# Investor Presentation
## Q1'2026

Based on Bank-only financials

alBaraka
PIONEER BANKING

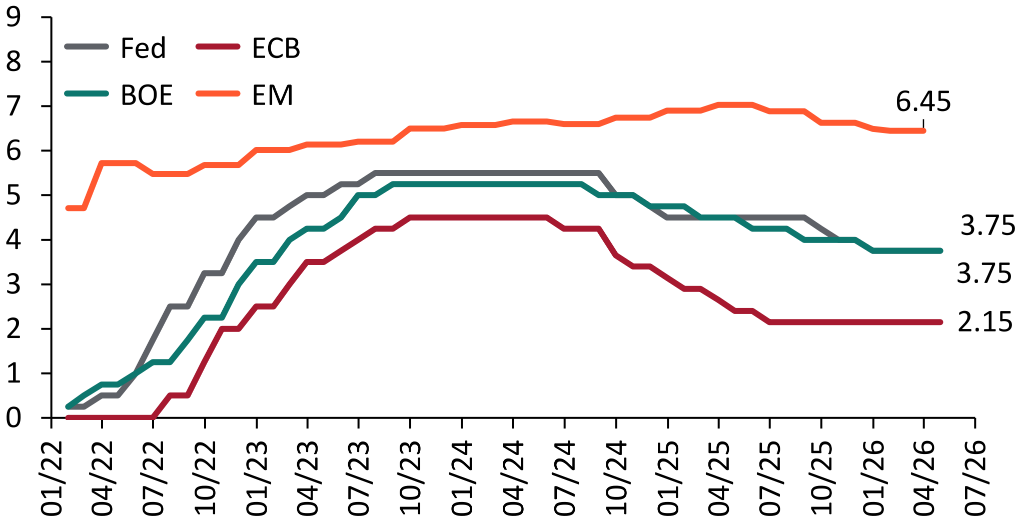
# Macroeconomic Outlook & Banking Overview

alBaraka
PIONEER BANKING

# Macroeconomic Outlook: Slowdown in policy easing

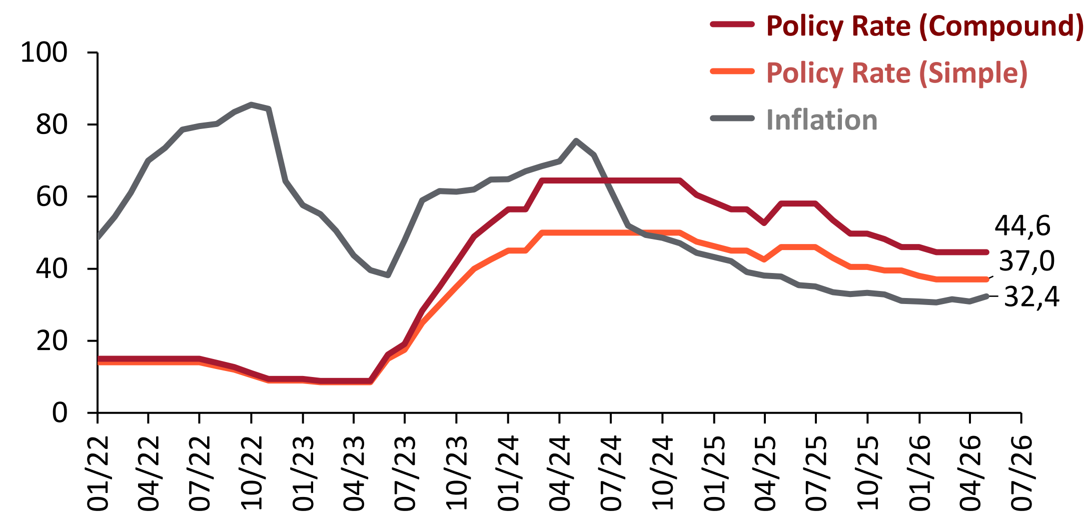
## Central Banks Policy Rates

%, April 2026, EM: March 2026




## Türkiye: Inflation and Policy Rate

Annual % Change, April 2026



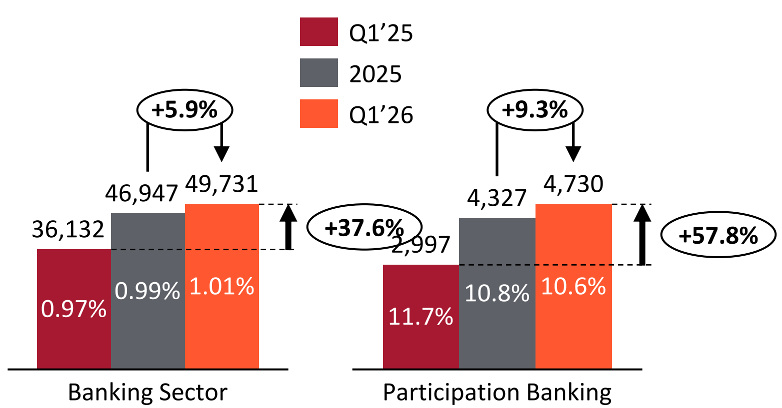

- ✓ **Geopolitical tensions** and disruptions in energy supply have pushed oil prices to multi-year highs, **reviving global inflation pressures**.
- ✓ **Inflation outlook has deteriorated** across both advanced and emerging markets, leading central banks to **reassess prior disinflation progress** and growth outlooks.
- ✓ **Global policy rates** remain «higher for longer», with easing expectations scaled back as central banks respond **cautiously to renewed inflation risks** and **geopolitical shocks.**

- ✓ In **Türkiye**, the CBRT has **shifted to a more cautious stance**, pausing easing and tightening liquidity conditions.
- ✓ Recent measures, including changes in the **funding mix**, have effectively resulted in a **de facto tightening (~300 bps)**.
- ✓ **Inflation expectations remain elevated**, suggesting a **prolonged tight/neutral policy stance through most of 2026**, with potential easing towards year-end.
- ✓ **USD/TRY has shown a relatively stable path**, supported by CBRT interventions and liquidity measures.

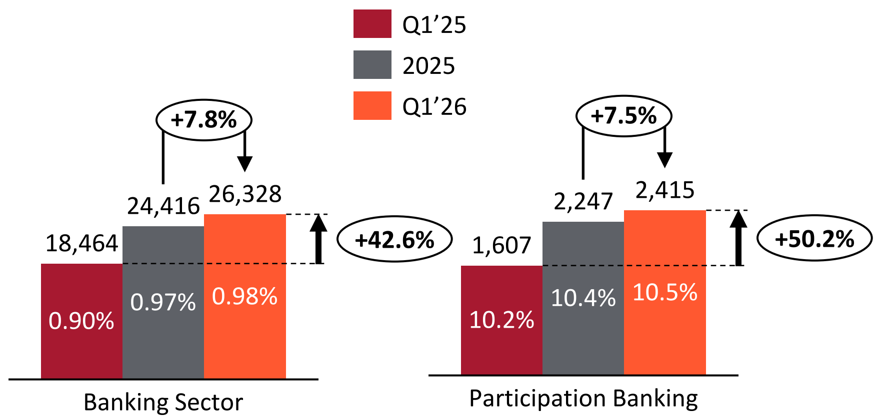
Source: Bloomberg, TURKSTAT

# Banking Sector Overview: Participation banks lead growth, profitability moderates

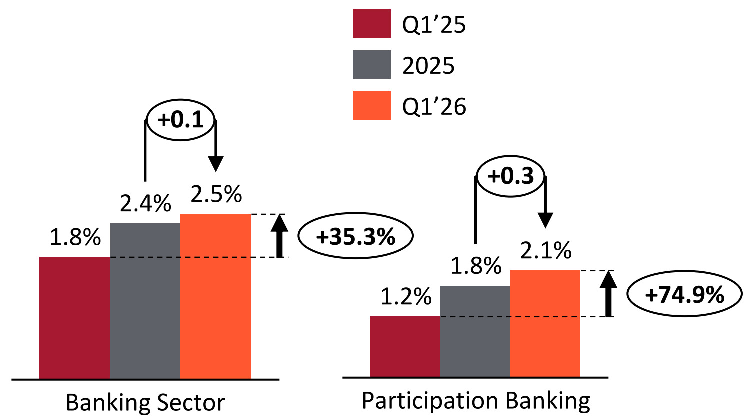
## Total Assets[1]
TL Billion




## Cash (Funded) Credits [1,2]
TL Billion



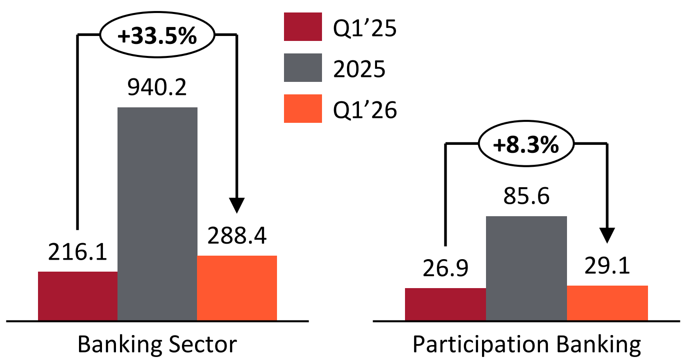

## NPL Ratio*
%



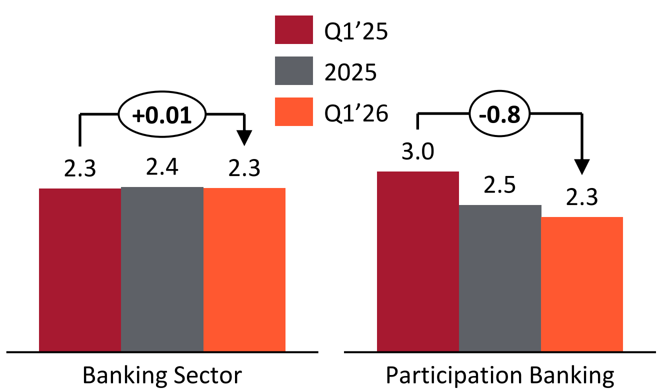

1) *Percentage figures within the bars indicate the share of Albaraka Türk*
2) *Cash (Funded) credits includes credits, f.leasing (net), net NPL. accruals and rediscounts. credits extended to banks.*

* NPL/ (credits. f.leasing (net), net NPL. accruals and rediscounts.,credits extended to banks .)

## Net Profit
TL Billion

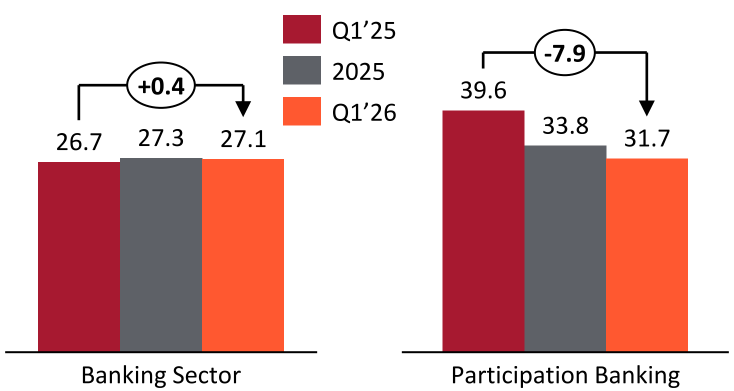



## Return on Avg. Assets*
%




* Annualized net profit/5Q average assets

## Return on Avg. Equity*
%




* Annualized net profit/5Q average equity

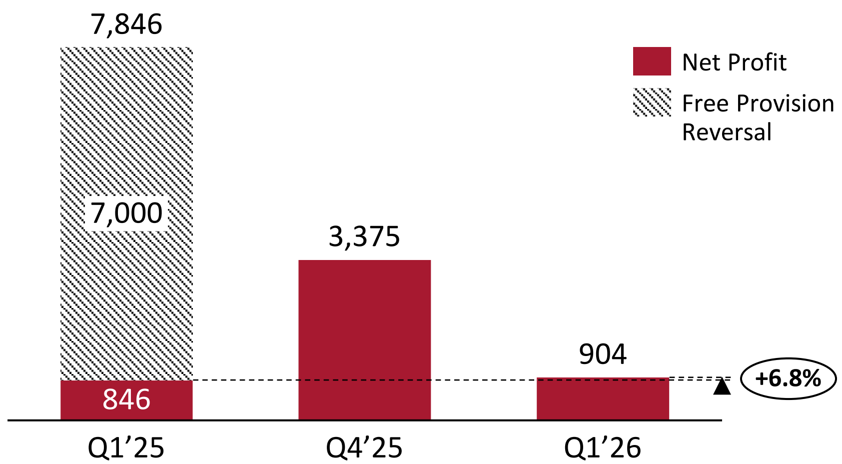
Source: BRSA

# Q1’2026 Financial Results

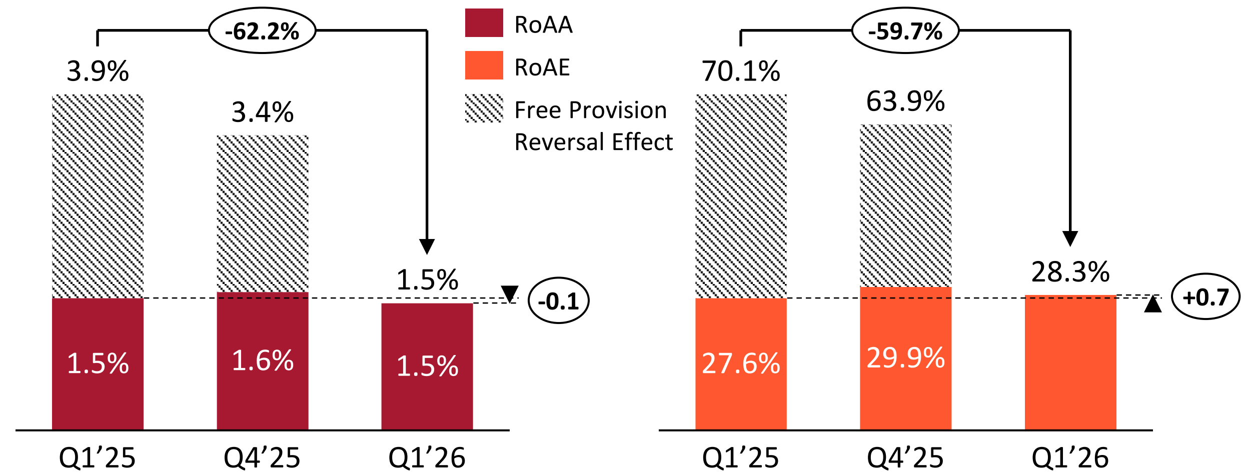
alBaraka
PIONEER BANKING

# Core performance remains strong, with base effects impacting headline trends

## Net Profit*
TL Million

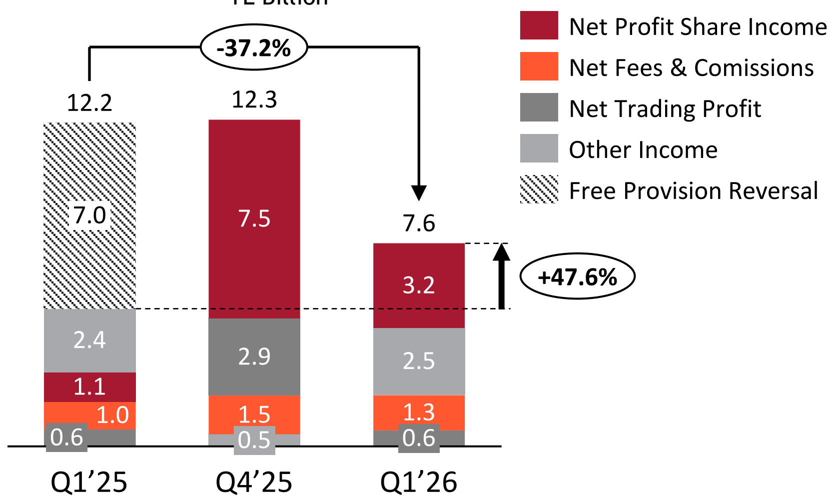



## Return on Avg. Equity & Assets*
%

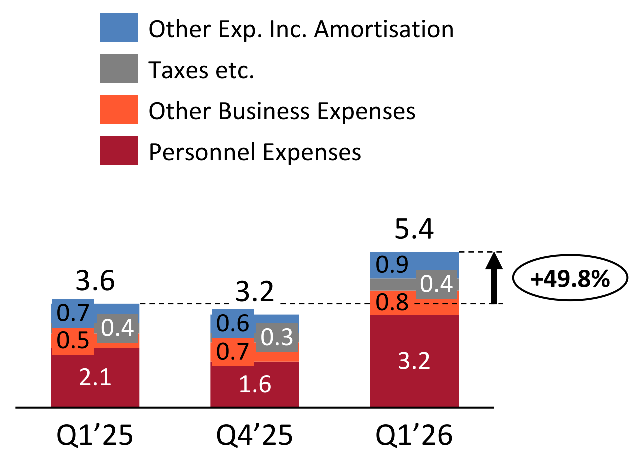



* 4Q net profit/5Q average assets or equity

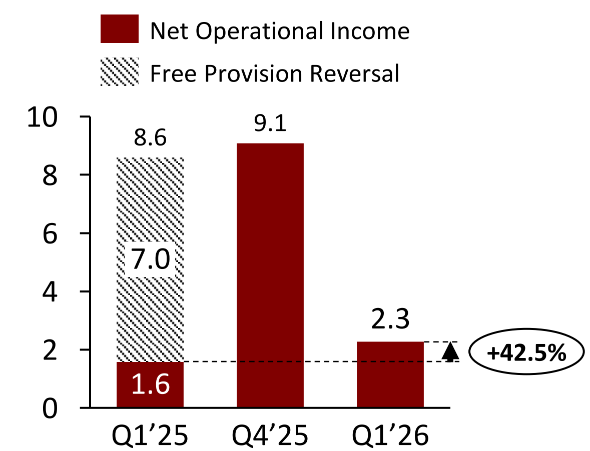
## Total Operating Income
TL Billion




## Total Operational Expenses
TL Billion



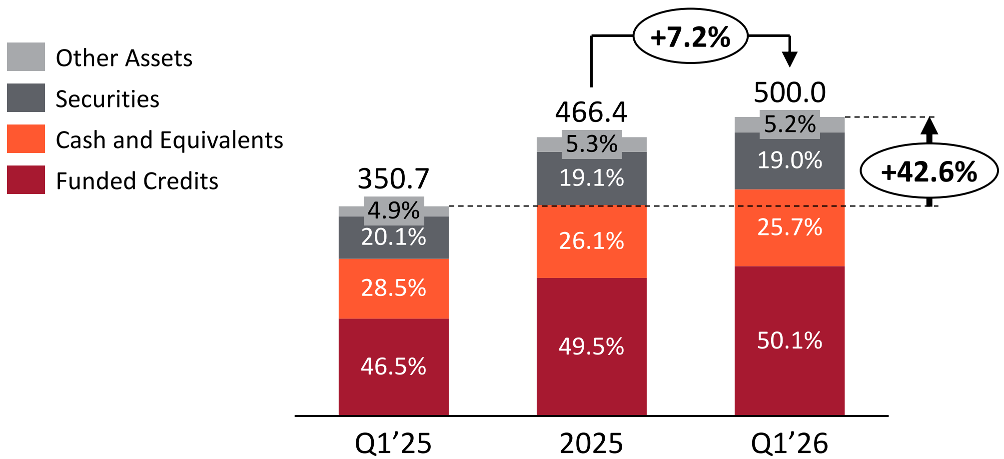

## Net Operational Income
TL Billion



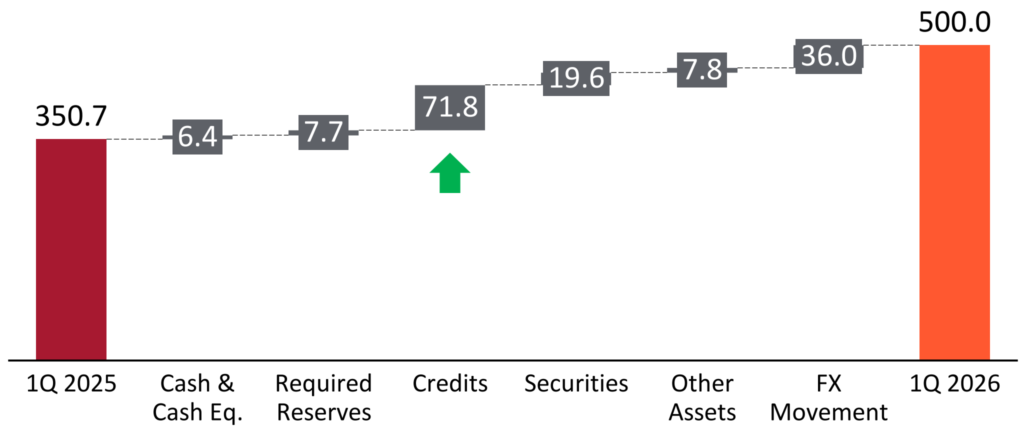

Source: Albaraka Turk Independent Audit Reports

# Moderate asset growth with NPSM normalizing in a challenging environment

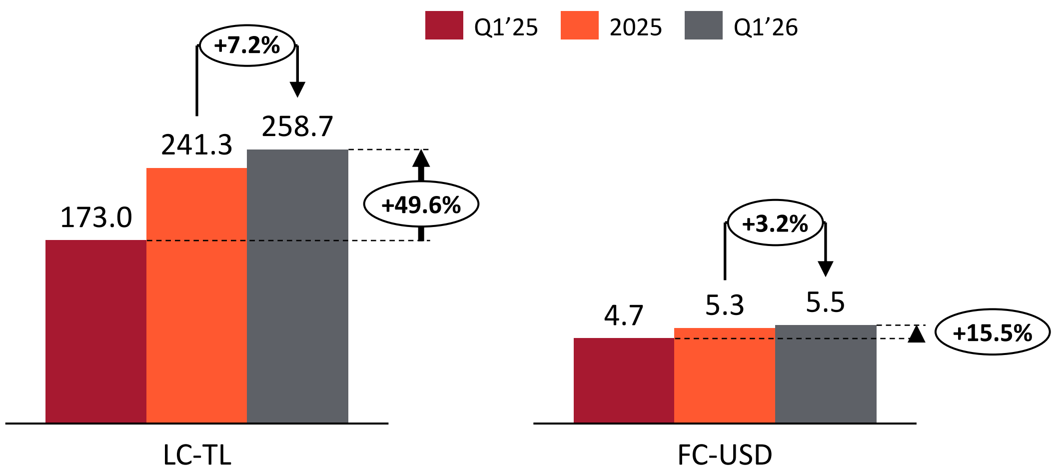
## Composition of Total Assets
TL Billion, %



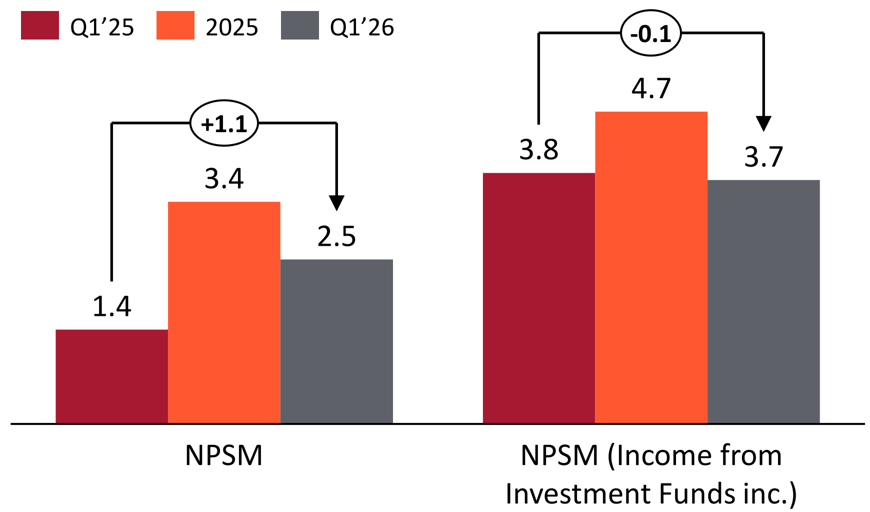

## Total Assets Movements
TL Billion , %




## Currency Breakdown of Total Assets
TL/USD Billion, %




## Net Profit Share Margin
Swap adj. %

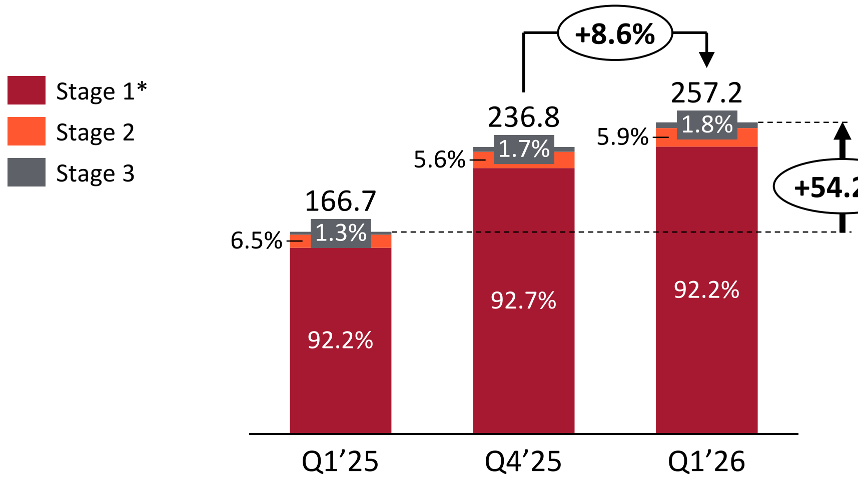



Source: Albaraka Turk Independent Audit Reports

# Sustained funded credit growth with stable portfolio composition

## Total Funded Credits

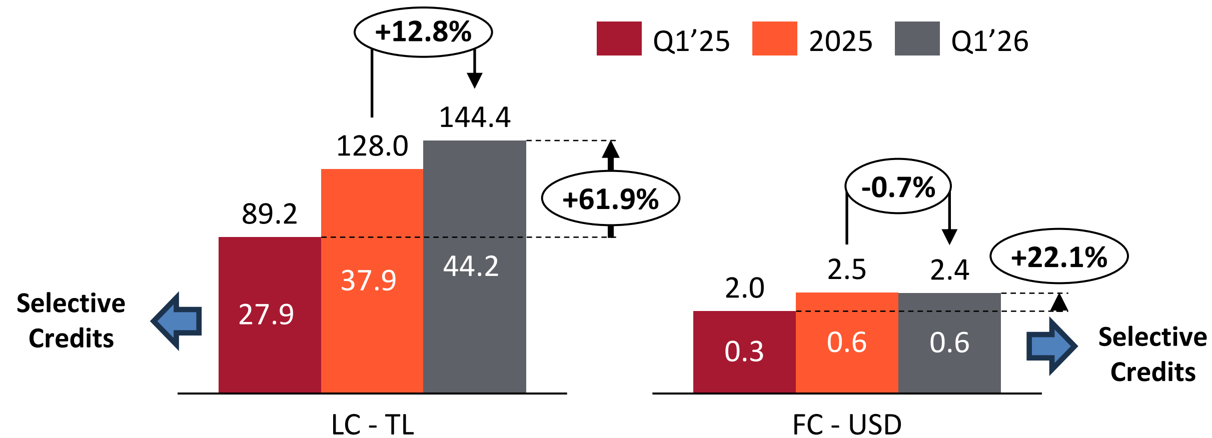
TL Billion - Inc. f.Leasing. TL million . excl. expected credit losses(provisions)




*The share of P/L Project credits in total funded credits is 5.0% in Q1’26.

## Currency Breakdown of Performing Credits*

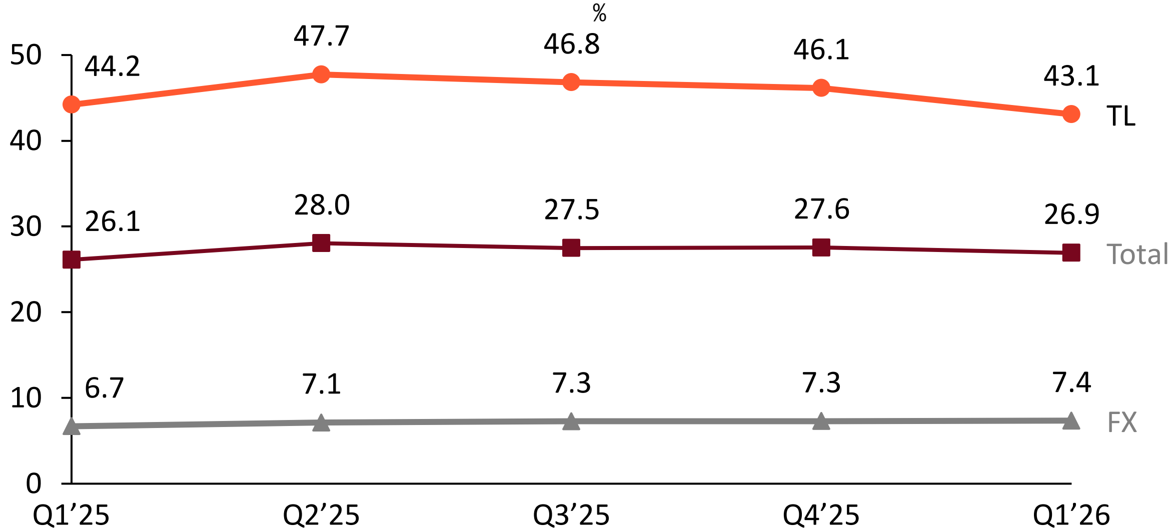
TL Billion. %




*Includes P/L projects and f.leasing (net)

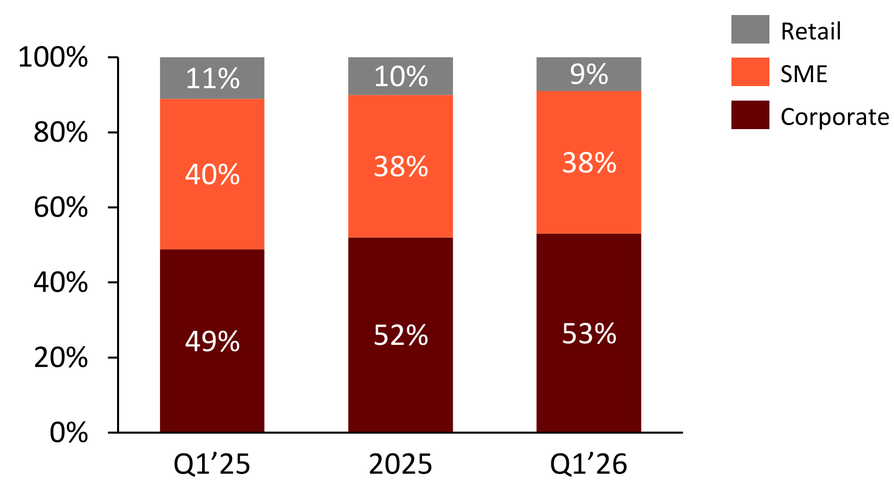
## Credit Yield

%



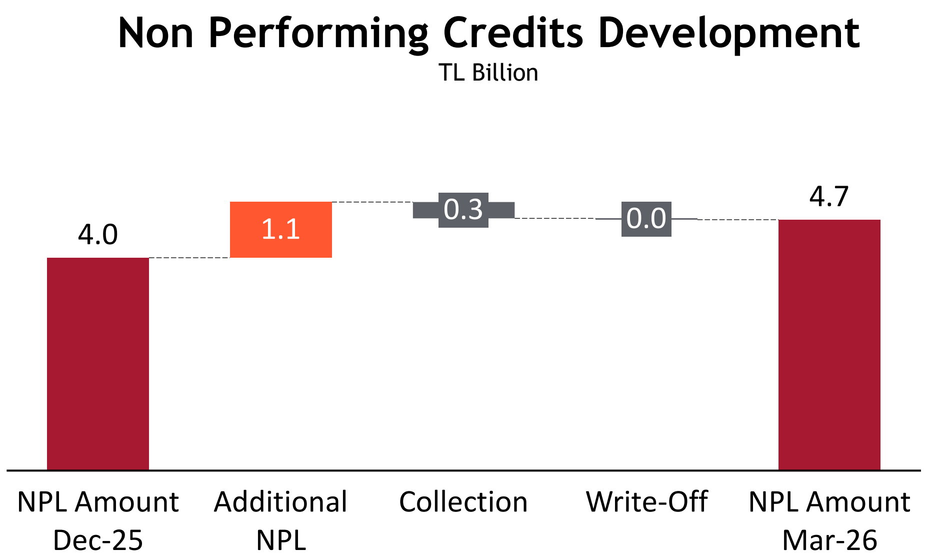

## Segment Breakdown of Funded Credits

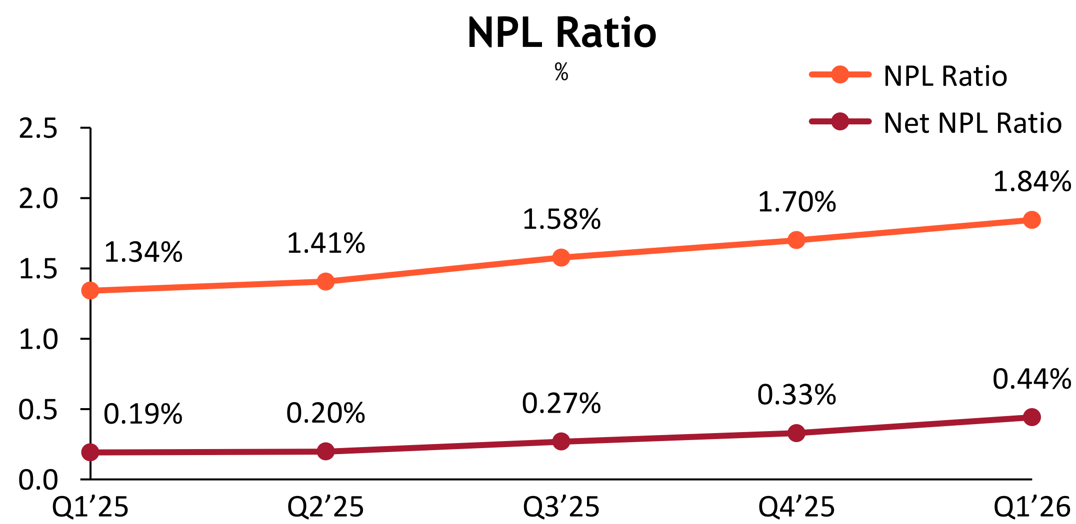
%

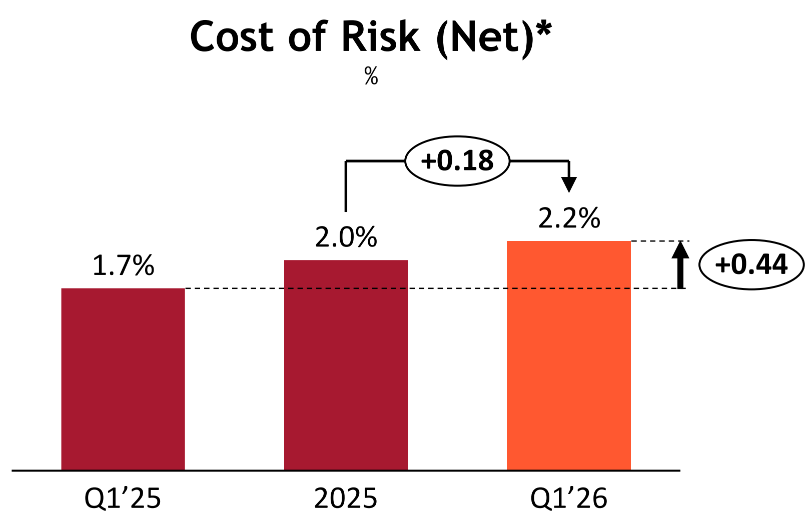



Source: Albaraka Turk Independent Audit Reports

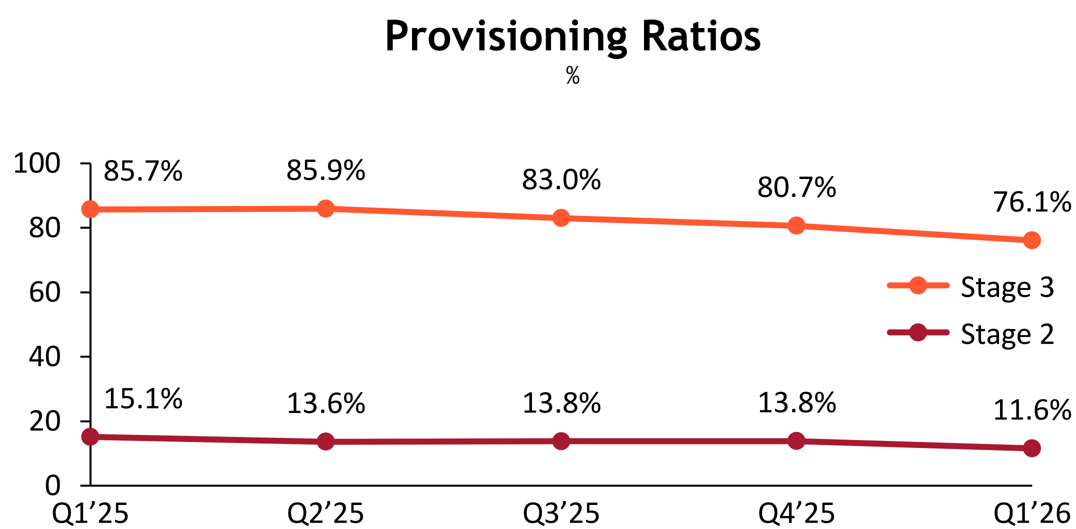
# Asset quality remains strong with NPL ratio still at low levels




*Cost of risk: Annualized Expected Credits Loss Provisions-Collections/5Q Average Funded Credits

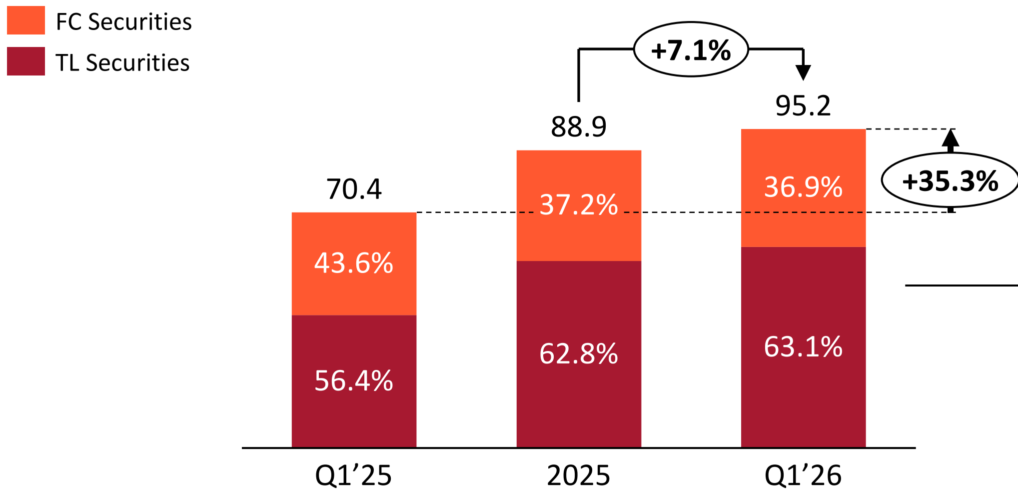



Source: Albaraka Turk Independent Audit Reports

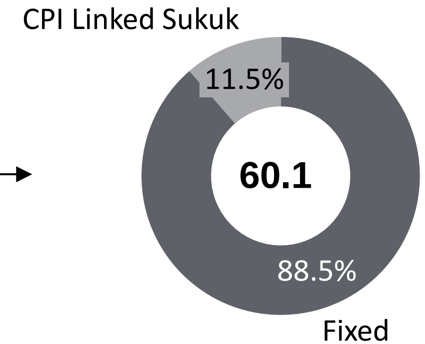
# Securities portfolio aligned with market Dynamics, yield contribution improving

## Total Securities Portfolio

TL Billion



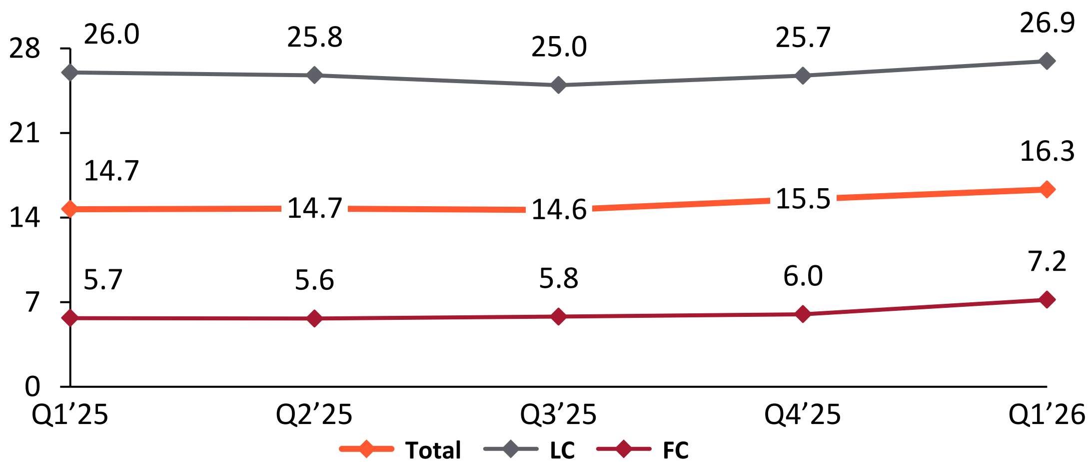

## TL Securities Q1'26




* There are CPI linked sukuk only in TL securities portfolio.

## Securities Yield*

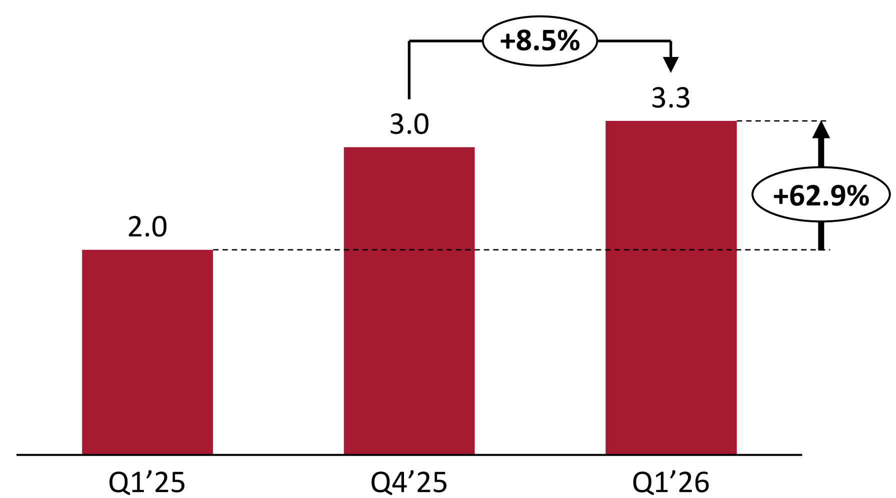
%




(*) Profit share income received from securities for the last 4Q/5Q average securities

## Profit Share Income From Securities Portfolio

TL Billion

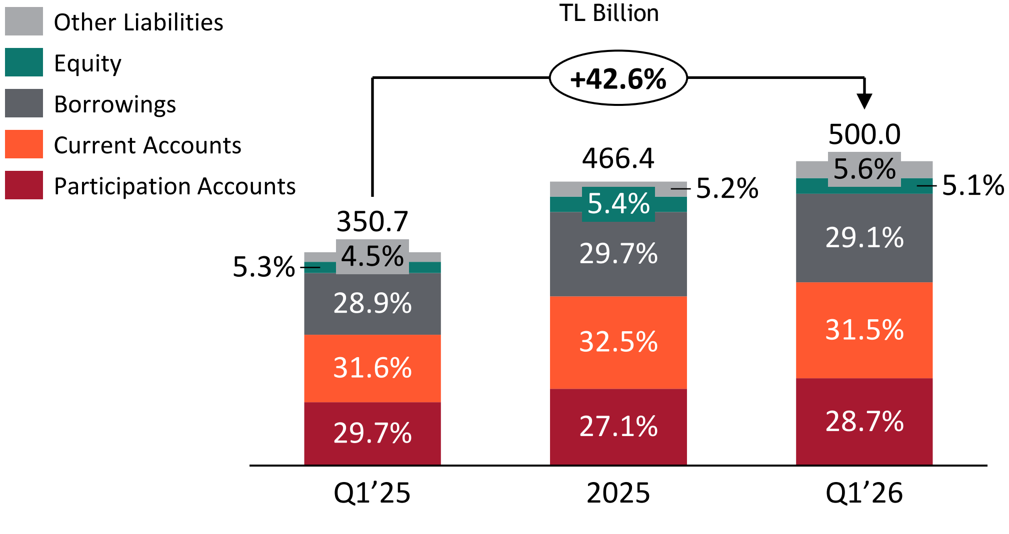



Source: Albaraka Turk Independent Audit Reports

# Well-diversified funding base with stable and resilient structure

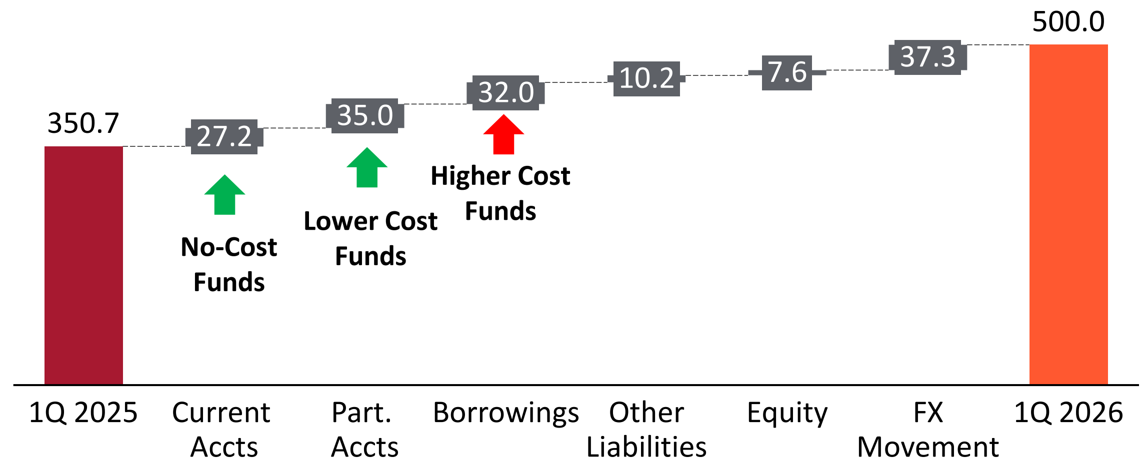
## Composition of Total Liabilities

TL Billion



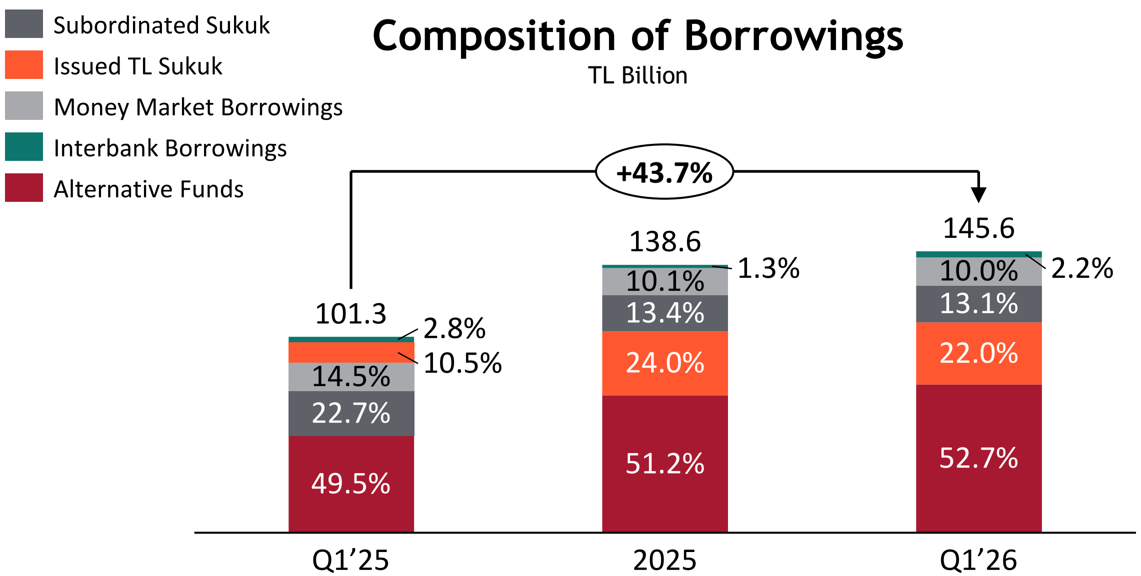

## Total Liabilities Movements

TL Billion



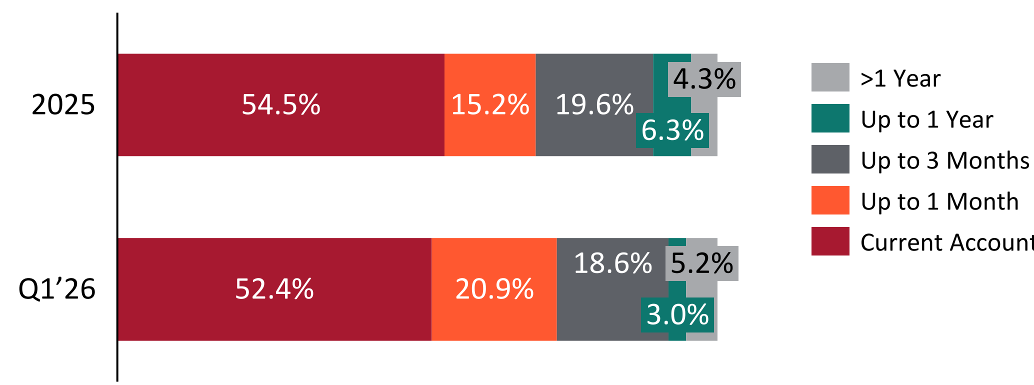

## Composition of Borrowings

TL Billion




## Maturity Composition of Funds Collected

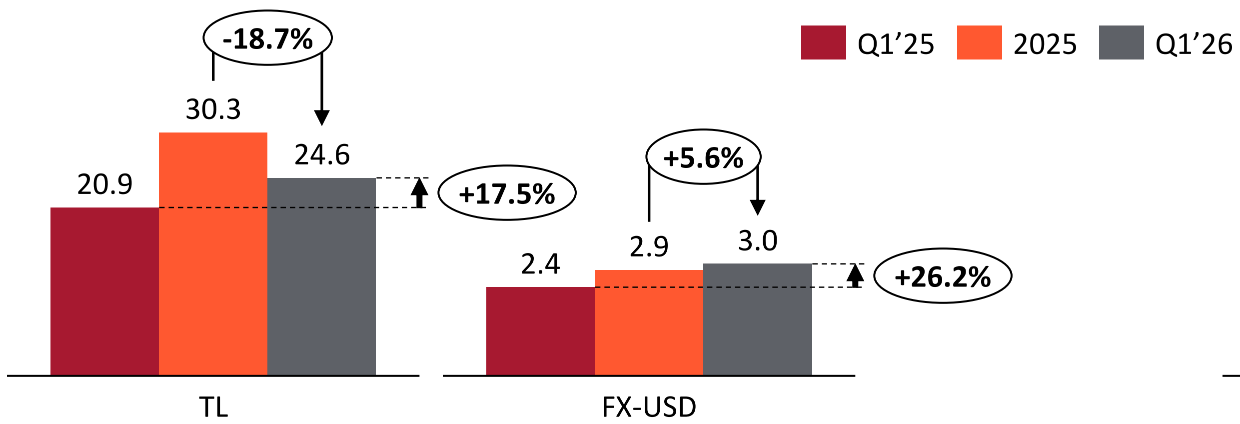
(%)



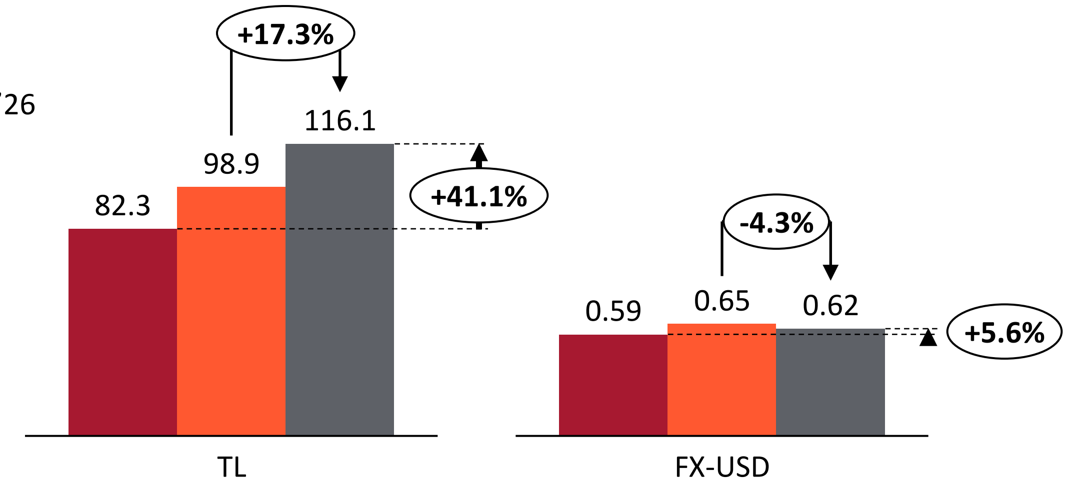

Source: Albaraka Turk Independent Audit Reports

# Improved cost of funds collected supported by deposit trends

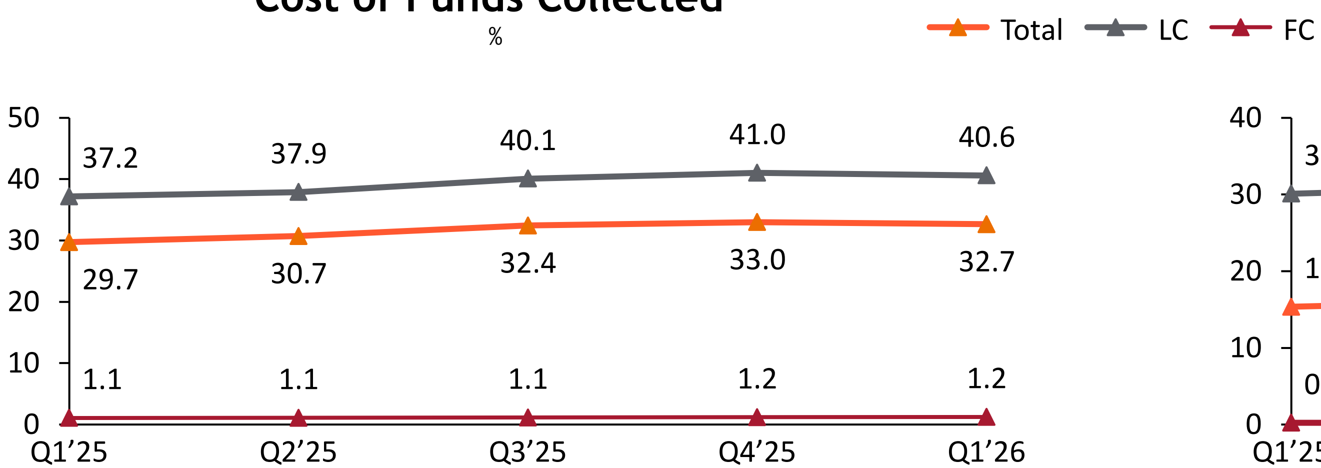
### Current Accounts
TL Billion - Annual Growth %



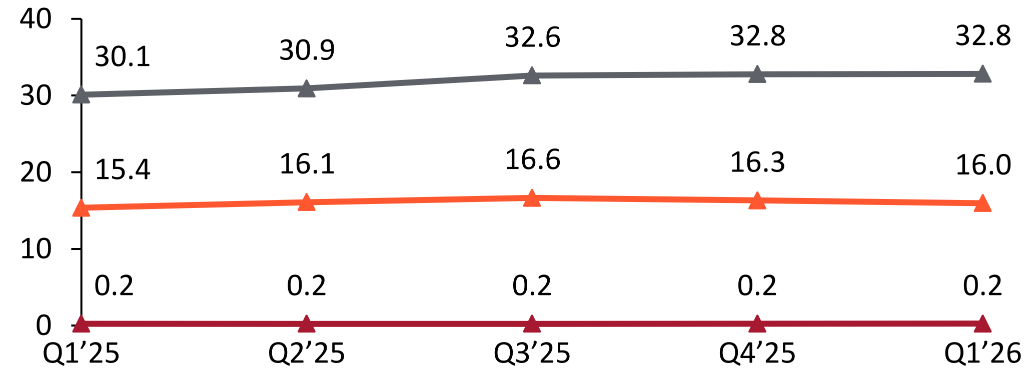

### Participation Accounts
TL Billion - Annual Growth %




### Cost of Funds Collected*
%




### Cost of Funds Collected**
% - Including Current Accounts




*Annualized profit share expense by extending the relevant quarter to the year / average participation accounts

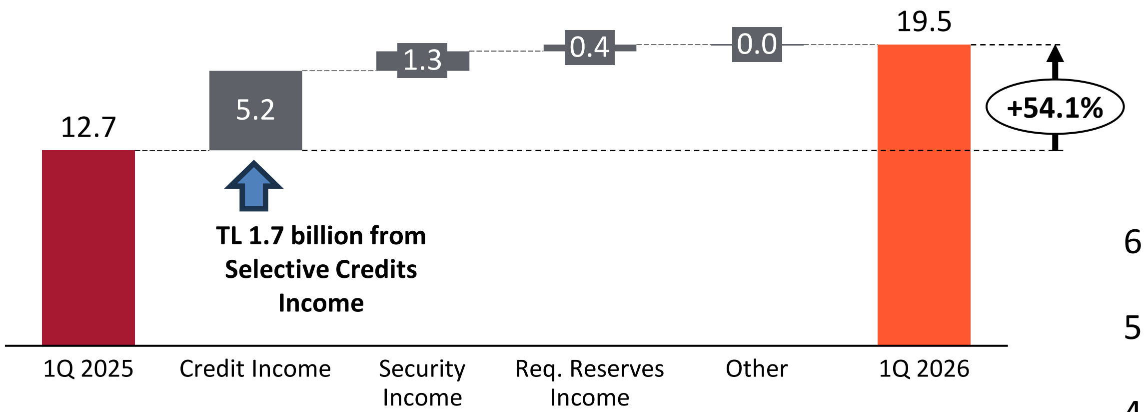
**Annualized profit share expense by extending the relevant quarter to the year / average collected funds

Source: Albaraka Turk Independent Audit Reports

# Robust expansion in NPSI fueled by selective financing strategies

## Profit Share Income Movement

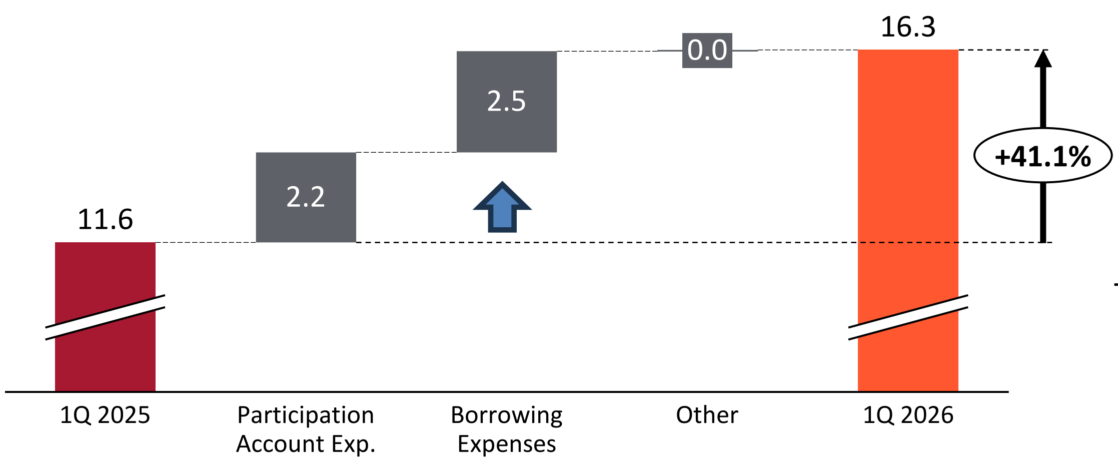
TL Billion




*The majority of our profit share income increase over the last 1 year was driven by credit income with income from selective credits providing a significant boost.*

## Profit Share Expense Movement

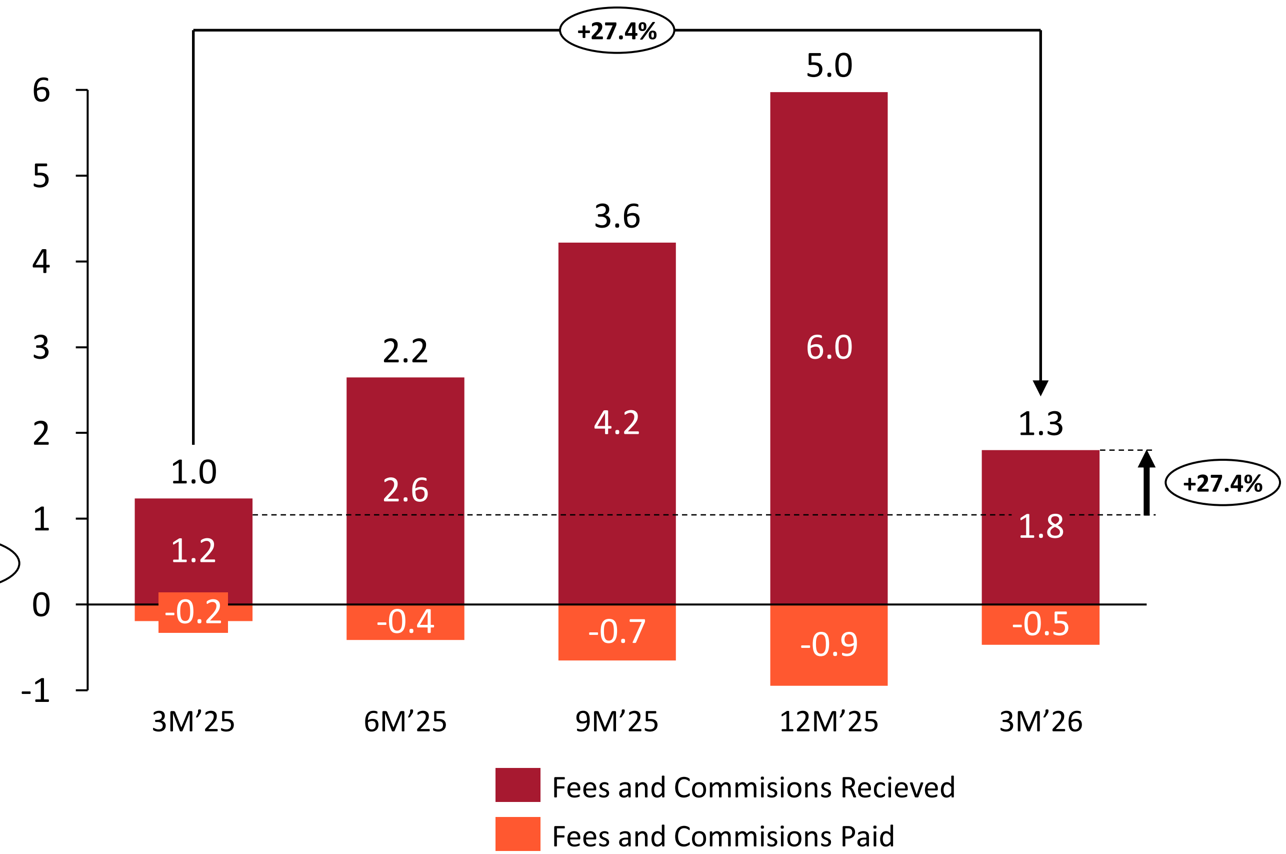
TL Billion




*The additional profit share expenses incurred (cost of funding) over the last year has been primarily driven by the wakala participation accounts and borrowing expenses (considering borrowing represents a high share of liabilities).*

## Fees & Commisions

TL Billion



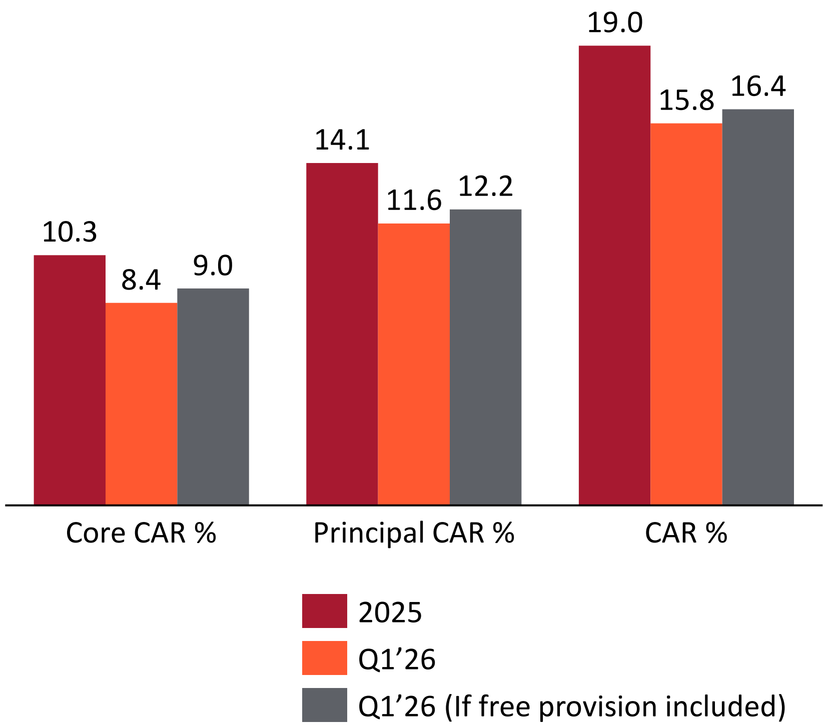
# Profitability remains sustainable, driven by solid financial performance

| (TL Million) | YoY | | | QoQ | | | Notes |
|---|---|---|---|---|---|---|---|
| | Q1'25 | Q1'26 | % | Q4'25 | Q1'26 | % | |
| **Net Profit Share Income** | 1,102 | 3,198 | 190% | 7,484 | 3,198 | -57% | YoY growth reached 190%, though QoQ performance reflected the absence of prior-quarter P/L project-related gains. On an underlying basis, core margins improved modestly year-on-year. |
| **Net Fees & Commission Income** | 1,044 | 1,331 | 27% | 1,458 | 1,331 | -9% | Strong 27% YoY growth driven by sustained core fee generation, while quarterly decline reflects seasonally softer activity in the first quarter. |
| **Net Trading Income** | 638 | 601 | -6% | 2,907 | 601 | -79% | Limited gains from capital market transactions, broadly in line with the same period of last year. |
| **Other Income** | 9,399 | 2,520 | -73% | 454 | 2,520 | 454% | Driven by bonus provision and limited free provision reversals, with a high base from last year's free provision reversal. |
| **Provisioning (inc. free provisions)** | 589 | 1,160 | 97% | 4,887 | 1,160 | -76% | Reflecting elevated provisioning in the previous quarter, while remaining higher compared to the same period of last year. |
| **Personnel Expenses** | 2,062 | 3,209 | 56% | 1,587 | 3,209 | 102% | Driven by annual salary adjustments and related compensation payments. |
| **Non-personnel Expenses** | 1,531 | 2,174 | 42% | 1,631 | 2,174 | 33% | Driven by inflationary pressures across operating expenses. |
| **Net Profit** | 7,846 | 904 | -88% | 3,375 | 904 | -73% | |

Source: Albaraka Turk Independent Audit Reports

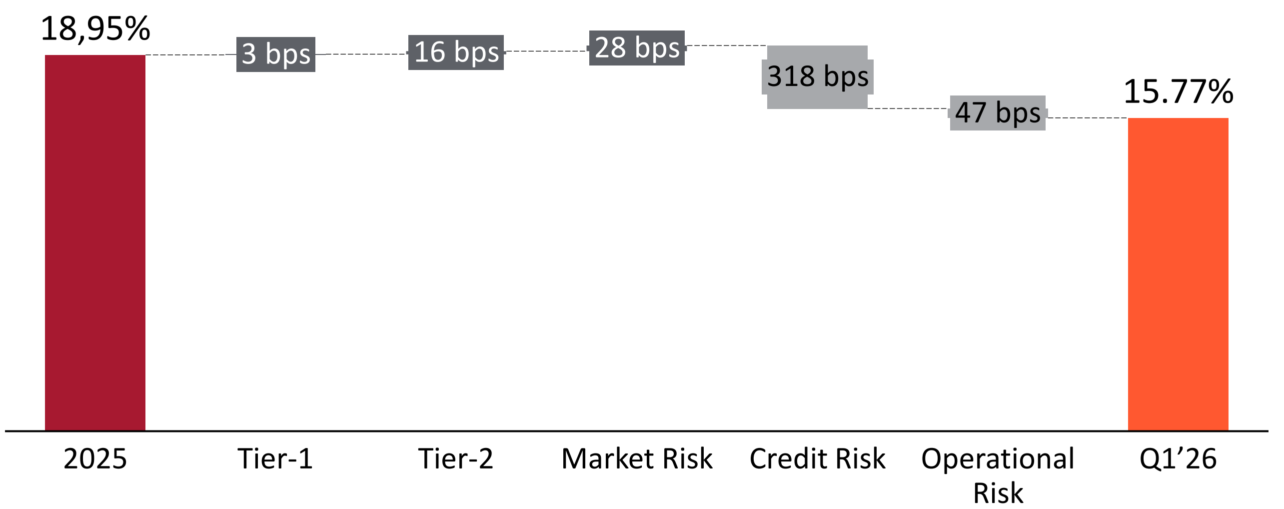
# CAR remains robust despite regulatory adjustments

## Capital Adequacy Ratio
%




## Capital Breakdown
%


## CAR Development*




*Due to the expiration of the BDDK's regulated exchange rate system, there was a negative impact of 312 bps.

Source: Albaraka Turk Independent Audit Reports

# Appendix

alBaraka
PIONEER BANKING

# Summary Balance Sheet

| (TL Million) | 2025 | Q1'26 | Growth (%) |
|---|---|---|---|
| Cash and Balances with Central Bank | 87,152 | 86,532 | -1% |
| Banks | 34,715 | 41,831 | 20% |
| Money Market Placements | - | - | NA |
| Financial Assets | 88,678 | 95,043 | 7% |
| Funded Credits (net) | 230,758 | 250,620 | 9% |
| *Cash Credits* | 208,684 | 226,380 | 8% |
| *Net Financial Leasing Receivables* | 24,107 | 26,038 | 8% |
| *NPL* | 4,025 | 4,743 | 18% |
| *Expected Credit Losses* | 6,058 | 6,541 | 8% |
| Associates | 115 | 115 | 0% |
| Fixed Assets | 7,493 | 7,898 | 5% |
| Assets Held For Sale and Investment | 895 | 966 | 8% |
| Other Assets (inc. Tax Assets) | 16,584 | 16,972 | 2% |
| **Total Assets** | **466,389** | **499,977** | **7%** |

| (TL Million) | 2025 | Q1'26 | Growth (%) |
|---|---|---|---|
| Funds Collected | 278,044 | 301,081 | 8% |
| Funds Borrowed | 105,972 | 111,892 | 6% |
| Borrowings from Money Markets | 14,021 | 14,626 | 4% |
| Debts (inc. Taxes) | 19,648 | 23,814 | 21% |
| Provisions | 4,760 | 3,288 | -31% |
| Tier II Sukuk | 18,624 | 19,043 | 2% |
| Shareholders' Equity | 25,319 | 26,233 | 4% |
| *Capital* | 2,500 | 2,500 | 0% |
| *Capital Reserves (inc. Premium)* | 899 | 917 | 2% |
| *Profit Reserves* | 9,687 | 10,272 | 6% |
| *Profit/Loss* | 6,545 | 6,858 | 5% |
| **Total Liabilities** | **466,389** | **499,977** | **7%** |

Source: Albaraka Turk Independent Audit Reports

# Summary Income Statement

| (TL Million) | Q1'25 | Q1'26 | Growth (%) |
|---|---|---|---|
| **Profit Share Income** | **12,663** | **19,514** | **54%** |
| **Profit Share Expense** | **11,562** | **16,317** | **41%** |
| **Net Profit Share Income** | **1,102** | **3,198** | **190%** |
| **Net Fees and Commissions Income** | **1,044** | **1,331** | **27%** |
| *Fees and Commissions Received* | 1,236 | 1,801 | 46% |
| *Fees and Commissions Paid (-)* | 192 | 471 | 145% |
| **Net Trading Income** | **638** | **601** | **-6%** |
| **Other Operating Income** | **9,399** | **2,520** | **-73%** |
| **Total Operating Profit** | **10,122** | **4,440** | **-56%** |
| **Provisions (including free provisions)** | **589** | **1,160** | **97%** |
| **Personnel Expenses** | **2,062** | **3,209** | **56%** |
| **Other Operating Expenses** | **1,531** | **2,174** | **42%** |
| **Operating Profit Before Tax** | **8,002** | **1,107** | **-86%** |
| **Tax Provision** | **155** | **203** | **31%** |
| **Net Profit** | **7,846** | **904** | **-88%** |

Source: Albaraka Turk Independent Audit Reports

# THANK YOU

alBaraka
PIONEER BANKING

# DISCLAIMER

THIS PRESENTATION AND THE INFORMATION CONTAINED HEREIN IS CONFIDENTIAL AND MAY NOT BE REPRODUCED. CIRCULATED. DISTRIBUTED OR PUBLISHED (IN WHOLE OR IN PART) OR DISCLOSED BY RECIPIENTS TO ANY OTHER PARTY. BY VIEWING THIS PRESENTATION. YOU AGREE TO BE BOUND BY THE FOREGOING LIMITATIONS.

This presentation does not constitute or form part of any offer or invitation to sell or issue. or any solicitation of any offer to purchase any securities of Albaraka Türk Katılım Bankası A.Ş.. nor shall any part of it form part of or be relied on in connection with any contract or investment decision relating thereto. nor does it constitute a recommendation regarding the securities of the Bank. The information contained in this document is published for the assistance of recipients. but is not to be relied upon authoritative or taken in substitution for the exercise of judgment by any recipient. The Bank does not accept any liability whatsoever for any direct or consequential loss arising from any use of this document or its content. Any purchase of shares of the Bank should be made solely on the basis of sound financial analysis on the part of the investor. with no liabilities arising against the Bank.

The information used in preparing these materials was obtained from or through the Bank or the Bank's representatives or from public sources. Although prepared in good faith and from sources believed to be reliable. no reliance may be placed for any purposes whatsoever on the information contained in this presentation or on its accuracy. completeness or fairness. The information in this presentation is subject to verification. completion and change.

The projections. forecasts and estimates of the Bank contained herein are for illustrative purposes only and are based on management's current views and assumptions. Such projections. forecasts and estimates involve known and unknown risks and uncertainties that may cause actual results. performance or events to differ materially from those anticipated in this presentation. The Bank expressly disclaims any obligation or undertaking to update or revise any projections. forecasts or estimates contained in this presentation to reflect any change in events. conditions. assumptions or circumstances on which any such statements are based unless so required by applicable law. Investors should note many different risk factors could adversely affect the outcome and financial effects of the plans and projections described herein. As a result. you are cautioned not to place undue reliance on any forward-looking statements. The Bank. its advisers and each of their respective members. directors. officers and employees disclaim any liability in case projections and plans given in this document are not realised.

## Contact Us

## Investor Relations


**Address** : İnkılap Mah. Dr. Adnan Büyükdeniz Cad. Albaraka Türk Sitesi 1. Blok No:6 İç Kapı No:1 Ümraniye/İstanbul
**E-mail** : yim@albarakaturk.com.tr
**Tel** : +90 216 666 03 03
**Fax** : +90 216 666 16 20
**website** : www.albaraka.com.tr