts for 2025.

- (2) The credit risk undertaken for forwards, options and similar agreements is managed together with the risks arising from market movements.
- (3) The risks of forwards, options and similar agreements are followed regularly and the Parent Bank utilizes risk mitigation methods if needed.
- (4) Indemnified non-cash loans are subject to the same risk weight as overdue loans. Rescheduled or restructured loans are followed in accordance with the principles of credit risk management and follow-up principle of the Parent Bank. Financial position and commercial operations of those customers are analyzed continuously and the principal and profit payments based on the restructured payment plan are monitored by the related departments.
The Parent Bank considers that long-term commitments are exposed to more credit risk than short-term commitments, and matters such as defining risk limits and obtaining collateral for long-term risks are addressed more extensively as compared to short-term risks.
- (5) The Parent Bank has credit lines in different countries within the scope of its banking activity and due inquiries (economic, cyclical, etc.) are carried out during the allocation and revision of such credit lines. For the Parent banks where correspondent activity and international commodity transactions are intended to be carried out, credit limits are allocated by the related credit committees taking into account the size of the correspondent Parent bank and the size of Bank itself and concentration of risk is avoided. The Parent Bank does not carry any serious risk in this respect.
- (6) Share of cash receivables of the Parent Bank from its top 100 and top 200 cash loan customers in total cash loans is 34% (December 31, 2024: 39%) and 42% (December 31, 2024: 48%) respectively.
Share of non- cash receivables of the Parent Bank from its top 100 and top 200 non-cash loan customers in total non-cash loans is 33% (December 31, 2024: 35%) and 43% (December 31, 2024: 44%) respectively.
Share of cash and non-cash receivables of the Parent Bank from its top 100 and top 200 loan and non-cash loan customers in total of balance sheet and off balance sheet commitments is 29% (December 31, 2024: 34%) and 36% (December 31, 2024: 42%) respectively.
- (7) The Parent Bank's expected credit loss amount for its credit risk except non-cash loans (Stage 1 and 2) is TL 3.046.903 (December 31, 2024: TL 2.981.056).

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NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS
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II. Explanations on consolidated credit risk (continued) :

(8) Profile on significant risks in significant regions:

Current Period	Risk Categories ⁽¹⁾												Total
	1	2	3	4	5	6	7	8	9	10	11	12	
Domestic	90.006.367	58.102	202.461	-	11.446.689	89.938.671	37.749.294	38.348.059	319.347	-	4.477.572	1.148.465	273.695.027
EU Countries	-	-	-	-	431.096	156.702	43.382	18.053	13	-	-	2.911	652.157
OECD Countries ^(**)	-	-	-	-	6.431.668	-	6.101	4.058	5	-	-	-	6.441.832
Off-shore banking regions	-	-	-	-	3.081.304	927.668	40238	67.468	-	-	-	-	4.116.678
USA, Canada	-	-	-	-	649.757	1	1.200	-	16	-	-	-	650.974
Other countries	-	-	-	-	7.079.074	22.747.962	715.207	940.173	615	-	22.115.911	41.460	53.640.402
Associates, subsidiaries and jointly controlled entities	-	-	-	-	-	-	-	-	-	-	-	-	-
Unallocated assets/liabilities ^(***)	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	90.006.367	58.102	202.461	-	29.119.588	113.771.004	38.555.422	39.377.811	319.996	-	26.593.483	1.192.836	339.197.070
Prior Period	1	2	3	4	5	6	7	8	9	10	11	12	Total
Domestic	69.343.975	49.229	36.115	-	10.670.898	61.912.542	20.679.287	27.335.952	94.340	-	22.540.702	738.813	213.401.853
EU Countries	-	-	-	-	450.309	16.521	21.948	23.934	6	-	-	2.910	515.628
OECD Countries ^(**)	-	-	-	-	6.024.262	-	3.352	5.395	1	-	-	-	6.033.010
Off-shore banking regions	-	-	-	-	4.306.041	285.316	169	189.245	-	-	-	-	4.780.771
USA, Canada	-	-	-	-	882.258	-	1.039	917	13	-	-	-	884.227
Other countries	-	-	-	-	8.871.255	23.342.025	277.755	447.192	1.454	-	2.049	41.460	32.983.190
Associates, subsidiaries and jointly controlled entities	-	-	-	-	-	-	-	-	-	-	-	-	-
Unallocated assets/liabilities ^(***)	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	69.343.975	49.229	36.115	-	31.205.023	85.556.404	20.983.550	28.002.635	95.814	-	22.542.751	783.183	258.598.679

⁽¹⁾ Risk classifications in the "Regulation on Measurement and Assessment of Capital Adequacy of Banks" will be used.

^(**) OECD countries other than EU countries, USA and Canada.

^(***) Assets and liabilities are not allocated on a consistent basis

- 1- Receivables from central governments or central banks
- 2- Receivables from regional or local governments
- 3- Receivables from administrative units and non-commercial enterprises
- 4- Receivables from multilateral development banks

- 5- Receivables from banks and brokerage houses
- 6- Receivables from corporates
- 7- Retail receivables
- 8- Receivables secured by mortgages on property
- 9- Past due receivables

- 10- Investments as collective investment enterprises
- 11- Other receivables
- 12-Equity share investments

ALBARAKA TÜRK KATILIM BANKASI A.Ş.
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II. Explanations on consolidated credit risk (continued):

Risk Profile according to sectors and counterparties:

Current Period Sectors / Counterparties	Risk Categories												TL	FC	Total
	1	2	3	4	5	6	7	8	9	10	11	12			
1 Agriculture	-	-	-	-	-	605.427	128.111	42.174	926	-	-	-	346.778	429.860	776.638
1.1 Farming and stockbreeding	-	-	-	-	-	584.494	109.757	35.953	926	-	-	-	304.178	426.952	731.130
1.2 Forestry	-	-	-	-	-	2.229	14.526	2.909	-	-	-	-	19.664	-	19.664
1.3 Fishery	-	-	-	-	-	18.704	3.828	3.312	-	-	-	-	22.936	2908	25.844
2 Manufacturing	-	-	382	-	304.386	8.257.273	2.013.485	2.201.204	9.060	-	-	2.912	5.168.873	7.619.829	12.788.702
2.1 Mining	-	-	-	-	-	37.954	30.531	43.460	1	-	-	-	78.782	33.164	111.946
2.2 Production	-	-	316	-	304.386	7.000.031	1.948.624	2.135.019	8.598	-	-	2.912	3.884.348	7.515.538	11.399.886
2.3 Electricity, gas, water	-	-	66	-	-	1.219.288	34.330	22.725	461	-	-	-	1.205.743	71.127	1.276.870
3 Construction	-	6	9.674	-	2.990.811	10.554.119	3.267.572	4.423.514	41.463	-	3.189.723	-	8.933.616	15.543.266	24.476.882
4 Services	33.697.575	57.712	184.276	-	20.713.965	52.263.473	12.727.767	13.622.458	151.460	-	22.115.448	1.079.874	91.025.656	65.588.352	156.614.008
4.1 Wholesale and retail trade Hotel, food and beverage services	-	4	1.207	-	93.060	4.070.119	1.942.645	1.843.164	16.542	-	652	50	4.783.970	3.183.473	7.967.443
4.2 Transportation and telecommunication	-	-	-	-	-	173.496	123.085	69.558	955	-	-	-	167.888	199.206	367.094
4.3 Financial institutions	-	-	48	-	3.696.799	1.001.630	439.728	475.334	2476	-	52	-	1.104.841	4.511.226	5.616.067
4.4 Real estate and renting services	33.697.573	57.692	182.108	-	16.924.083	45.445.732	9.465.997	10.327.386	129.291	-	22.114.744	54.127	81.596.849	56.801.884	138.398.733
4.5 Self-employment services	-	-	16	-	-	117.899	384.487	203.876	1065	-	-	-	522.343	185.000	707.343
4.6 Education services	-	-	733	-	-	81.369	14.498	8.281	2	-	-	-	100.846	4.037	104.883
4.7 Health and social services	2	16	164	-	-	283.467	227.206	360.888	412	-	-	-	471.928	400.227	872.155
5 Other	56.308.792	384	8.129	-	5.110.426	42.090.712	20.418.487	19.088.461	117.087	-	1288312	110.050	86.538.784	58.002.056	144.540.840
6 Total	90.006.367	58.102	202.461	-	29.119.588	113.771.004	38.555.422	39.377.811	319.996	-	26.593.483	1.192.836	192.013.707	147.183.363	339.197.070

- 1- Receivables from central governments or central banks
- 2- Receivables from regional or local governments
- 3- Receivables from administrative units and non-commercial enterprises
- 4- Receivables from multilateral development banks
- 5- Receivables from banks and brokerage houses
- 6- Receivables from corporates
- 7- Retail receivables
- 8- Receivables secured by mortgages on property
- 9- Past due receivables
- 10- Investments as collective investment enterprises
- 11- Other receivables
- 12- Equity share investments

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II. Explanations on consolidated credit risk (continued):

Risk Profile according to sectors and counterparties:

Prior Period Sectors / Counterparties	Risk Categories												TL	FC	Total
	1	2	3	4	5	6	7	8	9	10	11	12			
1 Agriculture	-	-	-	-	-	77.313	67.125	42.986	639	-	-	-	147.766	40.297	188.063
1.1 Farming and stockbreeding	-	-	-	-	-	62.360	55.062	33.850	639	-	-	-	111.822	40.089	151.911
1.2 Forestry	-	-	-	-	-	4.468	10.192	5.564	-	-	-	-	20.223	1	20.224
1.3 Fishery	-	-	-	-	-	10.485	1.871	3.572	-	-	-	-	15.721	207	15.928
2 Manufacturing	-	-	74	-	296.876	6.179.925	1.570.765	2.177.318	9.103	-	-	2.911	4.258.455	5.978.517	10.236.972
2.1 Mining	-	-	-	-	-	58.041	22.019	23.311	1	-	-	-	62.389	40.983	103.372
2.2 Production	-	-	19	-	296.876	5.154.756	1.507.409	2.133.007	8.842	-	-	2.911	3.246.928	5.856.892	9.103.820
2.3 Electricity, gas, water	-	-	55	-	-	967.128	41.337	21.000	260	-	-	-	949.138	80.642	1.029.780
3 Construction	-	6	7.824	-	4.161.510	11.141.868	2.589.490	3.825.796	14.582	-	2.170.571	-	8.389.310	15.522.337	23.911.647
4 Services	28.806.338	37	20.472	-	21.781.258	44.060.517	9.587.618	11.919.202	53.690	-	20.358.622	692.722	70.230.734	67.049.742	137.280.476
4.1 Wholesale and retail trade	-	4	1.172	-	72.674	3.012.329	1.609.938	1.648.303	11.520	-	727	50	3.903.193	2.453.524	6.356.717
4.2 Hotel, food and beverage services	-	-	-	-	-	334.183	60.341	55.026	175	-	-	-	105.142	344.583	449.725
4.3 Transportation and telecommunication	-	-	48	-	2.776.756	689.296	332.334	270.970	463	-	13	-	839.185	3.230.695	4.069.880
4.4 Financial institutions	-	-	-	-	734	376.185	113.055	190.596	604	-	-	638.545	1.134.828	184.891	1.319.719
4.5 Real estate and renting services	28.806.336	27	18.381	-	18.931.094	39.215.895	7.082.342	9.463.266	39.292	-	20.357.882	54.127	63.592.745	60.375.897	123.968.642
4.6 Self-employment services	-	-	15	-	-	172.579	191.613	138.371	551	-	-	-	382.106	121.023	503.129
4.7 Education services	-	-	723	-	-	8.895	16.818	37.332	8	-	-	-	62.119	1.657	63.776
4.8 Health and social services	2	6	133	-	-	251.155	181.177	115.338	1.077	-	-	-	211.416	337.472	548.888
5 Other	40.537.637	49.186	7.745	-	4.965.379	24.096.781	7.168.552	10.037.333	17.800	-	13.558	87.550	47.979.413	39.002.108	86.981.521
6 Total	69.343.975	49.229	36.115	-	31.205.023	85.556.404	20.983.550	28.002.635	95.814	-	22.542.751	783.183	131.005.678	127.593.001	258.598.679

- 1- Receivables from central governments or central banks
- 2- Receivables from regional or local governments
- 3- Receivables from administrative units and non-commercial enterprises
- 4- Receivables from multilateral development banks
- 5- Receivables from banks and brokerage houses
- 6- Receivables from corporates
- 7- Retail receivables
- 8- Receivables secured by mortgages on property
- 9- Past due receivables
- 10- Investments as collective investment enterprises
- 11- Other receivables
- 12- Equity share investments

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II. Explanations on consolidated credit risk (continued):

Distribution of risks with term structure according to remaining maturities:

Current Period		Time to Maturity			
Risk Categories	1 month	1–3 months	3–6 months	6–12 months	1 year and over
1 Receivables from central governments or central banks	-	-	8.083.277	4.160.080	77.763.010
2 Receivables from regional or local governments	-	-	-	-	58.102
3 Receivables from administrative units and non-commercial enterprises	176.963	-	-	2.887	22.611
4 Receivables from multilateral development banks	-	-	-	-	-
5 Receivables from international organizations	-	-	-	-	-
6 Receivables from banks and brokerage houses	370.338	1.566.097	240.985	5.300	26.936.868
7 Receivables from corporates	24.192.033	14.642.794	20.972.550	18.905.572	35.058.055
8 Retail receivables	1.110.216	3675698	4440288	7.906.147	21.423.073
9 Receivables secured by mortgages on property	915.076	3.125.388	7.140.748	7.123.897	21.072.702
10 Past due receivables	222.539	15.336	5.152	11.806	65.163
11 Receivables defined in high risk category by BRSA	-	-	-	-	-
12 Collateralized Securities	-	-	-	-	-
13 Short-term receivables from banks, brokerage houses and corporates	-	-	-	-	-
14 Investments similar to collective investment funds	-	-	-	-	-
15 Other receivables	23.401.891	-	-	-	3.191.592
16 Equity share investments	1.077.736	-	-	-	115.100
17 TOTAL	51.466.792	23.025.313	40.883.000	38.115.689	185.706.276

Prior Period		Time to Maturity			
Risk Categories	1 month	1–3 months	3–6 months	6–12 months	1 year and over
1 Receivables from central governments or central banks	-	-	-	80.923	69.263.052
2 Receivables from regional or local governments	-	-	-	-	49.229
3 Receivables from administrative units and non-commercial enterprises	-	-	-	5.837	30.278
4 Receivables from multilateral development banks	-	-	-	-	-
5 Receivables from international organizations	-	-	-	-	-
6 Receivables from banks and brokerage houses	734	-	-	1.557.437	29.646.852
7 Receivables from corporates	17.739.702	38.565	113.296	27.319.359	40.345.482
8 Retail receivables	9.682	13	384	5.099.137	15.874.334
9 Receivables secured by mortgages on property	11.430	5.271	14.382	7.881.419	20.090.133
10 Past due receivables	25.269	8.382	9.731	16.868	35.564
11 Receivables defined in high risk category by BRSA	-	-	-	-	-
12 Collateralized Securities	-	-	-	-	-
13 Short-term receivables from banks, brokerage houses and corporates	-	-	-	-	-
14 Investments similar to collective investment funds	-	-	-	-	-
15 Other receivables	20.369.601	-	-	-	2.173.150
16 Equity share investments	690.583	-	-	-	92.600
17 TOTAL	38.847.001	52.231	137.793	41.960.980	177.600.674

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II. Explanations on consolidated credit risk (continued):

Distribution of risks with term structure according to remaining maturities (continued):

- (9) While determining risk weights of receivables from banks and receivables from central banks and central governments indicated in the sixth article of “Regulation on Measurement and Assessment of Capital Adequacy of Banks”, rating grades obtained from rating agencies commissioned by customers are being used. Resident banks and intermediary firms are evaluated as unrated and credit rating agencies’ ratings are considered for non resident counterparties. The ratings by IIRA (Islamic International Rating Agency) are considered for receivables from central governments or central banks. Other receivables in the regulation are considered as unrated while calculating capital adequacy.

The match-up of the ratings by rating agencies are represented in “credit quality stages” in the following table:

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II. Explanations on consolidated credit risk (continued):

		Credit Quality stage	Fitch Ratings	Moody's Investor Service	S&P Ratings Services	Japan Credit Rating Agency	DBRS	IIRA
The match-up of the ratings	Long term credit ratings	1	AAA to AA-	Aaa to Aa3	AAA to AA-	AAA to AA-	AAA to AA (low)	AAA to AA-
		2	A+ to A-	A1 to A3	A+ to A-	A+ to A-	A (high) to A (low)	A+ to A-
		3	BBB+ to BBB-	Baa1 to Baa3	BBB+ to BBB-	BBB+ to BBB-	BBB (high) to BBB (low)	BBB+ to BBB-
		4	BB+ to BB-	Ba1 to Ba3	BB+ to BB-	BB+ to BB-	BB (high) to BB (low)	BB+ to BB-
		5	B+ to B-	B1 to B3	B+ to B-	B+ to B-	B (high) to B (low)	B+ to B-
		6	CCC+ and lower	Caa1 and lower	CCC+ and lower	CCC+ and lower	CCC (high) and lower	CCC+ and lower
	Short term credit ratings	1	F1+ to F1	P-1	A-1+ to A-1	J-1	R-1 (high) to R-1 (low)	A-1+ to A-1
		2	F2	P-2	A-2	J-2	R-2 (high) to R-2 (low)	A-2
		3	F3	P-3	A-3	J-3	R-3	A-3
		4	F3 lower	NP	A-3 lower	J-3 lower	R-3 lower	A-3 lower
		5	-	-	-	-	---	-
		6	-	-	-	-	---	-
	Ratings for long term securitization positions	1	AAA to AA-	Aaa to Aa3	AAA to AA-	-	AAA to AA (low)	AAA to AA-
		2	A+ to A-	A1 to A3	A+ to A-	-	A (high) to A (low)	A+ to A-
		3	BBB+ to BBB-	Baa1 to Baa3	BBB+ to BBB-	-	BBB (high) to BBB (low)	BBB+ to BBB-
		4	BB+ to BB-	Ba1 to Ba3	BB+ to BB-	-	BB (high) to BB (low)	BB+ to BB-
		5	B+ and lower	B1 and lower	B+ and lower	-	B (high) and lower	B+ and lower
	Ratings for short term securitization positions	1	F1+ to F1	P-1	A-1+ to A-1	-	R-1 (high) to R-1 (low)	A-1+ to A-1
		2	F2	P-2	A-2	-	R-2 (high) to R-2 (low)	A-2
		3	F3	P-3	A-3	-	R-3	A-3
		Others	F3 lower	NP	A-3 lower	-	R-3	A-3 lower
	The match-up for collective investment undertakings	1	AAA to AA-	Aaa to Aa3	FCQR: AAAf to AA-f; PSFR: AAAm to AA-m	-	-	-
		2	A+ to A-	A1 to A3	FCQR: A+f to A-f; PSFR: A+m to A-m	-	-	-
		3	BBB+ to BBB-	Baa1 to Baa3	FCQR: BBB+f to BBB-f; PSFR: BBB+m to BBB-m	-	-	-
4		BB+ to BB-	Ba1 to Ba3	FCQR: BB+f to BB-f; PSFR: BB+m to BB-m	-	-	-	
5		B+ to B-	B1 to B3	FCQR: B+f to B-f; PSFR: B+m to B-m	-	-	-	
6		CCC+ and lower	Caa1 and lower	FCQR: CCC+f and lower; PSFR: CCC+m and lower	-	-	-	

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II. Explanations on consolidated credit risk (continued):

Total exposure amount before and after applying risk mitigation techniques and total amounts deducted from the capital which are calculated in accordance with the Appendix-1 of the "Regulation on Measurement and Assessment of Capital Adequacy Ratio of Banks" are presented below:

	Risk Weights Current Period	%0	%10	%20	%35	%50	%75	%100	%150	Others (*)	Deductions from Shareholders' Equity
1	Amount before credit risk mitigation	126.564.245	-	26.745.909	12.998.476	33.227.557	38.555.409	100.657.116	448.358	-	1.188.363
2	Amount after credit risk mitigation	128.450.146	-	30.994.212	12.998.476	33.492.900	37.057.627	95.755.395	448.314	-	1.188.353

(*) Represents 500% risk weight.

	Risk Weights Prior Period	%0	%10	%20	%35	%50	%75	%100	%150	Others (*)	Deductions from Shareholders' Equity
1	Amount before credit risk mitigation	101.788.423	-	23.971.706	9.601.473	28.443.937	20.983.550	73.731.430	58.627	19.533	694.155
2	Amount after credit risk mitigation	103.702.407	-	26.302.600	9.601.473	28.723.441	19.592.268	70.600.152	56.805	19.533	694.155

(*) %200 ve %500 risk weight.

(10) Amounts of impaired loans and past due receivables, value adjustments and provisions, current period value adjustments and provisions according to sectors or counterparties individually:

As of December 31 2025, the Parent Bank has allocated expected lifetime loss provision for loans classified as Stage 2 based on the risk assessments made under TFRS 9. For the loans which are determined as impaired by being classified in the third stage, the expected lifetime loss provision has been allocated for such loans as well.

As of December 31, 2025, the credit risks of the loans which has not increased at first recognition or thereafter, are classified as stage 1 and 12 months expected credit loss has been allocated for such loans.

Sectors / Counterparties	Loans		Provisions
	Impaired Value (TFRS 9)		Provisions for Credit Losses (TFRS 9)
Current Period	Significant increase in credit risk (Stage 2)	Default (Stage 3)	
1 Agriculture	85.361	95.739	76.580
1.1 Farming and stockbreeding	78.841	82.718	65.754
1.2 Forestry	6.520	13.021	10.826
1.3 Fishery	-	-	-
2 Manufacturing	4.069.415	1.644.154	2.091.086
2.1 Mining	68.906	28.568	24.150
2.2 Production	2.182.587	1.615.081	1.405.733
2.3 Electricity, gas, water	1.817.922	505	661.203
3 Construction	2.866.851	447.684	719.750
4 Services	5.625.853	1.650.159	2.064.349
4.1 Wholesale and retail trade	4.405.823	1.288.364	1.730.980
4.2 Hotel, food and beverage services	108.061	19.611	14.803
4.3 Transportation and telecommunication	559.061	104.002	114.447
4.4 Financial institutions	657	190	169
4.5 Real estate and renting services	340.892	127.114	111.138
4.6 Self-employment services	136.327	59.975	46.100
4.7 Education services	12.828	44	47
4.8 Health and social services	62.204	50.859	46.665
5 Other	707.152	187.354	140.771
6 Total	13.354.632	4.025.090	5.092.536

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II. Explanations on consolidated credit risk (continued):

(10) Amounts of impaired loans and past due receivables, value adjustments and provisions, current period value adjustments and provisions according to sectors or counterparties individually(continued):

Sectors / Counterparties	Loans		Provisions
	Impaired Value (TFRS 9)		Provisions for Credit Losses (TFRS 9)
Prior Period	Significant increase in credit risk (Stage 2)	Default (Stage 3)	
1 Agriculture	50.743	30.668	26.815
1.1 Farming and stockbreeding	44.417	25.470	22.851
1.2 Forestry	6.326	5.198	3.964
1.3 Fishery	-	-	-
2 Manufacturing	3.015.688	1.019.069	2.003.900
2.1 Mining	4.311	1.862	1.862
2.2 Production	1.599.533	356.568	587.776
2.3 Electricity, gas, water	1.411.844	660.639	1.414.262
3 Construction	1.842.550	157.884	541.134
4 Services	2.970.316	567.228	1.213.653
4.1 Wholesale and retail trade	2.503.121	447.755	1.066.534
4.2 Hotel, food and beverage services	122.046	2.900	19.304
4.3 Transportation and telecommunication	193.580	13.783	42.151
4.4 Financial institutions	-	-	-
4.5 Real estate and renting services	40.387	30.803	23.902
4.6 Self-employment services	89.921	70.388	60.564
4.7 Education services	3.328	31	27
4.8 Health and social services	17.933	1.568	1.171
5 Other	648.841	244.820	170.591
6 Total	8.528.138	2.019.669	3.956.093

II. Explanations on consolidated credit risk (continued):

(11) Information related to value adjustments and credit provisions:

Current Period

Risk Weight	Opening Balance	Provision made during the period	Reversal of Provisions	Other Adjustments ⁽¹⁾	Closing Balance
1. Stage 3 Provisions	1.772.183	2.302.003	(470.167)	(357.071)	3.246.948
2. Stage 1 and 2 Provisions	2.693.050	1.053.389	(937.980)	2.343	2.810.802

⁽¹⁾ Determined according to currency differences and includes reversal of provisions related to write off amounts to TL 669.370.

Prior Period

Risk Weight	Opening Balance	Provision made during the period	Reversal of Provisions	Other Adjustments ⁽¹⁾	Closing Balance
1. Stage 3 Provisions	1.718.084	872.674	(336.040)	(482.535)	1.772.183
2. Stage 1 and 2 Provisions	2.713.267	1.501.353	(485.131)	(1.036.439)	2.693.050

⁽¹⁾ Determined according to currency differences and includes reversal of provisions related to write off amounts to TL 488.359.

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III. Explanations on consolidated risks including countercyclical capital buffer calculation:

Explanations on receivables from consolidated private sector:

Country where risk is ultimately taken	Private sector	Risk weighted amount	
Current Period	loans in banking books	calculated within trading book	Total
Türkiye	271.269.862	50.139.675	321.409.537
Iraq	5.747.744	-	5.747.744
Marshall Islands	721.496	-	721.496
Libya	842.373	-	842.373
Pakistan	5.527	-	5.527
Algeria	444.431	-	444.431
Malta	9510	-	9510
Tunisia	203.933	-	203.933
Georgia	25.977	-	25.977
Italy	192.501	-	192.501
Singapore	283.245	-	283.245
United States of America	620.477	152.029	772.506

Country where risk is ultimately taken	Private sector	Risk weighted amount	
Prior Period	loans in banking books	calculated within trading book	Total
Türkiye	212.685.799	42.126.554	254.812.353
Iraq	5.026.430	-	5.026.430
Marshall Islands	843.813	-	843.813
Libya	414.124	-	414.124
Pakistan	2.016	-	2.016
Algeria	238.920	-	238.920
Malta	8	-	8
Tunisia	126.267	-	126.267
Georgia	19.631	-	19.631
Italy	136.665	-	136.665
Singapore	93.401	-	93.401
United States of America	839.820	137.508	977.328

IV. Explanations on consolidated currency risk:

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

- a. The Parent 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 Parent 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 Group 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 Parent 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 Parent Bank are as follows:

	USD	EUR
As of December 31, 2025 - Balance sheet evaluation rate	42,466	49,804
As of December 30, 2025	42,444	49,926
As of December 29, 2025	42,434	49,995
As of December 26, 2025	42,422	49,981
As of December 25, 2025	42,349	49,895
As of December 24, 2025	42,345	49,886

- d. The simple arithmetical average of the major foreign exchange buying rates of the Parent Bank for the thirty days before the balance sheet date is TL 42,466 for 1 USD (December 2024: TL 34,453), TL 49,804 for 1 EUR (December 2024: TL 36,080). The Parent Bank is mainly exposed to EUR and USD currency risks.

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IV. Explanations on consolidated currency risk (continued):

Information on currency risk of the Group:

	EUR	USD	Other FC ^(*)	Total
Current Period				
Assets				
Cash (cash in vault, foreign currency, money in transit, cheques purchased) and balances with the Central Bank of Republic of Türkiye	10.509.802	31.228.310	17.246.207	58.984.319
Banks	779.290	3.263.334	20.343.003	24.385.627
Financial assets at fair value through profit and loss ^(**)	7.548.062	2.601.439	3.638	10.153.139
Money market placements	-	-	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	106.292	7.887.647	24.300	8.018.239
Loans and financial lease receivables ^(***)	39.282.815	62.119.333	1.408.799	102.810.947
Subsidiaries, associates and joint ventures	-	-	-	-
Financial Assets Measured at Amortised Cost	-	16.841.713	-	16.841.713
Derivative financial assets for hedging purposes	-	-	-	-
Tangible assets	-	-	92.767	92.767
Intangible assets	-	-	-	-
Other assets ^(****)	384.707	1.241.279	2.107.727	3.733.713
Total assets	58.610.968	125.183.055	41.226.441	225.020.464
Liabilities				
Current account and funds collected from banks via participation accounts	773.488	1.417.980	900.460	3.091.928
Other current and profit sharing accounts	28.843.102	59.598.330	57.306.470	145.747.902
Money market borrowings	-	-	-	-
Funds provided from other financial institutions and subordinated loans	10.222.403	68.967.790	-	79.190.193
Marketable securities issued	-	-	-	-
Miscellaneous payables	424.631	3.361.940	836.020	4.622.591
Derivative financial liabilities for hedging purposes	-	-	-	-
Other liabilities	248.733	302.644	108.308	659.685
Total liabilities	40.512.357	133.648.684	59.151.258	233.312.299
Net balance sheet position	18.098.611	(8.465.629)	(17.924.817)	(8.291.835)
Net off balance sheet position	(15.951.765)	2.925.872	22.978.349	9.952.456
Derivative financial instruments assets ^(*****)	3.035.683	10.587.940	23.543.338	37.166.961
Derivative financial instruments liabilities ^(*****)	18.987.448	7.662.068	564.989	27.214.505
Non-cash loans ^(*****)	7.029.267	20.192.838	2.583.677	29.805.782
Prior Period				
Total assets	30.414.038	87.354.699	27.176.958	144.945.695
Total liabilities	23.039.860	93.771.114	31.046.706	147.857.680
Net balance sheet position	7.374.178	(6.416.415)	(3.869.748)	(2.911.985)
Net off balance sheet position	(7.423.686)	3.676.500	5.911.445	2.164.259
Derivative financial instruments assets	247.034	9.351.426	6.224.125	15.822.585
Derivative financial instruments liabilities	7.670.720	5.674.926	312.680	13.658.326
Non-cash loans ^(*****)	4.206.443	11.741.901	1.104.994	17.053.338

(*) TL 16.884.970 (December 31, 2024: TL 8.188.589) 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 15.142.131 (December 31, 2024: TL 10.942.153) of the balance in Banks in other FC column represent precious metals accounts with banks, TL 55.207.704 (December 31, 2024: TL 22.525.860) 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 34.182 (December 31, 2024: TL 48.041).

(****) Includes foreign currency indexed receivables from letter of guarantee costs and commissions amounting to TL 5.765 (31 December 2024: TL 5.746). Includes the balance of Getinsha GMBH amounting to TL 11.398, which has ceased operations.

(*****In the current period, derivative financial instruments assets include foreign currency purchase commitment in the amount of TL 6.550.099 (December 31, 2024: TL 270.769) and derivative financial instruments liabilities include foreign currency sale commitment in the amount of TL 5.481.757 (December 31, 2024: TL 1.070.610).

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

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

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

The Parent Bank's equity securities which are not quoted at Borsa Istanbul 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 1.192.835. 100% risk weight is applied to related whole amount (December 31, 2024: TL 783.183).

VI. Explanations on consolidated 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 Parent 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 Parent 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 Parent Bank in liquidity risk management, 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 Parent Bank is exposed to and considering the Parent Bank's strategy and conditions of competition and pursues the implementations.

Risk Management Department defines the Parent 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 Parent 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 Parent 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 Parent 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 considering the relevant currencies. Funding sources are monitored actively during identification of concentration risk related to funding. The Parent 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 Parent 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 Parent 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 Parent 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 Parent Bank monitors liquidity risk in terms of early warning indicators in each stress.

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VI. Explanations on consolidated liquidity risk (continued):

Consolidated liquidity coverage ratio:

	Current Period	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
	HIGH QUALITY LIQUID ASSETS (HQLA)				
1	HIGH QUALITY LIQUID ASSETS			103.642.645	59.197.809
	CASH OUTFLOWS				
2	Retail and Small Business Funds Collected	146.711.960	99.273.620	13.783.754	9.927.362
3	Stable Funds Collected	17.748.840	-	887.442	-
4	Less stable Funds Collected	128.963.120	99.273.620	12.896.312	9.927.362
5	Unsecured Funding other than Retail and Small Business Customers Deposits	141.245.786	58.766.564	111.291.375	37.241.403
6	Operational Funds Collected	47.418.305	33.144.147	11.854.576	8.286.037
7	Non-Operational Funds Collected	53.771.754	3.094.909	44.592.734	1.338.970
8	Other Unsecured Funding	40.055.727	22.527.508	54.844.065	27.616.396
9	Secured funding			-	-
10	Other Cash Outflows	33.813.998	29.436.454	33.813.998	29.436.454
11	Liquidity needs related to derivatives and market valuation changes on derivatives transactions	33.813.998	29.436.454	33.813.998	29.436.454
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	80.422.488	28.755.444	7.580.332	3.778.970
16	TOTAL CASH OUTFLOWS			166.469.459	80.384.189
	CASH INFLOWS				
17	Secured Lending Transactions	-	-	-	-
18	Unsecured Lending Transactions	59.418.390	32.068.420	47.241.946	28.653.747
19	Other contractual cash inflows	34.919.505	28.236.762	34.919.505	28.236.762
20	TOTAL CASH INFLOWS	94.337.895	60.305.182	82.161.451	56.890.509
				Upper limit applied amounts	
21	TOTAL HQLA			103.642.645	59.197.809
22	TOTAL NET CASH OUTFLOWS			84.308.008	23.493.680
23	Liquidity Coverage Ratio (%)			122,93	251,97

^(*) Calculated from the average amounts of the last three months (calculated as of end of the months).

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	108,06	155,18
Date	October 31, 2025	October 31, 2025
Highest	140,12	315,48
Date	December 31, 2025	December 31, 2025
Average	122,93	251,97

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VI. Explanations on consolidated liquidity risk (continued):

Consolidated liquidity coverage ratio (continued):

	Prior Period	Rate of "Percentage to be taken into account" not Implemented Total Value (*)		Rate of "Percentage to be taken into account" Implemented Total Value (*)	
		TP+YP	YP	TP+YP	YP
HIGH QUALITY LIQUID ASSETS (HQLA)					
1	HIGH QUALITY LIQUID ASSETS			78.938.108	41.492.742
CASH OUTFLOWS					
2	Retail and Small Business Funds Collected	97.213.137	63.214.577	9.090.665	6.321.458
3	Stable Funds Collected	12.612.967	-	630.648	-
4	Less stable Funds Collected	84.600.170	63.214.577	8.460.017	6.321.458
5	Unsecured Funding other than Retail and Small Business Customers Deposits	101.798.546	50.118.036	83.800.352	36.529.520
6	Operational Funds Collected	30.306.004	21.729.043	7.576.501	5.432.261
7	Non-Operational Funds Collected	38.709.563	1.079.007	35.653.060	507.854
8	Other Unsecured Funding	32.782.979	27.309.986	40.570.791	30.589.405
9	Secured funding			-	-
10	Other Cash Outflows	8.070.981	5.665.988	8.070.981	5.665.988
11	Liquidity needs related to derivatives and market valuation changes on derivatives transactions	8.070.981	5.665.988	8.070.981	5.665.988
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	45.482.688	16.701.761	4.081.394	2.026.707
16	TOTAL CASH OUTFLOWS			105.043.392	50.543.673
CASH INFLOWS					
17	Secured Lending Transactions	-	-	-	-
18	Unsecured Lending Transactions	47.900.030	29.021.412	40.443.287	27.110.511
19	Other contractual cash inflows	7.959.511	6.576.016	7.959.511	6.576.016
20	TOTAL CASH INFLOWS	55.859.541	35.597.428	48.402.798	33.686.527
				Upper limit applied amounts	
21	TOTAL HQLA			78.938.108	41.492.742
22	TOTAL NET CASH OUTFLOWS			56.640.594	16.857.146
23	Liquidity Coverage Ratio (%)			139,37	246,14

(*) Calculated from the average amounts of the last three months (calculated as of end of the month).

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 2024 are as follows:

Liquidity Coverage Ratio (%)	Prior Period	
	TL+FC	FC
Lowest	127,83	227,38
Date	November 30, 2024	December 31, 2024
Highest	153,46	283,61
Date	October 31, 2024	October 31, 2024
Average	139,37	246,14

Consolidated liquidity coverage ratio is calculated by comparing the high-quality liquid assets owned by the Parent 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.

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VI. Explanations on consolidated liquidity risk (continued):

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. Group's high quality liquid assets are composed of 4,05% cash, 68,76% deposits in central banks and 27,19% securities considered as high-quality liquid assets.

Group's main funding sources are funds collected, funds borrowed, borrowings from money market, issued securities and subordinated loans. Funding source composition in report date is 66,53% funds collected, 33,47% funds borrowed, borrowings from money market, subordinated loans and securities issued.

Cash flows of derivatives that will take place within 30 days are considered 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 Parent 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. Consolidated liquidity risk of the Parent 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 Parent Bank.

In addition to Liquidity Coverage Ratio (LCR), the Parent Bank has also measures the Net Stable Funding Rate (NSFR), which is considered another complementary element and provides another important medium/long-term liquidity risk measurement. In accordance with the Regulation on Calculation of Banks' Net Stable Funding Ratio, published in the Official Gazette dated May 26, 2023 and numbered 32202, the relevant metric has started to be followed up within the framework of legal regulations.

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VI. Explanations on consolidated liquidity risk (continued):

Presentation of assets and liabilities according to their remaining maturities:

	Demand ⁽¹⁾	Up to 1 month	1-3 months	3-12 months	1-5 years	Over 5 years	Unallocated ^(****) (*****)	Total
Current Period								
Assets								
Cash (cash in vault, foreign currency, money in transit, cheques purchased) and balances with the Central Bank of Republic of Türkiye Banks	31.472.510 22.980.320	55.679.314 10.092.289	- 1.406.445	- -	- -	- -	- -	87.151.824 34.479.054
Financial Assets at Fair Value Through Profit and Loss ⁽²⁾	7.563.568	2.152.200	26.701	6.947.857	628.452	13.364.044	-	30.682.822
Money Market Placements	-	-	-	-	-	-	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	65.396	1.641.604	582.309	6.275.654	21.985.939	501.565	-	31.052.467
Loans ⁽³⁾	480.380	39.979.249	41.376.757	90.053.837	56.672.100	1.417.354	778.142	230.757.819
Financial Assets Measured at Amortised Cost	-	240.632	1.310.390	9.865.321	16.371.831	3.792.275	-	31.580.449
Other Assets	-	-	-	73.872	1.072.867	794.601	23.352.925	25.294.265
Total Assets	62.562.174	109.785.288	44.702.602	113.216.541	96.731.189	19.869.839	24.131.067	470.998.700
Liabilities								
Current account and funds collected from banks via participation accounts	2.902.421	86	-	212.977	-	-	-	3.115.484
Other current and profit-sharing accounts	148.733.203	95.782.057	12.762.753	17.516.382	129.032	-	-	274.923.427
Funds provided from other financial institutions and subordinated loans	-	31.484.454	4.337.823	20.692.137	45.974.084	-	-	102.488.498
Money Market Borrowings	-	14.021.469	-	-	-	-	-	14.021.469
Marketable securities issued	-	4.029.026	15.081.602	4.273.866	-	-	-	23.384.494
Miscellaneous payables	12.007	2.580.927	380.579	130.253	-	-	13.022.779	16.126.545
Other liabilities	-	-	-	25.140	834.786	756.904	35.321.953	36.938.783
Total Liabilities	151.647.631	147.898.019	32.562.757	42.850.755	46.937.902	756.904	48.344.732	470.998.700
Net Liquidity Gap	(89.085.457)	(38.112.731)	12.139.845	70.365.786	49.793.287	19.112.935	(24.213.665)	-
Net Off-Balance Sheet Position	-	1.782.814	(423.742)	(1.029)	-	-	-	1.358.043
Financial Derivative Assets	-	25.309.422	5.805.576	7.765	-	-	-	31.122.763
Financial Derivative Liabilities	-	23.526.608	6.229.318	8.794	-	-	-	29.764.720
Non-Cash Loans	32.506.217	1.641.374	4.531.029	21.789.211	6.416.753	108.236	-	66.992.820
Prior Period								
Total Assets	48.150.762	74.951.803	25.518.614	64.827.720	76.428.776	6.489.157	15.518.590	311.885.422
Total Liabilities	102.371.639	110.113.306	24.966.288	21.267.222	13.637.579	658.975	38.870.413	311.885.422
Net Liquidity Gap	(54.220.877)	(35.161.503)	552.326	43.560.498	62.791.197	5.830.182	(23.351.823)	-
Net Off-Balance Sheet Position	-	93.051	(155.375)	(325.602)	-	-	-	(387.926)
Financial Derivative Assets	-	12.669.945	1.740.250	2.555.896	-	-	-	16.966.091
Financial Derivative Liabilities	-	12.576.894	1.895.625	2.881.498	-	-	-	17.354.017
Non-Cash Loans	35.740.812	215.435	570.635	3.465.533	402.931	291	-	40.395.637

⁽¹⁾ Loans include accruals, other liabilities include undated additional Tier 1 Capital accounted under Shareholders' Equity.

⁽²⁾ Derivative financial instruments are included.

⁽³⁾ Leasing receivables are included under loans. Unallocated amount represents the net non-performing loans

⁽⁴⁾ 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.

⁽⁵⁾ The unallocated other liabilities column consists of equity, provisions and (if any) deferred tax liabilities.

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VI. 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 December 31, 2025, NSFR is calculated as 153,19 % (previous period: 134,10%) Considering the amounts to which the consideration rate is applied, Capital items correspond to 18,93% of Available Stable Funding amount (previous period: 17,38%) and Real Person and Retail Customer Deposits corresponds to 48,82% of Available Stable Funding amount (previous period: 50,34%), 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 55,76% (previous period: 34,17%) 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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VI. 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	57.479.390	-	-	-	57.479.390
2	Tier 1 Capital and Tier 2 Capital	57.479.390	-	-	-	57.479.390
3	Other Capital Instruments	-	-	-	-	-
4	Real-person and Retail Customer Deposits	98.697.035	-	64.759.883	161.451	148.271.086
5	Stable Deposits	7.065.764	-	13.163.361	61.937	19.276.509
6	Less Stable Deposits	91.631.271	-	51.596.522	99.514	128.994.577
7	Other Obligations	-	-	119.796.800	-	59.898.400
8	Operational deposits	-	-	57.137.238	-	28.568.619
9	Other Obligations	-	-	62.659.562	-	31.329.781
10	Liabilities equivalent to interconnected assets					
11	Other Liabilities	28.653.059	-	18.766.390	-	38.036.254
12	Derivative liabilities					
13	All other equity not included in the above categories	28.653.059	-	18.766.390	-	38.036.254
14	Available stable funding					303.685.130
Required stable funding						
15	High Quality Liquid Assets					-
16	Deposits held at financial institutions for operational purposes	-	-	-	-	-
17	Performing Loans	197.119.394	79.855.296	-	14.416.584	110.538.311
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	-	42.981.433	-	2.224.709	8.671.924
20	Loans to corporate customers, real persons and or retail customers, central banks, other than credit agencies and/or financial institutions	196.883.702	36.873.863	-	-	93.741.330
21	Loans with a risk weight of less than or equal to 35%	3.312.458	-	-	-	2.153.098
22	Residential mortgages	-	-	-	12.191.875	7.924.719
23	Residential mortgages with a risk weight of less than or equal to 35%	-	-	-	12.191.875	7.924.719
24	Securities that are not in default and do not qualify as HQLA and exchange-traded equities	235.692	-	-	-	200.338
25	Assets equivalent to interconnected liabilities					
26	Other Assets	79.032.256	4.661.039	-	-	83.353.596
27	Physical traded commodities, including gold	2.078.836				1.767.011
28	Initial margin posted or given guarantee fund to central counterparty					-
29	Derivative Assets			1.684.567		1.684.567
30	Derivative Liabilities before the deduction of the variation margin			2.976.472		2.976.472
31	Other Assets not included above	76.953.420	-	-	-	76.925.546
32	Off-balance sheet commitments		86.950.980	-	-	4.347.549
33	Total Required stable funding					198.239.456
34	Net Stable Funding Ratio (%)					153,19

NSFR ratio development in the ended quarter of 2025 is shown in the table below:

Current Period	Ratio
October 31, 2025	153,89
November 30, 2025	156,85
December 31, 2025	153,19
3 Month Average	154,64

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VI. Explanations on liquidity risk (continued):

Net Stable Funding Ratio (continued):

Prior Period	Unweighted Amount According to Residual Maturity				Total Weighted Amount
	a Non Maturity	b Residual maturity of less than 6 months	c Residual maturity of six months and longer but less than one year	ç Residual maturity of one year or more	
Available stable funding					
1 Capital Instruments	35.229.868	-	-	-	35.229.868
2 Tier 1 Capital and Tier 2 Capital	35.229.868	-	-	-	35.229.868
3 Other Capital Instruments	-	-	-	-	-
4 Real-person and Retail Customer Deposits	61.343.595	-	57.897.801	124.164	108.319.462
5 Stable Deposits	4.881.303	-	12.887.241	40.617	16.918.703
6 Less Stable Deposits	56.462.292	-	45.010.560	83.547	91.400.759
7 Other Obligations	-	-	89.163.556	-	44.581.778
8 Operational deposits	-	-	44.246.670	-	22.123.335
9 Other Obligations	-	-	44.916.886	-	22.458.443
10 Liabilities equivalent to interconnected assets					
11 Other Liabilities	6.821.356	-	15.592.804	-	14.617.758
12 Derivative liabilities			-		
13 All other equity not included in the above categories	6.821.356	-	15.592.804	-	14.617.758
14 Available stable funding					202.748.866
Required stable funding					
15 High Quality Liquid Assets					-
16 Deposits held at financial institutions for operational purposes	-	-	-	-	-
17 Performing Loans	100.630.953	60.628.425	-	5.842.898	51.657.175
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	-	36.492.573	-	2.254.407	7.728.293
20 Loans to corporate customers, real persons and or retail customers, central banks, other than credit agencies and/or financial institutions	100.526.542	24.135.852	-	-	41.507.614
21 Loans with a risk weight of less than or equal to 35%	857.785	-	-	-	557.560
22 Residential mortgages	-	-	-	3.588.491	2.332.519
23 Residential mortgages with a risk weight of less than or equal to 35%	-	-	-	3.588.491	2.332.519
24 Securities that are not in default and do not qualify as HQLA and exchange-traded equities	104.411	-	-	-	88.749
25 Assets equivalent to interconnected liabilities					
26 Other Assets	97.290.061	1.743.148	-	-	97.004.789
27 Physical traded commodities, including gold	2.579.789				2.192.821
28 Initial margin posted or given guarantee fund to central counterparty					-
29 Derivative Assets			7.746		7.746
30 Derivative Liabilities before the deduction of the variation margin			1.735.402		1.735.402
31 Other Assets not included above	94.710.272	-	-	-	93.068.820
32 Off-balance sheet commitments		50.589.860	50.589.860	50.589.860	2.529.493
33 Total Required stable funding					151.191.457
34 Net Stable Funding Ratio (%)					134,10

NSFR ratio development in the ended 3 months of 2024 is shown in the table below:

Prior Period	Ratio
October 31, 2024	146,74
November 30, 2024	146,00
December 31, 2024	134,10
3 Month Average	142,28

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VII. Explanations on consolidated leverage ratio:

	Current Period ^(*)	Prior Period ^(*)
Total assets in consolidated financial statements prepared in accordance with Turkish Accounting Standards ⁽¹⁾	452.686.673	299.311.858
The difference between total assets prepared in accordance with Turkish Accounting Standards and total assets in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements"	-	-
The difference between the amounts of derivative financial instruments and credit derivatives in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements" and risk amounts of such instruments	69.852.011	23.360.312
The difference between the amounts of securities or commodity financing transactions in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements" and risk amounts of such instruments	38.923.916	10.209.525
The difference between the amounts of off-balance items in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements" and risk amounts of such items	199.478	75.023
Other differences between the amounts in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements" and risk amounts of such items	-	-
Total Risk Amount	560.017.648	368.237.289

⁽¹⁾ Consolidated financial statements prepared in compliance with the paragraph 6 of article 5 of the communiqué "Preparation of Consolidated Financial Statements".

^(*) Represents average of the three months.

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VII. Explanations on consolidated leverage ratio (continued):

As of December 31, 2025, consolidated leverage ratio of the Group calculated from the arithmetic average of the last three months is 5,82% (December 31, 2024: 4,75%). 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 lower 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)	453.841.680	302.548.447
2 (Assets deducted from Core capital)	(1.939.660)	(715.350)
3 Total risk amount of balance sheet assets (sum of lines 1 and 2)	451.902.020	301.833.097
Derivative financial assets and credit derivatives		
4 Cost of replenishment for derivative financial assets and credit derivatives	1.518.867	65.045
5 Potential credit risk amount of derivative financial assets and credit derivatives	362.656	115.642
6 Total risk amount of derivative financial assets and credit derivatives (sum of lines 4 and 5)	1.881.523	180.687
Financing transactions secured by marketable security or commodity		
7 Risk amount of financing transactions secured by marketable security or commodity (excluding Balance sheet)	4.309.087	14.159.912
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)	4.309.087	14.159.912
Off-balance sheet transactions		
10 Gross notional amount of off-balance sheet transactions	101.965.068	52.103.643
11 (Correction amount due to multiplication with credit conversion rates)	(40.050)	(40.050)
12 Total risk of off-balance sheet transactions (sum of lines 10 and 11)	101.925.018	52.063.593
Capital and total risk		
13 Core Capital	32.567.125	17.509.307
14 Total risk amount (sum of lines 3, 6, 9 and 12)	560.017.648	368.237.289
Leverage ratio		
15 Leverage ratio (%)	5,82	4,75

(*) The average of the last three months in the related periods

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

a. Information on fair value of financial assets and liabilities:

The following table summarizes the carrying values and fair values of financial assets and liabilities. The carrying value represents the acquisition costs and accumulated profit share accruals of corresponding financial assets or liabilities.

The fair values of financial assets and liabilities are calculated based on the following principles:

The fair values of investments measured at amortised cost are determined based on market prices.

The fair value of loans is determined by calculating the discounted cash flows using the current market profit share rates.

Carrying value of funds collected via special current accounts and participation accounts is assumed to approximate their fair value as they are valued at year-end unit values.

The fair values of funds collected from financial institutions are determined by calculating the discounted cash flows using the current market profit share rates.

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VIII. Explanations on presentation of consolidated financial assets and liabilities at fair value (continued):

a. Information on fair value of financial assets and liabilities (continue):

	Carrying value		Fair value	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
Financial Assets				
Money market placements	-	-	-	-
Banks	34.715.155	22.810.835	34.715.155	22.810.835
Financial Assets Measured at Fair Value through Profit/Loss (FVTPL)	28.683.835	22.612.948	28.683.835	22.612.948
Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	31.052.467	17.879.107	31.052.467	17.879.107
Financial Assets Measured at Amortised Cost	31.580.449	26.773.327	24.368.666	23.540.244
Loans and financial lease receivables	230.757.819	144.018.273	145.458.552	113.700.380
Financial Liabilities				
Funds collected from banks via current accounts and profit sharing accounts	3.115.484	4.029.879	3.115.484	4.029.879
Other current and profit sharing accounts	274.923.427	200.410.666	274.923.427	200.410.666
Funds provided from other financial institutions	102.488.498	51.962.866	105.316.789	52.497.195
Marketable securities issued	23.384.494	12.446.529	20.733.244	11.705.462
Debts to Money Markets	14.021.469	-	14.021.469	-
Other Liabilities	16.126.545	11.575.487	16.126.545	11.575.487

b. Information on fair value measurement recognized in the financial statements:

TFRS 7 “Financial Instruments: Turkish Financial Reporting Standard Related to Explanations” sets a hierarchy of valuation techniques according to the observability of data used in valuation techniques which establish a basis for fair value measurement. Aforesaid fair value hierarchy is determined as follows:

- a. Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level I);
- b. Directly (by way of prices) or indirectly (derived from prices) data for the assets or liabilities, other than quoted prices in Level 1 (Level II);
- c. Data not based on observable data regarding assets and liabilities (Level III).

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VIII. Explanations on presentation of consolidated financial assets and liabilities at fair value (continued):

b. Information on fair value measurement recognized in the financial statements (continued):

Fair value hierarchy of the financial assets and liabilities of the Parent Bank carried at fair value according to the foregoing principles are given in the table below:

Current period ^(*)	Level I	Level II	Level III	Total
Financial assets				
Financial Assets Measured at Fair Value through Profit/Loss (FVTPL)				
	12.765.492	38.518	15.879.825	28.683.835
Government Securities	7.728.214	-	-	7.728.214
Equity securities	186.166	-	-	186.166
Other Financial Assets	4.851.112	38.518	15.879.825	20.769.455
Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)				
	30.162.058	825.013	-	30.987.071
Equity securities (**)	-	-	-	-
Government Securities	30.162.058	-	-	30.162.058
Other Financial Assets	-	825.013	-	825.013
Derivative Financial Assets				
	-	1.998.987	-	1.998.987
Financial Liabilities				
Derivative financial liabilities				
	-	280.915	-	280.915

(*) In the current period, there is no classification between level I and level II.

(**) Equity securities amounting to TL 65.396 under financial assets measured at fair value through other comprehensive income are not quoted in an active market and hence, they are accounted at cost in the financial statements and not represented above table.

Prior period ^(*)	Level I	Level II	Level III	Total
Financial assets				
Financial Assets Measured at Fair Value through Profit/Loss (FVTPL)				
	12.966.332	19.312	9.627.304	22.612.948
Government Securities	5.984.018	-	-	5.984.018
Equity securities	126.498	-	-	126.498
Other Financial Assets	6.855.816	19.312	9.627.304	16.502.432
Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)				
	15.342.620	2.484.299	-	17.826.919
Equity securities (**)	-	-	-	-
Government Securities	15.342.620	-	-	15.342.620
Other Financial Assets	-	2.484.299	-	2.484.299
Derivative Financial Assets				
	-	142.403	-	142.403
Financial Liabilities				
Derivative Financial Liabilities				
	-	118.289	-	118.289

(*) In the current period, there is no classification between level I and level II.

(**) Equity securities amounting to TL 52.188 under financial assets measured at fair value through other comprehensive income are not quoted in an active market and hence, they are accounted at cost in the financial statements and not represented above table.

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

The Parent Bank does not perform purchases, sales and custody services on behalf of its customers. The Parent Bank has no fiduciary transactions.

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X. Explanations on consolidated 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 Parent Bank, tables which have to be prepared within the scope of Internal rating-based (IRB) approach have not been presented.

a. Consolidated risk management strategy and risk weighted amounts:

a.1. Risk management strategy:

The aim of the Parent Bank's Risk management system is basically to ensure identification, measurement, monitoring and controlling of risks exposed, through establishment of policies, implementation procedure and limits for monitoring, controlling and in case of need changing the risk/return structure of future cash flows, and accordingly nature and level of operations.

The Board of Directors has a responsibility of establishing and providing compatible, adequate and effective system on internal control, risk management and internal auditing as anticipated by the Banking Law for the purpose of monitoring and controlling risks emerging from operations.

The Board of Directors is responsible for establishing risk management policies and strategies. These policies are revised and evaluated periodically according to prevailing market conditions.

The general manager is responsible from ensuring that departments of the Parent Bank operate in accordance with the specified policies and strategies about risk management as determined by the Board of Directors.

The Board of Directors of the Parent Bank takes an important part in the processes of risk management by following policies and strategies on consolidated and unconsolidated basis, setting up limit systems and procedures in the Parent Bank. The related limits are monitored, reported and maintained within the set limits by the units under the internal systems and the related departments in the Parent Bank. Risk Management Department, organized within the frame of Risk Management regulations, undertakes activities for measuring, monitoring, controlling and reporting of risks.

Ultimate goal of the Parent Bank's risk management system is to allocate capital in accordance with risks that functional activities have (economical capital), to maximize return on capital adjusted according to risk and to increase added value created.

In Asset and Liability Committee, asset-liability structure is managed via evaluating fund collection activities in line with risk management policies and domestic and foreign conditions regarding the bank's fund lending.

The risks that the Parent Bank is exposed to or may be exposed to in the future are determined and the definition of these risks is made. Defined risks are measured and prioritized as far as possible. It is provided that all important risks are in the risk appetite considering the potential impact of the risks and the strategy arising from the Parent Bank's strategies to risk profile. The Parent Bank's strategies are integrated with risk profile and risk appetite. If it is expected that the risk profile is going to change in the future, this change is assessed with the degree of capital impact. While a risk profile is being developed, the risk profile is analyzed based on the risk type, the sector and/or the geographic location.

The Parent Bank's risk tolerance is the most comprehensive calculated risk amount which may be accepted in accordance with the determined mission and vision. In other words, before deciding on the necessity of taking measures, it is the Parent Bank's readiness to exposure of any risk amount. In this respect, the risk tolerance, in connection with the variety of services offered by the Parent Bank, is the level of risk it identifies as acceptable.

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X. Explanations on consolidated risk management (continued):

The Parent Bank's risk appetite means the amount of risk that can be accepted by the Parent Bank in order to reach the strategic targets, and it includes an acceptable variability around the targets as well.

The common feature of the Parent Bank's risk appetite and risk tolerance is to drive the lines regarding risk acceptance. However, risk tolerance is more comprehensive.

By means of "Risk Appetite Policy" approved by the board of directors, risk levels can be taken to implement risk strategies and to achieve the objectives of the Parent Bank's were identified. Limits, which are determined within the framework of risk profile of the bank in accordance with the Parent Bank's risk appetite and risk tolerance, and triggering functions, were described in detail.

Considering the Parent Bank's financial position, activity profile and the growth expectations of the future, the amount of capital needed for the strategic targets to be met have been calculated by the basis of static and dynamic stress tests and scenario analyses.

Considering the factors that may affect the Parent Bank operates market today and in the future, stress tests and scenario analysis studies on the financial structure of the Parent Bank have been assessed together with the other financial indicators; in this context, a coordination based on harmony was created between prepared capital plans and processes of the Parent Bank.

Aiming to ensure capital allocation compatible with the risks of its functional operations and increase the capital yield set according to these risks to the maximum level, the Parent bank's evaluates risks by classifying them as market risks, liquidity risk, credit risk, operational risk, strategic risk and credibility risk.

Market Risk

The Parent Bank's market risk; refers to the probability of loss may be exposed to exchange rate risk, equity position risk, profit rate risk and commodity risk.

Within the coverage of market risk, the Parent Bank calculates the foreign currency position risk and the security risk, as well as specific risks associated with market risk, by using the Standard approach and reports to it the authorities accordingly on a regular basis. Additionally, for test-purpose, foreign currency position risk of the Parent Bank is measured by internal models. With backtesting applications, deviations between actual values and daily VaR values, predicted by internal models, are observed in order to control accuracy and performance of these models. Potential strength of portfolio against to unexpected risks is measured with stress tests including stress scenarios.

Whether the market risk of the Parent Bank is in conformity with legal regulations and the determined limits is constantly monitored. Our foreign currency risk is discussed and evaluated at every Assets/Liabilities Committee meeting and our foreign currency strategy is based on holding this risk constant by holding to square foreign currency position (i.e. no short or long positions are taken).

Liquidity risk

The Parent Bank's liquidity risk, consists of funding related liquidity risk and market-related liquidity risk.

The liquidity risk is the situation whereby, as a result of any imbalances in the cash flows, there is a potential for not being able to meet the Participation Funds which have matured or other due liabilities in a timely manner due to shortage of liquid funds.

Market liquidity risk is an expression of the likelihood of the Parent Bank's suffering a loss because the Parent Bank is unable to close or cover a particular position at the market price owing to insufficient market depth or to excessive market volatility.

Liquidity risk could be caused by such factors as maturity mismatch, deterioration in the quality of assets, unexpected funding outflows, erosion in profitability levels and economic crisis.

In order to manage liquidity risk, the Parent Bank monitors the cash flows on a daily basis and takes preventive and improving measures taken so that commitments are met duly in time. The Liquidity risk is also evaluated by ALCO on a weekly basis.

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X. Explanations on consolidated risk management (continued):

The Parent Bank applies a policy whereby liquid assets are kept in sufficient volumes and qualities in consideration of the minimum liquidity coverage ratios determined by the related regulations and the liquidity experiences of the past in order to meet any liquidity requirement that could arise with unexpected volatilities in the markets.

Credit risk

Credit risk is defined as the probability of losses to the Parent Bank due to customers failing to partially or completely pay their commitments to the Parent Bank in a timely manner, in violation of the provisions of their credit contracts. This risk also contains any losses in the market value of the customers due to any deterioration in the financial position of the customer. The definition of credit risk includes not just the portfolios within the balance sheet, but also those kept off balance sheet.

The authority to approve credits belongs to the Board of Directors at the Parent Bank. The Board of Directors determines the policies concerning the utilization, approval, risk management of the credits and other related management principles. It then ensures the implementation and supervision of these policies, taking required measures when necessary. The Board of Directors has transferred some of its authority in approving credit lines to the Credit Committee and General Management within the framework of the procedures and principles determined by the legal provisions. The General Management uses that authority to utilize credits by means of the credit departments and the Parent Bank's branches. At the Parent Bank's, credit allocations are realized within those limits that are determined on the basis of each debtor and group of debtors.

It is systematically not possible for customers to exceed the predetermined and approved limit. Close attention is paid to prevent any sector concentration that might impair the health of the credit portfolio.

Utmost care is given to the prevention of risks concentrating on a small number of customers. Credit risks are constantly monitored and reported by the internal systems units and risk management bodies. Credit risks are ensured to be in conformity to "Regulation on Credit Policies and Implementation Procedures".

Operational risk

Operational risk is a risk of loss caused by insufficient or unsuccessful internal processes, by persons and systems or external events, wherein the legal risks and compliance risks are included while the strategic (making wrong decisions at the wrong time) and reputational risk are excluded.

Operational risk is a type of risk present in all activities of the Parent Bank. It could arise from errors of the staff or the system, from such transactions as may have been made based on insufficient or incorrect legal information or documents, due to impediments in the flow of information between the divisions in the organizational structure of the Parent Bank, due to uncertainties in the definition of limits of authorities or from structural and/or operational changes, natural disasters, terror and frauds.

The Parent Bank classifies operational risks into five groups according to their sources: staff risks, technological risks, organizational risks, legal and compliance risks and external risks.

The Parent Bank also takes required measures to maintain operational risks at acceptable levels.

Other risks

The other risks that The Parent Bank could encounter include strategic and reputational risk, counterparty credit risk, country risk, and concentration risk.

For the management of strategic risk, the Parent Bank keeps a close watch on the domestic and international situation, on technological, financial, and social developments, on the legal and regulatory frameworks, and on the banking industry as a whole in order to make rational decisions and to change them as circumstances warrant.

The Parent Bank regards reputational risk as anything that might lead to the Parent Bank's suffering a loss on account of adverse developments such as a reduction in the confidence that is had in it or any impairment in its good standing due to unfavorable opinions that existing or potential customers, shareholders, competitors, regulatory agencies, or other outside or associated parties may have about it or due to any breach of existing laws and regulations.

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X. Explanations on consolidated risk management (continued):

For the risk of reputation to be avoided and/or controlled by the Parent Bank's Risk Management System, a proactive communication mechanism that gives the customer priority is established any time a condition that could detriment the Parent Bank's reputation or image is detected.

Preparations are made for the worst-case scenarios in advance. In the evaluation of the reputation risk, the relationship, level and impact of operational risks to the reputation risk are also taken into account.

Counterparty credit risk is an expression of the likelihood that the counterparty in any transaction that imposes an obligation on two parties will default on the obligation before the final payment in the transaction's cash flow sequence. The Parent Bank manages its counterparty credit risk exposure as required by laws and regulations, taking best practices into consideration, and compatibly with the volume, nature, and complexity of its operations.

Country risk is an expression of the likelihood that the Parent Bank will suffer a loss because debtors in another country fail to fulfill or avoid fulfilling their obligations owing to uncertainties in the economic, social, and/or political conditions of that country. The Parent Bank enters into business relationships with foreign financial institutions and/or the agencies of foreign countries taking legal and regulatory restrictions, market conditions, and customer satisfaction into consideration and on the basis of feasibility studies that take the country's economic conditions into account.

Concentration risk is defined as the likelihood that a single risk or several risks that have some attribute in common may, if realized, cause losses that are capable of endangering the Parent Bank itself or its ability to carry out its essential activities. Policies aimed at managing concentration risk are formulated so as to deal with particular aspects of it such as sectoral concentration, collateral concentration, market risk concentration, types of loss concentration, and creditor concentration.

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X. Explanations on consolidated risk management (continued):

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)	151.715.832	108.459.979	12.137.267
2 Standardised approach (SA)	151.715.832	108.459.979	12.137.267
3 Internal rating-based (IRB) approach	-	-	-
4 Counterparty credit risk	628.598	353.804	50.288
5 Standardised approach for counterparty credit risk (SA-CCR)	628.598	353.804	50.288
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	41.075.390	13.155.741	3.286.031
17 Standardised approach (SA)	41.075.390	13.155.741	3.286.031
18 Internal model approaches (IMM)	-	-	-
19 Operational Risk	26.939.978	18.480.195	2.155.198
20 Basic Indicator Approach	26.939.978	18.480.195	2.155.198
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)	220.359.798	140.449.719	17.628.784

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X. Explanations on consolidated risk management (continued):

b. Financial statements and regulatory exposures reconciliation:

b.1. Differences and Matching Between Accounting-related Consolidation and Legal Consolidation:

Current Period	Carrying value reported in financial tables in accordance with Turkish Accounting Standards (TAS) ^(*)	Carrying values of items in accordance with Turkish Accounting Standards (TAS)				Not subject to capital requirements or deducted from capital
		Subject to credit risk	Subject to counterparty credit risk	Securitization positions	Subject to market risk ^(**)	
Assets						
Cash and cash equivalents	121.866.979	121.866.979	-	-	-	-
Financial assets at fair value through profit and loss	28.683.835	-	-	-	26.419.393	-
Financial Assets at Fair Value through Other Comprehensive Income	31.052.467	31.052.467	-	-	-	-
Financial Assets Measured at Amortised Cost	31.580.449	31.580.449	-	-	-	-
Derivative Financial Assets	1.998.987	1.998.987	1.998.987	-	1.998.987	-
Non Performing Financial Assets	-	-	-	-	-	-
Expected Credit Losses (-)	236.101	-	-	-	-	236.101
LOANS (Net)	230.757.819	230.757.819	-	-	-	(2.810.576)
Loans	208.683.564	208.683.564	-	-	-	226
Financial Lease Receivables	24.106.915	24.106.915	-	-	-	-
Factoring Receivables	-	-	-	-	-	-
Non Performing Receivables	4.025.090	4.025.090	-	-	-	-
Expected Credit Losses (-)	6.057.750	6.057.750	-	-	-	2.810.802
Assets Held for Sale and Assets of Discontinued Operations (Net)	787.948	787.948	-	-	-	-
Ownership Investments	1.140.797	1.140.797	-	-	-	-
Tangible Assets (Net)	6.233.085	6.233.085	-	-	-	84.761
Intangible Assets (Net)	1.265.175	1.265.175	-	-	-	1.103.366
Investment Property (Net)	-	-	-	-	-	-
Current Tax Asset	196.774	196.774	-	-	-	-
Deferred Tax Asset	1.722.655	1.722.655	-	-	-	-
Other Assets	13.947.831	13.947.831	-	-	-	-
Total assets	470.998.700	442.550.966	1.998.987	-	28.418.380	(1.858.550)
Liabilities						
Funds collected	278.038.911	-	-	-	-	278.038.911
Funds borrowed	83.864.000	-	-	-	-	83.864.000
Borrowings from money markets	14021469	-	-	-	-	14021469
Securities issued	23384494	-	-	-	-	23384494
Financial Liabilities At Fair Value Through Profit and Loss	-	-	-	-	-	-
Derivative Financial Liabilities	280.915	-	280.915	-	-	280.915
Lease Payables	1.616.829	-	-	-	-	1.616.829
Provisions	4.864.548	458.059	-	-	-	4.864.548
Current Tax Liability	1.489.457	-	-	-	-	1.489.457
Deferred Tax Liability	-	-	-	-	-	-
Liabilities For Assets Held For Sale and Assets of Discontinued (Net)	6.445	-	-	-	-	6.445
Subordinated Loans	18.624.498	-	-	-	-	18.624.498
Other Liabilities	16.126.545	-	-	-	-	16.126.545
Shareholders' equity	28.680.589	-	-	-	-	28.680.589
Total liabilities	470.998.700	458.059	280.915	-	-	470.998.700

(*) Since the accounting and legal consolidation scope of the Parent Bank is the same, the financial statement information is represented in the single column.

(**) Represents the valued amounts of items subject to general market risk and specific risk according to Turkish Accounting Standards.

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X. Explanations on consolidated risk management (continued):

b. Financial statements and regulatory exposures reconciliation (continued):

b.1. Differences and Matching Between Accounting-related Consolidation and Legal Consolidation (continued):

Prior Period	Carrying value reported in financial tables in accordance with Turkish Accounting Standards (TAS) ^(*)	Carrying values of items in accordance with Turkish Accounting Standards (TAS)				
		Subject to credit risk	Subject to counterparty credit risk	Securitization positions	Subject to market risk ^(*)	Not subject to capital requirements or deducted from capital
Assets						
Cash and cash equivalents	84.072.248	84.072.248	-	-	-	-
Financial assets at fair value through profit and loss	22.612.948	-	-	-	22.370.747	-
Financial Assets at Fair Value through Other Comprehensive Income	17.879.107	17.879.107	-	-	-	-
Financial Assets Measured at Amortised Cost	26.773.327	26.773.327	-	-	-	-
Derivative Financial Assets	142.403	142.403	142.403	-	142.403	-
Non Performing Financial Assets	-	-	-	-	-	-
Expected Credit Losses (-)	288.006	-	-	-	-	288.006
LOANS (Net)	144.018.273	144.018.273	-	-	-	(2.690.208)
Loans	141.247.290	141.247.290	-	-	-	2.842
Financial Lease Receivables	5.216.547	5.216.547	-	-	-	-
Factoring Receivables	-	-	-	-	-	-
Non Performing Receivables	2.019.669	2.019.669	-	-	-	-
Expected Credit Losses (-)	4.465.233	4.465.233	-	-	-	2.693.050
Assets Held for Sale and Assets of Discontinued Operations (Net)	4.135.554	4.135.554	-	-	-	-
Ownership Investments	731.145	731.145	-	-	-	-
Tangible Assets (Net)	6.238.082	6.238.082	-	-	-	72.670
Intangible Assets (Net)	713.788	713.788	-	-	-	618.643
Investment Property (Net)	-	-	-	-	-	-
Current Tax Asset	8.161	8.161	-	-	-	-
Deferred Tax Asset	1.786.041	1.786.041	-	-	-	-
Other Assets	3.062.351	3.062.351	-	-	-	-
Total assets	311.885.422	289.560.480	142.403	-	22.513.150	(2.286.901)
Liabilities						
Funds collected	204.440.545	-	-	-	-	204.440.545
Funds borrowed	37.955.551	-	-	-	-	37.955.551
Borrowings from money markets	-	-	-	-	-	-
Securities issued	12.446.529	-	-	-	-	12.446.529
Financial Liabilities At Fair Value Through Profit and Loss	-	-	-	-	-	-
Derivative Financial Liabilities	118.289	-	118.289	-	-	118.289
Lease Payables	1.181.035	-	-	-	-	1.181.035
Provisions	9.462.131	80.678	-	-	-	9.462.131
Current Tax Liability	750.119	-	-	-	-	750.119
Deferred Tax Liability	-	-	-	-	-	-
Liabilities For Assets Held For Sale and Assets of Discontinued (Net)	4.192	-	-	-	-	4.192
Subordinated Loans	14.007.315	-	-	-	-	14.007.315
Other Liabilities	11.575.487	-	-	-	-	11.575.487
Shareholders' equity	19.944.229	-	-	-	-	19.944.229
Total liabilities	311.885.422	80.678	118.289	-	-	311.885.422

(*) Since the accounting and legal consolidation scope of the Parent Bank is the same, the financial statement information is represented in the single column.

(**) Represents the valued amounts of items subject to general market risk and specific risk according to Turkish Accounting Standards.

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X. Explanations on consolidated risk management (continued):

b. Financial statements and regulatory exposures reconciliation (continued):

b.2. Main reasons of the differences between the risk amounts and Carrying Value in accordance with Turkish Accounting Standards (TAS):

Current Period		Total	Subject to credit risk	Securitisation positions	Subject to counterparty credit risk	Subject to market risk ^(*)
1	Carrying value of assets within the scope of legal consolidation in accordance with Turkish Accounting Standard (as in template B1)	470.998.700	442.550.966	-	1.998.987	28.418.380
2	Carrying value of liabilities within the scope of legal consolidation in accordance with Turkish Accounting Standard (as in template B1)	-	458.059	-	-	-
3	Total net amount within the scope of legal consolidation	470.998.700	442.092.907	-	1.998.987	28.418.380
4	Off balance sheet amounts	164.541.278	30.854.225	-	(1.370.389)	-
5	Repo and similar transactions (**)	-	-	-	-	-
6	Differences in valuations	-	-	-	-	-
7	Differences arising from different netting rules (other than those set out in line 2)	-	-	-	-	-
8	Differences arising from consideration of provisions	-	-	-	-	-
9	Differences arising from BRSA's applications	-	(133.750.062)	-	-	-
10	Risk amounts	635.539.978	339.197.070	-	628.598	28.418.380

^(*) Represents the valued amounts of items subject to general market risk and specific risk according to Turkish Accounting Standards.

^(**) In accordance with "Regulation on Measurement and Assessment of Capital Adequacy of Banks", it is counterparty credit risk amount calculated for repurchase agreements and similar transactions.

Prior Period		Total	Subject to credit risk	Securitisation positions	Subject to counterparty credit risk	Subject to market risk ^(*)
1	Carrying value of assets within the scope of legal consolidation in accordance with Turkish Accounting Standard (as in template B1)	311.885.422	289.560.480	-	142.403	22.513.150
2	Carrying value of liabilities within the scope of legal consolidation in accordance with Turkish Accounting Standard (as in template B1)	-	80.678	-	-	-
3	Total net amount within the scope of legal consolidation	311.885.422	289.479.802	-	142.403	22.513.150
4	Off balance sheet amounts	87.099.419	20.858.783	-	211.400	-
5	Repo and similar transactions (**)	-	-	-	-	-
6	Differences in valuations	-	-	-	-	-
7	Differences arising from different netting rules (other than those set out in line 2)	-	-	-	-	-
8	Differences arising from consideration of provisions	-	-	-	-	-
9	Differences arising from BRSA's applications	-	(51.739.906)	-	-	-
10	Risk amounts	398.984.841	258.598.679	-	353.803	22.513.150

^(*) Represents the valued amounts of items subject to general market risk and specific risk according to Turkish Accounting Standards.

^(**) In accordance with "Regulation on Measurement and Assessment of Capital Adequacy of Banks", it is counterparty credit risk amount calculated for repurchase agreements and similar transactions.

b.3. Explanations on differences between carrying values in accordance with Turkish Accounting Standards (TAS) and risk amounts:

There is no significant difference between the financial statement amounts of assets and liabilities and the amounts included in capital adequacy calculation.

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X. Explanations on consolidated risk management (continued):

c. Consolidated Credit risk:

c.1. General information on credit risk:

c.1.1. General qualitative information on credit risk:

This information is already included in (II.) Explanations on consolidated credit risk (X.a.1) The Parent Bank's risk management approach.

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	4.025.090	232.790.479	6.057.750	230.757.819
2 Debt securities	-	73.011.233	22.462	72.988.771
3 Off-balance sheet exposures	38.581	103.615.214	645.878	103.007.917
4 Total	4.063.671	409.416.926	6.726.090	406.754.507

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	2.019.669	146.463.837	4.465.233	144.018.273
2 Debt securities	-	51.764.450	12.001	51.752.449
3 Off-balance sheet exposures	28.832	52.750.479	80.730	52.698.581
4 Total	2.048.501	250.978.766	4.557.964	248.469.303

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	2.048.501	1.830.536
2 Loans and debt securities that have defaulted since the last reporting period	3.190.600	1.014.361
3 Receivables back to non-defaulted status	(2.790)	(12.695)
4 Amounts written off	(669.370)	(488.359)
5 Other changes	(503.270)	(295.342)
6 Defaulted loans and debt securities at end of the reporting period	4.063.671	2.048.501

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

The scope and definitions of past due receivables and the methods used by the Parent Bank to determine the provisions are mentioned in the Explanations on Credit risk.

The Parent Bank may restructure not only non-performing credits but also the first and the second stage credits. Restructuring for the first and the second stage credits are made to improve the customer's ability to repay the credit or for changes in contractual terms upon the customer request regardless of the customer's credit risk. Restructuring for non-performing credits are made for providing collection possibility by establishing a new payment plan

Breakdown for receivables in terms of sectors are stated in "II. Explanations on consolidated credit risk", footnote 8 " Profile of significant risks in significant regions"

Breakdowns according to the remaining maturity for past due receivables and in terms of geographic locations receivables that specific provisions are set are represented below. In accordance with resolution of the Board of the Parent Bank, TL 669.370 has been written of

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X. Explanations on consolidated risk management (continued):

c.1.4. Additional information on credit quality of assets(continued):

Aging analysis for past due receivables:

As per Financial instruments segmentations, aging analysis af past due but not impaired financial assets is as follows:

	1-30 Days	31-90 Days	Total
Current Period	3.067.474	3.632.093	6.699.567
	1-30 Days	31-90 Days	Total
Prior Period	2.487.527	2.671.186	5.158.713

Receivables that provisions are set in terms of geographical region:

Current Period	Non-performing Loans^(*)	Specific Provision^(*)
Domestic	3.991.497	3.214.065
Off-shore Banking Countries	-	-
Other Countries	33.593	32.883
General Total	4.025.090	3.246.948

^(*) Represents amounts for cash loans.

Prior Period	Non-performing Loans^(*)	Specific Provision^(*)
Domestic	1.990.296	1.744.119
Off-shore Banking Countries	-	-
Other Countries	29.373	28.064
General Total	2.019.669	1.772.183

^(*) Represents amounts for cash loans.

c.2. Credit risk mitigation

c.2.1. Qualitative disclosure on credit risk mitigation techniques:

On and off-balance sheet offsetting agreements are not utilized.

The Parent Bank, the risk mitigators that are used in credit process in compliance with Communiqué “The Risk Mitigation Techniques” which is published at September 6, 2014 are stated below.

- Financial Collaterals (Government Securities, Cash, Deposit or Participation Fund Pledge, Gold, Stock Pledge)
- Guarantees

The credibility of guarantors is monitored and evaluated within the framework of credit revision periods.

Collaterals obtained by the Bank are reviewed and appraised in accordance with related legislation as long as the credit relationship is outstanding.

If there are indicators on significant decreases of real estate’s value in comparison to general market prices, the real estate’s valuation is performed by the authorised valuation corporations authorised by Banking Regulation and Supervision Agency or Capital Markets Board of Türkiye.

The Bank monitors other banks’ guarantees that are evaluated as risk mitigators within the framework of BRSA regulations on a regular basis and reviews the credibility of banks periodically.

The volatility in real estate market is monitored closely by the Bank and the market fluctuations are considered in credit activities.

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X. Explanations on consolidated risk management (continued):

c.2.2. Credit risk mitigation techniques(continued):

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	138.613.721	92.144.098	38.564.711	11.981.987	1.816.205	-	-
2	Debt securities	72.988.771	-	-	-	-	-	-
3	Total	211.602.492	92.144.098	38.564.711	11.981.987	1.816.205	-	-
4	Of which defaulted	(103.908)	882.050	477.078	-	-	-	-

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	79.417.510	64.600.763	27.473.663	7.317.022	969.896	-	-
2	Debt securities	51.752.449	-	-	-	-	-	-
3	Total	131.169.959	64.600.763	27.473.663	7.317.022	969.896	-	-
4	Of which defaulted	(14.178)	261.664	154.747	-	-	-	-

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:

Explanations on rating grades that the banks use for calculation of credit risk by the standardised approach are mentioned in the footnote section four numbered II.9 Explanations on Consolidated Credit Risk.

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X. Explanations on consolidated 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	90.006.363	-	90.006.363	-	0,00%
2	Receivables from regional or local governments	57.808	1.087	57.808	294	29,051
3	Receivables from administrative units and non-commercial enterprises	185.349	51.055	185.349	17.113	196.860
4	Receivables from multilateral development banks	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-
6	Receivables from banks and brokerage houses	26.481.173	3.106.153	26.481.173	2.638.416	8.750.796
7	Receivables from corporates	98.583.610	33.670.211	98.583.610	15.187.394	77.542.423
8	Retail receivables	30.044.783	32.581.723	30.044.783	8.510.639	27.945.470
9	Receivables secured by mortgages on property	12.336.052	1.926.104	12.336.052	718.087	4.586.164
10	Receivables secured by mortgages on commercial property	22.541.389	8.352.931	22.541.389	3.782.282	13.177.040
11	Past due receivables	319.998	-	319.998	-	191.241
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	26.593.485	-	26.593.485	-	18.103.953
17	Equity share investments	1.192.835	-	1.192.835	-	1.192.834
18	Total	308.342.845	79.689.264	308.342.845	30.854.225	151.715.832
						44,73%

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X. Explanations on consolidated risk management (continued):

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

Prior 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	69.343.971	-	69.343.971	-	0,00%
2	Receivables from regional or local governments	48.936	687	48.936	294	24,615
3	Receivables from administrative units and non-commercial enterprises	18.883	41.771	18.883	17.232	20,992
4	Receivables from multilateral development banks	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-
6	Receivables from banks and brokerage houses	29.784.748	1.863.884	29.784.748	1.420.275	9.737.209
7	Receivables from corporates	75.012.101	21.864.250	75.012.101	10.544.304	57.278.913
8	Retail receivables	15.444.423	18.621.106	15.444.423	5.539.127	14.823.072
9	Receivables secured by mortgages on property	9.055.975	1.402.133	9.055.975	576.721	3.386.010
10	Receivables secured by mortgages on commercial property	15.609.109	5.935.876	15.609.109	2.760.830	9.190.198
11	Past due receivables	95.814	-	95.814	-	62.588
12	Receivables defined in high risk category by BRSA	-	-	-	-	-
13	Securities collateralized by mortgages	-	-	-	-	-
14	Short-term receivables from banks, brokerage houses and corporates	-	-	-	-	-
15	Investments similar to collective investment funds	-	-	-	-	-
16	Other receivables	22.542.753	-	22.542.753	-	13.153.199
17	Equity share investments	783.183	-	783.183	-	783.183
18	Total	237.739.896	49.729.707	237.739.896	20.858.783	108.459.979
						41,94%

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X. Explanations on consolidated 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	90.006.363	-	-	-	-	-	-	-	-	90.006.363	
2	Receivables from regional or local governments	-	-	-	-	58.102	-	-	-	-	58.102	
3	Receivables from administrative units and non-commercial enterprises	2.949	-	3.316	-	-	-	196.197	-	-	202.462	
4	Receivables from multilateral development banks	-	-	-	-	-	-	-	-	-	-	
5	Receivables from international organizations	-	-	-	-	-	-	-	-	-	-	
6	Receivables from banks and brokerage houses	3.077.713	-	20.415.894	-	1.916.733	-	3.709.249	-	-	29.119.589	
7	Receivables from corporates	28.684.798	-	6.628.193	-	4.907.377	-	73.125.693	424.943	-	113.771.004	
8	Retail receivables	743.612	-	749.473	-	4.710	37.057.627	-	-	-	38.555.422	
9	Receivables secured by mortgages on property	-	-	-	12.998.476	37.933	-	17.730	-	-	13.054.139	
10	Receivables secured by mortgages on commercial property	-	-	3	-	26.293.257	-	30.411	-	-	26.323.671	
11	Past due receivables	2.866	-	226	-	274.788	-	18.747	23.371	-	319.998	
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	5.931.845	-	3.197.107	-	-	-	17.464.533	-	-	26.593.485	
17	Equity share investments	-	-	-	-	-	-	1.192.835	-	-	1.192.835	
18	Total	128.450.146	-	30.994.212	12.998.476	33.492.900	37.057.627	95.755.395	448.314	-	339.197.070	

(*) Represents 500 % risk weight.

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X. Explanations on risk management (continued):

c.3.3 Exposures by asset classes and risk weights (continued):

	Prior Period	Risk Weighted										Total risk amount (post-CCF and CRM)	
		0%	10%	20%	35% secured by Property mortgage	50%	75%	100%	150%	250%	Others (*)		
1	Receivables from central governments or central banks	69.343.971	-	-	-	-	-	-	-	-	-	-	69.343.971
2	Receivables from regional or local governments	-	-	-	-	49.230	-	-	-	-	-	-	49.230
3	Receivables from administrative units and non-commercial enterprises	12.468	-	3.318	-	-	-	20.329	-	-	-	-	36.115
4	Receivables from multilateral development banks	-	-	-	-	-	-	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-	-	-	-	-	-	-
6	Receivables from banks and brokerage houses	3.484.441	-	19.427.341	-	4.883.007	-	3.410.234	-	-	-	-	31.205.023
7	Receivables from corporates	22.445.421	-	4.080.060	-	5.336.429	-	53.630.835	44.127	-	19.533	-	85.556.405
8	Retail receivables	766.833	-	611.179	-	13.270	19.592.268	-	-	-	-	-	20.983.550
9	Receivables secured by mortgages on property	-	-	-	9.601.473	11.457	-	19.766	-	-	-	-	9.632.696
10	Receivables secured by mortgages on commercial property	-	-	-	-	18.359.482	-	10.457	-	-	-	-	18.369.939
11	Past due receivables	2.936	-	1.682	-	70.566	-	7.952	12.678	-	-	-	95.814
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	7.646.337	-	2.179.020	-	-	-	12.717.396	-	-	-	-	22.542.753
17	Equity share investments	-	-	-	-	-	-	783.183	-	-	-	-	783.183
18	Total	103.702.407	-	26.302.600	9.601.473	28.723.441	19.592.268	70.600.152	56.805	-	19.533	-	258.598.679

(*) Represents 500 % risk weight.

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X. Explanations on consolidated risk management (continued):

ç. Consolidated counterparty credit risk:

ç.1. Qualitative disclosure on counterparty credit risk (CCR):

Derivatives and repurchase transactions in the calculation of counterparty credit risk are calculated according to the fair value in accordance with "Appendix-2 of Regulation on Measurement and Assessment of Capital Adequacy of Banks" published in the Official Gazette dated October 23, 2015 and numbered 29511. The sum of potential future exposures and positive replacement costs is taken in the calculation of the risk amount related to derivative transactions.

The Parent Bank prepared "Charter on the Counterparty Credit Risk Management Policy and Implementation Procedures" in order to determine the basic principles that manage the counterparty credit risk and this regulation was approved by the Board of Directors. The Board of Directors periodically reviews and assesses the related policy.

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)	88.238	540.360		-	628.598	621.860
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						621.860

(*) Effective Expected Positive Exposure

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)	142.403	211.400		-	353.803	296.800
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						296.800

(*) Effective Expected Positive Exposure

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X. Explanations on consolidated risk management (continued):

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	628.598	6.738	353.803	57.003
4 Total subject to the CVA capital obligation	628.598	6.738	353.803	57.003

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

Risk Classes	Current Period												Total credit exposure ^(*)
	Risk Weighted												
	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	6.738	-	-	-	-	-	-	259.765	-	-	-	-	266.503
Receivables from corporates	-	-	-	-	-	-	-	362.095	-	-	-	-	362.095
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	6.738	-	-	-	-	-	-	621.860	-	-	-	-	628.598

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

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X. Explanations on consolidated risk management (continued):

ç.4.CCR exposures by risk class and risk weights (continued):

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	57.003	-	-	-	-	-	-	37.197	-	-	-	-	94.200
Receivables from corporates	-	-	-	-	-	-	-	259.603	-	-	-	-	259.603
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	57.003	-	-	-	-	-	-	296.800	-	-	-	-	353.803

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

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X. Explanations on consolidated 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 Parent Bank arising from purchased or sold credit derivatives

The Parent Bank does not have any risks arising from purchased or sold credit derivatives (December 31, 2024: None).

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

The Parent Bank does not have any risks arising from central counterparty (December 31, 2024: None).

d. Consolidated securitization explanations:

There is not any information to be announced to public on securitization (December 31, 2024: None).

e. Consolidated market risk

e.1. Qualitative disclosure on market risk:

The Parent Bank measures market risk by using the standard method in accordance with "Regulation on the Measurement and Assessment of the Capital Adequacy of Banks" dated October 23, 2015 and numbered 29511 and allocates legal capital on this basis. On the other hand, the market risk is also calculated by using the internal model for testing (Value at Risk) and the results found are supported by considering backtesting results. The market risk value (Value at Risk) calculated by using the internal model is calculated on a daily basis by using Variance-Covariance, EWMA, Monte Carlo and Historical Simulation methods and is reported to the top management.

The Board of Directors sets limits for these risks by considering the main risks and revises these limits periodically in line with market conditions and the Parent Bank's strategies. In addition, the Board of Directors ensures that the risk management unit and senior management take all necessary measures to identify, measure, prioritize, and reduce at an acceptable level and to manage the various risks that the Parent Bank is exposed to.

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X. Explanations on consolidated risk management (continued):

Risks that positions held by the Parent Bank under on-balance sheet and off-balance sheet accounts may occur due to fluctuations in financial markets are measured. Information about the market risk considered in the calculation of legal capital as follows.

e.2. Market risk under standardised approach:

		Current Period	Prior Period
		RWA	RWA
Outright products			
1	Profit rate risk (general and specific)	7.952.804	7.259.879
2	Equity risk (general and specific)	18.712.265	977.293
3	Foreign exchange risk	8.206.630	2.354.006
4	Commodity risk	6.203.691	2.564.563
Options			
5	Simplified approach	-	-
6	Delta-plus method	-	-
7	Scenario approach	-	-
8	Securitisation	-	-
9	Total	41.075.390	13.155.741

f. Consolidated Operational risk:

Capital requirement for operational risk is calculated annually by using the Basic Indicator Method in accordance with Article 24 of the Regulation on the Measurement and Assessment of Capital Adequacy of Banks. As of December 31, 2025, amount subject to operational risk and the calculation information are given below:

	2 PP Value	1 PP Value	CP Value	Total number of years for which gross income is positive	Rate (%)	Total
Gross Income	9.585.038	16.788.779	16.730.147	14.367.988	15%	2.155.198
Amount subject to Operational Risk (Total*12,5)						26.939.978

g. Qualitative disclosure on profit rate risk arising from banking books

a) Important assumptions including the nature of profit rate risk arising from banking books and the early repayment of loans and movements in deposits other than time deposits with measurement frequency of the profit rate risk

Profit rate risk arising from banking books measures profit rate risk arising from on-balance sheet and off-balance sheet positions in the Parent Bank's banking books by standard shock method.

The Parent Bank calculates and monitors the interest rate risk arising from banking accounts on a monthly basis in accordance with the "Regulation on the Measurement and Assessment of Interest Rate Risk Arising from Banking Accounts Using the Standard Approach" published in the Official Gazette numbered 32898 and dated May 12, 2025.

Profit share-yield assets, liabilities that profit share is paid, restructuring risk, yield curve risk in banking books and changes in profit rates occurred in market conditions are monitored, assessed, measured and managed by the Parent Bank in the calculations made within the scope of the related regulation.

Against the risk that these matters may affect the Parent Bank's capital negatively, these risks are assessed and managed on a weekly basis within the scope of the Charters established by the Board of Directors.

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X. Explanations on consolidated risk management (continued):

b) Economic value differences arising from profit rate fluctuations in accordance with Regulation on Measurement and Assessment of Profit Rate Risk arising from Banking Books by Standard Shock Method:

Currency	Applied Shock (+/-x basis point)	Gains/ (Losses)	Gains/Equity (Losses/Equity) (%)
TL	(+) 500bp	(2.197.023)	(5,072)
TL	(-) 400bp	2.044.405	4,72
USD	(+) 200bp	(759.734)	(1,754)
USD	(-) 200bp	847.715	1,957
EUR	(+) 200bp	(49.607)	(0,115)
EUR	(-) 200bp	73.528	0,17
Total (For Negative Shocks)	-	2.965.648	6,847
Total (For Positive Shocks)	-	(3.006.364)	(6,941)

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XI. Explanations on consolidated business segments:

The Parent 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	11.067.948	49.180.484	24.706.252	11.415.251	96.369.935
Operating Expenses	(13.978.880)	(42.915.698)	(20.975.740)	(3.267.314)	(81.137.632)
Operating Income/Expenses	(2.910.932)	6.264.786	3.730.512	8.147.937	15.232.303
Profit/(Loss) Before Tax	(2.910.932)	6.264.786	3.730.512	8.147.948	15.232.314
Tax Income (Expense)	-	-	-	(214.874)	(214.874)
Current Year Profit/(Loss)	(2.910.932)	6.264.786	3.730.512	7.933.074	15.017.440
Total Assets	17.529.869	228.442.024	205.185.174	19.841.633	470.998.700
Total Liabilities	162.050.976	136.824.701	139.869.128	32.253.895	470.998.700

Prior Period	Retail	Commercial and Corporate	Treasury	Undistributed	Total
Operating Income	5.975.767	30.789.071	20.117.436	2.916.096	59.798.370
Operating Expenses	(14.699.891)	(23.793.504)	(13.889.206)	(1.992.130)	(54.374.731)
Operating Income/Expenses	(8.724.124)	6.995.567	6.228.230	923.966	5.423.639
Profit/(Loss) Before Tax	(8.724.124)	6.995.567	6.228.230	923.966	5.423.639
Tax Income (Expense)	-	-	-	(264.330)	(264.330)
Current Year Profit/(Loss)	(8.724.124)	6.995.567	6.228.230	659.636	5.159.309
Total Assets	12.802.607	137.107.890	144.834.522	17.140.403	311.885.422
Total Liabilities	115.843.272	107.996.338	63.832.501	24.213.311	311.885.422

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SECTION FIVE

Explanations and notes on the consolidated financial statements

I. Explanations and notes related to consolidated 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	511.069	3.719.616	394.690	3.396.107
CBRT	27.064.751	50.025.384	21.120.027	31.528.203
Other (*)	591.685	5.239.319	513.008	3.940.514
Total	28.167.505	58.984.319	22.027.725	38.864.824

(*) Includes precious metals amounting to TL 1.767.011 (December 31, 2024: TL 2.192.821) and cash in transit amounting to TL 4.063.993 (December 31, 2024: TL 2.260.701) as of December 31, 2025.

b. Information related to CBRT:

	Current Period		Prior Period	
	TL	FC	TL	FC
Unrestricted demand deposit	15.957.156	5.453.665	13.427.038	4.114.453
Unrestricted time deposit	-	-	-	-
Restricted time deposit (*)	11.107.595	44.571.719	7.692.989	27.413.750
Total	27.064.751	50.025.384	21.120.027	31.528.203

(*) As of December 31, 2025, the reserve requirement held in standard gold is TL 15.117.959 (December 31, 2024: TL 5.995.768).

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 December 31, 2025, the Parent Bank's applicable rates for Turkish lira required reserves excluding accounts receiving exchange rate/price protection support from the Central Bank, between 0% and 18% (December 31, 2024: between 3% and 17%); for accounts receiving exchange rate/price protection support from the Central Bank, between 22% and 40% (December 31, 2024: between 22% and 33%); depending on the maturity structure for participation funds and other liabilities and the applicable rates for FX required reserves are between 5% and 32%, depending on the maturity structure of participation funds and other liabilities (December 31, 2024: 5% to 30%).

c.1. Information on banks:

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
Domestic (*)	10.193.782	302.133	6.475.090	3.667.873
Abroad	1.486	24.217.754	128.674	11.801.471
Foreign head offices and branches	-	-	-	-
Total	10.195.268	24.519.887	6.603.764	15.469.344

(*) Includes blockaged amount TL 10.092.266 (December 31, 2024: TL 6.464.574) booked under TL accounts arising from POS transactions.

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

c.2. Information on foreign bank accounts:

	Current period		Prior Period	
	Unrestricted amount	Restricted amount	Unrestricted amount	Restricted amount
European Union Countries	11.858.754	-	3.554.581	-
USA and Canada	804.776	-	918.845	-
OECD Countries (*)	3.914.419	-	3.597.485	-
Off-shore banking regions	1.707.190	-	1.465	-
Other (**)	5.480.136	452.479	3.140.195	588.900
Total	23.765.275	452.479	11.212.571	588.900

(*) OECD countries other than EU countries, USA and Canada.

(**) Represents the balance amounts to TL 4.777.868 in Iraq Banks belonging to Parent Bank's foreign branches "Erbil and Baghdad" (December 31, 2024: TL 2.660.848).

2. Information on financial assets measured at fair value through profit/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 December 31, 2025, the nominal investment amount subject to repurchase agreements TL 111.454 (December 31, 2024: None).

As of December 31, 2025, the collateralized /blocked nominal investment amount is TL 3.630.188. (December 31, 2024 TL 8.225.509).

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

	Current Period		Prior Period	
	TL	FC	TL	FC
Investment Fund Participation Certificates (Net)	20.188.590	509.592	14.816.830	696.100
Sukuk	308.716	7.480.263	1.286.240	5.667.982
Representing Shares in the Capital Securities	-	186.166	-	126.498
Others	-	10.508	-	19.298
Total	20.497.306	8.186.529	16.103.070	6.509.878

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 collateral or blocked:

As of December 31, 2025, the Parent Bank has a nominal investment amount subject to repurchase agreements is TL 7.385.791 (December 31, 2024: None).

As of December 31, 2025, the collateralized /blocked nominal investment amount is TL 11.071.807 (December 31, 2024: TL 2.892.136).

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

	Current Period	Prior Period
Debt securities	30.997.416	17.828.064
Quoted on a stock exchange	30.997.416	17.828.064
Unquoted	-	-
Investment Funds	-	-
Quoted on a stock exchange	-	-
Unquoted	-	-
Share certificates	65.396	52.188
Quoted on a stock exchange	-	-
Unquoted	65.396	52.188
Impairment provision (-)	10.345	1.145
Total	31.052.467	17.879.107

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

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 December 31, 2025, the nominal investment amount subject to repurchase agreements TL 3.339.310 (December 31, 2024: None)

As of December 31, 2025, the collateralized/blocked nominal investment amount is TL 20.418.089 (December 31, 2024: TL 15.017.532).

b. Information on related to debt securities measured at amortised cost:

	Current Period	Prior Period
Government Bonds	-	-
Treasury Bills	-	-
Other Government Securities (*)	31.580.449	26.773.327
Other Debt Securities	-	-
Total	31.580.449	26.773.327

(*) 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	31.580.449	26.773.327
Quoted on a stock exchange	31.580.449	26.773.327
Unquoted	-	-
Impairment provision (-)	-	-
Total	31.580.449	26.773.327

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

	Current Period	Prior Period
Balance at beginning of period	26.773.327	28.852.543
Foreign currency differences on monetary assets	3.075.459	2.162.058
Purchases during period (*)	2.158.419	6.171.172
Disposals through sales and redemptions (*)	(1.648.625)	(11.671.492)
Impairment provision (-)	-	-
Reclassifications	-	-
Increases (decreases) in income accruals	1.221.869	1.259.046
Closing balance	31.580.449	26.773.327

(*) 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	-	-	7.752	5.687
Swap Transactions	6.991	1.958.492	22.511	90.085
Futures Transactions	-	-	-	-
Options	-	-	-	-
Other	25.386	8.118	15.014	1.354
Total	32.377	1.966.610	45.277	97.126

(*) Spot transaction rediscount amount.

The Parent Bank has not any derivative financial assets for hedging purposes (December 31, 2024: None).

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

6. Information on loans:

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

	Current Period		Prior Period	
	Cash	Non-cash	Cash	Non-cash
Direct loans granted to shareholders	795.261	53.872	3.136.883	40.502
Corporate shareholders	794.771	53.872	3.134.934	40.152
Real person shareholders	490	-	1.949	350
Indirect loans granted to shareholders	401.085	295.735	203	102
Loans granted to employees	218.780	31	240.868	135
Total	1.415.126	349.638	3.377.954	40.739

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			
	Cash Loans	Standard loans	Not under the scope of	Restructured
			restructuring or rescheduling	Amendments to the Terms of Contracts
Loans				
Export loans	29.871.588	417.465	8.807	-
Import loans	18.120.369	84.634	-	-
Business loans	75.135.378	2.265.867	2.956.439	4.657.566
Consumer loans	15.339.553	314.328	11.634	-
Credit cards	5.339.130	149.149	2.302	-
Loans given to financial sector	3.307.670	-	-	-
Other ^(*)	49.023.299	1.075.228	410.465	192.693
Other receivables	-	-	-	-
Total	196.136.987	4.306.671	3.389.647	4.850.259

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

Commercial loans with installments	25.843.981
Other investment credits	5.843.117
Loans given to abroad	6.597.798
Profit and loss sharing investments (**)	11.842.968
Loans for purchase of marketable securities for customer	262.749
Other	311.072
Total	50.701.685

^(**) 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. 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 4.655.237 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 8.344.270.

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- I. Explanations and notes related to consolidated 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				
	Standard Loans	Not Under the Scope of	Restructured		
Cash Loans		Restructuring or Rescheduling	Amendments to the Terms of Contracts	Refinancing	
Loans					
Export loans	16.614.567	180.619	-	-	
Import loans	10.185.675	59.472	-	-	
Business loans	52.563.946	2.302.842	2.537.368	1.655.923	
Consumer loans	11.789.486	236.908	1.796	-	
Credit cards	2.707.648	56.594	1.070	-	
Loans given to financial sector	3.526.282	-	-	-	
Other (*)	35.559.966	858.061	400.403	8.664	
Other receivables	-	-	-	-	
Total	132.947.570	3.694.496	2.940.637	1.664.587	

(*) Details of other loans are provided below:

Commercial loans with installments	12.633.054
Other investment credits	4.780.184
Loans given to abroad	11.230.056
Profit and loss sharing investments (**)	7.477.789
Loans for purchase of marketable securities for customer	665.321
Other	40.690
Total	36.827.094

(**) As of December 31, 2024, 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. Revenue sharing of profit and loss sharing investment projects is done within the framework of the signed contract between the Bank and the counterparty after the cost of the projects is clarified and net profit of projects is determined once the project/stages of the project are completed. In case the transaction subject to the profit and loss sharing investment project results in a loss, the Bank's share of loss is limited with the funds invested in the project by the Bank. As of December 31, 2024, the profit and loss partnership investments are evaluated as financial assets measured at fair value through profit or loss, and the net profit amounts to TL 1.008.187 for 2024 (TL 1.042.603 valuation profit, TL 34.416 valuation profit reversal) between the total risk of the Bank and independent valuation reports of the related projects is reflected to the profit and loss statement. Total cumulative valuation profit is TL 3.689.033 for profit and loss sharing investments.

- 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	965.214	-
Significant Increase in Credit Risk	-	1.845.588
Prior Period	Standard Loans	Loans under close monitoring
12 Month Expected Credit Losses	509.140	-
Significant Increase in Credit Risk	-	2.183.910

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

c. Maturity analysis of cash loans:

Cash Loans	Standard Loans	Loans Under Follow-Up	
		Non-restructured	Restructured
Cash Loans			
Current Period			
Short term loans	72.088.221	1.754.905	-
Medium and long-term loans ^(*)	124.048.766	2.551.766	8.239.906
Total	196.136.987	4.306.671	8.239.906

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

Cash Loans	Standard Loans	Loans Under Follow-Up	
		Non-restructured	Restructured
Cash Loans			
Prior Period			
Short term loans	55.118.665	1.110.621	-
Medium and long-term loans ^(*)	77.828.905	2.583.875	4.605.224
Total	132.947.570	3.694.496	4.605.224

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

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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	823.478	14.677.248	15.500.726
Housing loans	26.660	13.251.701	13.278.361
Vehicle loans	155.994	533.881	689.875
Consumer loans	640.824	891.666	1.532.490
Other	-	-	-
Consumer loans-FC indexed	-	-	-
Housing loans	-	-	-
Vehicle loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Consumer loans-FC	-	9.817	9.817
Housing loans	-	5.827	5.827
Vehicle loans	-	-	-
Consumer loans	-	3.990	3.990
Other	-	-	-
Retail credit cards-TL	2.006.247	-	2.006.247
With installment	405.172	-	405.172
Without installment	1.601.075	-	1.601.075
Retail credit cards-FC	-	-	-
With installment	-	-	-
Without installment	-	-	-
Personnel loans-TL	108.461	46.511	154.972
Housing loans	-	41.730	41.730
Vehicle loans	1135	3.525	4.660
Consumer loans	107.326	1.256	108.582
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	63.808	-	63.808
With installment	21.646	-	21.646
Without installment	42.162	-	42.162
Personnel credit cards-FC	-	-	-
With installment	-	-	-
Without-installment	-	-	-
Overdraft account-TL (real person)	-	-	-
Overdraft account-FC (real person)	-	-	-
Total	3.001.994	14.733.576	17.735.570

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I. Explanations and notes related to consolidated 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	311.210	11.486.006	11.797.216
Housing loans	42.593	9.305.985	9.348.578
Vehicle loans	52.939	1.011.171	1.064.110
Consumer loans	215.678	1.168.850	1.384.528
Other	-	-	-
Consumer loans-FC indexed	-	-	-
Housing loans	-	-	-
Vehicle loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Consumer loans-FC	-	21.035	21.035
Housing loans	-	9.451	9.451
Vehicle loans	-	-	-
Consumer loans	-	11.584	11.584
Other	-	-	-
Retail credit cards-TL	888.873	-	888.873
With installment	106.304	-	106.304
Without installment	782.569	-	782.569
Retail credit cards-FC	-	-	-
With installment	-	-	-
Without installment	-	-	-
Personnel loans-TL	79.832	130.107	209.939
Housing loans	-	15.014	15.014
Vehicle loans	213	4.436	4.649
Consumer loans	79.619	110.657	190.276
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	30.929	-	30.929
With installment	4.148	-	4.148
Without installment	26.781	-	26.781
Personnel credit cards-FC	-	-	-
With installment	-	-	-
Without-installment	-	-	-
Overdraft account-TL (Real Person)	-	-	-
Overdraft account-FC (Real Person)	-	-	-
Total	1.310.844	11.637.148	12.947.992

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I. Explanations and notes related to consolidated 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	3.298.047	17.057.961	20.356.008
Business loans	216.803	2.234.926	2.451.729
Vehicle loans	2.826.977	13.756.877	16.583.854
Consumer loans	254.267	1.066.158	1.320.425
Other	-	-	-
Commercial installment loans-FC indexed	-	706	706
Business loans	-	246	246
Vehicle loans	-	460	460
Consumer loans	-	-	-
Other	-	-	-
Commercial installment Loans-FC	200.430	5.286.837	5.487.267
Business loans	52.435	1.146.319	1.198.754
Vehicle loans	147.995	3.301.937	3.449.932
Consumer loans	-	838.581	838.581
Other	-	-	-
Corporate credit cards-TL	3.420.526	-	3.420.526
With installment	40.652	-	40.652
Without installment	3.379.874	-	3.379.874
Corporate credit cards-FC	-	-	-
With installment	-	-	-
Without installment	-	-	-
Overdraft account-TL (legal Entity)	-	-	-
Overdraft account-FC (legal Entity)	-	-	-
Total	6.919.003	22.345.504	29.264.507

Prior Period	Short-term	Medium and long-term	Total
Commercial installment loans-TL	2.392.871	7.740.807	10.133.678
Business loans	87.473	837.534	925.007
Vehicle loans	2.189.486	6.022.235	8.211.721
Consumer loans	115.912	881.038	996.950
Other	-	-	-
Commercial installment loans-FC indexed	-	255	255
Business loans	-	251	251
Vehicle loans	-	4	4
Consumer loans	-	-	-
Other	-	-	-
Commercial installment Loans-FC	123.978	2.375.143	2.499.121
Business loans	34.469	897.600	932.069
Vehicle loans	89.509	1.290.805	1.380.314
Consumer loans	-	186.738	186.738
Other	-	-	-
Corporate credit cards-TL	1.845.304	206	1.845.510
With installment	28.614	149	28.763
Without installment	1.816.690	57	1.816.747
Corporate credit cards-FC	-	-	-
With installment	-	-	-
Without installment	-	-	-
Overdraft account-TL (Legal Entity)	-	-	-
Overdraft account-FC (Legal Entity)	-	-	-
Total	4.362.153	10.116.411	14.478.564

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

e. Allocation of loans by customers:

	Current Period	Prior Period
Public	19.382.823	8.817.181
Private	189.300.741	132.430.109
Total	208.683.564	141.247.290

f. Breakdown of domestic and foreign loans:

	Current Period	Prior Period
Domestic loans	202.085.766	130.017.234
Foreign loans	6.597.798	11.230.056
Total	208.683.564	141.247.290

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	1.082.479	297.271
Loans with doubtful collectability	876.766	235.529
Uncollectible loans	1.287.703	1.239.383
Total	3.246.948	1.772.183

Specific provisions in the amount of TL 3.246.948 (December 31, 2024: TL 1.772.183) comprise TL 2.137.364 (December 31, 2024: TL 722.761) 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	1.935	15.289	35.665
Restructured loans	1.935	15.289	35.665
Prior period			
Gross amount before specific provisions	-	1.505	33.439
Restructured loans	-	1.505	33.439

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

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	479.357	269.843	1.270.469
Additions in the current period (+)	2.929.253	146.440	114.907
Transfers from other categories of non-performing loans (+)	-	1.817.204	900.524
Transfers to other categories of non-performing loans (-)	1.817.204	900.524	-
Collections in the current period (-)	125.192	216.661	171.166
Transfers to standard loans and write off (-) (*)	4.251	44	667.865
Dispose of (-)	-	-	-
Corporate and commercial loans	-	-	-
Retail loans	-	-	-
Credit cards	-	-	-
Other	-	-	-
Closing balance of the current period	1.461.963	1.116.258	1.446.869
Provisions (-)	1.082.479	876.766	1.287.703
Net balance at the balance sheet	379.484	239.492	159.166

(*) 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 2.790. Since there is no reasonable expectation regarding its recovery, TL 669.370 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 4.025.090 comprise TL 2.631.226 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	420.050	161.098	1.224.426
Additions in the current period (+)	931.706	26.390	56.265
Transfers from other categories of non-performing loans (+)	-	782.638	434.868
Transfers to other categories of non-performing loans (-)	782.638	434.868	-
Collections in the current period (-)	84.351	75.919	138.942
Transfers to standard loans and write off (-) (*)	5.410	189.496	306.148
Dispose of (-)	-	-	-
Corporate and commercial loans	-	-	-
Retail loans	-	-	-
Credit cards	-	-	-
Other	-	-	-
Closing balance of the current period	479.357	269.843	1.270.469
Specific provisions (-)	297.271	235.529	1.239.383
Net balance at the balance sheet	182.086	34.314	31.086

(*) 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 12.695. Since there is no reasonable expectation regarding its recovery, TL 488.359 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 33 basis points.

Non-performing loans in the amount of TL 2.019.669 comprise TL 914.488 of participation account share of loans provided from participation accounts.

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

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	135.169	94.975	347.080
Provision (-)	102.068	77.980	334.032
Net balance	33.101	16.995	13.048
Prior period:			
Period end balance	47.120	20.020	249.127
Provision (-)	27.864	16.258	238.820
Net balance	19.256	3.762	10.307

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)			
Loans to individuals and corporates (gross)	1.461.963	1.116.258	1.446.869
Provision (-)	1.082.479	876.766	1.287.703
Loans to individuals and corporates (net)	379.484	239.492	159.166
Banks (gross)	-	-	-
Provision (-)	-	-	-
Banks (net)	-	-	-
Other loans and receivables (gross)	-	-	-
Provision (-)	-	-	-
Other loans (net)	-	-	-
Prior period (net)			
Loans to individuals and corporates (gross)	479.357	269.843	1.270.469
Provision (-)	297.271	235.529	1.239.383
Loans to individuals and corporates (net)	182.086	34.314	31.086
Banks (gross)	-	-	-
Provision (-)	-	-	-
Banks (net)	-	-	-
Other loans (gross)	-	-	-
Provision (-)	-	-	-
Other loans (net)	-	-	-

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

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 collectability	Loans with doubtful collectability	Uncollectable loans
Current Period (Net)	19.032	75.134	39.331
Profit Share Accruals and Valuation Differences	64.552	205.879	210.555
Provision (-)	45.520	130.745	171.224
Prior Period (Net)	17.595	11.519	9.388
Profit Share Accruals and Valuation Differences	55.957	43.171	54.441
Provision (-)	38.362	31.652	45.053

i. Liquidation policy for uncollectable 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:

The write-off policy of the Parent Bank for receivables under follow up is to retire the receivables from assets in case of determination of the inability of collection through follow-up by the decision of the Parent Bank management. As of December 31, 2025, loans which deemed uncollectible amounts to TL 669.370 have been written off as per the decision taken by the Parent Bank management (December 31, 2024: TL 488.359).

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	5.940.291	5.550.250	1.761.526	1.567.512
1 to 4 years	20.514.269	16.192.539	4.731.752	3.588.803
More than 4 years	2.974.091	2.364.126	64.654	60.232
Total	29.428.651	24.106.915	6.557.932	5.216.547

b. Information on net investments through finance lease:

	Current Period	Prior Period
Financial lease receivables (Gross)	29.428.651	6.557.932
Unearned financial lease receivable (-)	5.321.736	1.341.385
Net receivable from financial leases	24.106.915	5.216.547

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I. Explanations and notes related to consolidated 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:

	Loans Under Close Monitoring			
	Standard Loans	Not Under the Scope of Restructuring or Rescheduling	Restructured	
			Loans with Revised Contract Terms	Refinancing
Current Period				
Financial lease receivables (Net)	23.298.860	808.055	-	-
Prior Period				
Financial lease receivables (Net)	4.988.129	222.474	5.944	-

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	4.135.554	641.631
Additions (*)	790.029	4.154.698
Disposals	(11.807)	(31.546)
Transfers (**)	(4.125.563)	(640.891)
Impairment Provision (-)/Reversal of Impairment Provision	(265)	11.662
Net closing balance	787.948	4.135.554

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

As of December 31, 2025, assets held for sale consist of tangible assets amounting to TL 776.550 (December 31, 2024: TL 4.126.952) consist of real estates acquired due to receivables. TL 11.398 (December 31, 2024: TL 350) is comprised of discontinued operations.

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- I. Explanations and notes related to consolidated assets (continued):
8. Information on assets held for sale and assets of discontinued operations (continued):
- b. Explanations on discontinued operations:

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, Group's subsidiary, 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. The statement of assets, liabilities and profit/loss from discontinued operations is presented below:

	Current Period
Banks	11.399
Assets Related to Discontinued Operations	11.399

	Current Period
Other Liabilities	6.445
Liabilities Related to Discontinued Operations	6.445

	Current Period
Gross Profit/(Loss)	11
Operational expenses (-)	-
Profit/(Loss) from Discontinued Operations	11

Profit/(Loss) Per Share from Discontinued Operations:

	Current Period	Prior Period
Paid-In Capital	2.500.000	2.500.000
Profit/(Loss) attributable to the Parent Bank	(1)	(1.447)
Earnings Per Share	(0,00000)	0.00058

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I. Explanations and notes related to consolidated 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 600.000 and the Bank's total participation amount is TL 90.000 corresponding to 15%. There is a board member representing the Bank's shares in the company.

Name	Address (City/Country)	Parent 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, 2024: None).

b. Information on subsidiaries (net):

b.1. Information on unconsolidated non-financial subsidiaries:

None (December 31, 2024: None).

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

b. Information on subsidiaries (net) (continued):

b.2. Information on consolidated subsidiaries:

i). Bereket Varlık Kiralama A.Ş. and Değer Varlık Kiralama A.Ş. which are subject to consolidation by the Parent Bank, 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 December 31 2025, the capital of each company is TL 50. Bereket Varlık Kiralama A.Ş. and Değer Varlık Kiralama A.Ş. are consolidated using full consolidation method as of December 31, 2025.

The balances of Bereket Varlık Kiralama A.Ş. presented in the table below have been obtained from audited and TAS 29 applied independent financial statements as of December 31, 2025.

Name	Address (City/Country)	Parent 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
22.110.431	432	-	-	-	129	244	-

ii) The balances of Değer Varlık Kiralama A.Ş. presented in the table below have been obtained from audited and TAS 29 applied independent financial statements as of December 31, 2025.

Name	Address (City/Country)	Parent 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
1.309.43	32.396	-	-	-	18.760	13.576	-

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

b. Information on subsidiaries (net) (continued):

b.2. Information on consolidated subsidiaries (continued):

iii) In the Board of Directors meeting dated February 25, 2015, the Parent 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 5.000. 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 December 31, 2025, the capital of the company is TL 400.000. The balances of Albaraka Portföy Yönetimi A.Ş. presented in the table below have been obtained from audited and TAS 29 applied independent financial statements as of December 31, 2025.

Name	Address (City/Country)	The Parent Bank's share percentage- If different voting percentage (%)	Risk share percentage of other shareholders (%)
Albaraka Portföy Yön. A.Ş.	Istanbul/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
2.573.208	2.412.191	5.304	45.909	-	1.411.171	493.042	-

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

9. Ownership investments (continued):

b.2. Information on consolidated subsidiaries (continued):

v) Movement and Sectoral Information on consolidated subsidiaries:

	Current Period	Prior Period
Amount at the beginning of the period	5.100	69.321
Movements inside the term	-	(64.221)
Purchases/new incorporations/capital increases/capital decreases (-)	-	53.952
Bonus shares	-	-
Profit received from current year share	-	-
Sales / Capital Deductions (-) (*)	-	(118.173)
Revaluation increases	-	-
Impairments	-	-
Amount at the end of the period	5.100	5.100
Capital commitments	-	-
Share of the capital at the end of the period (%)	100	100

(*) 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 Parent Bank, the related subsidiary has been classified as discontinued operations.

	Current Period	Prior Period
Banks	-	-
Insurance Companies	-	-
Factoring Companies	-	-
Leasing Companies	-	-
Financing Companies	-	-
Other Financial Subsidiaries	5.100	5.100

c. Information on investments in joint- ventures:

c.1. Information on unconsolidated investments in joint-ventures:

The Group does not have unconsolidated investments in joint-ventures as of the balance sheet date.

c.2. Information on consolidated investments in joint- ventures:

The Parent 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. As of December 31, 2025, Katılım Emeklilik ve Hayat A.Ş. has been consolidated by the Parent Bank using equity method. The financial data from audited and TAS 29 not applied independent financial statements as of December 31, 2025 are below:

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	5.514.524	63.857.437	63.684.764	5.641.814	4.836.399

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

10. Information on tangible assets:

Current period	Immovables (*)	Leased tangible assets	Vehicles	Other	Assets to be sold	Total
Cost						
Opening balance: January 1, 2024	4.758.068	-	617.981	628.976	1.427.889	7.432.914
Additions	576.987	-	14.525	373.667	-	965.179
Revaluation differences	969.620	-	-	-	-	969.620
Disposals	-	-	(3.410)	(3.187)	(518.388)	(524.985)
Impairment losses (-)/Reversal of impairment losses	-	-	-	-	-	-
Transfers	-	-	-	-	4.125.563	4.125.563
Ending balance: December 31, 2024	6.304.675	-	629.096	999.456	5.035.064	12.968.291
Accumulated depreciation (-)						
Opening balance: January 1, 2024	643.911	-	151.048	399.708	165	1.194.832
Depreciation expense	266.742	-	122.795	119.256	-	508.793
Reversal of depreciation of the disposed assets	-	-	(824)	(2.494)	-	(3.318)
Transfers	-	-	-	-	-	-
Ending balance: December 31, 2024	910.653	-	273.019	516.470	165	1.700.307
Total cost at the end of the year	6.304.675	-	629.096	999.456	5.035.064	12.968.291
Total accumulated depreciation at the end of the year	(910.653)	-	(273.019)	(516.470)	(165)	(1.700.307)
Closing net book value	5.394.022	-	356.077	482.986	5.034.899	11.267.984

Prior period	Immovables (*)	Leased tangible assets	Vehicles	Other	Assets to be sold	Total
Cost						
Opening balance: January 1, 2023	3.353.028	-	580.450	506.479	885.801	5.325.758
Additions	537.550	-	40.357	131.640	-	709.547
Revaluation differences	867.490	-	-	-	-	867.490
Disposals	-	-	(2.826)	(9.143)	(100.087)	(112.056)
Impairment losses (-) /Reversal of impairment losses	-	-	-	-	1.284	1.284
Transfers	-	-	-	-	640.891	640.891
Ending balance: December 31, 2023	4.758.068	-	617.981	628.976	1.427.889	7.432.914
Accumulated depreciation (-)						
Opening balance: January 1, 2023	422.874	-	33.632	344.928	173	801.607
Depreciation expense	221.037	-	117.840	63.920	-	402.797
Reversal of depreciation of the disposed assets	-	-	(424)	(9.140)	(8)	(9.572)
Transfers	-	-	-	-	-	-
Ending balance: December 31, 2023	643.911	-	151.048	399.708	165	1.194.832
Total cost at the end of the year	4.758.068	-	617.981	628.976	1.427.889	7.432.914
Total accumulated depreciation at the end of the year	(643.911)	-	(151.048)	(399.708)	(165)	(1.194.832)
Closing net book value	4.114.157	-	466.933	229.268	1.427.724	6.238.082

(*) As of December 31, 2025, the immovables of the Parent Bank have been revalued by an independent valuer and revaluation fund of TL 969.620 in the current period (December 31, 2024: TL 867.490) has been reflected in the financial statements. After the revaluation, the total cost of the Parent Bank's immovables is TL 4.224.991 (December 31, 2024: TL 3.255.371), their amortisation is TL 318.516 (December 31, 2024: TL 219.101), net carrying value is TL 3.906.475 (December 31, 2024: TL 3.036.270). As of December 31, 2025, the total cost of the immovables recognized as "right of use" under tangible assets in accordance with "IFRS 16 Leases" standard in the balance sheet of the Bank is TL 2.079.684 (December 31, 2024: TL 1.502.697), related amortisation is TL 592.136 (December 31, 2024: TL 424.810), net carrying value is TL 1.487.548 (December 31, 2024: TL 1.077.887).

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11. Information on intangible assets:

a. Opening and ending book values and accumulated depreciation balances:

	Current Period	Prior Period
Gross book value	2.427.233	1.348.814
Accumulated depreciation (-)	1.162.058	635.026
Total (net)	1.265.175	713.788

b. Intangible assets movement between the beginning and end of the period:

	Current Period	Prior Period
Opening balance	713.788	371.470
Additions	1.078.394	618.124
Disposals (-) (net)	-	-
Depreciation expense (-)	527.007	275.806
Closing net book value	1.265.175	713.788

12. Information related to deferred tax asset:

As of December 31, 2025, the Group calculated net deferred tax asset of TL 3.924.553 (December 31, 2024: TL 2.896.498) by netting off deferred tax asset of TL 2.201.898 (December 31, 2024: TL 1.110.457) and deferred tax liability of TL 1.722.655 (December 31, 2024 TL 1.786.041) 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	512.101	296.054
Provisions for retirement premium and vacation pay liabilities	811.189	743.620
Difference between carrying value and tax base of tangible assets (amortization differences)	343.542	153.080
Provisions for cases on trial	24.533	24.132
Provisions	627.326	571.583
Leasing profit share expenses	212.024	145.448
Other (*)	1.393.838	962.581
Deferred tax asset	3.924.553	2.896.498
Revaluation difference of property	579.878	450.024
Rediscount on profit share	454.432	218.804
Right of use assets	415.543	279.951
Derivative financial liabilities	589.645	37.810
Investment funds	-	17.148
Other (**)	162.400	106.720
Deferred tax liability	2.201.898	1.110.457
Deferred tax asset (net)	1.722.655	1.786.041

(*) Includes TL 933.964 arising from adjustment of non monetary assets in 2024 as per Tax Procedure Law calculated using inflation index and includes tax asset calculated from net financial loss amounting to TL 245.165.

(**) Includes TL 127.268, the deferred tax liability of securities revaluation at fair value through other comprehensive income (December 31, 2024: TL 91.139).

13. Information on other assets:

As of the balance sheet date, the Group's other assets balance is TL 13.947.831 (December 31, 2024: TL 5.596.666) and does not exceed 10% of total assets.

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II. Explanations and notes related to consolidated 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	10.437.136	-	-	-	-	-	-	-	10.437.136
II. Real Persons Participation Accounts Non-Trade TL	-	8.581.114	29.556.340	795.927	-	138.368	835.828	52.511	39.960.088
III. Current Account other-TL	19.814.916	-	-	-	-	-	-	-	19.814.916
Public Sector	635.825	-	-	-	-	-	-	-	635.825
Commercial Institutions	18.098.660	-	-	-	-	-	-	-	18.098.660
Other Institutions	890.864	-	-	-	-	-	-	-	890.864
Commercial and Other Institutions	166.097	-	-	-	-	-	-	-	166.097
Banks and Participation Banks	23.470	-	-	-	-	-	-	-	23.470
Central Bank of Türkiye	-	-	-	-	-	-	-	-	-
Domestic Banks	6	-	-	-	-	-	-	-	6
Foreign Banks	23.431	-	-	-	-	-	-	-	23.431
Participation Banks	33	-	-	-	-	-	-	-	33
Other	-	-	-	-	-	-	-	-	-
IV. Participation Accounts-TL	-	21.474.482	14.090.724	5.826.910	-	8.047.100	9.516.019	782	58.956.017
Public Sector	-	-	1.747	-	-	-	-	-	1.747
Commercial Institutions	-	21.202.178	13.342.420	5.737.851	-	6.570.487	9.513.905	288	56.367.129
Other Institutions	-	272.158	744.659	89.058	-	1.476.613	2.114	494	2.585.096
Commercial and Other Institutions	-	146	1.812	1	-	-	-	-	1.959
Banks and Participation Banks	-	-	86	-	-	-	-	-	86
V. Real Persons Current Accounts Non-Trade FC	38.127.479	-	-	-	-	-	-	-	38.127.479
VI. Real Persons Participation Accounts Non-Trade FC	-	9.072.038	9.175.721	756.758	-	49.121	1.382.934	31.869	20.468.441
VII. Other Current Accounts FC	31.233.077	-	-	-	-	-	-	-	31.233.077
Residents in Türkiye-Corporate	22.345.440	-	-	-	-	-	-	-	22.345.440
Residents Abroad-Corporate	6.008.686	-	-	-	-	-	-	-	6.008.686
Banks and Participation Banks	2.878.951	-	-	-	-	-	-	-	2.878.951
Central Bank of Türkiye	-	-	-	-	-	-	-	-	-
Domestic Banks	-	-	-	-	-	-	-	-	-
Foreign Banks	2.878.036	-	-	-	-	-	-	-	2.878.036
Participation Banks	915	-	-	-	-	-	-	-	915
Other	-	-	-	-	-	-	-	-	-
VIII. Participation Accounts other-FC	-	2.467.611	714.331	611.201	-	174	8.656	1.156	3.803.129
Public sector	-	-	-	-	-	-	-	-	-
Commercial institutions	-	2.429.677	688.735	396.285	-	174	8.656	1.156	3.524.683
Other institutions	-	34.997	23.183	1.939	-	-	-	-	60.119
Commercial and Other Institutions	-	2.937	2.413	-	-	-	-	-	5.350
Banks and Participation Banks	-	-	-	212.977	-	-	-	-	212.977
IX. Precious Metals Deposits	52.023.016	645.837	943.244	1.182.601	-	153.235	251.791	7.980	55.207.704
X. Participation Accounts Special Fund Pools TL	-	-	-	30.924	-	-	-	-	30.924
Residents in Türkiye	-	-	-	30.924	-	-	-	-	30.924
Residents Abroad	-	-	-	-	-	-	-	-	-
XI. Participation Accounts Special Fund Pools – FC	-	-	-	-	-	-	-	-	-
Residents in Türkiye	-	-	-	-	-	-	-	-	-
Residents Abroad	-	-	-	-	-	-	-	-	-
Total (I+II+...+IX+X+XI)	151.635.624	42.241.082	54.480.360	9.204.321	-	8.387.998	11.995.228	94.298	278.038.911

In the prior period, Foreign exchange-protected participation account instrument, the operating rules of which are determined by the Ministry of Treasury and Finance and the CBRT, and which ensures that TL participation accounts are valued with profit rates and are protected against changes in foreign exchange rates, was offered to bank customers until August 23, 2025. In accordance with the relevant decision of the Central Bank of the Republic of Türkiye, the value of exchange rate-protected participation accounts opened before this date is 79.183 TL as of December 31, 2025.

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

1. Information on funds collected (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	7.737.481	-	-	-	-	-	-	-	7.737.481
II. Real Persons Participation Accounts Non-Trade TL	-	5.797.298	23.086.762	856.921	-	23.817	8.398.159	23.156	38.186.113
III. Current Account other-TL	16.217.928	-	-	-	-	-	-	-	16.217.928
Public Sector	361.239	-	-	-	-	-	-	-	361.239
Commercial Institutions	15.185.731	-	-	-	-	-	-	-	15.185.731
Other Institutions	624.445	-	-	-	-	-	-	-	624.445
Commercial and Other Institutions	22.966	-	-	-	-	-	-	-	22.966
Banks and Participation Banks	23.547	-	-	-	-	-	-	-	23.547
Central Bank of Türkiye	-	-	-	-	-	-	-	-	-
Domestic Banks	2	-	-	-	-	-	-	-	2
Foreign Banks	23.537	-	-	-	-	-	-	-	23.537
Participation Banks	8	-	-	-	-	-	-	-	8
Other	-	-	-	-	-	-	-	-	-
IV. Participation Accounts-TL	-	32.409.323	6.889.212	2.078.969	-	3.006.724	1.068.042	342	45.452.612
Public Sector	-	-	614	-	-	-	-	-	614
Commercial Institutions	-	32.151.773	6.088.666	1.756.701	-	3.006.507	1.005.952	342	44.009.941
Other Institutions	-	233.728	799.543	315.720	-	217	62.090	-	1.411.298
Commercial and Other Institutions	-	23.822	326	6.548	-	-	-	-	30.696
Banks and Participation Banks	-	-	63	-	-	-	-	-	63
V. Real Persons Current Accounts Non-Trade FC	30.564.326	-	-	-	-	-	-	-	30.564.326
VI. Real Persons Participation Accounts Non-Trade FC	-	7.094.623	6.070.691	1.324.752	-	46.995	1.640.654	18.507	16.196.222
VII. Other Current Accounts FC	26.419.472	-	-	-	-	-	-	-	26.419.472
Residents in Türkiye-Corporate	14.939.959	-	-	-	-	-	-	-	14.939.959
Residents abroad-Corporate	7.526.494	-	-	-	-	-	-	-	7.526.494
Banks and Participation Banks	3.953.019	-	-	-	-	-	-	-	3.953.019
Central Bank of Türkiye	-	-	-	-	-	-	-	-	-
Domestic Banks	187	-	-	-	-	-	-	-	187
Foreign Banks	3.951.953	-	-	-	-	-	-	-	3.951.953
Participation Banks	879	-	-	-	-	-	-	-	879
Other	-	-	-	-	-	-	-	-	-
VIII. Participation Accounts other- FC	-	577.392	540.370	6.006	-	7.527	3.383	5.854	1.140.532
Public Sector	-	-	-	-	-	-	-	-	-
Commercial Institutions	-	491.801	515.692	3.237	-	7.527	3.383	5.854	1.027.494
Other Institutions	-	26.654	22.010	1.319	-	-	-	-	49.983
Commercial and Other Institutions	-	5.688	2.668	1.450	-	-	-	-	9.806
Banks and Participation Banks	-	53.249	-	-	-	-	-	-	53.249
IX. Precious Metals Deposits	20.656.712	447.212	617.370	526.592	-	84.005	188.101	5.867	22.525.859
X. Participation Accounts Special Fund Pools TL	-	-	-	-	-	-	-	-	-
Residents in Türkiye	-	-	-	-	-	-	-	-	-
Residents abroad	-	-	-	-	-	-	-	-	-
XI. Participation Accounts Special Fund Pools – FC	-	-	-	-	-	-	-	-	-
Residents in Türkiye	-	-	-	-	-	-	-	-	-
Residents abroad	-	-	-	-	-	-	-	-	-
Total (I+II+....+IX+X+XI)	101.595.919	46.325.848	37.204.405	4.793.240	-	3.169.068	11.298.339	53.726	204.440.545

Foreign exchange-protected participation account instrument, the operating rules of which are determined by the Ministry of Treasury and Finance and the CBRT, and which ensures that TL participation accounts are valued with profit rates and are protected against changes in foreign exchange rates, was offered to the Parent Bank customers. Within this scope, as of December 31, 2024, TL participation accounts include TL 13.066.157 foreign exchange-protected participation accounts.

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II. Explanations and notes related to consolidated 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	20.371.122	16.212.537	30.057.028	29.711.060
Foreign currency accounts	34.153.675	23.142.357	73.620.141	44.778.237
Foreign branches' deposits subject to foreign authorities' insurance	72.744	55.241	194.125	172.618
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 11.506.812 (December 31, 2024: TL 8.171.496), amount exceeding the insurance limit is TL 60.363.698 (December 31, 2024: TL 39.370.564) and the mentioned amounts 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 TL 950 (December 31, 2024: TL 650) (including both capital 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	29.380	12.733
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 September 26, 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 consolidated 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	10.759.697	39.053.949	2.283.989	25.419.723
Loans from foreign banks, institutions and funds	12.538.608	21.511.746	2.621.982	7.629.857
Total	23.298.305	60.565.695	4.905.971	33.049.580

a.2. Maturity analysis of funds borrowed:

	Current Period		Prior Period	
	TL	FC	TL	FC
Short-Term	23.298.305	20.159.531	4.905.971	27.174.616
Medium and Long-Term	-	40.406.164	-	5.874.964
Total	23.298.305	60.565.695	4.905.971	33.049.580

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

The Parent Bank does not have concentration on customer or sector group providing funds (December 31, 2024: None).

3. Information on securities issued:

	Current Period		Prior Period	
	TL	FC	TL	FC
Sukuk issued	23.384.494	-	12.446.529	-
Total	23.384.494	-	12.446.529	-

4. Information on derivative financial liabilities:

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward transactions	55	-	2.866	5.691
Swap transactions	279.277	1.583	109.318	414
Futures transactions	-	-	-	-
Options	-	-	-	-
Other	-	-	-	-
Total	279.332	1.583	112.184	6.105

The Parent Bank has not any derivative financial liabilities for hedging purposes (December 31, 2024: None).

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

5. Lease payables:

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than a year	30.082	25.140	12.503	11.968
1 to 4 years	595.626	468.629	459.797	353.317
Over 4 years	1.743.451	1.123.060	1.366.911	815.750
Total	2.369.159	1.616.829	1.839.211	1.181.035

6. Information on provisions:

a. Information on provisions for employee rights:

Provisions for employee benefits consist of reserve for employee termination benefits amounting to TL 920.964 (December 31, 2024: TL 695.600), vacation pay liability amounting to TL 111.234 (December 31, 2024: TL 61.753) totaling to TL 1.150.000 (December 31, 2024: TL 1.200.000). totaling to TL 2.182.198 (December 31, 2024: TL 1.997.353).The Group's 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	25,00
Estimated increase rate of salary ceiling (%)	27,75	22,00

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

	Current Period	Prior Period
Prior period ending balance	695.600	414.390
Allocation in the period	234.152	79.441
Actuarial (gain)/loss	(8.788)	201.769
Balance at the end of the period	920.964	695.600

b. Other provisions:

	Current Period	Prior Period
Non-cash loans first and second stage expected loss provisions	410.647	45.633
Provisions allocated from profit shares to be distributed to profit sharing accounts	187.819	54
Third stage expected loss provision for unindemnified letter of guarantees	38.582	28.948
Third stage expected loss provision for cheques commitments	8.831	6.095
Provision for promotions related with credit cards and promotion of banking services	6.387	1.237
Provisions for cases on trial	81.776	80.440
Accrual for purchase and sale commitments	97.498	1.785
Free provisions allocated for possible losses ^(*)	1.850.000	7.300.000
Other	810	586
Total	2.682.350	7.464.778

(*) Includes free provisions amounting to TL 1.850.000 (December 31, 2024: TL 7.300.000), which was provided by the Bank management in prior years outside of the requirements of BRSA Accounting and Financial Reporting Legislation.

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

As of December 31, 2025, there is no provision for exchange losses in foreign currency indexed loans and financial lease receivables (December 31, 2024: None).

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

7. Information on taxes payable:

a. Explanations on current tax liability:

a.1. Explanations on tax provisions:

As of December 31, 2025, the Group's remaining tax liability after deducting the temporary taxes paid from corporate tax amounts to TL 127.229 (December 31, 2024: TL 170.571).

a.2. Information on taxes payable:

	Current Period	Prior Period
Corporate taxes payable	127.240	170.571
Banking insurance transaction tax	416.780	182.147
Taxation on securities income	446.699	206.793
Value added tax payable	30.023	24.559
Taxation on real estate income	6.683	4.821
Foreign exchange transaction tax	27.681	5.997
Income tax deducted from wages	104.410	62.973
Other	10.252	7.041
Total	1.169.768	664.902

a.3. Information on premiums:

	Current Period	Prior Period
Social security premiums-employee	49.593	31.835
Social security premiums-employer	63.195	38.750
Bank pension fund premium-employee	-	-
Bank pension fund premium-employer	-	-
Pension fund membership fees and provisions-employee	-	-
Pension fund membership fees and provisions-employer	-	-
Unemployment insurance-employee	3.376	2.157
Unemployment insurance-employer	6.751	4.314
Other	-	-
Total	122.915	77.056

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

None (December 31, 2024: None).

Getinsha GMBH, a subsidiary of the Group, has payables amounting to TL 6.445 related to discontinued operations (December 31, 2024: 4.192).

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

9. 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	-	-	-	-
Subordinated loans	-	-	-	-
Subordinated debt instruments	-	-	-	-
Debt instruments to be included in calculation of Tier II	-	18.624.498	-	14.007.315
Subordinated loans	-	18.624.498	-	14.007.315
Subordinated debt instruments	-	-	-	-
Total	-	18.624.498	-	14.007.315

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

The Parent 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

10. Breakdown of items in other liabilities, which excFeed 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 Group's other liabilities balance is TL 16.126.545 (December 31, 2024: TL 11.575.487) and does not exceed 10% of total liabilities.

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

11. Information on shareholders' equity:

a. Presentation of paid-in capital:

	Current Period	Prior Period
Common stock	2.500.000	2.500.000
Preferred stock	-	-

b. Paid-in capital amount, explanation as to whether the registered share capital system is applicable at the Parent 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 5.000.000 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	2.500.000	5.000.000

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.

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

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

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

There is no privilege 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 ⁽¹⁾	(101.292)	375.501	103.882	108.285
Foreign exchange difference	-	-	-	-
Total	(101.292)	375.501	103.882	108.285

⁽¹⁾The amount represents the net balance after deferred tax calculation.

ğ. Information on other capital reserves:

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

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

11. Information on shareholders' equity (continued):

h. Information on minority shares:

As of December 31, 2025, there is no minority interest amount calculated for fully consolidated non-controlling interests (December 31, 2024: None).

i. Information on profit distribution:

At the Ordinary General Assembly meeting held on March 26, 2025, the Parent Bank decided to set aside TL 119.553 as first tier I. reserves and TL 30.604 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 125.000 and TL 306.045 to the shareholders as the first and second cash dividends, respectively, and the remaining net profit amounting to TL 3.715.543 to be transferred to the Extraordinary Reserves account in order to support capital adequacy, and the dividend distribution was realized on April 15, 2025.

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

1. Explanations on consolidated off-balance sheet:

a. Type and amount of irrevocable loan commitments:

	Current Period	Prior Period
Commitments for credit card limits	15.942.138	7.191.304
Payment commitments for cheques	2.989.701	2.174.162
Asset purchase and sale commitments	16.702.820	2.189.458
Loan granting commitments	626.556	626.280
Subsidiaries and Associates Commitments	-	22.500
Tax and funds liabilities arising from export commitments	351.166	134.211
Commitments for promotions related with credit cards and banking activities	3.537	698
Other irrevocable commitments	557	561
Other revocable commitments	44.500	44.500
Total	36.660.975	12.383.674

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	52.517.539	33.495.105
Bank loans	438.906	171.087
Letters of credit	13.945.074	6.501.939
Other guaranties and sureties	91.301	227.506
Total	66.992.820	40.395.637

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

	Current Period	Prior Period
Letters of guarantees	52.517.539	33.495.105
Long standing letters of guarantees	41.155.269	25.284.845
Temporary letters of guarantees	2.831.761	2.179.427
Advance letters of guarantees	2.614.196	1.488.266
Letters of guarantees given to customs	3.037.283	2.135.075
Letters of guarantees given for obtaining cash loans	2.879.030	2.407.492
Sureties and similar transactions	91.301	227.506
Total	52.608.840	33.722.611

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	2.879.030	2.407.492
With original maturity of 1 year or less	868.549	746.019
With original maturity of more than 1 year	2.010.481	1.661.473
Other non-cash loans	64.113.790	37.988.145
Total	66.992.820	40.395.637

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

1. Explanations on consolidated off-balance sheet (continued):

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

	Current period			
	TL	(%)	FC	(%)
Agricultural	547.896	1,47	118.428	0,40
Farming and stockbreeding	423.443	1,14	98.565	0,33
Forestry	121.746	0,33	19.863	0,07
Fishery	2.707	0,01	-	-
Manufacturing	8.172.113	21,98	11.123.342	37,32
Mining	278.452	0,75	250.156	0,84
Production	6.792.096	18,26	10.209.424	34,25
Electricity, gas and water	1.101.565	2,96	663.762	2,23
Construction	11.513.167	30,96	2.322.241	7,79
Services	16.509.169	44,39	15.356.895	51,52
Wholesale and retail trade	10.825.686	29,11	7.289.440	24,46
Hotel, food and beverage services	209.115	0,56	976.168	3,28
Transportation and telecommunication	1.423.255	3,83	1.482.936	4,98
Financial Institutions	853.149	2,29	4.074.128	13,67
Real estate and renting services	783.031	2,11	523.820	1,76
Self-employment services	1.495.056	4,02	526.080	1,77
Education services	95.051	0,26	-	-
Health and social services	824.826	2,22	484.323	1,62
Other	444.693	1,20	884.876	2,97
Total	37.187.038	100,00	29.805.782	100,00

	Prior period			
	TL	(%)	FC	(%)
Agricultural	424.488	1,82	63.835	0,37
Farming and stockbreeding	278.771	1,19	13.961	0,08
Forestry	140.302	0,60	49.874	0,29
Fishery	5.415	0,02	-	-
Manufacturing	5.308.049	22,74	6.087.920	35,70
Mining	88.954	0,38	47.555	0,28
Production	4.814.660	20,63	5.422.340	31,80
Electricity, gas and water	404.435	1,73	618.025	3,62
Construction	6.645.721	28,47	1.136.838	6,67
Services	10.660.363	45,67	9.263.984	54,32
Wholesale and retail trade	6.857.679	29,38	4.511.690	26,46
Hotel, food and beverage services	160.720	0,69	743.499	4,36
Transportation and telecommunication	786.574	3,37	1.095.512	6,42
Financial Institutions	747.741	3,20	2.025.397	11,88
Real estate and renting services	659.933	2,83	371.197	2,18
Self-employment services	855.638	3,67	315.095	1,85
Education services	74.332	0,32	4.287	0,03
Health and social services	517.746	2,22	197.307	1,16
Other	303.678	1,30	500.761	2,94
Total	23.342.299	100,00	17.053.338	100,00

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

Current Period	I st Group		II nd Group	
	TL	FC	TL	FC
Non-cash loans	35.829.723	28.490.748	1.179.340	1.526.821
Letters of guarantee	35.735.567	14.374.928	1.179.340	1.261.516
Bank loans	-	438.906	-	-
Letters of credit	48.177	13.631.592	-	265.305
Endorsements	-	-	-	-
Underwriting commitments	-	-	-	-
Factoring commitments	-	-	-	-
Other commitments and contingencies	45.979	45.322	-	-
<hr/>				
Prior Period	I st Group		II nd Group	
	TL	FC	TL	FC
Non-cash loans	22.879.586	16.473.548	462.713	579.790
Letters of guarantee	22.643.795	9.837.079	452.663	561.568
Bank loans	-	171.087	-	-
Letters of credit	67.629	6.416.088	-	18.222
Endorsements	-	-	-	-
Underwriting commitments	-	-	-	-
Factoring commitments	-	-	-	-
Other commitments and contingencies	168.162	49.294	10.050	-

2. Explanations on derivative transactions:

	Derivative transactions according to purpose	Derivative transactions according to purpose
	December 31,2025	December 31,2024
Trading Derivatives		
Foreign Currency Related Derivative Transactions (I)	60.887.483	34.320.108
Currency Forwards-Purchases, sales	16.559	1.061.676
Currency Swaps-Purchases, sales	60.870.924	33.258.432
Currency Futures	-	-
Currency Options-Purchases, sales	-	-
Profit share Rate Related Derivative Transactions (II)	-	-
Profit share rates forwards-Purchase, sales	-	-
Profit share rates swaps-Purchases, sales	-	-
Profit share rates options-Purchases, sales	-	-
Profit share rates futures-Purchases, sales	-	-
Other Trading Derivatives (III)	-	-
A. Total Trading Derivatives (I + II + III)	60.887.483	34.320.108
Hedging Derivatives		
Fair value hedges	-	-
Cash flow hedges	-	-
Foreign currency investment hedges	-	-
B. Total Hedging Derivatives	-	-
Total Derivatives Transactions (A+B)	60.887.483	34.320.108

3. Explanations on contingent assets and liabilities:

The Parent Bank has made a provision amounting to TL 81.776 (December 31, 2024: TL 80.440), as presented under "Other Provisions" note in section five Note II.6.b, for the lawsuits opened by various real persons and legal entities against the Parent Bank with high probability of realization and cash outflows. Although there are other ongoing lawsuits against the Parent Bank, the Parent Bank considers the probability of a negative result in ongoing litigations resulting in cash outflows as remote. There are no contingent assets (December 31, 2024: None).

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

The Group has not any operations like money placements on behalf of real persons or legal entities, charitable foundations, retirement insurance funds and other institutions.

IV. Explanations and notes related to the consolidated 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	16.813.865	2.322.864	12.326.809	1.481.136
Medium and Long-Term Loans	24.149.935	4.054.605	14.019.933	1.791.935
Profit Share on Non-Performing Loans	349.844	3.689	135.942	3.164
Premiums Received from Resource Utilization Support Fund	-	-	-	-
Total	41.313.644	6.381.158	26.482.684	3.276.235

(*) 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	6.545.691	-	3.396.748	-
Domestic Banks	209	-	1.112	-
Foreign Banks	-	-	-	-
Head Offices and Branches Abroad	-	-	-	-
Total	6.545.900	-	3.397.860	-

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	76.128	283.342	104.124	311.264
Financial Assets Measured at Fair Value through Other Comprehensive Income	4.773.978	534.349	2.397.684	236.410
Financial Assets Measured at Amortised Cost	2.627.878	1.055.654	2.807.130	1.033.531
Total	7.477.984	1.873.345	5.308.938	1.581.205

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

None (December 31, 2024: None).

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IV. Explanations and notes related to the consolidated 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						Accumul ated profit sharing account	Total
Account name	Up to 1 month	Up to 3 months	Up to 6 months	Up to 9 mont hs	Up to 1 year	More than 1 year			
TL									
Funds collected from banks through current and profit-sharing accounts	-	23	-	-	-	-	-	23	
Real persons' non-trading profit sharing accounts	2.235.176	9.054.781	253.852	-	31.706	1.321.337	10.214	12.907.066	
Public sector profit-sharing accounts	-	392	-	-	-	-	-	392	
Commercial sector profit sharing accounts	13.957.703	5.074.602	4.195.594	-	1.783.399	92.350	67	25.103.715	
Other institutions profit sharing accounts	90.983	328.819	219.928	-	228.246	5.550	-	873.526	
Total	16.283.862	14.458.617	4.669.374	-	2.043.351	1.419.237	10.281	38.884.722	
FC									
Funds collected from banks through current and profit-sharing accounts	72	-	2543	-	-	-	-	2615	
Real persons' non-trading profit sharing accounts	121.289	107.110	13.093	-	671	15.915	360	258.438	
Public sector profit-sharing accounts	-	-	-	-	-	-	-	-	
Commercial sector profit sharing accounts	11.856	6.826	6.219	-	3	100	16	25.020	
Other institutions profit sharing accounts	579	492	49	-	-	-	-	1120	
Precious metals deposits	-	-	-	-	-	-	-	-	
Total	133.796	114.428	21.904	-	674	16.015	376	287.193	
Grand total	16.417.658	14.573.045	4.691.278	-	2.044.025	1.435.252	10.657	39.171.915	
Prior Period		Profit sharing accounts						Accumul ated 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	-	17	-	-	-	-	-	17	
Real persons' non-trading profit sharing accounts	1.534.123	7.454.235	558.024	-	18.021	4.373.192	5.208	13.942.803	
Public sector profit sharing accounts	-	379	-	-	-	-	-	379	
Commercial sector profit sharing accounts	8.437.156	2.182.042	230.366	-	26.358	254.987	51	11.130.960	
Other institutions profit sharing accounts	53.174	235.154	86.180	-	159.394	13.153	-	547.055	
Total	10.024.453	9.871.827	874.570	-	203.773	4.641.332	5.259	25.621.214	
FC									
Funds collected from banks through current and profit sharing accounts	228	-	27	-	473	-	-	728	
Real persons' non-trading profit sharing accounts	90.496	73.408	8.543	-	617	22.203	582	195.849	
Public sector profit sharing accounts	-	-	-	-	-	-	-	-	
Commercial sector profit sharing accounts	4.722	4.928	8.191	-	3	98	25	17.967	
Other institutions profit sharing accounts	259	448	16	-	-	13	-	736	
Precious metals deposits	-	-	-	-	-	-	-	-	
Total	95.705	78.784	16.777	-	1.093	22.314	607	215.280	
Grand total	10.120.158	9.950.611	891.347	-	204.866	4.663.646	5.866	25.836.494	

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

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

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks	3.261.456	409.513	1.267.679	918.127
CBRT	-	-	-	-
Domestic banks	-	5.453	-	2.626
Foreign banks	3.261.456	404.060	1.267.679	915.501
Head offices and branches abroad	-	-	-	-
Other institutions	291.390	2.510.489	50.747	1.557.191
Total	3.552.846	2.920.002	1.318.426	2.475.318

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		19.597	1.941.994	-
Total		19.597	1.941.994	-

ç. Profit share expenses paid to marketable securities issued:

	Current Period		Prior Period	
	TL	FC	TL	FC
Profit share expenses paid to marketable securities issued	5.905.859	1.286.608	2.905.201	438.291
Total	5.905.859	1.286.608	2.905.201	438.291

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 exceed 10% of the total of income statement:

	Current Period	Prior Period
Other Fees and Commissions Received		
Clearing room fees and commissions	1.454.599	826.771
Member firm-POS fees and commissions	1.134.011	840.051
Commissions on money orders	317.609	290.416
Prepaid import commissions	155.401	300.666
Loan Limit Allocation Fees	165.853	116.009
Insurance and brokerage commissions	520.009	292.012
Service pack commissions	745.506	476.258
Appraisal fees	332.396	149.447
Export credit commissions	25.425	23.579
Advocacy service commissions and counsel fees	20.985	15.848
Checks and bills commissions	25.020	16.879
Fees and commissions from correspondent banks	7.173	7.518
Safe deposit box commissions	20.184	12.162
Pledge Put and Mortgage Release Fees	11.812	12.368
Enquiry fees received	4.323	3.661
Portfolio management commissions	989.177	704.250
Collection and Payment Commissions	24.714	29.904
Export Price Acceptance Certificate Transaction Fees	18.274	15.789
Commissions Received from Cash against Draft Export Transactions	9.855	9.545
Other	300.824	129.087
Total	6.283.150	4.272.220

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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 exceed 10% of the total of income statement (continued):

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	236.575	160.471
Member firm-POS fees and commissions	243.502	178.270
Credit cards fees and commissions	261.947	164.999
Funds borrowed fees and commissions	28.332	15.123
Other	170.379	111.545
Total	940.735	630.408

4. Information on dividend income:

	Current Period		Prior Period	
	TL	FC	TL	FC
Financial Assets Measured at Fair Value through Profit/Loss (FVTPL)	-	968	-	1.447
Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	2.142	-	1.479	-
Other	-	-	-	-
Total	2.142	968	1.479	1.447

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

	Current Period	Prior Period
Income	62.711.869	41.889.899
Income from capital market transactions	6.393.646	6.983.222
Income from derivative financial instruments	3.529.727	405.455
Foreign exchange income	52.788.496	34.501.222
Loss (-)	56.677.591	37.590.577
Loss on capital market transactions	32.370	57.522
Loss on derivative financial instruments	3.272.548	5.033.831
Foreign exchange losses	53.372.673	32.499.224
Trading Income/Loss (net)	6.034.278	4.299.322

(*) The amount of TL 4.997.188 includes investment fund sales and valuation income.

6. Explanations related to other operating income:

	Current Period	Prior Period
Reversal of prior year provisions (*)	10.174.730	2.260.435
Income from sale of assets	1.042.344	261.872
Communication income	96.569	78.952
Cheque book charges	14.982	8.000
Operating Lease Income	178.862	163.507
Fund Management Fees	733.742	386.713
Other income	155.174	223.685
Total	12.396.403	3.383.164

(*) The relevant amount of TL 7.300.000 is due to the cancellation of free reserves set aside for potential risks in previous periods in the current period (December 31, 2024: None).

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

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

	Current Period	Prior Period
Expected Credit Loss	3.355.392	2.374.027
12 month expected credit loss (stage 1)	762.655	390.314
Significant increase in credit risk (stage 2)	290.734	1.111.039
Non-performing loans (stage 3)	2.302.003	872.674
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	423.219	73.103
Expected credit losses for 1st and 2nd group non-cash loans	366.444	18.310
Third stage expected loss provision for unindemnified non cash loans	12.368	5.724
Expected credit losses (stage 1) for banks	-	-
Profit and loss sharing investments' fair value provision.	-	34.416
Expected credit losses (stage 1) for other financial assets.	44.407	5.953
Expected credit losses for financial assets measured at amortized cost	-	8.700
Total	3.778.611	2.447.130

Expected credit losses amount to TL 3.778.611 (December 31, 2024: TL 2.447.130) includes TL 1.183.411 (December 31, 2024: TL 1.446.137) representing participation account share of expected credit losses of loans provided from participation accounts.

8. Information on other provision expenses:

	Current Period	Prior Period
Vacation pay provision expenses (Provision expense reversal)	1.150.000	1.240.000
Impairment on financial assets measured at fair value through profit/loss	49.481	21.703
Provisions for cases on trial	122.462	-
Free provisions allocated for possible losses	88.743	8.054
Provisions allocated from profit shares to be distributed to profit sharing accounts	1.850.000	2.087.000
	139.009	46.440
Total	3.399.695	3.403.197

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

8. Information on other operating expenses (continued):

	Current Period	Prior Period
Provision for retirement pay liability	234.152	79.441
Deficit provision for pension fund	-	-
Impairment expenses of tangible assets	-	-
Depreciation expenses of tangible assets	632.718	450.296
Impairment expenses of intangible assets	-	-
Impairment expense of goodwill	-	-
Amortization expenses of intangible assets	527.007	275.806
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	265	-
Other business expenses	2.228.632	1.528.762
Leasing Expenses on TFRS 16 Exceptions	10.817	6.197
Maintenance and repair expenses	186.872	129.431
Advertisement expenses	306.165	263.771
Other expenses ^(*)	1.724.778	1.129.363
Loss on sale of assets	15.298	921
Other ^(**)	2.450.387	1.435.140
Total	6.088.459	3.770.366

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

	Current Period	Prior Period
Communication Expenses	242.814	156.110
Donations	54.499	38.623
Cleaning expenses	283.360	177.297
Heating, lighting and water expenses	92.356	78.143
Representation and Hosting expenses	94.923	49.755
Vehicle expenses	61.098	47.067
Lawsuit and court expenses	26.010	16.053
Movables Insurance Expenses	65.861	55.829
Stationery Expenses	30.623	15.123
Expense Share for Common Expenses	20.668	14.834
Subcontractor security service expenses	269.428	168.344
Cash and banknote group transportation service expenses	88.651	62.349
Credit Cards and Banking Services Promotion Expenses	149.584	78.996
Nonallowable Expenses	134.585	77.593
Other	110.318	93.247
Total	1.724.778	1.129.363

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

	Current Period	Prior Period
Taxes, Duties, Charges and Funds	1.218.171	611.042
Saving Deposit Insurance Fund	524.955	435.836
Expertise and Information Expenses	334.255	159.580
Audit and Consultancy Fees	126.763	77.149
Institution and Union Participation Share Expense	98.821	58.429
Other	147.422	93.104
Total	2.450.387	1.435.140

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

As per the decision by dated March 26, 2021, The following table represents the fees for the services received from the auditor or independent audit firm for reporting period. The audit fees of the associates of the Parent Bank are included as well. The fees in the table does not include Value Added Tax.

Current Period	Services provided by Group auditor	Services provided by other audit firms
Independent Audit fee for reporting period(*)	34.807	20.638
Fees for tax consultancy	1.536	260
Other assurance services' fees	-	4.458
Other service fees other than independent audit.	8.226	255
Total	44.568	25.611

(*) Foreign currency independent audit service fees received from independent audit firms for the period ending December 31, 2025 / December 31, 2024 were calculated using the Parent Bank's foreign currency exchange rates.

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

As the Parent Bank does not have any explanation related to income/loss from discontinued operations before taxes.

The Group's income before tax increased TL 15.232.303 (December 31, 2024: TL 5.425.086). Income before tax comprises net profit share income in the amount of TL 10.615.099 (December 31, 2024: TL 7.471.932) and fees and commission income in the amount of TL, 6.015.485 (December 31, 2024: TL 4.096.262). Total other operating expenses amount to TL 6.088.459 (December 31, 2024: TL 3.770.366).

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

Since the Parent Bank has a tax provision of TL 12 for the discontinued operations.

As of December 31, 2025, the Parent Bank has deferred tax income of TL 3.044.616 (December 31, 2024: TL 3.401.004) and deferred tax expense of TL 2.948.798 (December 31, 2024: TL 3.326.434). The current tax provision is TL 310.692 (December 31, 2024: TL 338.900).

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

Net income for the period has been realized as TL 15.236.854 (December 31, 2024: TL: 5.425.086) by deducting tax expense amounting to TL 214.874 (December 31 2024 TL 264.330) and loss from discontinued operations TL (1) TL (December 31, 2024:(TL 1.447)) from profit from continued operations amounting to TL 15.017.440 (December 31, 2024: TL: 5.159.309)

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

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 Parent Bank's performance for the period:**

None. (December 31, 2024: None)

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

None. (December 31, 2024: None)

c. Income/loss of minority shares:

None. (December 31, 2024: 26.071 TL)

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

- a. There is no declaration of dividends made subsequent to the balance sheet date, and prior to the announcement of the financial statements.

Decision related to the dividend distribution will be taken in the General Assembly. General Assembly has not been held as of the date of finalization of the accompanying financial statements.

- b. "Unrealized gains and losses" arising from changes in the fair value of securities classified as financial assets measured at fair value through other comprehensive income are recognized in the "Accumulated Other Comprehensive Income or Expenses that will be Reclassified to Profit or Loss" account under equity, until the financial assets are sold, disposed of or impaired at which time they are transferred to the statement of income. TL (91.493) increase (before deferred tax) has occurred after the revaluation of financial assets measured at fair value through other comprehensive income (December 31, 2024: TL 71.191 decrease).
- c. Revaluation amounts related to tangible and intangible assets are accounted under equity in revaluation reserve on tangible assets and revaluation reserve on intangible assets.
- d. Foreign exchange differences arising from translation of income statement of foreign branch and foreign subsidiary of the Parent Bank are accounted in other capital reserves amounts to TL 973.228 as increase. (December 31, 2024: TL 363.650 increase).
- e. Adjustment amounts arising from VUK-298 valuation differences have been moved from "other capital reserves" to "profit reserves"

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

1. Components of cash and cash equivalents and accounting policy applied in their determination:

“Cash” is defined as cash in vault and foreign currency cash, money in transit, cheques purchased, unrestricted balance with the Central Bank and demand deposits at banks. “Cash equivalents” is defined as money market placements and time deposits at banks with original maturities less than three months.

a. Cash and cash equivalents at the beginning of the period:

	Current Period	Prior Period
Cash	23.961.853	23.790.267
Cash in TL/foreign currency	4.159.661	3.191.492
Cash in transit	2.260.701	2.134.535
CBRT	17.541.491	18.464.240
Cash equivalents	15.761.234	8.361.503
Domestic banks	3.831.089	2.203.568
Foreign banks	11.930.145	6.157.935
Total cash and cash equivalents	39.723.087	32.151.770

b. Cash and cash equivalents at the end of the period:

	Current Period	Prior Period
Cash	29.705.504	23.961.853
Cash in TL/foreign currency	4.230.688	4.159.661
Cash in transit	4.063.995	2.260.701
CBRT	21.410.821	17.541.491
Cash equivalents	24.622.884	15.761.234
Domestic banks	403.651	3.831.089
Foreign banks	24.219.233	11.930.145
Total cash and cash equivalents	54.328.388	39.723.087

2. Cash and cash equivalent items which are restricted for the usage of the Group by legal or other limitations:

Restricted time deposits held at the Central Bank of Türkiye and blockaged amount arising from POS are not considered as cash and cash equivalent items.

3. Explanation about other cash flow items and the effect of the changes in foreign exchange rates on cash and cash equivalents:

The “Others” item under “Operating profit before changes in operating assets and liabilities” amounting to TL (5.180.664) (December 31, 2024: TL (3.619.294) mainly comprises other operating expenses excluding personnel expenses and amortization expenses and other operating income.

The “Net increase/decrease in other liabilities” item under “Changes in operating assets and liabilities” amounting to TL 22.509.938 (December 31, 2024: TL 2.612.901) mainly comprises changes in miscellaneous payables, other liabilities and taxes and other duties payable.

Effect of the changes in foreign currency rates on cash and cash equivalents has been calculated approximately as TL 5.443.818 as of December 31, 2025 (December 31, 2024: TL 1.390.298).

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

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

a. Current period:

Risk Group of the Group ^(*)	Investment in associates, subsidiaries and joint ventures (Business Partnerships)		Direct and indirect shareholders of the Group		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	15	13.437	2.435.037	20.985	3.808	88.660
Balance at the end of the period	28	19.133	23.301	63.782	1.174.032	1.027.234
Profit share and commission income received	-	86	94.324	543	311.948	7.418

b. Prior period:

Risk Group of the Group ^(*)	Investment in associates, subsidiaries and joint ventures (Business Partnerships)		Direct and indirect shareholders of the Group		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	19	5.701	379.644	125.181	1.297	74
Balance at end of period	15	13.437	2.435.037	20.985	3.808	88.660
Profit share and commission income received	-	43	134.782	149	104	-

(*) 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 Group's risk group:

Risk Group of the Group ^(*)	Investment in associates, subsidiaries and joint ventures (Business Partnerships)		Direct and indirect Shareholders of the Group		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	31.642	15.586	242.780	316.055	17.711	6.077
Balance at the end of period	9.665	31.642	501.629	242.780	84.636	17.711
Profit share expense	-	-	2.021	-	374	232

(*) As of December 31, 2025, wakala borrowings obtained from risk group of the Parent Bank through investment purpose wakala contracts amount to USD 24.345.745 and EUR 8.666.002 (December 31, 2024: USD 31.607.054 and EUR 5.691.146). The profit share expense relating to such borrowings for the period between January 1, 2025- December 31, 2025 is TL 30.431 (December 31, 2024: TL 30.611).

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VII. Explanations related to the risk group of the Parent Bank (continued):

c.1 Information on current and profit-sharing accounts of the Group's risk group (continued):

USD 155 million of the additional Tier I capital amounting to USD 205 million, which was realized on February 20, 2018, belongs to Albaraka Group, the main shareholder of the Parent Bank. The related amount is accounted under other capital reserves in the financial statements.

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

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

As of December 31, 2025, the Group has paid gross TL 223.560 (December 31, 2024: TL 159.862) to top management.

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

Information on the domestic and foreign branches and representative offices of the Parent Bank:

	Number	Number of Personnel			
Domestic Branches	223	2.831			
			Country		
Foreign Representation Office	-	-			
				Total Assets (Thousand TL)	Statutory Share Capital
Foreign Branches	2	27	Iraq	8.628.055	USD 80.000.000
Off-Shore Branches	-	-	-	-	-

2. Information on the Parent Bank's branch or representative office openings, closings, significant changes in the organizational structure:

The Parent Bank closed one domestic branch and opened another domestic branch in 2025, so there was no change in the number of branches. The Parent Bank did not open or close any domestic and abroad branches in 2025.

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

Other explanations

I. Other explanations regarding the Parent Bank's operations

None.

SECTION SEVEN

Independent auditor's report

II. Explanations on independent review report:

The Group's consolidated financial statements as of and for the period ended December 31, 2025 have been reviewed by "PwC Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi" and the reviewed report dated February 13, 2026 is presented at the beginning of the financial statements and related notes.

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

None.