

**TURKLAND BANK ANONİM ŐİRKETİ**  
**Unconsolidated Financial Statements**  
**As of and For the Nine-Month Period Ended 30 September 2024**  
**With Independent Auditor's Review Report**





KPMG Bağımsız Denetim ve  
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## **Independent Auditor’s Report on Review of Interim Financial Statements**

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

### *Introduction*

We have reviewed the unconsolidated balance sheet of Turkland Bank A.Ş. (“the Bank”) as at 30 September 2024 and the unconsolidated statement of profit or loss, unconsolidated statement of profit or loss and other comprehensive income, unconsolidated statement of changes in shareholders’ equity, unconsolidated statement of cash flows for the nine month period then ended, and notes, comprising significant accounting policies and other explanatory information. The Bank management is responsible for the preparation and fair presentation of these unconsolidated interim financial information in accordance with the Banking Regulation and Supervision Agency Accounting and Reporting Legislation which includes “Regulation on Accounting Applications for Banks and Safeguarding of Documents” published in the Official Gazette No. 26333 dated 1 November 2006, and other regulations on accounting records of banks published by Banking Regulation and Supervision Agency (“BRSA”) and circulars and interpretations published by BRSA and the requirements of Turkish Accounting Standard 34 “*Interim Financial Reporting*” for the matters not regulated by the aforementioned regulations (together referred as “BRSA Accounting and Financial Reporting Legislation”). Our responsibility is to express a conclusion on these unconsolidated interim financial information based on our review.

### *Scope of Review*

We conducted our review in accordance with the Standard on Review Engagements (“SRE”) 2410, “*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review of interim financial information is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an opinion.



### *Basis for Qualified Conclusion*

As stated in Note 2.8.e.2 of Section Five, the accompanying interim unconsolidated financial statements as at 30 September 2024 includes a general provision of total of TL 10,000 thousand, of which TL 100,000 thousand was recognized as expense in prior periods and TL 90,000 thousand was reversed in the current period with a deferred tax asset amounting TL 3,000 thousand and deferred tax income amounting to the same amount recognised in the current period for the possible effects of the negative circumstances which may arise in the economy or market conditions which is not in line with the requirements of BRSA Accounting and Financial Reporting Legislation.

### *Qualified Conclusion*

Based on our review, except for the effects of the matter described in the Basis for Qualified Conclusion paragraph, nothing has come to our attention that causes us to believe that the accompanying unconsolidated interim financial information does not present fairly, in all material respects, its unconsolidated financial position of Turkland Bank A.Ş. as at 30 September 2024 and its unconsolidated financial performance and unconsolidated cash flows for the nine month period then ended in accordance with the BRSA Accounting and Financial Reporting Legislation.

### *Other Matter*

The unconsolidated financial statements of the Bank as at and for the year ended 31 December 2023 were audited and as at and for the nine month period ended 30 September 2024 were reviewed by another auditor who expressed a qualified opinion due to general reserve provided by the Bank and a unqualified conclusion on 15 March 2024 and 10 November 2024, respectively.

### *Report on Other Regulatory Requirements Arising From Legislation*

Based on our review, nothing has come to our attention that causes us to believe that the financial information provided in the interim annual report in section seven of the accompanying unconsolidated interim financial information is not consistent, in all material respects, with the reviewed unconsolidated interim financial information and explanatory notes.

KPMG Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi

Alper Güvenç, SMMM  
Partner

14 November 2024  
Istanbul, Türkiye

**THE UNCONSOLIDATED NINE-MONTH INTERIM FINANCIAL REPORT OF  
TURKLAND BANK ANONİM ŞİRKETİ AS OF 30 SEPTEMBER 2024**

Address of the Bank's Head Office : 19 Mayıs Mah. 19 Mayıs Caddesi Şişli Plaza A Blok No:7  
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Telephone and Fax Numbers of Bank : (0 212) 368 34 34, (0 212) 368 35 35

Bank's Website : <http://www.turklandbank.com>

Contact E-mail : [iletisim@tbank.com.tr](mailto:iletisim@tbank.com.tr)

The nine-month unconsolidated financial report includes the following sections in accordance with the Communiqué on Financial Statements and Related Explanations and Notes that will be Publicly Announced as sanctioned by the Banking Regulation and Supervision Agency:

- GENERAL INFORMATION ABOUT THE BANK
- UNCONSOLIDATED FINANCIAL STATEMENTS OF THE BANK
- EXPLANATIONS ON THE ACCOUNTING POLICIES APPLIED IN THE RELEVANT PERIOD
- INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT OF THE BANK
- EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
- THE REVIEW REPORT
- INTERIM ACTIVITY REPORT

The unconsolidated financial statements for nine-month period ended 30 September 2024 and related disclosures and footnotes that are subject to limited review and are prepared in accordance with the Regulation on Accounting Applications for Banks and Safeguarding of Documents, Turkish Accounting Standards, Turkish Financial Reporting Standards and the related statements and guidance, and in compliance with the financial records of our Bank and, unless stated otherwise, presented in thousands of Turkish Lira.

Michel ACCAD  
Chairman of the  
Board of Directors

Servet TAZE  
General Manager

H. Efe İÇLİ  
Financial Control  
Assistant General Manager

Tania  
MOUSSALLEM  
Chairman of Audit Committee

Mustafa Selçuk  
TAMER  
Member of Audit Committee

Information related to responsible personnel for the questions that can be raised about financial statements:

Name-Surname / Title : Sevgi Üstün / Manager  
Telephone Number : (0 212) 368 37 24  
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**TURKLAND BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2024**

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

**SECTION ONE**

**GENERAL INFORMATION ABOUT THE BANK**

**I. Bank's Incorporation Date, Beginning Statue, Changes in the Existing Statue**

The Bank, was established in 1991 in İstanbul under the name of "Bahreyn ve Kuveyt Bankası Anonim Şirketi" (BB&K). Its name was changed as "Tasarruf ve Kredi Bankası Anonim Şirketi" with its acquisition by Doğuş Group in 1992. After the change in the name of the bank as "Garanti Yatırım ve Ticaret Bankası Anonim Şirketi" in 1994, Mehmet Nazif Günel (the main shareholder of MNG Group Companies) has acquired the Bank in 1997 and the name of the Bank has been changed as "MNG Bank Anonim Şirketi".

An agreement has been made with Arab Bank and BankMed for the sale of 91% of MNG Bank's shares in mid of 2006 and this agreement was approved by Banking Regulation and Supervision Agency (BRSA) on 29 December 2006. In this regard, while Arab Bank and BankMed purchasing 50% and 41% of MNG bank shares respectively, Mehmet Nazif Günel retained 9% of the shares. Transfer of the Bank was made on 29 January 2007. The title of the Bank was changed as "Turkland Bank Anonim Şirketi" with the amendment to the Articles of Association by the decision of the Extraordinary General Assembly at the meeting on 22 March 2007.

On 3 April 2007, "MNG BANK Anonim Şirketi" title of the bank was registered as "TURKLAND BANK Anonim Şirketi".

According to the Share Sale and Purchase Agreement and Board of Directors' Decision dated 26 February 2010 and 15 July 2010, respectively, Mehmet Nazif Günel's 153,000 shares with TL 15,300 nominal value were transferred to BankMed SAL. As of 22 July 2010, the share transfer was realized.

According to the Extraordinary General Assembly decision dated 30 May 2011, it was decided to increase the Bank's capital from TL 170,000 to TL 300,000, and it was registered in the Turkish Trade Registry Gazette dated 20 June 2011 numbered 7840. According to the BRSA approval dated 15 September 2011 numbered 4381 the unused pre-emptive right of Arab Bank Plc amounting to TL 65,000 have been used by Arab Bank (Switzerland) Ltd (ABS). Capital commitments paid by shareholders, according to the BRSA decision dated 20 October 2011 numbered 22244, have been transferred to the capital accounts.

According to the Ordinary General Assembly decision dated 18 April 2013, it has been decided to increase the Bank's paid in capital from TL 300,000 to TL 500,000. In the following year, according to the Ordinary General Assembly decree dated 15 April 2014, it was decided to increase the Bank's paid in capital from TL 500,000 to TL 650,000.

In accordance with the BRSA's approval letter dated 7 May 2019, 16.67% of the shares of Arab Bank (Switzerland) Ltd (ABS), one of the shareholders of the Bank, was transferred to Arab Bank Plc. which is the other shareholder of the Bank.

Capital increase and decrease of USD 30,000 additional capital as TL 164,000 has been realized simultaneously on 25 September 2019 with the approval of BRSA on 2 August 2019.

According to the Extraordinary General Assembly decree dated 17 February 2020, it was decided to increase the Bank's paid in capital from TL 650,000 to TL 1,000,000 with the approval of BRSA dated 29 January 2020 numbered 1027. The amount has been transferred to capital accounts as of 4 March 2020 with the approval of BRSA dated 3 March 2020 numbered 2400.

**TURKLAND BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2024**

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

**II. Explanations Regarding Bank's Shareholding Structure, Shareholders Holding Directly or Indirectly, Collectively or Individually, the Managing and Controlling Power and Changes in Current Year**

<b>Name/Title</b>	<b>Share Amount</b>	<b>Share Ratios</b>	<b>Paid up Shares</b>	<b>Unpaid Shares</b>
ARAB BANK PLC	499,999.99	50.0%	499,999.99	-
BANKMED, SAL	499,999.99	50.0%	499,999.99	-
OTHER	<1	0.0%	<1	-
<b>Total</b>	<b>1,000,000.00</b>	<b>100.0%</b>	<b>1,000,000.00</b>	<b>-</b>

As of 30 September 2024, the nominal value of the Bank's capital is TL 1,000,000 and consists of 1 billion shares.



**TURKLAND BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2024**

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

**III. Explanations Regarding the Chairman and the Members of Board of Directors, Audit Committee, General Manager and Assistants and Their Shares and Areas of Responsibility in the Bank**

<b><u>Title</u></b>	<b><u>Name and Surname</u></b> (*)	<b><u>Responsibility</u></b>	<b><u>Education</u></b>
Chairman of the Board of Directors	MICHEL ACCAD	Chairman	MASTER'S DEGREE
Members of the Board of Directors	MOHAMMAD ABDEL-FATTAH	Vice Chairman	BACHELOR'S DEGREE
	HAMADAL GHANAMAH	Chairman of Audit Committee	BACHELOR'S DEGREE
	TANIA MOUSSALLEM		
	NADYA NABIL TAWFIK TALHOUNI	Member	BACHELOR'S DEGREE
	MUSTAFA SELÇUK TAMER	Member of Audit Committee	BACHELOR'S DEGREE
	NABİL RAFELİ	Member	MASTER'S DEGREE
	HAITHAM HELMI		
Member of Board of Directors and General Manager	MOHAMMAD FOUDEH	Member	BACHELOR'S DEGREE
	SERVET TAZE	General Manager	BACHELOR'S DEGREE
Assistant General Managers	BENAN BAŞAK	Close Monitoring and Legal Follow-up Corporate and Commercial Banking	MASTER'S DEGREE
	UMUT ÜLBEGİ		
	SARUHAN DOĞAN	Treasury and Financial Institutions	MASTER'S DEGREE
	ALİ HAS	Operations and IT	MASTER'S DEGREE
	HAKKI EFE İÇLİ	Financial Control	BACHELOR'S DEGREE
	SERKAN ÇELİK	Internal Systems Group	MASTER'S DEGREE

(\*) The above stated persons do not have any shares in the Bank.

**IV. Information About the Persons and Institutions That Have Qualified Shares**

Information about the persons and institutions that have qualified shares as of 30 September 2024:

<b><u>Name/Title</u></b>	<b><u>Share Amount</u></b>	<b><u>Share Ratios</u></b>	<b><u>Paid up Shares</u></b>	<b><u>Unpaid Shares</u></b>
ARAB BANK PLC	499,999.99	50.0%	499,999.99	-
BANKMED, SAL	499,999.99	50.0%	499,999.99	-

**TURKLAND BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2024**

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

**V. Summary on the Bank's Functions and Areas of Activity**

The Bank has 12 branches and 241 personnel. The Bank does not have any direct subsidiaries in finance sector (31 December 2023: 12 branches, 267 personnel).

The Bank established with private capital, has the authority to accept deposits and its operations are mostly based on retail and corporate banking transactions. As it is indicated in Articles of Association, the Bank is mainly dealing with the transactions below:

- a. Acceptance of Deposit
- b. Corporate and Retail Banking
- c. Foreign Trade
- d. Capital Market Transactions
- e. Bank Assurance

**VI. Differences between the communiqué on preparation of consolidated financial statements of Banks and Turkish Accounting Standards and short explanation about the institutions subject to full consolidation method or proportional consolidation and institutions, which are deducted from equity or not included in these three methods**

None.

**VII. Existing or potential, actual or legal obstacles to the immediate transfer of equity or repayment of debts between the bank and its subsidiaries**

None.



**SECTION TWO**  
**UNCONSOLIDATED FINANCIAL STATEMENTS**

- I. Balance Sheet (Statement of Financial Position)
- II. Statement of Off-Balance Sheet Items
- III. Statement of profit or loss
- IV. Statement of Profit or Loss and Other Comprehensive Income
- V. Statement of Changes in Shareholders' Equity
- VI. Statement of Cash Flows

**TURKLAND BANK ANONİM ŞİRKETİ**  
**UNCONSOLIDATED BALANCE SHEETS (STATEMENT OF FINANCIAL POSITION)**  
**AS OF 30 SEPTEMBER 2024 AND 31 DECEMBER 2023**

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

**I. BALANCE SHEET – ASSETS (STATEMENT OF FINANCIAL POSITION)**

ASSETS	Note (Section Five I)	Reviewed Current Period 30 September 2024			Audited Prior Period 31 December 2023		
		TL	FC	Total	TL	FC	Total
<b>I. FINANCIAL ASSETS (Net)</b>		<b>1,363,406</b>	<b>3,303,370</b>	<b>4,666,776</b>	<b>3,160,659</b>	<b>2,737,983</b>	<b>5,898,642</b>
<b>1.1 Cash and Cash Equivalents</b>		<b>904,398</b>	<b>3,303,335</b>	<b>4,207,733</b>	<b>3,012,498</b>	<b>2,737,952</b>	<b>5,750,450</b>
1.1.1 Cash and The Central Bank of Türkiye	1	152,864	2,131,809	2,284,673	1,243,180	1,817,411	3,060,591
1.1.2 Banks	3	889	1,171,526	1,172,415	885	920,541	921,426
1.1.3 Money Market Placements		751,047	-	751,047	1,769,047	-	1,769,047
1.1.4 Expected Credit Losses (-)		(402)	-	(402)	(614)	-	(614)
<b>1.2 Financial Assets at Fair Value Through Profit and Loss</b>		-	-	-	-	-	-
1.2.1 Government Debt Securities		-	-	-	-	-	-
1.2.2 Subordinated Debt Instruments		-	-	-	-	-	-
1.2.3 Other Financial Assets		-	-	-	-	-	-
<b>1.3 Financial Assets at Fair Value Through Other Comprehensive</b>	<b>4</b>	<b>459,008</b>	<b>35</b>	<b>459,043</b>	<b>138</b>	<b>31</b>	<b>169</b>
1.3.1 Government Debt Securities		458,870	35	458,905	-	31	31
1.3.2 Subordinated Debt Instruments		138	-	138	138	-	138
1.3.3 Other Financial Assets		-	-	-	-	-	-
<b>1.4 Derivative Financial Assets</b>	<b>2</b>	-	-	-	<b>148,023</b>	-	<b>148,023</b>
1.4.1 Derivative Financial Assets at Fair Value Through Profit or Loss		-	-	-	148,023	-	148,023
1.4.2 Derivative Financial Assets at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
<b>II. FINANCIAL ASSETS MEASURED AT AMORTIZED COST (Net)</b>	<b>5</b>	<b>5,892,474</b>	<b>2,724,071</b>	<b>8,616,545</b>	<b>8,957,866</b>	<b>1,731,008</b>	<b>10,688,874</b>
<b>2.1 Loans</b>		<b>5,249,699</b>	<b>2,724,071</b>	<b>7,973,770</b>	<b>7,992,593</b>	<b>1,731,008</b>	<b>9,723,601</b>
<b>2.2 Lease Receivables</b>		-	-	-	-	-	-
<b>2.3 Factoring Receivables</b>		-	-	-	-	-	-
<b>2.4 Other Financial Assets Measured at Amortized Cost</b>	<b>6</b>	<b>919,014</b>	-	<b>919,014</b>	<b>1,338,761</b>	-	<b>1,338,761</b>
2.4.1 Government Debt Securities		919,014	-	919,014	1,338,761	-	1,338,761
2.4.2 Other Financial Assets		-	-	-	-	-	-
<b>2.5 Expected Credit Loss (-)</b>		<b>(276,239)</b>	-	<b>(276,239)</b>	<b>(373,488)</b>	-	<b>(373,488)</b>
<b>NON CURRENT ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)</b>	<b>16</b>	<b>56,628</b>	-	<b>56,628</b>	<b>61,121</b>	-	<b>61,121</b>
3.1 Held for Sale		56,628	-	56,628	61,121	-	61,121
3.2 Discontinued Operations		-	-	-	-	-	-
<b>IV. EQUITY INVESTMENTS</b>		<b>7,659</b>	-	<b>7,659</b>	<b>7,659</b>	-	<b>7,659</b>
<b>4.1 Associates (Net)</b>	<b>7</b>	<b>7,659</b>	-	<b>7,659</b>	<b>7,659</b>	-	<b>7,659</b>
4.1.1 Associates Consolidated Under Equity Accounting		-	-	-	-	-	-
4.1.2 Unconsolidated Associates		7,659	-	7,659	7,659	-	7,659
<b>4.2 Subsidiaries (Net)</b>	<b>8</b>	-	-	-	-	-	-
4.2.1 Unconsolidated Financial Investments in Subsidiaries		-	-	-	-	-	-
4.2.2 Unconsolidated Non-Financial Investments in Subsidiaries		-	-	-	-	-	-
<b>4.3 Joint Ventures (Net)</b>	<b>9</b>	-	-	-	-	-	-
4.3.1 Joint-Ventures Consolidated Under Equity Accounting		-	-	-	-	-	-
4.3.2 Unconsolidated Joint-Ventures		-	-	-	-	-	-
<b>V. TANGIBLE ASSETS (Net)</b>	<b>12</b>	<b>165,574</b>	-	<b>165,574</b>	<b>148,503</b>	-	<b>148,503</b>
<b>VI. INTANGIBLE ASSETS (Net)</b>	<b>13</b>	<b>10,511</b>	-	<b>10,511</b>	<b>14,536</b>	-	<b>14,536</b>
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		10,511	-	10,511	14,536	-	14,536
<b>VII. INVESTMENT PROPERTIES (Net)</b>	<b>14</b>	-	-	-	-	-	-
<b>VIII. CURRENT TAX ASSET</b>		<b>33,555</b>	-	<b>33,555</b>	<b>5,663</b>	-	<b>5,663</b>
<b>IX. DEFERRED TAX ASSET</b>	<b>15</b>	<b>54,537</b>	-	<b>54,537</b>	-	-	-
<b>X. OTHER ASSETS (Net)</b>	<b>17</b>	<b>580,796</b>	<b>164</b>	<b>580,960</b>	<b>72,879</b>	<b>72</b>	<b>72,951</b>
<b>TOTAL ASSETS</b>		<b>8,165,140</b>	<b>6,027,605</b>	<b>14,192,745</b>	<b>12,428,886</b>	<b>4,469,063</b>	<b>16,897,949</b>

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

**TURKLAND BANK ANONİM ŞİRKETİ**  
**UNCONSOLIDATED BALANCE SHEETS (STATEMENT OF FINANCIAL POSITION)**  
**AS OF 30 SEPTEMBER 2024 AND 31 DECEMBER 2023**

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

**I. BALANCE SHEET – LIABILITIES (STATEMENT OF FINANCIAL POSITION)**

LIABILITIES	Note (Section Five II)	Reviewed Current Period 30 September 2024			Audited Prior Period 31 December 2023		
		TL	FC	Total	TL	FC	Total
<b>I. DEPOSITS</b>	<b>1</b>	<b>5,612,474</b>	<b>5,425,954</b>	<b>11,038,428</b>	<b>8,817,984</b>	<b>5,973,524</b>	<b>14,791,508</b>
<b>II. FUNDS BORROWED</b>	<b>3</b>	-	-	-	-	-	-
<b>III. MONEY MARKET FUNDS</b>		-	-	-	51	-	51
<b>IV. SECURITIES ISSUED (Net)</b>		-	-	-	-	-	-
4.1 Bills		-	-	-	-	-	-
4.2 Asset Backed Securities		-	-	-	-	-	-
4.3 Bonds		-	-	-	-	-	-
<b>V. FUNDS</b>		-	-	-	-	-	-
5.1 Borrower Funds		-	-	-	-	-	-
5.2 Other		-	-	-	-	-	-
<b>VI. FINANCIAL LIABILITIES FAIR VALUE THROUGH PROFIT AND LOSS</b>		-	-	-	-	-	-
<b>VII. DERIVATIVE FINANCIAL LIABILITIES</b>	<b>2</b>	-	-	-	<b>16,083</b>	-	<b>16,083</b>
7.1 Derivative Financial Liabilities at Fair Value Through Profit or Loss		-	-	-	16,083	-	16,083
7.2 Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
<b>VIII. FACTORING LIABILITIES</b>		-	-	-	-	-	-
<b>IX. LEASE LIABILITIES (Net)</b>	<b>6</b>	<b>106,706</b>	-	<b>106,706</b>	<b>84,503</b>	-	<b>84,503</b>
<b>X. PROVISIONS</b>	<b>8</b>	<b>150,372</b>	<b>27,409</b>	<b>177,781</b>	<b>334,126</b>	<b>23,634</b>	<b>357,760</b>
10.1 Restructuring Provisions		-	-	-	-	-	-
10.2 Reserve for Employee Benefits		51,550	-	51,550	38,013	-	38,013
10.3 Insurance Technical Provisions (Net)		-	-	-	-	-	-
10.4 Other Provisions		98,822	27,409	126,231	296,113	23,634	319,747
<b>XI. CURRENT TAX LIABILITY</b>	<b>9</b>	<b>39,950</b>	-	<b>39,950</b>	<b>29,271</b>	-	<b>29,271</b>
<b>XII. DEFERRED TAX LIABILITY</b>		-	-	-	-	-	-
<b>NON CURRENT LIABILITIES HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)</b>		-	-	-	-	-	-
13.1 Held for Sale		-	-	-	-	-	-
13.2 Discontinued Operations		-	-	-	-	-	-
<b>XIV. SUBORDINATED DEBT INSTRUMENTS</b>		-	-	-	-	-	-
14.1 Loans		-	-	-	-	-	-
14.2 Other Debt Instruments		-	-	-	-	-	-
<b>XV. OTHER LIABILITIES</b>	<b>5</b>	<b>503,766</b>	<b>901,707</b>	<b>1,405,473</b>	<b>178,179</b>	<b>362,152</b>	<b>540,331</b>
<b>XVI. SHARE HOLDERS' EQUITY</b>	<b>10</b>	<b>1,424,407</b>	-	<b>1,424,407</b>	<b>1,078,442</b>	-	<b>1,078,442</b>
16.1 Paid-in Capital		1,000,000	-	1,000,000	1,000,000	-	1,000,000
16.2 Capital Reserves		25,430	-	25,430	25,430	-	25,430
16.2.1 Share Premium		-	-	-	-	-	-
16.2.2 Share Cancellation Profits		-	-	-	-	-	-
16.2.3 Other Capital Reserves		25,430	-	25,430	25,430	-	25,430
16.3 Accumulated Other Comprehensive Income or Loss Not Reclassified Through Profit or Loss		(14,414)	-	(14,414)	(19,393)	-	(19,393)
16.4 Accumulated Other Comprehensive Income or Loss Reclassified Through Profit or Loss		3,434	-	3,434	-	-	-
16.5 Profit or Loss		72,405	-	72,405	(362,548)	-	(362,548)
16.5.1 Legal Reserves		37,330	-	37,330	15,582	-	15,582
16.5.2 Status Reserves		-	-	-	-	-	-
16.5.3 Extraordinary Reserves		62,982	-	62,982	(350,223)	-	(350,223)
16.5.4 Other Profit Reserves		(27,907)	-	(27,907)	(27,907)	-	(27,907)
16.6 Income or (Loss)		337,552	-	337,552	434,953	-	434,953
16.6.1 Prior Period Income or (Loss)		-	-	-	-	-	-
16.6.2 Current Period Income or (Loss)		337,552	-	337,552	434,953	-	434,953
<b>TOTAL LIABILITIES</b>		<b>7,837,675</b>	<b>6,355,070</b>	<b>14,192,745</b>	<b>10,538,639</b>	<b>6,359,310</b>	<b>16,897,949</b>

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

**TURKLAND BANK ANONİM ŞİRKETİ**  
**STATEMENTS OF OFF-BALANCE SHEET ITEMS**  
**AS OF 30 SEPTEMBER 2024 AND 31 DECEMBER 2023**  
(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated.)

**II. STATEMENT OF OFF-BALANCE SHEET ITEMS**

II. OFF BALANCE SHEET ITEMS	Note (Section Five III)	Reviewed Current Period 30 September 2024			Audited Prior Period 31 December 2023		
		TL	FC	Total	TL	FC	Total
<b>A. OFF-BALANCE SHEET LIABILITIES (I+II+III)</b>		<b>3,623,452</b>	<b>879,203</b>	<b>4,502,655</b>	<b>20,504,013</b>	<b>18,134,138</b>	<b>38,638,151</b>
<b>I. GUARANTEES AND SURETIES</b>	<b>1</b>	<b>2,948,086</b>	<b>234,885</b>	<b>3,182,971</b>	<b>2,325,559</b>	<b>378,297</b>	<b>2,703,856</b>
1.1 Letter of Guarantee		408,086	152,698	560,784	407,144	323,537	730,681
1.1.1 Guarantees Subject to State Tender Law		2,858	1,091	3,949	2,858	941	3,799
1.1.2 Guarantees Given for Foreign Trade Operations		8,330	22,220	30,550	9,699	18,954	28,653
1.1.3 Other Letters of Guarantee		396,898	129,387	526,285	394,587	303,642	698,229
1.2 Bank Loans		-	-	-	-	-	-
1.2.1 Import Letter of Acceptance		-	-	-	-	-	-
1.2.2 Other Bank Acceptance		-	-	-	-	-	-
1.3 Letters of Credit		-	82,187	82,187	-	54,760	54,760
1.3.1 Documented Letters of Credit		-	82,187	82,187	-	54,760	54,760
1.3.2 Other Letters of Credit		-	-	-	-	-	-
1.4 Guaranteed Refinancing		-	-	-	-	-	-
1.5 Endorsement		2,540,000	-	2,540,000	1,918,415	-	1,918,415
1.5.1 Endorsements to the Central Bank of Turkiye		2,540,000	-	2,540,000	-	-	-
1.5.2 Other Endorsements		-	-	-	1,918,415	-	1,918,415
1.6 Securities Issue Purchase Guarantees		-	-	-	-	-	-
1.7 Factoring Guarantees		-	-	-	-	-	-
1.8 Other Guarantees		-	-	-	-	-	-
1.9 Other Collaterals		-	-	-	-	-	-
<b>II. COMMITMENTS</b>	<b>1</b>	<b>216,646</b>	<b>211,705</b>	<b>428,351</b>	<b>32,866</b>	<b>25,118</b>	<b>57,984</b>
2.1 Irrevocable Commitments		216,646	211,705	428,351	32,866	25,118	57,984
2.1.1 Asset Purchase and Sale Commitments		199,921	199,494	399,415	14,777	14,702	29,479
2.1.2 Deposit Purchase and Sales Commitments		-	-	-	-	-	-
2.1.3 Share Capital Commitments to Associates and Subsidiaries		-	-	-	-	-	-
2.1.4 Commitments for Loan Limits		546	-	546	521	-	521
2.1.5 Securities Issue Brokerage Commitments		-	-	-	-	-	-
2.1.6 Commitments for Reserve Deposit Requirements		-	-	-	-	-	-
2.1.7 Commitments for Cheques		16,179	-	16,179	17,568	-	17,568
2.1.8 Tax and Fund Obligations on Export Commitments		-	-	-	-	-	-
2.1.9 Commitments for Credit Card Limits		-	-	-	-	-	-
2.1.10 Commitments for Credit Cards and Banking Services Related		-	-	-	-	-	-
2.1.11 Receivables from Short Sale Commitments		-	-	-	-	-	-
2.1.12 Payables from Short Sale Commitments		-	-	-	-	-	-
2.1.13 Other Irrevocable Commitments		-	12,211	12,211	-	10,416	10,416
2.2 Revocable Commitments		-	-	-	-	-	-
2.2.1 Revocable Loan Granting Commitments		-	-	-	-	-	-
2.2.2 Other Revocable Commitments		-	-	-	-	-	-
<b>III. DERIVATIVE FINANCIAL INSTRUMENTS</b>		<b>458,720</b>	<b>432,613</b>	<b>891,333</b>	<b>18,145,588</b>	<b>17,730,723</b>	<b>35,876,311</b>
3.1 Derivative Financial Instruments for Hedging Purposes		-	-	-	-	-	-
3.1.1 Transactions for Fair Value Hedging		-	-	-	-	-	-
3.1.2 Transactions for Cash Flow Hedging		-	-	-	-	-	-
3.1.3 Transactions for Hedging the Risk of Net Investments Abroad		-	-	-	-	-	-
3.2 Trading Transactions		458,720	432,613	891,333	18,145,588	17,730,723	35,876,311
3.2.1 Forward Foreign Currency Buy/Sell Transactions		-	-	-	8,201,917	7,933,439	16,135,356
3.2.1.1 Forward Foreign Currency Transactions-Buy		-	-	-	8,201,917	-	8,201,917
3.2.1.2 Forward Foreign Currency Transactions-Sell		-	-	-	-	7,933,439	7,933,439
3.2.2 Currency and Interest Swap Transactions		-	-	-	9,943,671	9,797,284	19,740,955
3.2.2.1 Currency Swaps-Purchases		-	-	-	-	9,797,284	9,797,284
3.2.2.2 Currency Swap-Sales		-	-	-	9,943,671	-	9,943,671
3.2.2.3 Swap Interest Purchase Transactions		-	-	-	-	-	-
3.2.2.4 Swap Interest Sale Transactions		-	-	-	-	-	-
3.2.3 Currency, Interest and Securities Options		-	-	-	-	-	-
3.2.3.1 Currency Call Options		-	-	-	-	-	-
3.2.3.2 Currency Put Options		-	-	-	-	-	-
3.2.3.3 Interest Call Options		-	-	-	-	-	-
3.2.3.4 Interest Put Options		-	-	-	-	-	-
3.2.3.5 Security Call Options		-	-	-	-	-	-
3.2.3.6 Security Put Options		-	-	-	-	-	-
3.2.4 Currency Futures		458,720	432,613	891,333	-	-	-
3.2.4.1 Currency Futures-Purchases		-	432,613	432,613	-	-	-
3.2.4.2 Currency Futures-Sales		458,720	-	458,720	-	-	-
3.2.5 Interest Futures		-	-	-	-	-	-
3.2.5.1 Interest Futures-Purchases		-	-	-	-	-	-
3.2.5.2 Interest Futures-Sales		-	-	-	-	-	-
3.2.6 Other		-	-	-	-	-	-
<b>B. CUSTODY AND PLEDGE ITEMS (IV+V+VI)</b>		<b>16,304,704</b>	<b>9,676,130</b>	<b>25,980,834</b>	<b>17,368,411</b>	<b>8,017,364</b>	<b>25,385,775</b>
<b>IV. ITEMS HELD IN CUSTODY</b>		<b>3,814,323</b>	<b>25,146</b>	<b>3,839,469</b>	<b>3,340,684</b>	<b>17,290</b>	<b>3,357,974</b>
4.1 Customer Fund and Portfolio Asset		-	-	-	-	-	-
4.2 Investment Securities Held in Custody		45,152	8,851	54,003	32,103	5,408	37,511
4.3 Checks Received for Collection		3,768,177	16,295	3,784,472	3,308,319	11,588	3,319,907
4.4 Commercial Check Received for Collection		994	-	994	262	294	556
4.5 Other Assets Received for Collection		-	-	-	-	-	-
4.6 Assets Received through Public Offering		-	-	-	-	-	-
4.7 Other Items Under Custody		-	-	-	-	-	-
4.8 Custodians		-	-	-	-	-	-
<b>V. PLEDGED ITEMS</b>		<b>12,490,381</b>	<b>9,650,984</b>	<b>22,141,365</b>	<b>14,027,727</b>	<b>8,000,074</b>	<b>22,027,801</b>
5.1 Securities		-	-	-	-	-	-
5.2 Guarantee Notes		62	-	62	62	-	62
5.3 Commodities		1,646	-	1,646	1,646	-	1,646
5.4 Warranties		-	-	-	-	-	-
5.5 Real Estates		1,060,958	37,314	1,098,272	1,216,988	67,339	1,284,327
5.6 Other Pledged Items		11,427,715	9,613,670	21,041,385	12,809,031	7,932,735	20,741,766
5.7 Pledged Items-Depository		-	-	-	-	-	-
<b>VI. CONFIRMED BILLS OF EXCHANGE AND SURETIES (IV+V+VI)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL OFF-BALANCE SHEET ITEMS (A+B)</b>		<b>19,928,156</b>	<b>10,555,333</b>	<b>30,483,489</b>	<b>37,872,424</b>	<b>26,151,502</b>	<b>64,023,926</b>

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

**TURKLAND BANK ANONİM ŞİRKETİ**  
**STATEMENTS OF PROFIT OR LOSS**  
**FOR THE PERIODS ENDED 30 SEPTEMBER 2024 AND 2023**  
(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated.)

**III. STATEMENTS OF PROFIT OR LOSS**

	Note (Section Five IV)	Reviewed		Reviewed	
		Current Period 01.01-30.09.2024	Current Period 01.07-30.09.2024	Prior Period 01.01-30.09.2023	Prior Period 01.07-30.09.2023
<b>INCOME AND EXPENSE ITEMS</b>					
<b>I. INTEREST INCOME</b>	<b>1</b>	<b>3,071,341</b>	<b>914,827</b>	<b>1,297,512</b>	<b>600,489</b>
1.1 Interest on Loans		2,106,295	649,712	1,013,176	505,204
1.2 Interest on Reserve Requirements		69,734	31,178	1,703	332
1.3 Interest on Banks		31,581	11,245	18,654	8,156
1.4 Interest on Money Market Transactions		504,958	103,688	152,133	56,005
1.5 Interest on Marketable Securities Portfolio		358,583	119,003	111,328	30,792
1.5.1 Fair Value Through Profit or Loss		-	-	-	-
1.5.2 Fair Value Through Other Comprehensive Income		152,782	59,355	2,293	2,292
1.5.3 Measured at Amortized Cost		205,801	59,648	109,035	28,500
1.6 Finance Lease Interest Income		-	-	-	-
1.7 Other Interest Income		190	1	518	-
<b>II. INTEREST EXPENSE (-)</b>	<b>2</b>	<b>(2,138,904)</b>	<b>(631,168)</b>	<b>(1,350,909)</b>	<b>(561,557)</b>
2.1 Interest on Deposits		(2,081,730)	(609,056)	(1,320,288)	(555,904)
2.2 Interest on Funds Borrowed		(8)	-	(6)	(5)
2.3 Interest on Money Market Transactions		(35,085)	(16,286)	(7,268)	(2,142)
2.4 Interest on Securities Issued		-	-	-	-
2.5 Interest Lease Expenses		(15,901)	(5,570)	(9,634)	(3,502)
2.6 Other Interest Expenses		(6,180)	(256)	(13,713)	(4)
<b>III. NET INTEREST INCOME/EXPENSE (I - II)</b>		<b>932,437</b>	<b>283,659</b>	<b>(53,397)</b>	<b>38,932</b>
<b>IV. NET FEES AND COMMISSIONS INCOME/EXPENSE</b>		<b>25,646</b>	<b>9,550</b>	<b>131,254</b>	<b>22,029</b>
4.1 Fees and Commissions Received		34,620	13,025	138,168	24,529
4.1.1 Non-Cash Loans		31,338	12,215	15,992	6,559
4.1.2 Other	11	3,282	810	122,176	17,970
4.2 Fees and Commissions Given		(8,974)	(3,475)	(6,914)	(2,500)
4.2.1 Non-Cash Loans		(642)	(339)	(1,944)	(121)
4.2.2 Other	11	(8,332)	(3,136)	(4,970)	(2,379)
<b>V. DIVIDEND INCOME</b>	<b>3</b>	<b>234</b>	<b>-</b>	<b>56</b>	<b>56</b>
<b>VI. TRADING PROFIT / (LOSS) (Net)</b>	<b>4</b>	<b>(252,890)</b>	<b>(33,848)</b>	<b>909,669</b>	<b>289,412</b>
6.1 Profit/Loss from Capital Market Transactions		(26,401)	-	81,270	-
6.2 Profit/Loss from Derivative Financial Transactions		(151,753)	(36,112)	449,095	204,832
6.3 Foreign Exchange Profit/Loss		(74,736)	2,264	379,304	84,580
<b>VII. OTHER OPERATING INCOME</b>	<b>5</b>	<b>97,175</b>	<b>30,695</b>	<b>51,363</b>	<b>24,019</b>
<b>VIII. GROSS PROFIT FROM OPERATIONS (III+IV+V+VI+VII)</b>		<b>802,602</b>	<b>290,056</b>	<b>1,038,945</b>	<b>374,448</b>
<b>IX. ALLOWANCE FOR EXPECTED CREDIT LOSSES (-)</b>	<b>6</b>	<b>188,955</b>	<b>3,581</b>	<b>(29,246)</b>	<b>(120,175)</b>
<b>X. OTHER PROVISION EXPENSE (-)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XI. PERSONNEL EXPENSES (-)</b>		<b>(276,819)</b>	<b>(88,337)</b>	<b>(209,453)</b>	<b>(73,856)</b>
<b>XII. OTHER OPERATING EXPENSES (-)</b>	<b>7</b>	<b>(310,492)</b>	<b>(126,324)</b>	<b>(190,753)</b>	<b>(73,607)</b>
<b>XIII. NET OPERATING PROFIT/LOSS (VIII-IX-X-XI-XII)</b>		<b>404,246</b>	<b>78,976</b>	<b>609,493</b>	<b>106,810</b>
<b>XIV. AMOUNT IN EXCESS RECOGNISED AS GAIN AFTER MERGER</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XV. PROFIT/LOSS ON EQUITY METHOD</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XVI. PROFIT/LOSS ON NET MONETARY POSITION</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>PROFIT/LOSS FROM CONTINUED OPERATIONS BEFORE TAXES (XIII+...+XVI)</b>		<b>404,246</b>	<b>78,976</b>	<b>609,493</b>	<b>106,810</b>
<b>XVIII. TAX PROVISION FOR CONTINUED OPERATIONS (±)</b>	<b>8</b>	<b>(66,694)</b>	<b>(21,925)</b>	<b>-</b>	<b>-</b>
18.1 Provision for Current Income Taxes		(115,323)	27,518	-	-
18.2 Deferred Tax Expense Effect (+)		(24,401)	(5,657)	-	-
18.3 Deferred Tax Income Effect (-)		73,030	(43,786)	-	-
<b>XIX. NET PROFIT/LOSS FROM CONTINUED OPERATIONS (XVIII±XVIII)</b>	<b>9</b>	<b>337,552</b>	<b>57,051</b>	<b>609,493</b>	<b>106,810</b>
<b>XX. INCOME ON DISCONTINUED OPERATIONS</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
20.1 Income on Assets Held for Sale		-	-	-	-
Income on Sale of Associates, Subsidiaries and Jointly Controlled Entities (Joint Ventures)		-	-	-	-
20.2 Income on Other Discontinued Operations		-	-	-	-
<b>XXI. LOSS FROM DISCONTINUED OPERATIONS (-)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
21.1 Income on Assets Held for Sale		-	-	-	-
Income on Sale of Associates, Subsidiaries and Jointly Controlled Entities (Joint Ventures)		-	-	-	-
21.2 Income on Other Discontinued Operations		-	-	-	-
<b>PROFIT/LOSS ON DISCONTINUED OPERATIONS BEFORE TAXES (XX±XXI)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XXII. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
23.1 Provision for Current Income Taxes		-	-	-	-
23.2 Deferred Tax Expense Effect (+)		-	-	-	-
23.3 Deferred Tax Income Effect (-)		-	-	-	-
<b>NET PROFIT/LOSS FROM DISCONTINUED OPERATIONS (XXII±XXIII)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XXV. NET PROFIT/LOSS FOR THE PERIOD (XIX+XXIV)</b>	<b>10</b>	<b>337,552</b>	<b>57,051</b>	<b>609,493</b>	<b>106,810</b>
Profit/Loss per Share		0.33755	0.05705	0.60949	0.10681

The accompanying note are an integral part of these financial statements.



**TURKLAND BANK ANONİM ŞİRKETİ**  
**STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE PERIODS ENDED 30 SEPTEMBER 2024 AND 2023**  
(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated.)

**IV. STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

IV. STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	Reviewed Current Period 1 January-30 September 2024	Reviewed Current Period 1 January-30 September 2023
<b>I. PROFIT/LOSS FOR THE PERIOD</b>	<b>337,552</b>	<b>609,493</b>
<b>II. OTHER COMPREHENSIVE INCOME</b>	<b>8,413</b>	<b>(1,365)</b>
<b>2.1 Items not to be Reclassified to Profit or Loss</b>	<b>4,979</b>	<b>(1,046)</b>
2.1.1 Increase/Decrease in Revaluation of Tangible Assets	-	-
2.1.2 Increase/Decrease in Revaluation of Intangible Assets	-	-
2.1.3 Defined Benefit Plans Remeasurement Gains/Losses	(2,401)	(1,046)
2.1.4 Other Items of Comprehensive Income not to be Reclassified as Other Profit or Loss	-	-
2.1.5 Taxes on Other Comprehensive Income not to be Reclassified to Profit or Loss	7,380	-
<b>2.2 Items to be Reclassified to Profit or Loss</b>	<b>3,434</b>	<b>(319)</b>
2.2.1 Foreign Currency Translation Differences	-	-
2.2.2 Valuation and/or Classification Income/Expense of Financial Assets at Fair Value through Other Comprehensive Income	4,906	(319)
2.2.3 Cash Flow Hedging Income/Expense	-	-
2.2.4 Hedging Income/Expense on Investment Risk Related to be Operation Abroad	-	-
2.2.5 Other items of Comprehensive Income not to be Reclassified Other Profit or Loss	-	-
2.2.6 Taxes on Other Comprehensive Income not to be Reclassified to Profit or Loss	(1,472)	-
<b>III. TOTAL COMPREHENSIVE INCOME (I+II)</b>	<b>345,965</b>	<b>608,128</b>

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

**TURKLAND BANK ANONİM ŞİRKETİ**  
**STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE PERIODS ENDED 30 SEPTEMBER 2024 AND 2023**  
(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated.)

**V. STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**

CHANGES IN SHAREHOLDERS' EQUITY		Paid-in Capital	Share Issue Premiums	Share Cancellation Profit	Other Capital Reserves	Items not to be Reclassified to Profit or Loss			Items to be Reclassified to Profit or Loss			Profit Reserves	Prior Periods' Profit/Loss	Net Profit or Loss for the Period	Total Shareholders' Equity	
						1	2	3	4	5	6					
	Prior Period 30 September 2023 Reviewed															
I.	Balance at the End of the Prior Period	1,000,000	-	-	25,430	-	(15,518)	2,807	-	-	-	(487,201)	-	124,653	650,171	
II.	Correction made as per TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
2.1	Effect of Corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
2.2	Effect of Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
III.	New Balance (I+II)	1,000,000	-	-	25,430	-	(15,518)	2,807	-	-	-	(487,201)	-	124,653	650,171	
IV.	Total Comprehensive Income/Expense	-	-	-	-	-	(1,046)	-	-	(319)	-	-	-	609,493	608,128	
V.	Capital Increase in Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VI.	Capital Increase in Internal Sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VII.	Paid-in Capital Inflation Adjustment Difference	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VIII.	Convertible Bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
IX.	Subordinated Liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
X.	Increase/Decrease Due to Other Changes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XI.	Profit Distribution	-	-	-	-	-	-	-	-	-	-	124,653	-	(124,653)	-	
11.1	Dividends Distributes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
11.2	Transfers to Reserves	-	-	-	-	-	-	-	-	-	124,653	-	-	(124,653)	-	
11.3	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
	<b>Balance at the End of the Period (III+IV+.....+X+XI)</b>	<b>1,000,000</b>	<b>-</b>	<b>-</b>	<b>25,430</b>	<b>-</b>	<b>(16,564)</b>	<b>2,807</b>	<b>-</b>	<b>(319)</b>	<b>-</b>	<b>(362,548)</b>	<b>-</b>	<b>609,493</b>	<b>1,258,299</b>	
	Current Period 30 September 2024 Reviewed															
I.	Balance at the End of the Prior Period	1,000,000	-	-	25,430	-	(22,200)	2,807	-	-	-	(362,548)	-	434,953	1,078,442	
II.	Correction made as per TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
2.1	Effect of Corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
2.2	Effect of Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
III.	New Balance (I+II)	1,000,000	-	-	25,430	-	(22,200)	2,807	-	-	-	(362,548)	-	434,953	1,078,442	
IV.	Total Comprehensive Income/Expense	-	-	-	-	-	4,979	-	-	3,434	-	-	-	337,552	345,965	
V.	Capital Increase in Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VI.	Capital Increase in Internal Sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VII.	Paid-in Capital Inflation Adjustment Difference	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VIII.	Convertible Bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
IX.	Subordinated Liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
X.	Increase/Decrease Due to Other Changes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XI.	Profit Distribution	-	-	-	-	-	-	-	-	-	-	434,953	-	(434,953)	-	
11.1	Dividends Distributes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
11.2	Transfers to Reserves	-	-	-	-	-	-	-	-	-	434,953	-	-	(434,953)	-	
11.3	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
	<b>Balance at the End of the Period (III+IV+.....+X+XI)</b>	<b>1,000,000</b>	<b>-</b>	<b>-</b>	<b>25,430</b>	<b>-</b>	<b>(17,221)</b>	<b>2,807</b>	<b>-</b>	<b>3,434</b>	<b>-</b>	<b>72,405</b>	<b>-</b>	<b>337,552</b>	<b>1,424,407</b>	

1. Accumulated revaluation increases/decreases on non-current assets.
2. Accumulated rereasurement gains/losses of defined benefit plans.
3. Other (Shares of other comprehensive income of investments accounted through equity method that will not be reclassified to profit or loss and accumulated amounts of other comprehensive income items that will not be reclassified to profit or loss)
4. Foreign currency translation differences.
5. Accumulated revaluation and/or reclassification gains/losses of financial assets at fair value through other comprehensive income.
6. Other (Cash flow hedge gains/losses, share of other comprehensive income of investments accounted for using the equity method that will be reclassified to profit or loss and accumulated amounts of other comprehensive income items that will be reclassified to profit or loss).

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



**TURKLAND BANK ANONİM ŞİRKETİ**  
**STATEMENT OF CASH FLOW FOR THE PERIODS ENDED 30 SEPTEMBER 2024 AND 2023**  
(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated.)

**VI. STATEMENT OF CASH FLOWS**

	Reviewed Current Period 1 January-30 September 2024	Reviewed Prior Period 1 January-30 September 2023
<b>A. CASH FLOWS FROM BANKING OPERATIONS</b>		
<b>1.1 Operating Profit Before Change in Banking Operations Assets and Liabilities</b>	<b>840,512</b>	<b>(915,350)</b>
1.1.1 Interest Received	3,182,579	1,276,210
1.1.2 Interest Paid	(2,014,643)	(1,118,139)
1.1.3 Dividend Received	234	56
1.1.4 Fees and Commissions Received	29,000	139,143
1.1.5 Other Income	182,373	(765,974)
1.1.6 Collections from Previously Written-off Receivables	147,820	177,818
1.1.7 Cash Payments to Personnel and Service Suppliers	(331,303)	(224,794)
1.1.8 Taxes Paid	39,951	(13,643)
1.1.9 Other	(395,499)	(386,027)
<b>1.2 Change in Assets and Liabilities Subject to Banking Activities</b>	<b>(2,681,691)</b>	<b>2,423,945</b>
1.2.1 Net (Increase) Decrease in Financial Assets Measured at FVTPL	-	-
1.2.2 Net (Increase) Decrease in Due from Banks	(135,044)	(468,222)
1.2.3 Net (Increase) Decrease in Loans	1,836,353	(3,849,306)
1.2.4 Net (Increase) Decrease in Other Assets	(518,736)	377,742
1.2.5 Net (Increase) Decrease in Bank Deposits	117	(565,054)
1.2.6 Net (Increase) Decrease in Other Deposits	(4,741,347)	6,564,758
1.2.7 Net (Increase) Decrease in Financial Liabilities Measured at FVTPL	-	-
1.2.8 Net (Increase) Decrease in Funds Borrowed	-	-
1.2.9 Net (Increase) Decrease in Matured Payables	-	-
1.2.10 Net (Increase) Decrease in Other Liabilities	876,966	364,027
<b>I. Net Cash Flow from Banking Operations</b>	<b>(1,841,179)</b>	<b>1,508,595</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>II. Net Cash Flows from Investing Activities</b>	<b>(61,008)</b>	<b>857,180</b>
2.1 Cash Paid for Purchase of Associates, Subsidiaries, and Joint-Ventures	-	-
2.2 Cash Obtained from Sale Associates, Subsidiaries, and Joint-Ventures	-	-
2.3 Purchases of Tangible Assets	(58,204)	(82,115)
2.4 Sales of Tangible Assets	11,026	-
2.5 Financial Assets Measured at FVOCI	(455,418)	(250,003)
2.6 Financial Assets Measured at FVOCI	23,258	-
2.7 Financial Assets Purchased at Amortized Cost	(165,979)	(918,425)
2.8 Financial Assets Sold at Amortized Cost	585,688	2,111,163
2.9 Other	(1,379)	(3,440)
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<b>III. Net Cash Flow from Financing Activities</b>	<b>(40,323)</b>	<b>(9,953)</b>
3.1 Cash Obtained from Funds Borrowed and Securities Issued	-	-
3.2 Cash Outflows from Repayment of Funds Borrowed and Securities Issued	-	-
3.3 Equity Instruments Issued	-	-
3.4 Dividends Paid	-	-
3.5 Payments for Leases	(40,323)	(9,634)
3.6 Other	-	(319)
<b>IV. Effect of Foreign Currency Translation Differences on Cash and Cash Equivalents</b>	<b>294,377</b>	<b>348,093</b>
<b>V. Net Increase in Cash and Cash Equivalents (I+II+III+IV)</b>	<b>(1,648,133)</b>	<b>2,703,915</b>
<b>VI. Cash and Cash Equivalents at the Beginning of Period</b>	<b>4,376,831</b>	<b>1,127,730</b>
<b>VII. Cash and Cash Equivalents at the End of Period</b>	<b>2,728,698</b>	<b>3,831,645</b>

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

**TURKLAND BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2024**

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

**SECTION THREE**  
**ACCOUNTING POLICIES**

**I. Basis of Presentation**

The unconsolidated financial statements are prepared within the scope of the “Regulation on Accounting Applications for Banks and Safeguarding of Documents” related with Banking Act numbered 5411 published in the Official Gazette No.26333 dated 1 November 2006 and in accordance with the regulations, communiqués, interpretations and legislations related to accounting and financial reporting principles published by the Banking Regulation and Supervision Agency (“BRSA”), and in case where a specific regulation is not made by BRSA, and “Turkish Financial Reporting Standards” (“TFRS”) and related appendices and interpretations put into effect by Public Oversight Accounting and Auditing Standards Authority (“POA”). The format and content of the publicly announced unconsolidated financial statements and notes to these statements have been prepared in accordance with the “Communiqué on Publicly Announced Financial Statements, Explanations and Notes to These Financial Statements” and “Communiqué On Disclosures About Risk Management To Be Announced To Public By Banks “and amendments to this Communiqué. The Bank maintains its books in Turkish Lira in accordance with the Banking Act, Turkish Commercial Code and Turkish Tax Legislation.

The financial statements are prepared in accordance with the historical cost basis except for financial assets and liabilities measured at fair value through profit or loss and financial assets measured at fair value through other comprehensive income which are presented on a fair value basis.

The Bank has started to apply TFRS 9 Financial Instruments (“TFRS 9”) published by Public Oversight Accounting and Auditing Standards Authority (“POA”) in the accompanying unconsolidated financial statements starting from 1 January 2018 for the first time based on the regulation published in the Official Gazette no. 29750 dated 22 June 2016 in connection with procedures and principals regarding classification of loans and allowances allocated for such loans which came into force starting from 1 January 2018.

Public Oversight Accounting and Auditing Standards Authority (“POA”), with its announcement dated 23 November 2023, announced 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. Within this scope, BRSA decision dated 11 January 2024 and numbered 10825, determined the transition date of banks, financial leasing, factoring, financing, savings financing and asset management companies to the application of Financial Reporting Standard in Hyperinflationary Economies (“TAS 29”) as 1 January 2025. Therefore, inflation adjustment according to TAS 29 was not applied in the financial statements as of 30 September 2024.

**Additional Paragraph for English Translation**

BRSA Accounting and Reporting Regulations explained in detail in this Section differ from International Financial Reporting Standards (“IFRS”) issued by the International Accounting Standards Board with respect to the application of inflation accounting. Accordingly, the accompanying unconsolidated financial statements are not intended to present fairly the financial position, results of operations, changes in equity and cash flows of the Bank in accordance with IFRS.

**TURKLAND BANK ANONİM ŞİRKETİ**  
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(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated.)

**II. Explanations on Usage Strategy of Financial Assets and Foreign Currency Transactions**

The Bank focuses its activities in corporate banking. The primary objective of the Bank is to sustain liquidity while fulfilling customer needs. Thus, the Bank places approximately 21.66% of its resources in liquid assets, while the Bank also aims for the highest yield possible with effective maturity management.

Besides its principle activity, the main financial instruments of the Bank are money market placements, treasury bills and government bonds.

Marketable securities comprising 9.71% of total assets are assets with low risk and high yield. Placements in banks are 13.55% of the total assets and these assets provide liquidity with low risk and yield.

The Bank aims at creating an optimum maturity risk and working with a positive margin between cost of resource and product yield in the process of asset and liability management.

As a component of the risk management strategy of the Bank, the management of risk bearing short positions of currency, interest or price movements is performed only by the Treasury and using the limits defined by the Board of Directors.

**III. Explanations on Forward and Option Contracts and Derivative Instruments**

The Bank's derivative instruments consist of foreign currency swaps, forward foreign currency buy/sell transactions and options. Derivative instruments are accounted for at their fair values as at the contract date and subsequently valued at fair value. Certain derivative instruments, although economical hedges, are accounted as trading transactions since they are not qualified to be a hedging instrument as per "Financial Instruments" ("TFRS 9"). Realized gains or losses on these instruments are reflected in the statement of profit or loss.

Unrealized gains or losses arising from the change in the fair value are recorded in disallowable expenses or income according to the current tax legislation.

Contract amounts of derivatives are recorded in off the balance sheet. There are no embedded derivatives of the Bank separated from the host contract or that are designated as hedging instruments as of the balance sheet date.

**IV. Explanations on Interest Income and Expenses**

Interest income and expenses are recognized in the income statement on an accrual basis using the effective interest method. On 1 January 2018, the Bank has started to calculate the rediscount for its non-performing loans. Non-performing loans are discounted with effective interest rate over the net book value and for calculated amount expected credit loss is set aside in profit or loss statement.

**V. Explanations on Fees and Commission Income and Expenses**

All fees and commission income/expenses are recognized as income at the time of realization and during the service is provided. Loan related fees and commissions paid to or received from the other institutions are considered as transaction costs and accounted using the effective interest method.

**VI. Explanations on Financial Assets**

In the framework of "TFRS 9 Financial Instruments", which is effective as of 1 January 2018, the Bank classifies its financial assets as "Financial assets at fair value through profit or loss", "Financial assets at fair value through other comprehensive income" or "Financial assets at amortized cost". This classification is made during initial recognition based on the contractual cash flow characteristics with the business model of the financial assets determined by the management.

**TURKLAND BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
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**VI. Explanations on Financial Assets (Continued)**

The financial assets are recognized or derecognized in accordance with the “Recognition and Derecognition” principles defined in Section 3 related to classification and measurement of financial instruments of the “IFRS 9 Financial Instruments”. At initial recognition, financial assets are measured at fair value. In the case of financial assets are not measured at fair value through profit or loss, transaction costs are added or deducted to/from their fair value. Financial instruments are included in the Bank’s balance sheet if the Bank is a legal party to these financial instruments.

Financial instruments comprise financial assets, financial liabilities and derivative instruments. Financial instruments affect liquidity, market, and credit risks on the Bank’s balance sheet in all aspects. Bank trades these instruments on behalf of its customers and on its own behalf.

Basically, financial assets create the majority of the commercial activities and operations of the Bank. These instruments expose, affect and diminish the liquidity, credit and interest risks in the financial statements.

All regular way purchases and sales of financial assets are recognized on the settlement date. The settlement date is the date that the asset is delivered to or by the Bank. Settlement date accounting requires (a) accounting of the asset when acquired by the institution and (b) disposing of the asset out of the balance sheet on the date settled by the institution; and accounting of gain or loss on disposal. Changes in fair value of assets to be received during the period between the trade date and the settlement date are accounted for in the same way as the acquired assets.

Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the marketplace.

The methods and assumptions used in the recognition and measurement of financial instruments are described below.

*Financial Assets at Fair Value Through Profit or Loss*

Financial Assets at Fair Value Through Profit or Loss are financial assets other than the ones that are managed with business models that aim to hold contractual cash flows in order to collect them and the ones that are managed with business models that aim to collect both the contractual cash flows and cash flows arising from the sale of the assets; If the contractual terms of the financial asset do not lead to cash flows representing solely payments of principal and interest at a certain date; That are either acquired for generating a profit from short-term fluctuations in prices or are financial assets included in a portfolio aiming to short-term profit making.

Financial assets at fair value through profit or loss are initially recognized at fair value and are remeasured at their fair value after recognition. All gains and losses arising from these valuations are reflected in the profit/loss accounts.

*Financial Assets at Fair Value Through Other Comprehensive Income*

A financial asset is measured if both of the following conditions are met:

(a) Financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and

(b) Contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A gain or loss on a financial asset measured at fair value through other comprehensive income shall be recognized in other comprehensive income, except for impairment gains or losses and foreign exchange gains and losses, until the financial asset is derecognized or reclassified from equity to profit or loss as a reclassification adjustment at the reclassification date.

**TURKLAND BANK ANONİM ŞİRKETİ**  
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**VI. Explanations on Financial Assets (Continued)**

**Financial Assets at Fair Value Through Other Comprehensive Income (Continued)**

Marketable securities classified as financial assets at fair value through other comprehensive income are recognized at fair value if they are traded in organized markets and/or their fair value can be reliably measured. However, in certain exceptional circumstances, cost may be an appropriate estimate of fair value. This may be the case if there is insufficient recent information about the measurement of fair value or if fair value can be measured using more than one method and among these methods cost is the most appropriate estimate of fair value.

*Financial Assets at Amortized Cost*

Financial assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are classified as financial assets measured at amortized cost.

Financial assets measured at amortized cost are initially recognized at their acquisition cost including the transaction costs which reflect the fair value of those instruments and are subsequently recognized at "Amortized Cost" by using "Effective Interest (Internal efficiency rate)" method.

Interest earned from financial assets measured at amortized cost is recorded as interest income. The Bank classifies financial assets in accordance with the classifications explained above during the acquisition of the mentioned assets.

The Bank has Consumer Price Indexed (CPI) government bonds classified as financial assets measured at amortized cost. These securities are valued and accounted for using effective interest rate method considering estimated inflation rate based on real coupon rates and reference inflation index at issue date. As stated in CPI Indexed Bonds Investor Guide of the Undersecretariat of Treasury, the reference index used in the calculation of the actual coupon payment amounts of these securities are generated according to the CPI of two months ago. The Bank determines the estimated inflation rate accordingly. The inflation rate anticipated by considering the expectations of the Central Bank of Turkey is updated during year when deemed necessary.

*Loans:*

Loans are financial assets which are created by providing money, goods or services to the debtor. Loans are recognized at acquisition cost which is reflecting the fair value after that measured at amortized cost using the effective interest rate method. Any fees and other similar charges paid for assets received as collateral are not considered as part of the transaction cost and reflected in the expense accounts.

Cash loans in retail and corporate loans, according to the Uniform Chart of Accounts ("UCA") and Prospectus are recognized in accordance with their original balances in the account specified.

The foreign exchange indexed commercial and individual loans are being monitored by the exchange rate of the opening date over Turkish Lira in the TL accounts. Repayments are calculated at the exchange rate at the date of payment, the resulting exchange differences are recognized in the income and expense account.



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**VI. Explanations on Financial Assets (Continued)**

**Explanations on TFRS 9 Financial Instruments:**

TFRS 9 introduced new requirements for the classification and measurement of financial assets/liabilities and for derecognition and for general hedge accounting.

- All recognized financial assets that are within the scope of TFRS 9 are required to be subsequently measured at amortized cost or fair value. Specifically, debt investments that are held within a business model whose objective is to collect the contractual cash flows, and that have contractual cash flows that are solely payments of principal and interest on the principal outstanding are generally measured at amortized cost at the end of subsequent accounting periods. Debt instruments that are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets, and that have contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding, are generally measured at fair value through other comprehensive income. All other debt instruments and equity instruments are measured at their fair value at the end of subsequent accounting periods. In addition, under TFRS 9, entities may make an irrevocable election to present subsequent changes in the fair value of an equity investment (that is not held for trading nor contingent consideration recognized by an acquirer in a business combination) in other comprehensive income, with only dividend income generally recognized in profit or loss.
- With regard to the measurement of financial liabilities designated as at fair value through profit or loss, TFRS 9 requires that the amount of change in the fair value of a financial liability that is attributable to changes in the credit risk of that liability is presented in other comprehensive income, unless the recognition of such changes in other comprehensive income would create or enlarge an accounting mismatch in profit or loss. Changes in fair value attributable to a financial liability's credit risk are not subsequently reclassified to profit or loss.
- In relation to the impairment of financial assets, TFRS 9 requires an expected credit loss model, as opposed to an incurred credit loss model under TAS 39. The expected credit loss model requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognized.
- The new hedge accounting provisions retain the three types of hedge accounting mechanisms that currently exist in TAS 39. Under TFRS 9, there is much greater flexibility in the types of transactions that qualify for hedge accounting, in particular the types of instruments that are designated as hedging instruments and the types of risk components of non-financial items that qualify for hedge accounting. In addition, the effectiveness test has been overhauled and replaced with the principle of an "economic relationship". Retrospective assessment of hedge effectiveness is also no longer required. Enhanced disclosure requirements about an entity's risk management activities have also been increased.

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**VI. Explanations on Financial Assets (Continued)**

**Explanations on TFRS 9 Financial Instruments (Continued)**

As a result of the analysis of the Bank's financial assets and liabilities as at 1 January 2018, taking into account the circumstances and conditions at that date, the impact of TFRS 9 on the Bank's financial statements has been evaluated as follows:

**Classification and Measurement**

Classification and measurement of financial assets in accordance with TFRS 9 standard has determined by whether the financial asset is based on the business model in which the financial asset is managed and whether it is based on contractual cash flows including interest payments on principal and principal balance only.

On initial adoption in the financial statements, each financial asset can be classified as a financial asset measured at amortized cost, or at fair value through profit or loss, or as measured at fair value through other comprehensive income. The application of the existing provisions of TAS 39 for the classification and measurement of financial liabilities does not change substantially.

**Impairment:**

In accordance with the "Regulation on Procedures and Principles for the Classification of Loans and the Provisions to be Reserved" published in the Official Gazette dated 22 June 2016 and numbered 29750, the Bank started to recognize provision for impairment in accordance with the provisions of TFRS 9 as of 1 January 2018. In this context, the method of allocating loan provisions, which is disclosed in detail in the accounting policy of Section Three Note VII, as of 31 December 2017, has been changed by applying the TFRS 9 along with applying the expected credit loss model. The expected credit losses estimate is unbiased, weighted by probability and should include supportable information about estimates of past events, current conditions and future economic conditions. These financial assets have been classified into the following three categories based on the increase in the credit risks observed since the first receipt of financial assets:

Stage 1: Includes financial instruments with no significant increase in credit risk starting from initial recognition until the next reporting period or at a lower credit risk as of the reporting date. For these assets, the expected credit loss of 12 months is accounted.

Stage 2: Includes financial assets that have a significant increase in credit risk after initial recognition but an objective evidence of impairment does not exist. For these assets, expected lifetime credit losses are accounted.

Stage 3: Includes financial assets that have objective evidence of impairment as of the reporting date. For these assets, expected lifetime credit losses are accounted.

The Bank has applied the classification, measurement and impairment effects to the opening equity amounts without making any adjustments during the comparative periods in the opening balance sheet as of 1 January 2018. In addition, the effect of deferred tax assets to be calculated under TFRS 9 was reflected in equity during the first transition.

"TFRS 9 Financial Instruments" standard related to the classification and measurement of financial instruments has been issued by the Public Oversight, Accounting and Auditing Standards Authority and published in the Official Gazette dated 19 January 2017, numbered 29953 is effective from 1 January 2018 and replaces "TAS 39 Financial Instruments: Recognition and Measurement" standard.

At every balance sheet date, the Bank evaluates the carrying amounts of its financial asset or a group of financial assets to determine whether there is an objective indication that those assets have suffered an impairment loss. If any such indication exists, the Bank determines the related impairment.

**TURKLAND BANK ANONİM ŞİRKETİ**  
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**VII. Explanations on Impairment of Financial Assets**

A financial asset or a financial asset group incurs impairment loss only if there is an objective indicator related to the occurrence of one or more than one event (“loss event”) after the initial accounting of that asset; and such loss event (or events) causes, an impairment as a result of the effect on the reliable estimate of the expected future cash flows of the related financial asset and asset group.

The Bank classifies loans according to their qualifications in accordance with the “Regulation on Procedures and Principles for the Classification of Loans and the Provisions to be Made” effective as of 1 January 2018. In this context, the Bank considers the general structure of the loan portfolio, the financial structure of its customers, non-financial data and economic conjuncture in accordance with its credit risk policies when making estimations. Provisions are recognized in profit and loss accounts using the “IFRS 9 Expected Credit Loss” account.

Provisions made for loan losses in the current period and provision made in the previous periods are reversed as a result of principal collections made for the related loans or that are written off are recorded in the “Expected Credit Loss” account.

**Calculation of expected credit losses**

Expected credit losses are calculated based on a probability-weighted estimate of credit losses (i.e. the present value of all cash shortfalls) over the expected life of the financial instrument. A cash shortfall is the difference between the cash flows that are due based on the contract and the cash flows that are expected to be received.

**Probability of Default (PD):** PD refers to the likelihood that a loan will default, which is usually set at 12 months, given certain characteristics. Based on IFRS 9, two different PDs are used in order to calculate expected credit losses:

-12-month PD: as the estimated probability of default occurring within the next 12 months.

-Lifetime PD: as the estimated probability of default occurring over the remaining life of the financial instrument.

Internal rating systems are used in the Bank.

Probability of default calculation has been carried out based on past information, current conditions and forward-looking macroeconomic parameters.

**Loss Given Default (LGD):** If a loan default occurs, it represents the economic loss incurred on the loan. It is expressed as a percentage. LGD calculations are performed using historical data which best reflects current conditions, by formation of segments based on certain risk factors that are deemed important for each portfolio and inclusion of forward-looking information and macroeconomic expectations. LGD summarizes all cash flows from customers subsequent to default. It covers all costs and collections that occur during the collection cycle, including collections from collaterals. It also includes the “time value of money” calculated by means of deducting costs and additional losses from the present value of collections.

**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.

**Stage 1:** 12-month expected credit loss represents the expected credit losses that result from default events on a financial instrument that are possible within the 12 months after the reporting date (or in a shorter period if the expected life of the financial instrument is less than 12 months) and calculated as the portion of lifetime expected credit losses. 12-month expected credit loss is calculated based on a probability of default realized within 12 months after the reporting date. Such expected 12-month probability of default is applied on an expected exposure at default, multiplied by loss given default rate and discounted with the original effective interest rate.

**Stage 2:** Lifetime expected credit losses are expected credit losses from all possible default events that can occur during the expected life of a financial instrument (the risk of a default occurring during the expected life of the financial instrument is estimated). In Stage 2, the provision is calculated for financial assets whose credit risk has deteriorated but not impaired.

**Stage 3:** The Bank evaluates all impaired accounts individually. The methodology is individual assessment, and the probability of default is considered as 100%.

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**VII. Explanations on Impairment of Financial Assets (Continued)**

**Default Definition:** It indicates debt having past due more than 90 days. Whenever it is considered that an obligor is unlikely to pay its credit obligations, it should be considered as defaulted regardless of the existence of any past-due amount or of the number of days past due.

The Bank calculates the expected credit losses in Stage 1 and Stage 2 by groups based on the following criteria.

- Cash Products / Non-cash Products
- Customer Segments: Commercial and Retail / Corporate
- Product Types: Instalment Credits, Renewable Loans (Rotative), Spot Loan, Overdraft Accounts and Other

**VIII. Explanations on Offsetting of Financial Assets and Liabilities**

Financial assets and liabilities are offset when the Bank has a legally enforceable right to set off, and the intention of collecting or paying the net amount of related assets and liabilities or the right to offset the assets and liabilities simultaneously. Otherwise, there is not any offsetting transaction about financial assets and liabilities.

**IX. Explanations on Sales and Repurchase Agreements and Lending of Securities**

The sales and purchase of government securities under repurchase agreements made with the customers are being recorded in balance sheet accounts in accordance with the Uniform Chart of Accounts. Accordingly in the financial statements, the government bonds and treasury bills sold to customers under repurchase agreements are classified under financial assets at fair value through profit or loss, financial assets at fair value through other comprehensive income and financial assets measured at amortized cost depending on the portfolio they are originally included in and are valued according to the valuation principles of the related portfolios. Funds obtained from repurchase agreements are classified as a separate sub-account under money markets borrowings account in the liabilities.

Funds given against securities purchased under agreements to resell (“reverse repo”) are accounted under “Receivables from reverse repurchase agreements” on the balance sheet. The difference between the purchase and determined resell price is accrued over the life of repurchase agreements using the effective interest method. The Bank does not have any securities that are subject to any payment.

Interest paid on funds obtained from repurchase agreements is recognized in the income statement under “Interest on money market transactions”.

The income and expenses from these transactions are reflected to the “Interest Income on Money Market Transactions” and “Interest Expense on Money Market Transactions” accounts in the income statement.

As of 30 September 2024, the Bank repo transactions are amounting to TL 751,047. (31 December 2023: None).

As of 30 September 2024, the Bank has no lending of securities (31 December 2023: None).

**X. Explanations on Non-current Assets Held for Sale and Discontinued Operations and Liabilities Related to These Assets**

Assets held for sale with high probability of sale, are those under a plan prepared by the management regarding the sale of the asset to be disposed (or else the group of assets), together with an active program for determination of buyers as well as for the completion of the plan. In addition, the asset (or else the group of assets) shall be actively marketed in conformity with its fair value. On the other hand, the sale is expected to be journalized as a completed sale within one year after the classification date; and the necessary transactions and procedures to complete the plan should demonstrate the fact that the possibility of making significant changes or cancelling the plan is low.

The Bank has assets held for sale amount of TL 56,628 as of 30 September 2024 (31 December 2023: TL 61,121).

A discontinued operation is a division of a bank that is either disposed or held for sale. Results of discontinued operations are included in the income statement separately. The Bank does not have any discontinued operations.

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**XI. Explanations on Goodwill and Other Intangible Assets**

There is no goodwill regarding the investments in associates and subsidiaries.

Other intangible assets are accounted for at cost less accumulated amortization. Other intangible assets are amortized with straight-line method based on their economic lives. There is no change in the amortization method in the current period.

The intangible assets comprising purchased software are in the other intangible fixed assets. As of the balance sheet date, all software are purchased and there are no completed or continuing software development projects by the Bank.

	%
Intangible Assets	7-33

**XII. Explanations on Tangible Fixed Assets**

Tangible fixed assets are accounted for at acquisition cost less accumulated depreciation. Property, plant and equipment are depreciated on a straight-line basis. Fixed assets acquired before 1 January 2004 are depreciated using the depreciation rates applicable in previous periods, while fixed assets acquired after 1 January 2004 are depreciated on a straight-line basis over their useful lives.

Depreciation of assets held less than one year as of the balance sheet date is accounted for proportionately. Depreciation method is not changed in the current period. The annual rates used, which approximate rates based on the estimated economic useful lives of the related assets, are as follows:

	%
Financial Lease	2-50
Furniture, Fixtures and Office Equipment and Others	2-33

Gain or loss resulting from disposals of the tangible fixed assets is reflected to the income statement as the difference between the net proceeds and net book value.

Normal maintenance and repair cost of the properties are expensed.

There is no pledge, mortgage, or any other restrictions on tangible fixed assets.

**XIII. Explanations on Leasing Transactions**

The Bank does not enter into finance leases as a “lessor”.

“IFRS 16 Leases” Standard was published in the Official Gazette dated 16 April 2018 and numbered 29826. According to this standard, the difference between operating leases and financial leases has been eliminated and leasing transactions is reflected on the balance sheet by the lessee as the asset (utilization right) and lease payable, and the interest expense related to the lease liability has reflected to the accounts separately. The Bank started to use IFRS 16 Leases standard starting from 1 January 2019.

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**XIII. Explanations on Leasing Transactions (Continued)**

The Bank measures the leasing liability at the present value of the remaining lease payments, discounted at the Bank's application date using the reference interest rate at the date of application. In addition, the Bank measures the existence of the right to use of such right at an amount equal to the lease obligation which is reflected in the statement of financial position immediately after the first application date and adjusted for the amount of all prepayment or accrued lease payments.

In accordance with TFRS 16, the Bank measures the lease obligation based on the present value of the lease payments, which were not paid at the date of the lease commencement. Lease payments are discounted using the reference rate of the Bank.

The Bank assesses whether the contract has the quality of a lease or whether the lease includes the transaction at the beginning of a contract. In case the contract is transferred for a certain period of time to control the use of the asset defined for a price, it is either leased or includes a lease. The Bank reflects the existence of a right of use and a lease liability to the financial statements at the effective date of the lease.

Right of use assets:

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

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

When Bank applying the cost method, the existence of the right to use:

- a) accumulated depreciation and accumulated impairment losses are deducted and
- b) measures the restatement of the lease obligation at the restated cost. The Bank applies TAS 16 Property, Plant and Equipment while depreciating the right of use assets.

Lease Obligations:

At the effective date of the lease, the Bank measures its leasing liability at the present value of the lease payments not paid at that time. Lease payments are discounted using the reference interest rate.

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

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

- a) Increase the book value to reflect the interest on the lease obligation
- b) Reduces the book value to reflect the lease payments made and
- c) The book value is measured to reflect reassessments and restructuring or reflect to fixed lease payments as of revised nature.

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

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**XIV. Explanations on Provisions and Contingent Liabilities**

Provisions are recognized when there is a present obligation due to a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are determined by using the Bank's best expectation of expenses in fulfilling the obligation and discounted to present value if material.

According to the legal department of the Bank, the total number of ongoing cases against the Bank is 315 as of the balance sheet date. The total amount of those cases consists of TL 12,943, USD 804 and EUR 193. There is a provision of TL 54,535 in the accompanying financial statements for these cases (31 December 2023: TL 39,686).

**XV. Explanations on Liabilities Regarding Employee Benefits**

*Defined Benefit Plans:*

Employee benefits liabilities are recognized in accordance with the Turkish Accounting Standard No: 19 "Employee Benefits". According to related legislation and union agreements, the Bank is required to make lump sum retirement payments to employees who has completed one year of service, is called up for military service, dies, resigns, retires or whose employment is terminated without due cause, or for female employees who resigns subsequent to her marriage within one year. The Bank provides provision by estimating the present value of the future retirement pay liability.

The Bank recognizes actuarial gains and losses under shareholders' equity in accordance with the revised TAS 19 effective from 1 January 2013.

The Bank has no employees are the member of retirement fund or foundation.

*Defined Contribution Plans:*

The Bank pays contributions to the Social Security Institution of Turkey on a mandatory basis. The Bank has no further payment obligations once the contributions have been paid. The contributions are recognized as employee benefit expense when they are due.

*Short-term Employee Benefits:*

In accordance with TAS 19 "Turkish Accounting Standard on Employee Benefits", defined liabilities that arise from unused leave payments are accrued in the related period and are not discounted.

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**XVI. Explanations on Taxation**

*Corporate Tax:*

The corporate tax rate of 20% on corporate income, as stipulated in the first paragraph of Article 32 of the Corporate Tax Law No. 5520, has been increased to 25% for banks, companies within the scope of Law No. 6361, electronic payment and money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies and pension companies with the amendment made within the scope of Law No. 7394 published in the Official Gazette dated 15 April 2022.

To start from the declarations to be submitted as of 1 October 2023 as a result of the amendment made in Article 32 of the Corporate Tax Law No. 5520 with Article 21 of the Law No. 7456 on Additional Motor Vehicles Tax for the Compensation of Economic Losses Caused by the Earthquakes Occurring on 6 February 2023 and Amendments to Certain Laws and Decree Law No. 375 published in the Official Gazette dated 15 July 2023, For 2023 and subsequent taxation periods, the corporate tax rate for banks has been determined as 30%. The Bank has calculated corporate tax at the rate of 30% on corporate earnings for the taxation period ending 30 September 2024.

Tax returns are required to be filed between the first and twenty-fifth day of the fourth month following the balance sheet date and paid in one instalment until the end of the related month.

According to the Corporate Tax Law, tax losses can be carried forward for a maximum period of five years following the year in which the losses are incurred. Tax authorities can inspect tax returns and the related accounting records for a retrospective maximum period of five years. The Bank makes necessary provisions over results of current period operations related with Income Tax and Corporate Tax liabilities.

In accordance with Article 298 of the Tax Procedure Law No. 213, inflation adjustment is required for the financial statements due to the increase in the price index by more than 100% in the last three accounting periods including the current period and by more than 10% in the current accounting period. However, with the Provisional Article 33 added to the Tax Procedure Law with the Law No. 7352, it is regulated that the financial statements will not be subject to inflation adjustment for the 2021 and 2022 accounting periods, including the provisional tax periods, and the 2023 accounting period provisional tax periods, regardless of whether the conditions for inflation adjustment within the scope of repeated Article 298 are met. Accordingly, it has been determined that the financial statements for the 2021 and 2022 accounting periods will not be subject to inflation adjustment in accordance with TPL, and the financial statements dated 31 December 2023 will be subject to inflation adjustment regardless of whether the conditions for inflation adjustment are met, and the profit / loss differences arising from inflation adjustment will be shown in the retained earnings / loss account.

Within the scope of the paragraph added to Article 33 of the Law No. 213 with Article 17 of the Law No. 7491 on the Amendment of Certain Laws and Decree Laws, it is regulated that the profits or losses that will arise as a result of inflation adjustment to be made by banks in the 2024 and 2025 accounting periods, including the temporary tax periods, will not be taken into account in the determination of earnings. In addition, the President of the Republic of Turkey is authorized to make a regulation to disregard the profits or losses that will arise as a result of inflation adjustment in the 2026 accounting period, including the temporary tax periods, in the determination of earnings.

In accordance with the Provisional Article 33 of the Tax Procedure Law, the tax effects arising from the inflation adjustment of the financial statements as of 30 September 2024 in accordance with TPL are included in the deferred tax calculation as of 30 September 2024.

*Deferred Tax:*

The tax liability on profit or loss for the period comprises current and deferred tax. Current year tax liability consists of tax liability on period income calculated in accordance with the tax rates enacted as of the balance sheet date and tax legislation in force as of the balance sheet date and includes adjustments related to previous years' tax liabilities.



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**XVI. Explanations on Taxation**

*Deferred Tax: (continued)*

Deferred tax is recognized on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the balance sheet. Deferred tax is recognized on differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes and the corresponding tax bases used in the computation of taxable profit. Deferred tax is measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates and tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets and deferred tax liabilities are offset in the financial statements.

**XVII. Additional Explanations on Borrowings**

The borrowing costs related to purchase, production, or construction of qualifying assets that require significant time to be prepared for use and sale are included in the cost of assets until the relevant assets become ready to be used or to be sold. Financial investment income obtained by temporary placement of undisbursed investment loan in financial investments is offset against borrowing costs qualified for capitalization.

All other borrowing costs are recorded to the income statement in the period they are incurred.

The Bank has not issued convertible bonds.

**XVIII. Explanations on Issued Share Certificates**

The Bank does not have any issued debt securities. As of the date of approval of these financial statements, there is no subsequent dividend announcement of the Bank.

**XIX. Explanations on Acceptances**

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

**XX. Explanations on Government Incentives**

There are no government incentives utilized by the Bank.

**XXI. Explanations on Segment Reporting**

As of 30 September 2024 and 31 December 2023, the Bank has not reported its financial information according to segments since it mainly serves corporate/commercial customers.

**XXII. Explanations on Other Matters**

The Bank's current period unconsolidated financial statements are prepared comparatively with the prior period. In order to maintain consistency with the presentation of the current period unconsolidated financial statements, comparative information may be reclassified if necessary.

The following comparative information has been reclassified to conform to the presentation of the current period financial statements.

*Reclassifications:*

Extraordinary and other profit reserves amounting to TL 378,130 which were previously presented under "Other capital reserves" in the statement of changes in equity are presented under "Profit reserves" in the comparative financial statements.

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**SECTION FOUR**

**INFORMATION ON FINANCIAL STRUCTURE AND RISK MANAGEMENT**

**I. Explanations Related to Items of Shareholders' Equity**

Total capital and capital adequacy ratio have been calculated in accordance with the "Regulation on Equity of Banks" and "Regulation on Measurement and Assessment of Capital Adequacy of Banks".

As of 30 September 2024, the Bank's total equity has been calculated as TL 1,443,669 and the capital adequacy ratio is 18.09%. 31 December 2023 calculations have been made within the framework of the abolished regulations and the Bank's total equity amounted to TL 1,087,042, and the capital adequacy ratio was 15.20% calculated pursuant to former regulations. The Bank's capital adequacy standard ratio are above the minimum ratio determined by the relevant legislation.

	<b>Current Period</b> <b>30 September 2024(*)</b>
<b>Common Equity Tier 1 Capital</b>	
Paid-in capital to be entitled for compensation after all creditors	1,000,000
Share issue premiums	-
Retained earnings	76,232
Earnings reflected in equity in accordance with Turkish Accounting Standards (TAS)	28,865
Profit	337,552
Net profit of the period	337,552
Prior years' profit	-
Bonus Shares from Associates, Affiliates and Joint-Ventures not Accounted in Current Period's Profit	2,807
<b>Common Equity Tier 1 Capital Before Deductions</b>	<b>1,445,456</b>
<b>Deductions from Common Equity Tier 1 Capital</b>	
Valuation adjustments calculated as per the article 9. (i) of the Regulation on Bank Capital	-
The sum of the net loss for the current period and the previous years which could not be absorbed by the retained earnings and losses recognized in equity in accordance with TAS	(17,221)
Improvement costs for operating leasing (-)	(4,849)
Goodwill remaining after offsetting with the related deferred tax liability	-
Other intangible assets, excluding mortgage servicing rights, after offsetting with the related deferred tax liability	(10,511)
The remaining part of the deferred tax asset based on future taxable income, excluding deferred tax assets based on temporary differences, after offsetting with the related deferred tax liability	-
Differences that arise when assets or liabilities that are not monitored at fair value are subject to cash flow hedges	-
The portion of the total expected loss amount calculated in accordance with the Communiqué on the Calculation of the Amount Subject to Credit Risk with Approaches Based on Internal Ratings, exceeding the total provision amount	-
Gains from securitization transactions	-
Unrealized gains and losses resulting from differences in the fair value of the bank's liabilities due to changes in credit worthiness	-
Net amount of defined benefit plan assets	-
Direct or indirect investments made by the bank in its own core capital	-
Credits extended contrary to the fourth paragraph of Articles 56 of the Banking Law	-
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-
Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold)	-
Mortgage servicing rights (amount above 10% threshold)	-
Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-
Amount exceeding the 15% threshold (as set out in the paragraph 2 of the Provisional Article 2 of the Regulation on Banks' Own Funds)	-
The Portion of Net Long Position of the Investments in Equity Items of Unconsolidated Banks and Financial Institutions where the Bank Owns 10% or more of the Issued Share Capital not deducted from Tier I Capital (-)	-
Excess amount arising from the rights to provide mortgage services	-
Excess Amount arising from Deferred Tax Assets from Temporary Differences	-
Other items to be determined by the BRSA	-
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-
<b>Total Deductions From Common Equity Tier 1 Capital</b>	<b>(32,581)</b>
<b>Total Common Equity Tier 1 Capital</b>	<b>1,412,875</b>

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**I. Explanations Related to Items of Shareholders' Equity (Continued)**

<b>Additional Tier 1 Capital</b>	
Preferred shares that are not included in Common Equity Tier 1 capital and related shares issue premiums	-
Eligible capital instruments and relevant share issue premiums that are approved by the Agency	-
Eligible capital instruments and relevant share issue premiums that are approved by the Agency (For the purposes of the Provisional Article 4 of the Regulation on Banks' Own Funds)	-
<b>Additional Tier 1 capital before regulatory adjustments</b>	-
<b>Additional Tier 1 capital: regulatory adjustments</b>	
Direct and indirect investments of the bank on its own additional tier i capital	-
Investments in equity instruments issued by banks or financial institutions invested in bank's additional Tier I Capital and having conditions stated in the Article 7 of the Regulation	-
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	-
<b>Regulatory Adjustments which will be deducted from Tier 1 Capital During the Transition Period</b>	
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 (-)	-
The amount to be deducted from the additional main capital in case of insufficient contribution capital (-)	-
<b>Total Deductions from Tier II Capital</b>	-
<b>Total Additional Tier 1 capital</b>	-
<b>Total Tier 1 capital (Tier 1 capital = Common Equity Tier 1 capital + Additional Tier 1 capital)</b>	<b>1,412,875</b>
<b>Tier 2 Capital</b>	
Eligible capital instruments and relevant share issue premiums that are approved by the Agency	-
Eligible capital instruments and relevant share issue premiums that are approved by the Agency (For the purposes of the Provisional Article 4 of the Regulation on Banks' Own Funds)	-
Provisions (Amounts explained in the first paragraph of the article 8 of the Regulation on Bank Capital)	30,794
<b>Tier II Capital Before Deductions</b>	<b>30,794</b>
<b>Deductions From Tier II Capital</b>	
Direct and indirect investments of the bank on its own Tier II Capital (-)	-
Investments in equity instruments issued by banks and financial institutions invested in Bank's Tier II Capital and having conditions stated in the Article 8 of the Regulation	-
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 (-)	-
Total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the bank owns 10% or more of the issued share capital exceeding the 10% threshold of above Tier I Capital (-)	-
Other items to be defined by the BRSA (-)	-
<b>Total regulatory adjustments to Tier 2 capital</b>	-
<b>Total Tier 2 capital</b>	<b>30,794</b>
<b>Total Capital (The Sum of Tier 1 capital and Tier 2 capital)</b>	<b>1,443,669</b>
<b>The Sum of Tier 1 Capital and Tier 2 Capital (Total Capital)</b>	
Credits extended contrary to the provisions of Articles 50 and 51 of the Banking Law	-
Portion of the sum of the banks' real estate net book values, which is in excess of fifty per cent of their own funds and net book values of those of merchandise and real estate which have to be acquired due to their receivables and disposed of pursuant to Article 57 of the Banking Law, which cannot be disposed of despite the lapse of a period of five years since the date of such acquisition	-
Other items to be defined by the BRSA	-
<b>Regulatory Adjustments which will be deducted from Total Capital during the transition period</b>	
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold) 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	-
Significant 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, net of eligible short positions (amount above 10% threshold) 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	-
Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold), mortgage servicing rights (amount above 10% threshold), deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability) which will not deducted from Common Equity Tier 1 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	-

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**I. Explanations Related to Items of Shareholders' Equity (Continued)**

<b>Capital</b>	<b>1,443,669</b>
Total Capital (The sum of Tier 1 capital and Tier 2 capital)	1,443,669
Total Risk Weighted Assets	7,982,624
<b>CAPITAL ADEQUACY RATIOS</b>	
Common Equity Tier 1 Capital Adequacy Ratio (%)	17.70
Tier 1 Capital Adequacy Ratio (%)	17.70
Capital Adequacy Ratio (%)	18.09
<b>BUFFERS</b>	
Total buffer requirement (%)	2.51
Capital conservation buffer requirement (%)	2.50
Bank specific countercyclical buffer requirement (%)	0.01
Additional CET1 Capital Over Total Risk Weighted Assets Ratio Calculated According to the Article 4 of Capital Conservation and Counter-Cyclical Capital Buffers Regulation (%)	13.20
<b>Amounts Below the Thresholds for Deduction</b>	
Remaining 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	-
Remaining total of net long positions of the investments in Tier I Capital of unconsolidated banks and financial institutions where the bank owns more than 10% of the issued share capital	-
Mortgage servicing rights	-
Deferred tax assets arising from temporary differences	-
<b>Applicable Caps on The Inclusion of Provisions in Tier 2 Capital</b>	
General loan provisions for exposures in standard approach (before limit of one hundred and twenty-five per ten thousand)	-
General loan provisions for exposures in standard approach limited by 1.25% of risk weighted assets	30,794
Total loan provision that exceeds total expected loss calculated according to Communiqué on calculation of credit risk by internal ratings-based approach	-
Total loan provision that exceeds total expected loss calculated according to Communiqué on Calculation of Credit Risk by Internal Ratings Based Approach, limited by 0.6% risk weighted assets	-
<b>Capital instruments subject to phase-out arrangements (only applicable between 1 January 2018 and 1 January 2022)</b>	
Current cap on Additional Tier 1 capital instruments which subject to phase out arrangements in the Provisional Article 4 of the Regulation on Banks' Own Funds	-
Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) which subject to Provisional Article 4 of the Regulation on Banks' Own Funds	-
Current cap on Tier 2 capital instruments which subject to phase out arrangements in the Provisional Article 4 of the Regulation on Banks' Own Funds	-
Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) which subject to Provisional Article 4 of the Regulation on Banks' Own Funds	-
There are no amounts in this column represents the amounts of items that are subject to transition provisions in accordance with the temporary Articles of "Regulations regarding to changes on Regulation on Equity of Banks" and will be taken into consideration at the end of transition process.	-

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**I. Explanations Related to Items of Shareholders' Equity (Continued)**

	<b>Prior Period</b>
	<b>31 December 2023(*)</b>
<b>Common Equity Tier 1 Capital</b>	
Paid-in Capital to be Entitled for Compensation after All Creditors	1,000,000
Share premium	-
Legal reserves	-
Accumulated other comprehensive income in accordance with Turkish Accounting Standards (TAS)	3,230
Profit	434,953
Net profit for the period	434,953
Prior periods' profit	-
Bonus shares from associates, subsidiaries and joint ventures not accounted in current period's profit	2,807
<b>Common Equity Tier 1 Capital Before Deductions</b>	<b>1,440,990</b>
<b>Deductions from Common Equity Tier 1 Capital</b>	
Valuation adjustments calculated according to clause (I) of first paragraph of the 9th article of the Regulation on Owners Equity of Banks	-
The portion of the net period loss and the sum of previous years' losses that cannot be covered by reserves and losses reflected in equity in accordance with TAS	(365,633)
Leasehold improvements on operational leases (-)	(6,035)
Goodwill remaining after offsetting with the related deferred tax liability	-
Other intangible assets, excluding mortgage servicing rights, after offsetting with the related deferred tax liability	(14,536)
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-
Differences that 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	-
Shares obtained contrary to the 4th clause of the 56th Article of the Law	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Common Equity of the Bank	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns more than 10% of the issued common share capital exceeding 10% of Common Equity of the Bank	-
Portion of mortgage servicing rights exceeding 10% of the Common Equity	-
Portion of deferred tax assets based on temporary differences exceeding 10% of the Common Equity	-
Amount exceeding 15% of the common equity as per the 2nd clause of the Provisional Article 2 of the Regulation on the Equity of Banks	-
Excess amount arising from the net long positions of investments in common equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital	-
Excess amount arising from mortgage servicing rights	-
Excess amount arising from deferred tax assets based on temporary differences	-
Other items to be defined by the BRSA	-
Deductions to be made from common equity due to insufficient Additional Tier I Capital or Tier II Capital	-
<b>Total Deductions From Common Equity Tier 1 Capital</b>	<b>(386,204)</b>
<b>Total Common Equity Tier 1 Capital</b>	<b>1,054,786</b>

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**I. Explanations Related to Items of Shareholders' Equity (Continued)**

**Additional Tier I Capital**

The capital corresponding to the privileged shares not included in the core capital and the issuance premiums related to them	-
Debt instruments and premiums approved by BRSA	-
Debt instruments and premiums approved by BRSA (Temporary Article 4)	-
<b>Additional Tier I Capital before deductions</b>	-
<b>Deductions from additional Tier I Capital</b>	
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	-
<b>Items that will Continue to deduct from the Core Capital during Transition</b>	
Portion of the 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 (-)	-
Portion of the 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 (-)	-
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions (-)	-
<b>Total deductions From Additional Tier I Capital</b>	-
<b>Total additional Tier I Capital</b>	-
<b>Total Tier I Capital (Tier I Capital=Common Equity+Additional Tier I Capital)</b>	<b>1,054,786</b>

**Tier II Capital**

Debt instruments and share issue premiums deemed suitable by the BRSA	-
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	-
Provisions (Article 8 of the Regulation on the Equity of Banks)	32,256
<b>Tier II Capital Before Deductions</b>	<b>32,256</b>

**Deductions from Tier II Capital**

Direct and indirect investments of the Bank on its own Tier II Capital (-)	-
Investments of Bank to Banks that invest on Bank's Tier 2 and components of equity issued by financial institutions with the conditions declared in Article 8	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Common Equity of the Bank (-)	-
Portion of the total of net long positions of investments made in Additional Tier I Capital item of banks and financial institutions outside the scope of consolidation where the Bank owns more than 10% of the issued common share capital exceeding 10% of Common Equity of the Bank	-
Other items to be defined by the BRSA (-)	-
<b>Total deductions from Tier II Capital</b>	-

**Total Tier II Capital**

	<b>32,256</b>
--	---------------

**Total Capital (The sum of Tier I Capital and Tier II Capital)**

	<b>1,087,042</b>
--	------------------

**Deductions from Total Capital**

Deductions from Capital Loans granted contrary to the 50th and 51st Article of the Law	-
Net Book Values of Movables and Immovables Exceeding the Limit Defined in the Article 57, Clause 1 of the Banking Law and the Assets Acquired against Overdue Receivables and Held for Sale but Retained more than Five Years	-
Other items to be defined by the BRSA	-

**In transition from Total Core Capital and Supplementary Capital (the capital) to Continue to**

**Download Components**

The Sum of net long positions of investments (the portion which exceeds the 10% of Banks Common Equity) in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity which will not deducted from Common Equity Tier 1 capital, Additional Tier 1 capital, Tier 2 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	-
The Sum of net long positions of investments in the Additional Tier 1 capital and Tier 2 capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank owns 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 owns 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 and second sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	-

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**I. Explanations Related to Items of Shareholders' Equity (Continued)**

<b>Capital</b>	<b>1,087,042</b>
Total Capital (The sum of Tier 1 capital and Tier 2 capital)	1,087,042
Total Risk Weighted Assets	7,153,981
<b>CAPITAL ADEQUACY RATIOS</b>	
Common Equity Tier 1 Capital Adequacy Ratio (%)	14.74
Tier 1 Capital Adequacy Ratio (%)	14.74
Capital Adequacy Ratio (%)	15.20
<b>BUFFERS</b>	
Total buffer requirement (%)	2.517
Capital conservation buffer requirement (%)	2.500
Bank specific countercyclical buffer requirement (%)	0.017
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 (%)	10.24
<b>Amounts Below the Excess Amount in the Discount Principles to be Applied</b>	
The amount arising from the net long positions of the investments made in the equity elements of the unconsolidated banks and financial institutions in which 10% or less of the partnership interests are held	-
The amount arising from the net long positions of the investments made in the core capital elements of unconsolidated banks and financial institutions in which more than 10% of the partnership shares are held	-
Mortgage servicing rights	-
Deferred tax assets arising from temporary differences	-
<b>Applicable Caps on the Inclusion of Provisions in Tier 2 Capital</b>	
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardized approach (prior to application of cap)	32,256
General Loan Provisions for Exposures in Standard Approach Limited by 1.25% of Risk Weighted Assets	32,256
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	-
Total Loan Provision that Exceeds Total Expected Loss Calculated According to Communiqué on Calculation of Credit Risk by Internal Ratings Based Approach, Limited by 0.6% Risk Weighted Assets	-
<b>Capital instruments subject to phase-out arrangements (only applicable between 1 January 2018 and 1 January 2022)</b>	
Current cap on Additional Tier 1 capital instruments which subject to phase out arrangements in the Provisional Article 4 of the Regulation on Banks' Own Funds	-
Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) which subject to Provisional Article 4 of the Regulation on Banks' Own Funds	-
Current cap on Tier 2 capital instruments which subject to phase out arrangements in the Provisional Article 4 of the Regulation on Banks' Own Funds	-
Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) which subject to Provisional Article 4 of the Regulation on Banks' Own Funds	-
There are no amounts to be taken into consideration at the end of the transition period for the items subject to the transition provisions within the Provisional Articles of the "Regulation on Owners' Equity of Banks".	

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**II. Explanations Related to Currency Risk**

Foreign currency risk indicates the probability of loss that the Bank is subject to due to the exchange rate movements in the market. While calculating the share capital requirement, all foreign currency assets, liabilities and forward transactions of the Bank are taken into consideration and risk is calculated by using the standard method.

The Board of Directors of the Bank sets limits for the positions, which are followed up weekly/daily. Any possible changes in the foreign currency transactions in the Bank's positions are also monitored.

The announced current foreign exchange buying rates of the Bank at 30 September 2024 and the previous five working days in full TL are as follows (Bank foreign currency evaluation rates):

	<b>23 September 2024</b>	<b>24 September 2024</b>	<b>25 September 2024</b>	<b>26 September 2024</b>	<b>27 September 2024</b>	<b>30 September 2024</b>
USD	34.0712	34.0449	34.0445	34.0734	34.0823	34.1016
CHF	40.0574	40.1269	40.1322	40.0957	40.4841	40.3622
GBP	45.4149	45.5285	45.5918	45.5240	45.6683	45.6256
100JPY	23.6380	23.6140	23.6190	23.5510	23.8950	23.8130
EUR	37.9022	37.9035	38.0948	37.9403	38.1037	38.0687

The simple arithmetic averages of the major current foreign exchange buying rates of the Bank for the thirty days before 30 September 2024 are as follows:

	<b>Monthly Average Foreign Exchange Rate</b>
USD	33.9287
CHF	40.0295
GBP	44.8495
100 JPY	23.6925
EUR	37.6788



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**II. Explanations Related to Currency Risk (Continued)**

<b>30 September 2024</b>	<b>EURO</b>	<b>USD</b>	<b>YEN</b>	<b>OTHER FC</b>	<b>TOTAL</b>
<b>Assets</b>					
Cash (Cash, Banknotes, Money in Transit, Purchased Checks, Precious Metal Warehouse) and Central Bank	356,501	1,775,307	-	1	2,131,809
Banks	246,324	911,229	2,444	11,529	1,171,526
Financial Assets at Fair Value through Profit or Loss (****)	-	-	-	-	-
Receivables from Money Markets	-	-	-	-	-
Financial Assets at Fair Value through Other Comprehensive Income	-	35	-	-	35
Loans Given (*)	1,678,968	1,045,103	-	-	2,724,071
Associates, Subsidiary and Joint Ventures under Common control (Joint Ventures)	-	-	-	-	-
Financial Assets at Amortized Cost	-	-	-	-	-
Derivative Financial Assets for Hedging Purposes	-	-	-	-	-
Tangible Assets	-	-	-	-	-
Intangible Assets	-	-	-	-	-
Other Assets (****)	62	95	-	7	164
<b>Total Assets</b>	<b>2,281,855</b>	<b>3,731,769</b>	<b>2,444</b>	<b>11,537</b>	<b>6,027,605</b>
<b>Liabilities</b>					
Banks Deposits	-	597	-	-	597
Foreign Exchange Deposit Account	2,189,348	3,232,148	1	3,860	5,425,357
Payables to Money Markets	-	-	-	-	-
Funds from Other Financial Institutions	-	-	-	-	-
Securities Issued	-	-	-	-	-
Derivative Financial Liabilities for Hedging Purposes	-	-	-	-	-
Other Liabilities (****)	106,741	822,375	-	-	929,116
<b>Total Liabilities</b>	<b>2,296,089</b>	<b>4,055,120</b>	<b>1</b>	<b>3,860</b>	<b>6,355,070</b>
<b>Net Balance Sheet Position</b>	<b>(14,234)</b>	<b>(323,351)</b>	<b>2,443</b>	<b>7,677</b>	<b>(327,465)</b>
<b>Net Off-Balance Sheet Position</b>					
Receivables from Derivative Financial Instruments (***)	-	335,961	-	-	335,961
Liabilities from Derivative Financial Instruments (***)	-	503,059	-	-	503,059
Non-Cash Loans (**)	74,407	(167,098)	-	-	(167,098)
		160,478	-	-	234,885
<b>31 December 2023</b>					
<b>Total Assets (*) (****)</b>	<b>1,007,776</b>	<b>3,449,678</b>	<b>2,097</b>	<b>9,512</b>	<b>4,469,063</b>
<b>Total Liabilities</b>	<b>870,134</b>	<b>5,486,770</b>	<b>27</b>	<b>2,379</b>	<b>6,359,310</b>
<b>Net Balance Sheet Position</b>	<b>137,642</b>	<b>(2,037,092)</b>	<b>2,070</b>	<b>7,133</b>	<b>(1,890,247)</b>
<b>Net Off-Balance Sheet Position</b>	<b>(144,177)</b>	<b>2,022,724</b>	<b>-</b>	<b>-</b>	<b>1,878,547</b>
Receivables from Derivative Financial Instruments (***)	681,921	9,130,065	-	-	9,811,986
Liabilities from Derivative Financial Instruments (***)	(826,098)	(7,107,341)	-	-	(7,933,439)
Non-Cash Loans (**)	150,604	227,693	-	-	378,297

(\*) Foreign currency indexed loans are not included in the loan portfolio.

(\*\*) It has no effect on the net off-balance sheet position.

(\*\*\*) It also includes forward asset purchase and sale commitments amounting to TL 44,332 and TL 167,908 (31 December 2023: TL 14,702 and TL 14,777).

(\*\*\*\*) Expected loss provisions amounting to TL 402 are deducted from the Banks item.

(\*\*\*\*\*) Foreign currency amounts that are not included in the currency risk table in accordance with the Regulation on the Calculation of the Foreign Currency Net General Position/Equity Standard Ratio are disclosed according to the order in the financial statements:

- Derivative financial assets held for trading: TL 432,613 (31 December 2023: TL 9,797,284).

- Derivative financial liabilities held for trading: none (31 December 2023: TL 7,933,439).

**Foreign Currency Sensitivity**

The following table details the Bank's sensitivity to a 10% increase or decrease in the TL against USD and EURO. 10% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the possible change in foreign exchange rates. Positive/ (Negative) number indicates a change in profit or loss and other equity where USD and EUR increase 10% against TL.

	Change in currency rate in %	Effect on profit/loss		Effect on equity	
		30 September 2024	30 September 2023	30 September 2024	30 September 2023
US Dollar	10 increase	1,261	3,808	1,261	3,808
US Dollar	10 decrease	(1,261)	(3,808)	(1,261)	(3,808)
EURO	10 increase	(1,423)	(1,535)	(1,423)	(1,535)
EURO	10 decrease	1,423	1,535	1,423	1,535
Other Currency	10 increase	1,012	889	1,012	889
Other Currency	10 decrease	(1,012)	(889)	(1,012)	(889)

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**III. Explanations Related to Interest Rate Risk**

Interest rate risk shows the probability of loss related to the changes in interest rates depending on the Bank's position, and the Asset-Liability Committee manages it. The interest rate sensitivity of assets, liabilities and off-balance sheet items related to this risk are measured by using the standard method and included in the market risk for capital adequacy.

Risk Department performs duration, maturity and sensitivity analysis to protect the effect of interest rate volatility and reported to the Asset-Liability Committee.

Simulations on interest income are performed in connection with the forecasted economic indicators used in the budget of the Bank. The negative effects of the fluctuations in the market interest rates on the financial position and the cash flows are minimized by revising budgeted targets.

The Bank management follows the market interest rates daily and revises the interest rates of the Bank whenever necessary.

Since the Bank does not permit maturity mismatches or imposes limits on mismatch, a significant interest rate risk exposure is not expected.

**Information related to the interest rate sensitivity of assets, liabilities and off-balance sheet items (based on repricing dates):**

	Up to 1 month	1-3 Months	3-12 Months	1-5 Years	Over 5 Years	Non-interest bearing	Total
<b>30 September 2024</b>							
<b>Assets</b>							
Cash Values (Cash, Effective Reserve, Cash in Transit, Cheques Purchased, Precious Metal Reserve) and the Central Bank of Turkey	1,592,706	-	-	-	-	691,967	2,284,673
Banks	682,105	-	-	-	-	489,908	1,172,013
Financial Assets at Fair Value Through Profit or Loss	-	-	-	-	-	-	-
Money Market Placements	751,047	-	-	-	-	-	751,047
Financial Assets at Fair Value Through Other Comprehensive Income	464	-	35	458,406	-	138	459,043
Loans Given (*)	4,591,866	2,268,080	670,117	970	-	168,329	7,699,362
Financial Assets at Amortized Cost (*****)	866,115	-	-	51,068	-	-	917,183
Other Assets (**)	-	-	-	-	-	909,424	909,424
<b>Total Assets</b>	<b>8,484,303</b>	<b>2,268,080</b>	<b>670,152</b>	<b>510,444</b>	<b>-</b>	<b>2,259,766</b>	<b>14,192,745</b>
<b>Liabilities</b>							
Bank Deposits	-	-	-	-	-	2,511	2,511
Other Deposits	6,239,696	4,083,908	267,245	-	-	445,068	11,035,917
Money Market Funds	-	-	-	-	-	-	-
Miscellaneous Payables	-	-	-	-	-	-	-
Marketable Securities Issued	-	-	-	-	-	-	-
Funds Provided from Other Financial Institutions	-	-	-	-	-	-	-
Other Liabilities (***)	1,435,365	5	-	-	-	1,718,947	3,154,317
<b>Total Liabilities</b>	<b>7,675,061</b>	<b>4,083,913</b>	<b>267,245</b>	<b>-</b>	<b>-</b>	<b>2,166,526</b>	<b>14,192,745</b>
Balance Sheet Long Position	809,242	-	402,907	510,444	-	93,240	1,815,833
Balance Sheet Short Position	-	(1,815,833)	-	-	-	-	(1,815,833)
Off-Balance Sheet Long Position	-	-	-	-	-	659,001	659,001
Off-Balance Sheet Short Position	-	-	-	-	-	(631,747)	(631,747)
<b>Total Position</b>	<b>809,242</b>	<b>(1,815,833)</b>	<b>402,907</b>	<b>510,444</b>	<b>-</b>	<b>120,494</b>	<b>27,254</b>

(\*) Revolving loans and Corporate foreign currency indexed revolving loans are reclassified to up to 1 month column.

(\*\*) Other assets line in the non-interest bearing column includes tangible assets amounting to TL 165,574, intangible assets amounting to TL 10,511, assets held for disposal amounting to TL 56,628, deferred tax assets amounting to TL 54,537, current tax assets amounting to TL 33,555 investments in associates amounting to TL 7,659 and other assets amounting to TL 580,960.

(\*\*\*) Other liabilities line in the non-interest bearing column includes shareholders' equity amounting to TL 1,424,407, provisions amounting to TL 177,781 and other liabilities amounting to TL 116,789.

(\*\*\*\*) Provision for expected losses amounting to TL 402 has been deducted from banks.

(\*\*\*\*\*) Provision for expected losses amounting to TL 1,831 is deducted from financial assets measured at amortized cost.

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**III. Explanations Related to Interest Rate Risk (Continued)**

**Information related to the interest rate sensitivity of assets, liabilities and off-balance sheet items (based on repricing dates):**

	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	Over 5 Years	Non-interest bearing	Total
<b>Prior Period</b>							
<b>31 December 2023</b>							
<b>Assets</b>							
Cash Values (Cash, Effective Reserve, Cash in Transit, Cheques Purchased, Precious Metal Reserve) and the Central Bank of Turkey	2,232,851	-	-	-	-	827,740	3,060,591
Banks (***)	589,996	-	-	-	-	330,816	920,812
Financial Assets at Fair Value Through Profit or Loss	-	-	-	-	-	-	-
Receivables from Money Markets	341,199	1,427,848	-	-	-	-	1,769,047
Financial Assets at Fair Value Through Other Comprehensive Income	-	-	-	31	-	138	169
Loans Given (*)	4,181,545	2,285,877	2,693,831	1,162	-	187,698	9,350,113
Financial Assets at Amortized Cost	-	200,105	1,125,034	13,622	-	-	1,338,761
Other Assets (**)	-	148,023	-	-	-	310,433	458,456
<b>Total Assets</b>	<b>7,345,591</b>	<b>4,061,853</b>	<b>3,818,865</b>	<b>14,815</b>	<b>-</b>	<b>1,656,825</b>	<b>16,897,949</b>
<b>Liabilities</b>							
Bank Deposits	-	-	-	-	-	2,262	2,262
Other Deposits	7,117,231	2,898,708	4,219,288	-	-	554,019	14,789,246
Payables to Money Markets	51	-	-	-	-	-	51
Miscellaneous Payables	-	-	-	-	-	-	-
Marketable Securities Issued	-	-	-	-	-	-	-
Funds Provided from Other Financial Institutions	-	-	-	-	-	-	-
Other Liabilities (***)	579,306	651	-	-	-	1,526,433	2,106,390
<b>Total Liabilities</b>	<b>7,696,588</b>	<b>2,899,359</b>	<b>4,219,288</b>	<b>-</b>	<b>-</b>	<b>2,082,714</b>	<b>16,897,949</b>
Balance Sheet Long Position	-	1,162,494	-	14,815	-	-	1,177,309
Balance Sheet Short Position	(350,997)	-	(400,423)	-	-	(425,889)	(1,177,309)
Off-Balance Sheet Long Position	-	-	-	-	-	17,999,201	17,999,201
Off-Balance Sheet Short Position	-	-	-	-	-	(17,877,110)	(17,877,110)
<b>Total Position</b>	<b>(350,997)</b>	<b>1,162,494</b>	<b>(400,423)</b>	<b>14,815</b>	<b>-</b>	<b>(303,798)</b>	<b>122,091</b>

(\*) Revolving loans and Corporate Currency Indexed revolving loans are classified in the Up to 1 month column.

(\*\*) Other assets line in the non-interest column includes tangible assets amounting to TL 148,503 intangible assets amounting to TL 14,536, non-current assets held for sale amounting to TL 61,121, sundry receivables amounting to TL 7,659, and other assets amounting to TL 78,164.

(\*\*\*) Other liabilities line in the interest-free column includes equity amounting to TL 1,078,442 provisions amounting to TL 357,760 and other liabilities amounting to TL 90,231.

(\*\*\*\*) Expected loss provisions amounting to TL 614 are deducted from the Banks item.

**Average interest rates applied to monetary financial instruments:**

	EURO %	USD %	YEN %	TL %
<b>30 September 2024</b>				
<b>Assets</b>				
Cash Values (Cash, Effective Reserve, Cash in Transit, Cheques Purchased) and The Central Bank of Turkey	-	-	-	-
Banks	-	4.34	-	-
Financial Assets Measured at Fair Value through Profit or Loss	-	-	-	-
Money Market Placements	2.53	1.45	-	48.68
Financial Assets Measured at Fair Value through Other Comprehensive	-	6.38	-	48.87
Loans Given	7.04	5.16	-	45.21
Financial Assets Measured at Amortized Cost	-	-	-	25.00
<b>Liabilities</b>				
Bank Deposits	-	-	-	-
Other Deposits	2.65	4.00	-	36.61
Money Market Funds	-	-	-	48.63
Miscellaneous Payables	-	-	-	-
Marketable Securities Issued	-	-	-	-
Funds Provided from Other Financial Institutions	-	-	-	-

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**III. Explanations Related to Interest Rate Risk (Continued)**

**Average interest rates applied to monetary financial instruments:**

	EURO %	USD %	YEN %	TL %
<b>31 December 2023</b>				
<b>Assets</b>				
Cash Values (Cash, Effective Reserve, Cash in Transit, Cheques Purchased) and The Central Bank of Turkey	-	-	-	-
Banks	-	3.94	-	-
Financial Assets Measured at Fair Value through Profit or Loss	-	-	-	19.93
Money Market Placements	2.53	-	-	23.03
Financial Assets Measured at Fair Value through Other Comprehensive	-	9.30	-	-
Loans Given	7.76	8.23	-	23.59
Financial Assets Measured at Amortized Cost	-	-	-	13.90
<b>Liabilities</b>				
Bank Deposits	-	-	-	-
Other Deposits	2.91	4.93	-	23.52
Money Market Funds	-	-	-	10.26
Miscellaneous Payables	-	-	-	-
Marketable Securities Issued	-	-	-	-
Funds Provided from Other Financial Institutions	-	-	-	-

**Interest rate risk arising from banking accounts:**

According to the “Regulation on Measurement and Evaluation of the Interest Rate Ratio of Banking Accounts Based on Standard Shock”, which is divided into different currencies of the Bank, the following table shows the economic value differences arising from interest rate fluctuations as of 30 September 2024:

Currency	Shocks Applied (+ / - basis points)*	Gains / Losses	Gains / Equity – Losses / Equity
TL	500	(24,872)	(2%)
	(400)	23,478	2%
EURO	200	(2,441)	(0%)
	(200)	2,516	0%
USD	200	(3,015)	(0%)
	(200)	3,088	0%
<b>Total (of Negative Shocks)</b>		<b>29,082</b>	<b>2%</b>
<b>Total (of Positive Shocks)</b>		<b>(30,328)</b>	<b>(2%)</b>

(\*) Separate lines are entered for each shock with a different magnitude and direction applied to a currency.

**IV. Explanations on Stock Position Risk**

The Bank has no outstanding stock position.

**V. Explanations Related to Liquidity Risk Management and Liquidity Coverage Ratio**

Liquidity risk is the risk that arises as a result of not having enough cash or cash inflows to meet the cash outflows fully and on time as a result of the imbalance in the cash flow.

Liquidity risk may also occur when the market penetration is not adequate, when the open positions cannot be closed quickly at suitable prices and sufficient amounts due to barriers and break-ups at the markets.

The Bank’s policy is to establish an asset structure that can meet all kinds of liabilities by liquid sources at all times. In this context, liquidity problem has not been faced in any period. In order to maintain this, the Board of Directors of the Bank continuously determines standards for the liquidity ratios and monitors them.

In accordance with the Bank’s general policies, the harmony of maturity structures of assets and liabilities and interest rates is ensured within the Asset-Liability Management strategies, and the difference between the return and cost of Asset-Liability items in the balance sheet is constantly tried to be managed positively. In line with this strategy, various crisis scenarios created by the Risk Management Group are presented to the Senior Management and the Audit Committee.

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**V. Explanations Related to Liquidity Risk Management and Liquidity Coverage Ratio (Continued)**

When the funding and liquidity sources are considered, the Bank covers majority of its liquidity need by deposits, and in addition to this source, it makes use of pre-financing and syndication products to generate additional sources.

The Bank calculated liquidity adequacy ratio in both foreign currency and total amount as per Basel III and reported to BRSA according to Bank's Regulation on Measurement and Evaluation of Liquidity Adequacy Ratio declared in 2013. Furthermore, the Bank reports liquidity risk analysis form weekly to BRSA in 2013.

The lowest unconsolidated foreign currency (08/07/2024) (165%) and highest foreign currency (31/07/2024) (547%), while total liquidity coverage ratios calculated on a weekly basis for the last three months are lowest (08/09/2024) (247%) and highest (01/09/2024) (676%).

Liquidity risk in a Bank is evaluated separately with respect to normal market conditions and market fluctuations, which can possibly occur. The Bank makes the required diversification in its assets and liabilities via considering related currencies in order to meet its obligation to pay.

Liquidity deficit report is issued through the quantitative evaluation of daily and cumulative deficits in local currency and foreign currency in the framework of ordinary and stressful environment. Liquidity deficit report includes deficit-maturing liabilities in any period of borrowings and placements made in order to replacement assets. Liquidity deficit report is based on current balance sheet and includes off-balance sheet derivative transactions and commitments, which can affect the balance sheet. Liquidity report is issued quarterly over TL and foreign currency.

Liquidity Risk Measurement is to determine the non-conformance between assets and liabilities, which can occur because of challenges encountered in decreasing the asset positions if the assets of the Bank are pledged, and the assets cannot be sold with relative ease, or the market returns to liquid assets at different levels. The liquidity of the Bank is designed to meet the due liabilities of the bank. The courses followed by the Bank to reach the aforementioned purpose are as follows:

- Measurement of day liquidity
- Short-term funding
- Liquid assets
- Structural liquidity
- Diversification of liquidity resources
- Stress tests

The Treasury department in coordination with marketing department performs liquidity management while stress test and scenario analyses studies are performed under the coordination of Risk Management Group with the views and suggestions of other related departments. Results of stress test are reported to executives regularly and submitted to Audit Committee quarterly by the Risk Management Group. Loan losses, delays in loan repayment and deposit withdrawals are used as variables in these stress test scenarios. Additional capital allocation is not made for liquidity risk.

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**V. Explanations Related to Liquidity Risk Management and Liquidity Coverage Ratio (Continued)**

Stress tests examine the possible effect of an event on balance sheet and net potential cumulative deficit quantitatively and foresee the required additional funding with respect to a defined stress scenario. Stress tests are performed quarterly over TL and foreign currency unless they are required to be performed more often due to a change occurring in market conditions.

The Bank operates periodical liquidity analyses, which compare the inflows and outflows of funds and cover a specific period. The following issues are taken into consideration in these analyses:

- Assumptions based on anticipated inflow and outflow of funds
- Capability of bank to convert its assets into cash
- Liquidity instruments provided by the Central Bank
- Loss of value which occurs while liquidating assets in market fluctuations
- Market conditions for specified several asset classifications

Sensitivity tests are performed periodically with scenarios, which are peculiar to banks and particular to the market. These scenarios are reviewed periodically.

A brief presents a short explanation on the latest developments in the market presented at the weekly of Assets and Liabilities Committee meetings. Departments of Treasury, Budget Planning and Management Reporting and Retail Banking inform the Committee regarding the recent liquidity of the Bank.

Credit/Deposit rate defined by the Board of Directors of the Bank provides short-term liquidity needs of the bank not to drop below a certain level of liquidity. The Credit/Deposit rate is monitored by departments of Treasury, Budget Planning and Management Reporting and Retail Banking and discussed in Committee of Assets and Liabilities meetings. Decisions regarding liquidity are made in the light of aforementioned information. The Treasury examines weekly Liquidity Analysis Form, biweekly Stock Liquidity Rate Notification Form and weekly Liquidity Rate Notification Form (first maturity segment) and related departments in order to determine liquidity balance between assets and liabilities of the Bank in accordance with the communique of Banking Regulation and Supervision Agency.

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**V. Explanations Related to Liquidity Risk Management and Liquidity Coverage Ratio (Continued)**

**Liquidity Coverage Ratio:**

		Total Unweighted Value (Average) (*)		Total Weighted Value (Average) (*)	
		TL+FC	FC	TL+FC	FC
<b>30 September 2024</b>					
<b>HIGH QUALITY LIQUID ASSETS</b>					
1	High quality liquid assets	5,710,810	3,757,763	4,140,670	2,192,442
<b>CASH OUTFLOWS</b>					
2	Real person deposits and retail deposits	6,042,252	2,616,407	595,035	261,647
3	Stable deposit	183,355	404	9,169	20
4	Low stable deposit	5,858,897	2,616,004	585,866	261,627
5	Unsecured debts excluding real person deposits and retail deposits	4,265,324	3,342,968	2,358,551	1,867,334
6	Operational deposit	-	-	-	-
7	Non-operational deposit	3,173,761	2,451,983	1,264,567	976,580
8	Other unsecured borrowings	1,091,563	890,985	1,093,984	890,754
9	Secured borrowings	-	-	-	-
10	Other cash outflows	720,892	160,424	108,076	23,250
11	Derivative liabilities and collateral liabilities	19,282	609	19,281	609
12	Payables from structured financial instruments	-	-	-	-
13	Payment commitments for debts to financial markets and other off-balance sheet liabilities	701,610	159,815	88,795	22,641
14	Non-revocable off-balance sheet liabilities and other contractual liabilities	-	-	-	-
15	Other irrevocable or conditionally revocable off-balance sheet liabilities	-	-	-	-
16	<b>TOTAL CASH OUTFLOWS</b>			<b>3,061,662</b>	<b>2,152,231</b>
<b>CASH INFLOWS</b>					
17	Secured receivables	-	-	-	-
18	Unsecured receivables	4,062,620	1,815,127	3,803,747	1,671,565
19	Other cash inflows	4,326	2,619	4,330	2,622
20	<b>TOTAL CASH INFLOWS</b>	<b>4,066,946</b>	<b>1,817,746</b>	<b>3,808,077</b>	<b>1,674,187</b>
				<b>Upper Limit Applied Values</b>	
21	<b>TOTAL STOCK OF HQLA</b>			<b>4,140,670</b>	<b>2,192,442</b>
22	<b>TOTAL NET CASH OUTFLOWS</b>			<b>765,416</b>	<b>538,058</b>
23	<b>LIQUIDITY COVERAGE RATIO (%)</b>			<b>540.97</b>	<b>407.47</b>

(\*) Simple arithmetic average calculated for the last three months by using the amounts calculated based on weekly simple arithmetic averages.

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**V. Explanations Related to Liquidity Risk Management and Liquidity Coverage Ratio (Continued)**

**Liquidity Coverage Ratio (Continued):**

		Total Value with Disregard Ratio Unapplied (*)		Consideration Rate Applied Total Value (*)	
		TL+FC	FC	TL+FC	FC
<b>31 December 2023</b>					
<b>HIGH QUALITY LIQUID ASSETS</b>					
1	High quality liquid assets	5,269,769	2,505,554	4,130,335	1,433,906
<b>CASH OUTFLOWS</b>					
2	Real person deposits and retail deposits	7,141,941	1,939,097	711,616	196,222
3	Stable deposit	210,055	462	10,617	23
4	Low stable deposit	6,931,886	1,938,635	700,999	196,199
5	Unsecured debts excluding real person deposits and retail deposits	5,119,204	2,355,081	2,608,857	1,179,155
6	Operational deposit	-	-	-	-
7	Non-operational deposit	4,215,478	1,980,566	1,700,405	801,517
8	Other unsecured borrowings	903,726	374,515	908,452	377,638
9	Secured borrowings	-	-	-	-
10	Other cash outflows	707,383	203,234	127,632	32,873
11	Derivative liabilities and collateral liabilities	21,596	8,080	21,795	8,096
12	Payables from structured financial instruments	-	-	-	-
13	Payment commitments for debts to financial markets and other off-balance sheet liabilities	685,787	195,154	105,837	24,777
14	Non-revocable off-balance sheet liabilities and other contractual Liabilities	-	-	-	-
15	Other irrevocable or conditionally revocable off-balance sheet liabilities	-	-	-	-
16	<b>TOTAL CASH OUTFLOWS</b>			<b>3,448,105</b>	<b>1,408,250</b>
<b>CASH INFLOWS</b>					
17	Secured receivables	-	-	-	-
18	Unsecured receivables	4,253,214	1,734,442	4,038,569	1,627,117
19	Other cash inflows	60,433	25,424	61,301	25,466
20	<b>TOTAL CASH INFLOWS</b>	<b>4,313,647</b>	<b>1,759,866</b>	<b>4,099,870</b>	<b>1,652,583</b>
				<b>Upper Limit Applied Values</b>	
21	<b>TOTAL STOCK OF HQLA</b>			<b>4,130,335</b>	<b>1,433,906</b>
22	<b>TOTAL NET CASH OUTFLOWS</b>			<b>862,026</b>	<b>352,063</b>
23	<b>LIQUIDITY COVERAGE RATIO (%)</b>			<b>479.14</b>	<b>407.29</b>

(\*) Simple arithmetic average calculated for the last three months by using the amounts calculated based on weekly simple arithmetic averages.

A decrease is observed in cash inflow and outflows in parallel with the decrease in the volume of credit and deposit. Additionally, liabilities of the bank with respect to these transactions increase in parallel with the derivative transactions made in order to minimize the currency risk of the Bank.

High quality liquid assets consist of cash assets, central banks, securities held for trading and reverse repo items.

A significant proportion of daily cash inflow of the Bank consists of payments related to loans issued and placement of banks while a significant proportion of daily cash outflow of the Bank consists of payments related to collected deposits. Domestic and foreign banks and loan clients constitute the resource of cash inflows. The bank applies limits for the transactions, which shall be made with domestic and foreign banks, and these limits are monitored by the Risk Management Department daily.

The Bank has performed forward exchange, swap and option transactions with foreign financial institutions during 2024.



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**V. Explanations Related to Liquidity Risk Management and Liquidity Coverage Ratio (Continued)**

**Net Stable Funding Ratio:**

As of 30 September 2024, the Bank's NSFR ratio calculated from three-month average amounts is 282,5% (31 December 2023: 266%). This rate is above the minimum rate. The Regulation stipulates the minimum NSFR ratio as 100%.

		a	b	c	ç	d
		Unweighted Amount According to Residual Maturity				Total Weighted Amount
<b>30 September 2024</b>		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	
<b>Available stable funding</b>						
1	Capital Instruments	1,443,669	-	-	-	1,443,669
2	Tier 1 Capital and Tier 2 Capital	1,443,669	-	-	-	1,443,669
3	Other Capital Instruments	-	-	-	-	-
4	Real-person and Retail Customer Deposits	-	4,272,570	10,711	-	5,317,645
5	Stable Deposits	-	263,791	1	-	250,602
6	Less Stable Deposits	-	4,008,779	10,710	-	5,067,043
7	Other Obligations	3,779,914	8,618,408	98,330	-	2,392,043
8	Operational deposits	-	-	-	-	-
9	Other Obligations	3,779,914	8,618,408	98,330	-	2,392,043
10	Liabilities equivalent to interconnected assets					
11	Other Liabilities	-	-	-	-	
12	Derivative liabilities			-		
13	All other equity not included in the above categories	-	-	-	-	-
14	<b>Available stable funding</b>					<b>9,153,356</b>
<b>Required Stable Funding</b>						
15	High quality liquid assets					106,573
16	Deposits held at financial institutions for operational purposes	-	-	-	-	-
17	Performing Loans	172,711	9,118,402	-	-	2,532,616
18	Encumbered loans to financial institutions, where the loan is secured against Level 1 assets	-	-	-	-	
19	Unencumbered loans to financial institutions or encumbered loans that are not secured against Level 1 assets	-	2,864,913	-	-	741,465
20	Loans to corporate customers, real persons and or retail customers, central banks, other than credit agencies and/or financial institutions	172,711	6,253,489	-	-	1,791,151
21	Loans with a risk weight of less than or equal to %35	-	-	-	-	-
22	Residential mortgages	-	-	-	-	-
23	Residential mortgages with a risk weight of less than or equal to %35	-	-	-	-	-
24	Securities that are not in default and do not qualify as HQLA and exchange-traded equities	-	-	-	-	-
25	Assets equivalent to interconnected liabilities					
26	Other Assets	961,977	-	-	-	961,977
27	Physical traded commodities, including gold	-				-
28	Initial margin posted or given guarantee fund to central counterparty			-		-
29	Derivative Assets			-		-
30	Derivative Liabilities before the deduction of the variation margin			-		-
31	Other Assets not included above	961,977	-	-	-	961,977
32	Off-balance sheet commitments		31,613	18,127	54,513	29,923
33	<b>Total Required stable funding</b>					<b>3,631,089</b>
34	<b>Net Stable Funding Ratio (%)</b>					<b>252</b>

(\*) Simple arithmetic average of the values calculated monthly for the last three months.

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**V. Explanations Related to Liquidity Risk Management and Liquidity Coverage Ratio (Continued)**

**Net Stable Funding Ratio (Continued)**

Prior Period		a	b	c	ç	d
		Unweighted Amount According to Residual Maturity				Total Weighted Amount
31 December 2023		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	
<b>Available stable funding</b>						
1	Capital Instruments	1,087,042	-	-	-	1,087,042
2	Tier 1 Capital and Tier 2 Capital	1,087,042	-	-	-	1,087,042
3	Other Capital Instruments	-	-	-	-	-
4	Real-person and Retail Customer Deposits	-	3,362,268	30,691	-	6,556,144
5	Stable Deposits	-	259,164	22,174	-	267,271
6	Less Stable Deposits	-	3,103,104	8,517	-	6,288,873
7	Other Obligations	1,572,291	10,329,488	464,969	-	3,537,281
8	Operational deposits	-	-	-	-	-
9	Other Obligations	1,572,291	10,329,488	464,969	-	3,537,281
10	Liabilities equivalent to interconnected assets	-	-	-	-	-
11	Other Liabilities	-	-	-	-	-
12	Derivative liabilities	-	-	-	-	-
13	All other equity not included in the above categories	-	-	-	-	-
14	<b>Available stable funding</b>					<b>11,180,467</b>
<b>Required Stable Funding</b>						
15	High quality liquid assets	-	-	-	-	66,939
16	Deposits held at financial institutions for operational purposes	-	-	-	-	-
17	Performing Loans	291,164	16,974,385	1,266,124	-	3,169,218
18	Encumbered loans to financial institutions, where the loan is secured against Level 1 assets	-	-	-	-	-
19	Unencumbered loans to financial institutions or encumbered loans that are not secured against Level 1 assets	-	1,882,201	-	-	663,463
20	Loans to corporate customers, real persons and or retail customers, central banks, other than credit agencies and/or financial institutions	291,164	15,092,184	1,266,124	-	2,505,755
21	Loans with a risk weight of less than or equal to %35	-	-	-	-	-
22	Residential mortgages	-	-	-	-	-
23	Residential mortgages with a risk weight of less than or equal to %35	-	-	-	-	-
24	Securities that are not in default and do not qualify as HQLA and exchange-traded equities	-	-	-	-	-
25	Assets equivalent to interconnected liabilities	-	-	-	-	-
26	Other Assets	425,196	144,026	-	-	569,222
27	Physical traded commodities, including gold	-	-	-	-	-
28	Initial margin posted or given guarantee fund to central counterparty	-	-	-	-	-
29	Derivative Assets	-	-	144,026	-	144,026
30	Derivative Liabilities before the deduction of the variation margin	-	-	-	-	-
31	Other Assets not included above	425,196	-	-	-	425,196
32	Off-balance sheet commitments	-	29,152	5,457	48,706	32,349
33	<b>Total Required stable funding</b>					<b>3,837,728</b>
34	<b>Net Stable Funding Ratio (%)</b>					<b>291</b>

(\*) Simple arithmetic average of the values calculated monthly for the last three months.

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**V. Explanations Related to Liquidity Risk Management and Liquidity Coverage Ratio (Continued)**

**Presentation of assets and liabilities according to their remaining maturities:**

<b>30 September 2024</b>	<b>Demand</b>	<b>Up to 1 Month</b>	<b>1-3 Months</b>	<b>3-12 Months</b>	<b>1-5 Years</b>	<b>Over 5 Years</b>	<b>Undistributed (*)</b>	<b>Total</b>
<b>Assets</b>								
Cash Values (Cash, Effective Reserve, Cash in Transit, Cheques Received, Precious Metal Reserve) and Central Bank of Turkey (****)	895,207	818,617	535,788	35,061	-	-	-	2,284,673
Banks (****)	489,908	682,105	-	-	-	-	-	1,172,013
Financial Assets at Fair Value Through Profit or Loss	-	-	-	-	-	-	-	-
Receivables from Money Markets	-	751,047	-	-	-	-	-	751,047
Financial Assets at Fair Value at Other Comprehensive Income	138	464	-	35	458,406	-	-	459,043
Loans Given (***)	-	4,591,866	2,268,080	670,117	970	-	168,329	7,699,362
Financial Assets Measured at Amortized Cost	-	866,115	-	-	51,068	-	-	917,183
Other Assets	-	-	-	-	-	-	909,424	909,424
<b>Total Assets</b>	<b>1,385,253</b>	<b>7,710,214</b>	<b>2,803,868</b>	<b>705,213</b>	<b>510,444</b>	<b>-</b>	<b>1,077,753</b>	<b>14,192,745</b>
<b>Liabilities</b>								
Bank Deposits	2,511	-	-	-	-	-	-	2,511
Other Deposits	445,068	6,239,696	4,083,908	267,245	-	-	-	11,035,917
Payables to Money Markets	-	-	-	-	-	-	-	-
Miscellaneous Payables	-	-	-	-	-	-	-	-
Issued Securities	-	-	-	-	-	-	-	-
Funds from Other Financial Institutions	-	-	-	-	-	-	-	-
Other Liabilities (**)	-	1,435,365	5	-	-	-	1,718,947	3,154,317
<b>Total Liabilities</b>	<b>447,579</b>	<b>7,675,061</b>	<b>4,083,913</b>	<b>267,245</b>	<b>-</b>	<b>-</b>	<b>1,718,947</b>	<b>14,192,745</b>
<b>Liquidity Deficit</b>	<b>937,674</b>	<b>35,153</b>	<b>(1,820,045)</b>	<b>437,968</b>	<b>510,444</b>	<b>-</b>	<b>(641,194)</b>	<b>-</b>
<b>Net Off-Balance Position</b>	<b>-</b>	<b>265</b>	<b>26,989</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>27,254</b>
Receivables from Derivative Financial Instruments	-	417,135	183,380	58,486	-	-	-	659,001
Payables from Derivative Financial Instruments	-	416,870	156,391	58,486	-	-	-	631,747
<b>Non-Cash Loans</b>	<b>-</b>	<b>400,135</b>	<b>767,628</b>	<b>1,676,444</b>	<b>38,957</b>	<b>299,807</b>	<b>-</b>	<b>3,182,971</b>
<b>31 December 2023</b>								
<b>Total Assets</b>	<b>2,266,289</b>	<b>5,675,338</b>	<b>4,290,986</b>	<b>4,152,390</b>	<b>14,815</b>	<b>-</b>	<b>498,131</b>	<b>16,897,949</b>
<b>Total Liabilities</b>	<b>556,280</b>	<b>7,696,590</b>	<b>2,899,358</b>	<b>4,219,288</b>	<b>-</b>	<b>-</b>	<b>1,526,433</b>	<b>16,897,949</b>
<b>Liquidity Deficit</b>	<b>1,710,009</b>	<b>(2,021,252)</b>	<b>1,391,628</b>	<b>(66,898)</b>	<b>14,815</b>	<b>-</b>	<b>(1,028,302)</b>	<b>-</b>
<b>Net Off-Balance Position</b>	<b>-</b>	<b>90,328</b>	<b>(71,420)</b>	<b>103,183</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>122,091</b>
Receivables from Derivative Financial Instruments	-	13,879,772	3,276,533	842,896	-	-	-	17,999,201
Payables from Derivative Financial Instruments	-	13,789,444	3,347,953	739,713	-	-	-	17,877,110
<b>Non-Cash Loans</b>	<b>-</b>	<b>2,500</b>	<b>14,000</b>	<b>186,000</b>	<b>529</b>	<b>2,500,827</b>	<b>-</b>	<b>2,703,856</b>

(\*) The assets, which are necessary to provide banking services and cannot be liquidated in the short term, such as tangible assets, investments in subsidiaries and associates and non-performing loans are classified under undistributed.

(\*\*) Shareholders' equity is presented under "Other Liabilities" in "Undistributed Column".

(\*\*\*) Revolving loans and corporate foreign currency indexed revolving loans are classified in up to 1-month column.

(\*\*\*\*) Reserve requirement distribution is based on maturity distribution of liabilities on which the reserve is calculated.

(\*\*\*\*\*) Provision for expected losses amounting to TL 402 has been deducted from banks.

(\*\*\*\*\*) Provision for expected losses amounting to TL 1,831 is deducted from financial assets measured at amortized cost

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**VI. Explanations Related to Leverage Ratio**

**Information on subjects that cause difference in leverage ratio between current and prior periods:**

As of 30 September 2024, the Bank's leverage ratio calculated from the quarterly average amounts of 30 September 2024 has decreased as 9.57% due to the increase in on-balance sheet assets and the decrease in equity (31 December 2023: 8.05%). This rate is above the minimum rate. The regulation stipulates the minimum leverage ratio as 3%.

**Leverage ratio public disclosure template**

	<b>On-balance sheet assets</b>	<b>30 September 2024 (*)</b>	<b>31 December 2023 (*)</b>
1	On-balance sheet assets (except derivative financial instruments and credit derivatives, including collateral)	11,622,517	12,649,177
2	(Assets deducted from Tier 1 capital)	(15,987)	(387,583)
3	Total risk amount for on-balance sheet assets (Total of lines 1 and 2)	11,606,530	12,261,594
	<b>Derivative financial instruments and credit derivatives</b>		
4	Replacement cost of derivative financial instruments and credit derivatives	633	301,120
5	Potential credit risk amount of derivative financial instruments and credit derivatives	4,813	231,872
6	Total risk amount for derivative financial instruments and credit derivatives (Total of lines 4 and 5)	5,445	532,992
	<b>Securities or commodity-backed financing transactions</b>		
7	Risk amount of securities or commodity-backed financing transactions (excluding on-balance sheet)	-	-
8	Amount of risk arising from brokered transactions	-	-
9	Total exposure to securities or commodity-backed financing transactions (Total of lines 7 and 8)	-	-
	<b>Off-balance sheet transactions</b>		
10	Gross nominal amount of off-balance sheet transactions	3,255,451	2,360,772
11	(Adjustment amount due to multiplication of conversion rates)	(309,936)	(362,959)
12	Total risk amount related to off-balance sheet transactions (Total of lines 10 and 11)	2,945,516	1,997,813
	<b>Capital and Total risk</b>		
13	<b>Main capital</b>	1,391,519	1,187,119
14	Total risk amount (Total of lines 3, 6, 9 and 12)	14,557,491	14,792,399
	<b>Leverage ratio</b>		
15	<b>Leverage ratio</b>	<b>9.57%</b>	<b>8.05%</b>

(\*)The amounts in the table are calculated as quarterly averages.

**VII. Explanations Related to 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 no. 29511 on 23 October 2015 and became effective as of 31 March 2016. According to Communiqué must be presented on a quarterly basis. Due to usage of standard approach for the calculation of capital adequacy by the Bank, as of 30 September 2024 the following tables have not been presented:

- RWA flow statements of credit risk exposures under IRB
- RWA flow statements of CCR exposures under the Internal Model Method (IMM)
- RWA flow statements of market risk exposures under an IMA

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**VII. Explanations Related to Risk Management (Continued)**

**The Bank's Risk Management Approach**

Risks for all banking processes and related sub-processes are identified and risk values are defined. In order to evaluate the effectiveness of the defined risk-based controls, the risk values are now automatically calculated, and the changes are monitored continuously. The Bank focuses on lending in the corporate and SME segments, operates within the limits set for market risk, and cannot carry operational risk appetite in order to minimize operational risk. The Bank's risk profile and business model are integrated under the risk appetite policy. Accordingly, the Bank must proceed in line with the limits set in the business model.

The structure and organization of the risk management system in terms of the function and responsibilities of the Risk Management Group depends on the Board of Directors. Loyalty to the Board of Directors takes place through the Audit Committee. Risk Management conducts its activities under the supervision of the Audit Committee within the framework of the provisions of the "Regulation on Internal Systems of Banks and Internal Capital Adequacy Assessment Process" published by BRSA. Risk management considers credit, market, interest rate, concentration, liquidity risks and operational risks in their works as the basic principle to establish the limits of these risks and control processes. The Bank has established a stress-test-driven management by taking into account the changes in the market, as well as the maximum amount of loss that may arise in Credit Risk, Operational Risk, Market Risk and other risks within the scope of internal capital management.

Policies, procedures, workflows and similar documents published by internal systems and all other departments are in a common portal accessible to all bank employees, and changes made to existing documents or newly published documents are provided to employees via e-mail. There are many policies and procedures including Credit Policy, Risk Management Policies (Risk Appetite Policy, Market Risk, Liquidity Risk, Operational Risk, Concentration Risk, Country and Counterparty Risks etc.) assessed and reviewed annually.

The Risk Management Department inform the Board of Directors and top management by monthly basis reports on credit risk, market risk, and operational risk areas. Credit risk concentration (borrower/group, business line, sector, maturity, currency, collateral etc.), analyses on the defaulting loan portfolio and stress tests, and analyses of capital adequacy; internal and legal market risk limits and compliance with operational risk losses. Apart from this, with the PD analysis reports made in the field of Credit Risk for 3 months, various breakdowns are analyzed based on the number of defaults in which the borrower has the default rate. In addition, the report of the Audit Committee, which is prepared for 3 months, includes analyses on all risk types (capital adequacy, limits on market and liquidity risk, defaulting loan portfolio, sectoral information, credit concentration, risks related to information technology, etc.).

The Bank reduces the risks arising from the credit activity as determined by the process and policies it has established. The main instrument used in risk mitigation is collateral, and the collaterals obtained by the collateralization policy are managed by the Credits and Risk Management divisions such as portfolio, customer, collateral type, etc. and monitored regularly.

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**VII. Explanations Related to Risk Management (Continued)**

**Overview of Risk Weighted Assets**

	Risk Weighted Amounts		Minimum capital liability
	30 September 2024	31 December 2023	30 September 2024
1 Credit risk (excluding counterparty credit risk)	6,878,594	6,468,067	550,288
2 Standardized approach	6,878,594	6,468,067	550,288
3 Internal rating-based (IRB) approach	-	-	-
4 Counterparty credit risk	6,052	148,510	484
5 Standardized approach for counterparty credit risk	6,052	148,510	484
6 Internal model method	-	-	-
7 Stock positions in the banking account in the simple risk weight approach or the internal models approach	-	-	-
8 Investments in KYK-content method	-	-	-
9 Investments in KYK-prospectus method	-	-	-
10 Investments in KYK-1250% risk weight method	-	-	-
11 Exchange risk	-	-	-
12 Securitization positions in banking accounts accounts	-	-	-
13 IRB rating-based approach	-	-	-
14 IRB supervisor formula approach	-	-	-
15 Standard simplified supervisor formula approach	-	-	-
16 Market risk	30,844	63,576	2,468
17 Standard approach	30,844	63,576	2,468
18 Internal model approaches	-	-	-
19 Operational risk	1,067,134	473,828	85,371
20 Key indicator approach	1,067,134	473,828	85,371
21 Standard approach	-	-	-
22 Advanced measurement approach	-	-	-
23 Amounts below the discount thresholds from equity (Subject to 250% risk weight)	-	-	-
24 Minimum value adjustments	-	-	-
<b>25 Total (1+4+7+8+9+10+11+12+16+19+23+24)</b>	<b>7,982,624</b>	<b>7,153,981</b>	<b>638,611</b>

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**VII. Explanations Related to Risk Management (Continued)**

Risk management strategies and practices are defined as follows: The Bank's Risk Management Group was established in 2001 as an independent unit which reports to the Member of Audit Committee have been responsible for the Audit, Internal Control and Risk Management.

Risk management is committed to control processes in order to determine the limits and measurement of operational risks, including the risks comprising of credit, market, interest rate, concentration, counterparty, liquidity, banking accounts and IT risks.

Objective of risk policies: In line with "Regulation on Internal Systems of Banks (published in the Official Gazette dated 11 July 2014 numbered 29057)", sustaining the Bank's operations in accordance with the Banks' strategic plans, mission, targets, profitability and productivity principles by determining the Bank's risk strategy and maximum risk level in line with the volume, qualification and complexity of the Bank's operations by taking into consideration the Bank's past experience and performance. Moreover, ensuring to conserve the interests of depositors and the Bank's shareholder's interest at a maximum level.

Risk management regularly reports to Senior Management and the Audit Committee all the risks the bank is exposed to and concentrations, and the Bank's own internal limits of the legal limits are monitored daily, weekly, monthly and quarterly. These reports consist of VAR analysis, market risk limits, stress testing and scenario analysis, liquidity and interest rate, economic capital and capital adequacy analysis. These reports (daily value at risk (VAR) analysis, weekly interest rate risk, market risk limits and contains the calculation of economic capital) are also presented to Asset-Liability Management Committee on a weekly basis.

Quarterly stress tests and scenario analyses on economic capital, capital adequacy, liquidity and profitability scenarios and credit risk on Bank's loan portfolio including benchmark of similar banks are presented to the Audit Committee. Management follows the Bank's performance and the limits by using these detailed reports.

The Bank has a system set reporting in accordance with the legislation and the standard shock method for measuring and evaluating the interest rate risk arising from on-balance sheet and off-balance sheet positions in the banking accounts by using the standard shock method. The Regulation on Measurement and Evaluation and the Regulation on Credit Risk Mitigation Techniques is intended to be reported based on risk classes according to the procedures described. In addition, the liquidity coverage ratio calculated under Basel III is calculated using a separate reporting system and it is aimed to measure and monitor the balance between the Bank's net cash outflows and high-quality liquid assets and total and foreign currency liquidity coverage ratios.

Risk Management Group calculates Basel II capital adequacy calculation systematically, namely Credit Risk, Market Risk and Operational Risk, in accordance with "Regulation on Measurement and Assessment of Capital Adequacy of Bank's" published in the Official Gazette dated 23 October 2015, numbered 29511.

From 1 January 2014 equity and the capital adequacy ratio of the Bank is calculated in accordance with the "Change in the Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks" published in the Official Gazette no. 29511, dated 23 October 2015 and "Regulation on Equities of Banks" published in the Official Gazette no.28756, dated 5 September 2013.

The Bank updated its disclosures in accordance with the "Change in the Communique on the Financial Statements to be announced to public by Banks as well as Explanations and Footnotes Thereof" published in the Official Gazette no.28983, dated 26 April 2014 and in accordance with "Communiqué on Disclosures about Risk Management to Be Announced to Public by Banks" published in the Official Gazette no.29599, dated 20 January 2016.

At the Bank, by considering Regulation on the Internal Systems of Banks published in the Official Gazette No. 29057 dated 11 July 2014, banking processes and policies were revised. Consequently, related procedures/policies are updated/formed and then approved by the Board of Directors.

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**VII. Explanations Related to Risk Management (Continued)**

The Bank has completed and constantly updated its processes in order to manage the operational risks it is exposed to more effectively and to create an integrated risk management perspective. The Bank's operational risks and controls related to these risks are managed through a central application and are updated periodically. Issues identified in the results of the evaluation made by the Internal Systems departments are also recorded and followed up through this application. The Operational Risk Policy, in which operational risk processes are expressed, is regularly reviewed and necessary updates are made. Market Risk Policy has been established in order to define, measure, limit and report the market risk that the Bank is exposed to. While the Bank manages the Treasury securities portfolio within the market risk limits determined by the Board of Directors, the Risk Management Group checks daily whether it is within the Treasury's risk limits.

Liquidity Risk is the risk that the Bank cannot fulfil its payment obligations fully and on time due to its insufficient cash inflow or due to inadequate available cash resulting from the mismatch between cash inflows and outflows. In order to define, measure, follow, report the liquidity risk the Bank is exposed to and take necessary actions for the results, Liquidity Risk Policy is formed. When Liquidity Risk Policy is formed, to manage the net liquidity position and liquidity requirement on an ongoing and forward-looking basis is aimed at.

Concentration risk is the risk within credit risk that is exposed according to individual debtor and debtor groups, to debtor groups that indicate similar characteristics in terms of economic and regional sector qualities, on the basis of the assets subject to the collateral securities that show similar price pattern behavior; the risk that is to be considered also within the scope of the market risk and operational risk. In order to define, measure, follow and manage the concentration risk the Bank is exposed to, Concentration Risk Policy is formed. Concentration limits are monitored in compliance with the credit, deposit and related policies.

Counterparty credit risk refers to the default risk of the counterparty of the transaction before the last payment in the cash flow of this transaction of which brings an obligation to both sides. In order to define measure, follow and manage the counterparty credit risk the Bank is exposed to Counterparty Credit Risk Policy is formed. Counterparty credit risk management is conducted by the Financial Institutions Department of the Bank by taking into account the counterparty's financial reports, general overview, rating, current and expected transaction volumes with the Bank. The limits for counterparties are determined by the Board of Directors.

Banking book includes all Assets and Liabilities (including credit) except trading securities portfolio. In order to define, measure, follow, report the interest rate risk related to banking book risk the Bank is exposed to and take necessary actions for the results, interest rate risk policy related to banking book is formed. Interest rate risk is managed by senior management in order to avoid losses from adverse interest rate movements.

Regarding internal assessment process which aims at the Bank has capital requirement according to its risk profile, Internal Capital Management Procedure is formed. Within internal capital management scope, the Bank has established a stress test-based management by taking into account the estimated maximum loss amount that may occur in credit, operational, market and other risks as well as the changes in the market.

In order to ensure that the Bank's term deposit structure is in line with the Bank's strategies and budget targets and is in a robust and sustainable structure, Deposit Policy is formed. Policies and systems in order to define, measure and follow the concentration risk of the Bank's deposit is also explained in Deposit Policy.

Organization and structure of Risk Management Group: Risk Management Group work under the Board of Directors as their functions and responsibilities. The connection with the Board of Directors and Risk Management Group is provided through the Audit Committee.

Risk Reporting and Scope and Nature of Measurement Systems: Limits and market risk reports are presented daily basis by the Risk Management Group, value at Risk report (ALCO), ECAP stress test, scenario analysis, Duration Gap primary shock, the market data and limit reports are presented a weekly basis to Assets-Liability Committee. On a quarterly basis, the rest of the reports and other works are reported to Audit Committee and Board of Directors. The results of other studies and analysis are also reported to the Audit Committee and the Board of Directors every 3 months.

Hedging risk and process of risk mitigation policies and process related to control their effectiveness continuously: The Bank carries out risk mitigation processes and risk hedging for credit risk in accordance with credit risk policies.



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**VII. Explanations Related to Risk Management (Continued)**

Risks related to market risks are measured and monitored in line with policies and implementation procedures and are kept under control with allocated limits. Accordingly, risk limits have been allocated by the Board of Directors. Limits are monitored and reported, and in case of exceeding any limit, the excess is notified to the relevant units via written/e-mail and reported to the relevant committees. In addition, presentations are made to the Audit Committee and the Board of Directors on a quarterly basis, including information on the use cases of limits and sector concentrations of loans.

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**SECTION FIVE**

**EXPLANATIONS AND DISCLOSURES ON UNCONSOLIDATED FINANCIAL STATEMENTS**

**I. Explanations and Disclosures Related to the Assets**

**1. a) Information on cash values and CBRT:**

	30 September 2024		31 December 2023	
	TL	FC	TL	FC
Cash/Effective	7,977	156,857	5,122	341,206
CBRT	144,887	1,974,952	1,238,058	1,476,205
<b>Total</b>	<b>152,864</b>	<b>2,131,809</b>	<b>1,243,180</b>	<b>1,817,411</b>

**b) Information related to the account of the Central Bank of Turkey:**

	30 September 2024		31 December 2023	
	TL	FC	TL	FC
Unrestricted Demand Deposits	114,426	527,096	1,063,834	307,155
Unrestricted Time Deposits	-	-	-	-
Unrestricted Time Account	-	-	-	-
Required Reserve	30,461	1,447,856	174,224	1,169,050
<b>Total</b>	<b>144,887</b>	<b>1,974,952</b>	<b>1,238,058</b>	<b>1,476,205</b>

**c) Explanations related to reserve deposits:**

Banks operating in Turkey pursuant to the Communiqués of the Central Bank of the Republic of Turkey No. 2011/11 and 2011/13 on Amending the “Communiqué on Required Reserves” maintain required reserves at the Central Bank of the Republic of Turkey over its Turkish Lira and foreign currency liabilities, in US Dollars and/or Euros, at the rates specified below.

As per the Communiqué no. 2013/15 “Reserve Deposits” of the Central Bank of the Republic of Türkiye (CBRT), banks operating in Türkiye keep reserve deposits for their TRY liabilities with reserve deposit rates between 3%-33% (prior period between 0%-30%) varied according to their maturity compositions, for their FC liabilities and precious metal liabilities at TRY, US Dollar, Euro and/or standard gold with reserve deposit rates between 5%-30% (prior period between 5%-30%) varied according to their maturity compositions.

In addition, if the growth rate of TL cash loans calculated in four-week periods exceeds 2% as of the calculation period of 29 March 2024; if the growth rate of FC cash loans exceeds 2% in the calculation periods of 21 June 2024 – 19 July 2024, and 1.5% as of the calculation period of 16 August 2024, the practice of blocking the Turkish Lira required reserve equal to the loan amount exceeding this rate has been initiated.

For deposits in foreign currency (excluding foreign bank deposits and precious metal deposit accounts), an additional reserve requirement of 85% (previous period 4%) is established in Turkish Lira.

In addition to the renewal of foreign currency convertible deposit accounts and their transition to TRY, there are Required Reserve commission practices that include targets for increasing the Turkish Lira deposit shares of real persons and legal entities. If the targets regarding the rates calculated as "Renewal and Transition to TRY Rate", "Transition to TRY Rate", "Real Person TRY Share" and "Legal Entity TRY Share" are not achieved, in four-week periods, commission rates are determined based on the ratios and the commission amount is calculated in US Dollars based on the required reserve amount that must be established for foreign currency deposit liabilities.

On the other hand, for banks with a “Renewal and Transition to TL Rate” of 75% (31 December 2023: 90%) or more for foreign exchange-convertible deposit accounts, interest is paid by the Central Bank of the Republic of Turkey on the required reserves established for exchange rate protected accounts and TL deposit accounts.

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**2. Information on financial assets at fair value through profit/loss (shown in net worth):**

- a.1) Information on financial assets at fair value through profit/loss given as collateral or blocked: None (31 December 2023: None).
- a.2) Financial assets at fair value through profit/loss subject to repurchase agreements: None (31 December 2023: None).

The Bank does not have net book value of unrestricted financial assets at fair value through profit and loss (31 December 2023: None).

- b) Positive differences related to derivative financial assets held-for-trading:

	30 September 2024		31 December 2023	
	TL	FC	TL	FC
Forward Transactions	-	-	61,733	-
Swap Transactions	-	-	86,290	-
Futures Transactions	-	-	-	-
Options	-	-	-	-
Other	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>148,023</b>	<b>-</b>

**3. a) Information on banks:**

	30 September 2024		31 December 2023	
	TL	FC	TL	FC
Banks				
Domestic	889	593	885	286
Foreign	-	1,170,933	-	920,255
Branches and Head Office Abroad	-	-	-	-
<b>Total</b>	<b>889</b>	<b>1,171,526</b>	<b>885</b>	<b>920,541</b>

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**I. Explanations and Disclosures Related to the Assets (Continued)**

**4. Information on financial assets at fair value through other comprehensive income:**

a.1) Information on financial assets given as collateral/blocked at fair value through other comprehensive income:

As of 30 September 2024, the financial assets whose fair value difference is reflected in other comprehensive income given as collateral or blocked are TL 43,243 Interbank Money Market and TL 8,140 Takasbank collateral balance. (31 December 2023: None.)

a.2) Information on financial assets subject to repurchase agreements at fair value through other comprehensive income: None.

The book value of financial assets, whose fair value difference is reflected in other comprehensive income as a free warehouse, is TL 407,522 (31 December 2023: TL 138).

b) Information on financial assets at fair value through other comprehensive income:

	<b>30 September 2024</b>	<b>31 December 2023</b>
Debt Securities	461,315	31
Quoted on a Stock Exchange	461,280	-
Not Quoted on a Stock Exchange	35	31
Share Certificates	138	138
Quoted on a Stock Exchange	-	-
Not Quoted on a Stock Exchange	138	138
Impairment Provision (-)	(2,410)	-
<b>Total</b>	<b>459,043</b>	<b>169</b>

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**I. Explanations and Disclosures Related to the Assets (Continued)**

**5. Information on loans:**

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

	30 September 2024		31 December 2023	
	Cash	Non-Cash	Cash	Non-Cash
Direct Loans Given to Bank Partners	149	25,291	130	66,980
Credits Given to Legal Entity Partners	149	25,291	130	66,980
Loans Given to Real Person Partners	-	-	-	-
Indirect Loans Given to Bank Partners	-	28,342	80	24,270
Loans Given to Bank Members	4,335	540	4,422	517
<b>Total</b>	<b>4,484</b>	<b>54,173</b>	<b>4,632</b>	<b>91,767</b>

b) Information on the first and second group loans and other receivables including restructured or rescheduled loans:

Cash Loans	Standard Loans and Other Receivables			Loans and Other Receivables Under Close Monitoring		
	Loans and Other Receivables	Changes Regarding the Extension of Payment Plan	Other	Loans and Other Receivables	Changes Regarding the Extension of Payment Plan	Other
Non-Specialized Loans	7,362,563	-	-	22,127	-	-
Business Loans	2,271,578	-	-	22,068	-	-
Export Loans	1,267,111	-	-	-	-	-
Import Loans	-	-	-	-	-	-
Loans Given to Financial Sector	3,364,713	-	-	-	-	-
Foreign Loans	-	-	-	-	-	-
Consumer Loans	4,441	-	-	59	-	-
Credit Cards	-	-	-	-	-	-
Precious Metals Loans	-	-	-	-	-	-
Other	454,720	-	-	-	-	-
Specialized Loans	144,111	-	-	-	-	-
Other Receivables	-	-	-	-	-	-
<b>Total</b>	<b>7,506,674</b>	<b>-</b>	<b>-</b>	<b>22,127</b>	<b>-</b>	<b>-</b>

Expected Loss Provisions	Standard Loans	Loans Under Close Monitoring
12 Months Expected Credit Loss	20,512	-
Significant Increase in Credit Risk	-	446
<b>Total</b>	<b>20,512</b>	<b>446</b>

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**I. Explanations and Disclosures Related to the Assets (Continued)**

**5. Information on loans: (Continued)**

c) Information on standard loans and closely monitored loans with maturity extensions in the contract:

Cash Loans	Standard Loans and Other Receivables		Loans and Other Receivables Under Close Monitoring	
	Loans and Other Receivables	Changes Regarding the Extension of Payment Plan	Loans and Other Receivables	Changes Regarding the Extension of Payment Plan
Short-Term Loans	7,498,027	-	5,872	-
Non-Specialized Loans	7,353,916	-	5,872	-
Specialized Loans	144,111	-	-	-
Other Receivables	-	-	-	-
Medium and Long-Term Loans	8,647	-	16,255	-
Non-Specialized Loans	8,647	-	16,255	-
Specialized Loans	-	-	-	-
Other Receivables	-	-	-	-
<b>Total</b>	<b>7,506,674</b>	<b>-</b>	<b>22,127</b>	<b>-</b>

According to the “Regulation on Procedures and Principles for Determination of Qualifications of Loans and Other Receivables by Banks and Provisions to be reserved”, as of 30 September 2024, there is no expected loss provision for standard loans whose payment schedule has been changed.

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**I. Explanations and Disclosures Related to the Assets (Continued)**

**5. Information on loans: (Continued)**

d) Information on consumer loans, individual credit cards, personnel loans and credit cards given to personnel:

	Short-Term	Medium and Long-Term	Total
<b>Consumer Loans-TL</b>	<b>40</b>	<b>125</b>	<b>165</b>
Housing Loans	-	-	-
Vehicle Loans	-	-	-
General Purpose Loans	40	125	165
Other	-	-	-
<b>Consumer Loans-Currency Indexed</b>	-	-	-
Housing Loans	-	-	-
Vehicle Loans	-	-	-
General Purpose Loans	-	-	-
Other	-	-	-
<b>Consumer Loans-FC</b>	-	-	-
Housing Loans	-	-	-
Vehicle Loans	-	-	-
General Purpose Loans	-	-	-
Other	-	-	-
<b>Individual Credit Cards-TL</b>	-	-	-
Installments	-	-	-
Without Installments	-	-	-
<b>Individual Credit Cards-FC</b>	-	-	-
Installments	-	-	-
Without Installments	-	-	-
<b>Personnel Loans-TL</b>	<b>1,165</b>	<b>3,023</b>	<b>4,188</b>
Housing Loans	-	-	-
Vehicle Loans	-	-	-
General Purpose Loans	1,165	3,023	4,188
Other	-	-	-
<b>Personnel Loans-Currency Indexed</b>	-	-	-
Housing Loans	-	-	-
Vehicle Loans	-	-	-
General Purpose Loans	-	-	-
Other	-	-	-
<b>Personnel Loans-FC</b>	-	-	-
Housing Loans	-	-	-
Vehicle Loans	-	-	-
General Purpose Loans	-	-	-
Other	-	-	-
<b>Personnel Credit Cards-TL</b>	-	-	-
Installments	-	-	-
Without Installments	-	-	-
<b>Personnel Credit Cards-FC</b>	-	-	-
Installments	-	-	-
Without Installments	-	-	-
<b>Overdraft Account-TL (Real Persons) (*)</b>	<b>147</b>	-	<b>147</b>
<b>Overdraft Account-FC (Real Persons)</b>	-	-	-
<b>Total</b>	<b>1,352</b>	<b>3,148</b>	<b>4,500</b>

(\*) TL 147 portion of the overdraft account consists of the loans extended to the personnel.

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**I. Explanations and Disclosures Related to the Assets (Continued)**

**5. Information on loans: (Continued)**

e) Information on commercial loans with instalments and corporate credit cards:

	Short-Term	Medium and Long-Term	Total
<b>Installment Trade Loans -TL</b>	<b>17,189</b>	<b>21,267</b>	<b>38,456</b>
Business Loan	-	-	-
Vehicle Loan	-	132	132
Personal Finance Credit	17,189	21,135	38,324
Other	-	-	-
<b>Installment Trade Loans - Currency Indexed</b>	-	-	-
Business Loan	-	-	-
Vehicle Loan	-	-	-
Personal Finance Credit	-	-	-
Other	-	-	-
<b>Installment Trade Loans -FC</b>	-	-	-
Business Loan	-	-	-
Vehicle Loan	-	-	-
Personal Finance Credit	-	-	-
Other	-	-	-
<b>Corporate Credit Cards -TL</b>	-	-	-
Installments	-	-	-
Without Installments	-	-	-
<b>Corporate Credit Cards -FC</b>	-	-	-
Installments	-	-	-
Without Installments	-	-	-
<b>Overdraft Account-TL (Legal Entity)</b>	-	-	-
<b>Overdraft Account-FC (Legal Entity)</b>	-	-	-
<b>Total</b>	<b>17,189</b>	<b>21,267</b>	<b>38,456</b>

f) Allocation of loans by customers:

	30 September 2024	31 December 2023
Private	7,528,801	9,161,801
Public	-	-
<b>Total</b>	<b>7,528,801</b>	<b>9,161,801</b>

g) Distribution of domestic and international loans:

	30 September 2024	31 December 2023
Domestic Loans	7,528,801	9,161,801
Foreign Loans	-	-
<b>Total</b>	<b>7,528,801</b>	<b>9,161,801</b>

e) Loans granted to subsidiaries and associates: None (31 December 2023: None).

f) Expected credit losses for loans (Stage 3):

	30 September 2024	31 December 2023
Stage 3 Expected Loss Provisions		
Allocated for Limited Collection Loans and Other Receivables	-	-
Allocated for Uncollectible Loans and Other Receivables	-	-
Allocated for Loss Loans and Other Receivables	253,450	353,964
<b>Total</b>	<b>253,450</b>	<b>353,964</b>



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**I. Explanations and Disclosures Related to the Assets (Continued)**

**5. Information on loans: (Continued)**

j) Information on non-performing loans (Net):

j.1) Information on loans and other receivables included in non-performing loans, which are restructured or rescheduled:

	<b>III. Group</b>	<b>IV. Group</b>	<b>V. Group</b>
	<b>Loans and</b>	<b>Uncollectible</b>	
	<b>Receivables with</b>	<b>Loans and</b>	<b>Loss Loans</b>
	<b>Limited</b>	<b>Other</b>	<b>and Other</b>
	<b>Collectability</b>	<b>Receivables</b>	<b>Receivables</b>
<b>30 September 2024</b>			
(Gross Amount Before Provision)	-	-	14,278
Restructured Loans and Other Receivables	-	-	14,278
Loans and Other Receivables Under a New Amortization Plan	-	-	-
<b>31 December 2023</b>			
(Gross Amount Before Provision)	-	-	18,922
Restructured Loans and Other Receivables	-	-	18,922
Loans and Other Receivables Under a New Amortization Plan	-	-	-

j.2) Information on total non-performing credit transactions:

	<b>III. Group</b>	<b>IV. Group</b>	<b>V. Group</b>
	<b>Loans and</b>	<b>Uncollectible</b>	
	<b>Receivables with</b>	<b>Loans and</b>	<b>Loss Loans</b>
	<b>Limited</b>	<b>Other</b>	<b>and Other</b>
	<b>Collectability</b>	<b>Receivables</b>	<b>Receivables</b>
<b>31 December 2023 Balance</b>	-	-	<b>561,800</b>
Additions During the Period (+)	18,863	-	30,989
Inflow from Other Non-Performing Accounts Receivable (+)	-	-	-
Outflow from Other Non-Performing Accounts Receivable (-)	-	-	-
Collection During the Period (-)	(18,863)	-	(147,820)
Write-Off (-)	-	-	-
Corporate and Trade Loans	-	-	-
Personal Loans	-	-	-
Credit Cards	-	-	-
Indexing Difference (-)	-	-	-
Other	-	-	-
<b>30 September 2024 Balance</b>	-	-	<b>444,969</b>
Provision (-)	-	-	(253,450)
<b>Net Balance on the Balance Sheet</b>	-	-	<b>191,519</b>

j.3) Information on foreign currency non-performing loans and other receivables: None.

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**I. Explanations and Disclosures Related to the Assets (Continued)**

**5. Information on loans: (Continued)**

j.4) Information regarding gross and net amounts of non-performing loans with respect to user groups:

	<b>III. Group</b>	<b>IV. Group</b>	<b>V. Group</b>
	<b>Loans and Receivables with Limited Collectability</b>	<b>Uncollectible Loans and Other Receivables</b>	<b>Loss Loans and Other Receivables</b>
<b>30 September 2024 (Net)</b>			
<b>Loans to Real Persons and Legal Entities (Gross)</b>	-	-	<b>444,969</b>
Provision Amount (-)	-	-	(253,450)
<b>Loans to Real Persons and Legal Entities (Net)</b>	-	-	<b>191,519</b>
Banks (Gross)	-	-	-
Provision Amount (-)	-	-	-
Banks (Net)	-	-	-
Other Loans and Receivables (Gross)	-	-	-
Provision Amount (-)	-	-	-
Other Loans and Receivables (Net)	-	-	-
<b>31 December 2023 (Net)</b>			
<b>Loans to Real Persons and Legal Entities (Gross)</b>	-	-	<b>561,800</b>
Provision Amount (-)	-	-	(353,964)
<b>Loans to Real Persons and Legal Entities (Net)</b>	-	-	<b>207,836</b>
Banks (Gross)	-	-	-
Provision Amount (-)	-	-	-
Banks (Net)	-	-	-
Other Loans and Receivables (Gross)	-	-	-
Provision Amount (-)	-	-	-
Other Loans and Receivables (Net)	-	-	-

j.5) Interest accruals and valuation differences calculated for non-performing loans with expected credit losses in accordance with TFRS 9 are as follows:

	<b>III. Group</b>	<b>IV. Group</b>	<b>V. Group</b>
	<b>Loans with Limited Collectability and Other Receivables</b>	<b>Loans with Doubtful Collectability and Other Receivables</b>	<b>Uncollectible Loans and Other Receivables</b>
<b>Current Period (Net)</b>			
Interest Accruals and Valuation Differences	-	-	<b>92,487</b>
Provision (-)	-	-	(120,589)
<b>Prior Period (Net)</b>	-	-	<b>85,301</b>
Interest Accruals and Valuation Differences	-	-	210,582
Provision (-)	-	-	(125,281)

k) Main principles of liquidation policies of non-performing loans and receivables:

According to the “Methods and Principles for the Determination of Loans and Other Receivables to be Reserved for and Allocation of Reserves”; legal action is carried on considering firms, guarantors and existing collaterals and provisions are made for non-performing loans in accordance with the relevant decree.

l) Explanations on write-off policy:

As of 30 September 2024, there is not any written-off assets due to the decision of the Board of Directors (31 December 2023: None).

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**I. Explanations and Disclosures Related to the Assets (Continued)**

**6. Financial assets at amortized cost:**

a.1) Financial assets given as collateral / blocked:

	30 September 2024		31 December 2023	
	TL	FC	TL	FC
Share Certificates	-	-	-	-
Bond, Treasury Bill and Similar Securities	676,246	-	1,338,708	-
Other	-	-	-	-
<b>Total</b>	<b>676,246</b>	<b>-</b>	<b>1,338,708</b>	<b>-</b>

As of 30 September 2024, the redeemed financial assets given as collateral or blocked are consist TL 437,527 of Interbank money market, TL 148,752 of Takasbank, TL 49,490 of VIOP and TL 40,477 of API collateral balance (31 December 2023: The redeemed financial assets given as collateral or blocked are consist TL 1,284,056 of Interbank money market, TL 32,010 of BAP and TL 22,642 of Takasbank collateral balance).

a.2) Legal liabilities of amortized financial assets subject to repo transactions:

	30 September 2024	31 December 2023
Share Certificates	-	-
Bond, Treasury Bill and Similar Securities	-	53
Other	-	-
<b>Total</b>	<b>-</b>	<b>53</b>

There are no free deposits among amortized financial assets.

b) Information on amortized financial assets:

	30 September 2024	31 December 2023
Government Bonds	919,014	1,338,761
Treasury Bills	-	-
Other Public Sector Debt Securities	-	-
<b>Total</b>	<b>919,014</b>	<b>1,338,761</b>

c) Information on amortized financial assets:

	30 September 2024		31 December 2023	
	TL	FC	TL	FC
Debt Securities				
Quoted on a Stock Exchange	919,014	-	1,338,761	-
Not Quoted on a Stock Exchange	-	-	-	-
Provision for Impairment (-)	-	-	-	-
<b>Total</b>	<b>919,014</b>	<b>-</b>	<b>1,338,761</b>	<b>-</b>

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**I. Explanations and Disclosures Related to the Assets (Continued)**

d) Movement of amortized financial assets during the year:

	<b>30 September 2024</b>	<b>30 September 2023</b>
Value at Beginning of the Period	1,338,761	1,825,499
Foreign Currency Differences on Monetary Assets	-	(57,329)
Purchases During Year (*)	165,979	918,425
Disposal Through Sales and Amortization	(585,688)	(2,111,163)
Impairment Provision (-)	(38)	-
<b>End of the Period Total</b>	<b>919,014</b>	<b>575,432</b>

(\*) Changes in interest income accruals are presented in the "Purchases during year" line.

**7. Information on associates (Net):**

The Bank has a participation rate of 1.4925% in Kredi Garanti Fonu with a value of TL 7,659 (31 December 2023: 1.4925% with a value of TL 7,659).

**8. Information on subsidiaries (Net):**

The Bank has no subsidiaries in the current period.

**9. Information on jointly controlled entities:**

The Bank has no jointly controlled entities in the current period.

**10. Information on lease receivables (Net):**

The Bank has no lease receivables in the current period.

**11. Information on derivative financial assets for hedging purposes:**

The Bank has no financial assets for hedging purposes in the current period.

**12. Tangible assets:**

Not prepared in compliance with the 25th article of the Communiqué about "Financial Statements and Related Disclosures and Footnotes to be announced to Public by Banks".

**13. Information on intangible assets:**

Not prepared in compliance with the 25th article of the Communiqué about "Financial Statements and Related Disclosures and Footnotes to be announced to Public by Banks".

**14. Investment Properties (Net):**

None.

**15. Explanations on Deferred Tax Assets:**

Deferred tax liabilities are recognized for all taxable temporary differences, whereas deferred tax assets resulting from deductible temporary differences are recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary difference can be utilized.

The Bank has not recognized deferred tax assets on temporary differences and tax losses in prior periods due to the uncertainty of taxable income in future years. The Bank has started to calculate deferred tax assets on temporary differences as it is probable that the current tax liability will be settled (all tax losses have been utilized) and sufficient taxable income will be available to utilize the temporary differences.

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**I. Explanations and Disclosures Related to the Assets (Continued)**

**15. Explanations on Deferred Tax Assets (continued)**

a. Explanations on deferred tax assets, if any:

	<b>Current Period</b>
Fixed Assets Tax Base Differences	15,011
Provisions	54,602
Valuation Differences	(19,448)
Interest Accruals	(195)
Other	4,567
<b>Net Deferred Tax Assets / (Liabilities)</b>	<b>54,537</b>

b. Deductible temporary differences on which deferred tax assets have not been recognized and not reflected in the balance sheet: None.

c. Deferred tax assets arising from the reversal of valuation allowances and valuation allowances for deferred taxes: None.

d. Movement of deferred tax assets/liabilities:

Movements in deferred tax assets for the current period are as follows:

	<b>Current Period</b>
Deferred Tax Assets / (Liabilities), Beginning of the Period	-
Current Period (Expense) / Income	48,629
Deferred Tax Reclassified Under Equity	5,908
<b>Deferred Tax Assets / (Liabilities), End of Period</b>	<b>54,537</b>

**I. Explanations and Disclosures Related to the Assets (Continued)**

**16. Information on assets held for sale and discontinued operations:**

	<b>30 September 2024</b>	<b>30 September 2023</b>
<b>End of Current Period</b>		
Beginning of the Period	61,121	68,244
Acquisitions	2,632	42,700
Assets Sold (Cost)	(7,125)	(49,823)
Impairment	-	-
<b>Net Book Value</b>	<b>56,628</b>	<b>61,121</b>

**17. Information on other assets:**

a) The distribution of other assets is as follows:

	<b>30 September 2024</b>	<b>31 December 2023</b>
Cash Guarantees Given	6,750	3,274
Assets to be Disposed of	167	170
Clearing Accounts	416,514	29,955
Prepaid Expenses	76,031	34,854
Other	81,498	4,698
<b>Total</b>	<b>580,960</b>	<b>72,951</b>

b) If the other assets item of the balance sheet exceeds 10% of the balance sheet total excluding the commitments in the off-balance sheet accounts, the names and amounts of the sub-accounts constituting at least 20% of them: Related amounts are not disclosed since they do not exceed 10% of the balance sheet total.

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**II. Explanations and Disclosures Related to the Liabilities**

**1. Information on maturity structure of deposits:**

**a.1) 30 September 2024:**

	Demand	7 Day Call Accounts	Up to 1 Month	1-3 Months	3-6 Months	6 Months – 1 Years	1 Year and Over	Accumulated Deposits	Total
Saving Deposits	23,603	-	54,976	1,296,459	627,033	1,439,734	11,342	-	3,453,147
Foreign Currency Deposits	374,553	-	14,656	4,366,475	611,205	49,022	9,445	-	5,425,356
Residents in Turkey	369,610	-	13,514	4,259,779	589,527	44,612	6,203	-	5,283,245
Residents Abroad	4,943	-	1,142	106,696	21,678	4,410	3,242	-	142,111
Public Sector Deposits	6,361	-	-	-	-	-	-	-	6,361
Commercial Deposits	39,482	-	267,956	106,152	405,806	1,000,211	315,070	-	2,134,677
Other Institutions Deposits	1,069	-	4,535	9,411	1,361	-	-	-	16,376
Precious Metals Deposits	-	-	-	-	-	-	-	-	-
Bank Deposits	2,511	-	-	-	-	-	-	-	2,511
Central Bank of Turkey	-	-	-	-	-	-	-	-	-
Domestic Banks	341	-	-	-	-	-	-	-	341
Foreign Banks	2,170	-	-	-	-	-	-	-	2,170
Participation Banks	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>447,579</b>	<b>-</b>	<b>342,123</b>	<b>5,778,497</b>	<b>1,645,405</b>	<b>2,488,967</b>	<b>335,857</b>	<b>-</b>	<b>11,038,428</b>

**a.2) 31 December 2023:**

	Demand	7 Day Call Accounts	Up to 1 Month	1-3 Months	3-6 Months	6 Months – 1 Years	1 Year and Over	Accumulated Deposits	Total
Saving Deposits	33,374	-	65,889	923,689	621,467	3,012,778	387,639	-	5,044,836
Foreign Currency Deposits	440,374	-	90,702	5,218,767	173,206	33,616	16,345	-	5,973,010
Residents in Turkey	432,825	-	90,655	5,179,005	162,754	31,012	13,622	-	5,909,873
Residents Abroad	7,549	-	47	39,762	10,452	2,604	2,723	-	63,137
Public Sector Deposits	3,379	-	-	-	-	-	-	-	3,379
Commercial Deposits	76,358	-	1,276,282	435,160	302,269	1,374,140	293,899	-	3,758,108
Other Institutions Deposits	534	-	981	8,398	-	-	-	-	9,913
Precious Metals Deposits	-	-	-	-	-	-	-	-	-
Bank Deposits	2,262	-	-	-	-	-	-	-	2,262
Central Bank of Turkey	-	-	-	-	-	-	-	-	-
Domestic Banks	150	-	-	-	-	-	-	-	150
Foreign Banks	2,112	-	-	-	-	-	-	-	2,112
Participation Banks	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>556,281</b>	<b>-</b>	<b>1,433,854</b>	<b>6,586,014</b>	<b>1,096,942</b>	<b>4,420,534</b>	<b>697,883</b>	<b>-</b>	<b>14,791,508</b>

**b.1) Information on saving deposits under the guarantee of saving deposits insurance:**

**i. Information on deposits:**

Saving Deposits	Under the Guarantee of Insurance		Exceeding the Limit of Insurance	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
Saving Deposits	854,741	667,358	3,537,211	6,367,911
Foreign Currency Saving Deposits	410,843	286,084	4,967,211	5,006,771
Other Deposits in the Form of Saving Deposits	10,088	4,658	457,672	359,503
Foreign Branches' Deposits Under Foreign Authorities' Insurance	-	-	-	-
Off-Shore Banking Regions' Deposits Under Foreign Authorities' Insurance	-	-	-	-
<b>Total</b>	<b>1,275,672</b>	<b>958,100</b>	<b>8,962,094</b>	<b>11,734,185</b>

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**II. Explanations and Disclosures Related to the Liabilities (Continued)**

**1. Information on maturity structure of deposits (Continued)**

- ii. Deposit amounts not under the guarantee of saving deposit:

Deposits of real persons not under the guarantee of insurance:

	<b>30 September 2024</b>	<b>31 December 2023</b>
Deposits and Other Accounts in Foreign Branches	-	-
Deposits and Other Accounts of the Controlling Partners and Their Mother, Father, Spouse and Children under Custody	-	-
Deposits and Other Accounts of the Chairman and Members of the Board of Directors or Managers, General Manager and Assistants and Their Mother, Father, Spouse and Children under Custody	801,618	2,116,866
Deposits and Other Accounts Within the Scope of Assets Resulting from Crime in Article 282 of TCK dated 26/9/2004 and numbered 5237	-	-
Deposits in Deposit Banks Established Exclusively for Offshore Banking Activities in Turkey	-	-

**2. Information on derivative financial liabilities held for trading:**

- a) Negative differences table related to derivative financial liabilities held-for-trading:

	<b>30 September 2024</b>		<b>31 December 2023</b>	
	<b>TL</b>	<b>FC</b>	<b>TL</b>	<b>FC</b>
Forward Transactions	-	-	13,679	-
Swap Transactions	-	-	2,404	-
Futures Transactions	-	-	-	-
Options	-	-	-	-
Other	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>16,083</b>	<b>-</b>

**3. Information on borrowings:**

- a) Information on banks and other financial institutions: None (31 December 2023: None).  
b) Recognition of the loans taken by maturity: None (31 December 2023: None).

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**II. Explanations and Disclosures Related to the Liabilities (Continued)**

**3. Information on borrowings (Continued)**

- c) Additional explanations related to the concentrations of the Bank's major liabilities:

The Bank diversifies its funding resources by customer deposits and domestic borrowings. 24% of bank deposits and 49% of other deposits are denominated in foreign currencies.

**4. Information on funds obtained from repo transactions:**

As of 30 September 2024 the Bank has no funds obtained from repurchase agreements amounting. (31 December 2023: TL 51).

**5. Other liabilities which exceed 10% of the balance sheet total (excluding off-balance sheet commitments) and the breakdown of these which constitute at least 20% of grand total:**

None.

**6. Information on debts from lease transactions (Net):**

- a) The general explanations on criteria used in determining instalments of financial lease agreements, renewal and purchasing options and restrictions in the agreements that create significant obligations to the Bank:

In the existing contracts, lease installments are determined according to the principles determined by taking into account the useful lives of the leased movables and the duration of their use within the project.

- b) Explanations regarding operational leases:

Head-Office and all branch premises of the Bank are leased under operational leases. In 2024, operational lease expenses amounting to TL 15,901 are recorded in the profit and loss accounts. The lease periods vary between 5 and 10 years (30 September 2023: TL 9,634).

- c) Explanations on the lessor and lessee in sale and lease back transactions, agreement conditions, and major agreement terms: None.

**7. Information on derivative financial liabilities for hedging purposes:**

None.



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**II. Explanations and Disclosures Related to the Liabilities (Continued)**

**8. Information on provisions:**

- a) Information on general provisions: None
- b) Foreign exchange rate decrease provisions for foreign currency indexed loans and financial leasing receivables: There are no exchange rate difference provisions for foreign currency indexed loans (31 December 2023: None).
- c) The expected provisions of TL 23,330 were provided for unindemnified non-cash loans (31 December 2023: TL 114,824).
- d) Liabilities regarding leave, severance pay:

The Bank has calculated the reserve for employee termination benefits by using actuarial valuation methods as set out in the TAS No: 19 and reflected this in the financial statements.

d.1) Employee rights liability table:

	<b>30 September 2024</b>	<b>31 December 2023</b>
Employment termination benefit provision	28,646	23,287
Unused vacation provision	22,904	14,726
<b>Total of Provision for Employee Benefits</b>	<b>51,550</b>	<b>38,013</b>

According to the Turkish Accounting Standard Regarding the Benefits Provided to Employees numbered TMS 19, the total benefit is calculated for the employees who complete one year of working service and whose working period ends due to retirement or if the service is terminated earlier. The cost of the services rendered by the employees in the current or previous periods is calculated annually by independent actuaries within the framework of the defined benefit plan, using the liability method. In accordance with the Turkish Accounting Standard on Employee Benefits (TAS 19) published in the Official Gazette dated 12 March 2013 and numbered 28585, actuarial loss accounted for under shareholders' equity for the period ending 30 September 2024 is TL 17,221 (31 December 2023: TL 22,200 loss).

- e) Information on other provisions:
- e.1) Information on free provisions for possible risks is disclosed in Note 2.8.e.2 of Section 5.
- e.2) In case other provisions exceed 10% of the total provisions, the names and amounts of the sub-accounts causing the excess:

	<b>30 September 2024</b>	<b>31 December 2023</b>
Provision for Uncompensated Non-Cash Loans	23,330	114,824
Other Provisions (*)	102,901	204,923
<b>Total</b>	<b>126,231</b>	<b>319,747</b>

- (\*) Other provisions consist of litigation provisions amounting to TL 54,535, provisions for possible risks amounting to TL 10,000 and other provisions amounting to TL 5,553 (31 December 2023: Other provisions consist of success premium provisions amounting to TL 58,000, litigation provisions amounting to TL 39,686, non-litigation provisions amounting to TL 7,237 and provisions for possible risks amounting to TL 100,000).

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**II. Explanations and Disclosures Related to the Liabilities (Continued)**

**9. Explanations on taxes payable:**

a) Information on current tax liability:

a.1) Information on corporate tax:

As of 30 September 2024, remaining tax liability/(receivable) after deducting temporary taxes paid during the period from corporate tax:

	<b>30 September 2024</b>	<b>31 December 2023</b>
Current Period Tax Payable	115,323	-
Prepaid Tax	(148,878)	(5,663)
<b>Current tax liability / (receivable)</b>	<b>(33,555)</b>	<b>(5,663)</b>

a.2) Explanations on taxes payable:

	<b>30 September 2024</b>	<b>31 December 2023</b>
Corporate Tax Payable	-	-
BITT	11,650	7,104
Securities Capital Income Tax	12,818	8,570
Income Tax Deducted from Salaries	5,708	4,493
Value Added Tax Payable	1,102	2,460
Real Estate Capital Income Tax	1,306	946
Stamp Duty	154	112
Other	79	361
<b>Total</b>	<b>32,817</b>	<b>24,046</b>

a.3) Information on premiums

	<b>30 September 2024</b>	<b>31 December 2023</b>
Social Security Premiums-Employer	4,590	3,314
Social Security Premiums-Employee	2,221	1,661
Unemployment Insurance-Employee	215	167
Unemployment Insurance-Employer	107	83
Bank Social Aid Pension Fund Premium-Employer	-	-
Bank Social Aid Pension Fund Premium-Employee	-	-
Pension Fund Membership Fees and Provisions-Employee	-	-
Pension Fund Membership Fees and Provisions-Employer	-	-
Other	-	-
<b>Total</b>	<b>7,133</b>	<b>5,225</b>

b) Explanations on deferred tax liabilities, if any: None (31 December 2023: None).

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**II. Explanations and Disclosures Related to the Liabilities (Continued)**

**10. Information on shareholders' equity:**

a) Presentation of paid-in capital:

As of 30 September 2024, the nominal value of the Bank's capital is amounting to TL 1,000,000 and consists of 1,000 million shares (31 December 2023: the nominal value of the Bank's capital is amounting to TL 1,000,000 and consists of 1,000 million shares).

	30 September 2024	31 December 2023
Equity Provision (*)	1,000,000	1,000,000
Provision for Preferred Stock	-	-

(\*) Represents Nominal Capital.

b) The Bank does not apply registered share capital system (31 December 2023: None).

c) Information on share capital increases' their sources and other information on increased capital shares in the current period: Explained in a) section.

d) Information on share capital increases from revaluation funds in the current period: None.

e) Capital commitments in the last fiscal year and at the end of the following interim period, the general purpose of these commitments and projected resources required to meet these commitments: None.

f) Indicators of the Bank's income, profitability and liquidity for the previous periods and possible effects of these future assumptions on the Bank's equity due to the uncertainty of these indicators:

Prior year income, profitability and liquidity of the Bank is closely monitored by the Financial Reporting Department and reported to the Board of Directors, Asset and Liability Committee. Risk Management tries to forecast the effects of interest, currency and maturity fluctuations that change these indicators with static and dynamic scenario analysis. Net asset value, which is defined as the difference of fair values of assets and liabilities, is measured. Expectations are made for Bank's future interest income via simulations of net interest income and scenario analysis.

g) Information on preferred shares: None.

h) Information on marketable securities value increase fund:

	Current Period		Prior Period	
	TL	FC	TL	FC
From subsidiaries, associates and jointly controlled entities (joint ventures)				
<i>Valuation differences</i>	-	-	-	-
<i>Exchange rate difference</i>	-	-	-	-
Financial assets at fair value through other comprehensive income				
<i>Valuation differences</i>	3,434	-	-	-
<i>Exchange rate difference</i>	-	-	-	-
<b>Toplam</b>	<b>3,434</b>	-	-	-

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**III. Explanations and Disclosures Related to the Off-Balance Sheet**

**1. Information on off-balance sheet liabilities:**

a) Nature and amount of irrevocable loan commitments:

	<b>30 September 2024</b>	<b>31 December 2023</b>
Loan Granting Commitments	546	521
Payment Commitments for Checks	16,179	17,568
Forward Asset Purchase and Sales Commitments	399,415	29,479
Other Irrevocable Commitments	12,211	10,416
<b>Total</b>	<b>428,351</b>	<b>57,984</b>

b) The nature and amount of possible losses and commitments arising from off-balance sheet items:

The Bank, within the context of banking activities, undertakes certain commitments, consisting of loan commitments, letters of guarantee, acceptance credits and letters of credit.

b.1) Non-cash loans, including guarantees, bank acceptances and financial guarantees, and other letters of credit:

	<b>30 September 2024</b>	<b>31 December 2023</b>
Other Guarantees and Collaterals	2,540,000	1,918,415
Letters of Credit	82,187	54,760
<b>Total</b>	<b>2,622,187</b>	<b>1,973,175</b>

b.2) Definite guarantees, temporary guarantees, sureties and similar transactions:

	<b>30 September 2024</b>	<b>31 December 2023</b>
Definite Letter of Guarantees	494,819	553,136
Temporary Letter of Guarantees	14,018	46,507
Other Letter of Guarantees	51,947	131,038
<b>Total</b>	<b>560,784</b>	<b>730,681</b>

c) Total amount of non-cash loans:

	<b>30 September 2024</b>	<b>31 December 2023</b>
Non-Cash Loans Given Against Achieving Cash Loans	15,174	14,639
With Maturity of 1 Year or Less Than 1 Year	30	-
With Maturity of More Than 1 Year	15,144	14,639
Other Non-Cash Loans	3,167,797	2,689,217
<b>Total</b>	<b>3,182,971</b>	<b>2,703,856</b>

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**IV. Explanations and Disclosures Related to the Statement of Income**

**1. a) Information on interest income on loans:**

<b>Interest on Loans (*)</b>	<b>30 September 2024</b>		<b>30 September 2023</b>	
	<b>TL</b>	<b>FC</b>	<b>TL</b>	<b>FC</b>
Short-Term Loans	1,891,214	118,568	839,721	97,601
Medium and Long Term-Loans	53,971	290	28,201	296
Interests Received from Non-Performing Receivables	42,252	-	47,357	-
<b>Total</b>	<b>1,987,437</b>	<b>118,858</b>	<b>915,279</b>	<b>97,897</b>

(\*) Includes fees and commissions obtained from cash loans.

**b) Information on interest income received from banks:**

	<b>30 September 2024</b>		<b>30 September 2023</b>	
	<b>TL</b>	<b>FC</b>	<b>TL</b>	<b>FC</b>
The Central Bank of Turkey	-	-	-	-
Domestic Banks	3,346	-	907	-
Foreign Banks	-	28,235	-	17,747
Branches and Head Office Abroad	-	-	-	-
<b>Total</b>	<b>3,346</b>	<b>28,235</b>	<b>907</b>	<b>17,747</b>

**c) Information on interest received from securities:**

	<b>30 September 2024</b>		<b>30 September 2023</b>	
	<b>TL</b>	<b>FC</b>	<b>TL</b>	<b>FC</b>
From Financial Assets at Fair Value Through Profit and Loss	-	-	-	-
From Financial Assets at Fair Value Through Other Comprehensive Income	152,780	2	2,292	1
Financial Assets Measured at Amortized Cost	205,801	-	109,035	-
<b>Total</b>	<b>358,581</b>	<b>2</b>	<b>111,327</b>	<b>1</b>

**d) Information on interest income received from associates and subsidiaries: None (30 September 2023: None).**

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**IV. Explanations and Disclosures Related to the Statement of Income (Continued)**

**2. a) Information on interest on funds borrowed:**

	30 September 2024		30 September 2023	
	TL	FC	TL	FC
Interest on Loans <sup>(*)</sup>				
Banks <sup>(*)</sup>	8	-	6	-
The Central Bank of Turkey	-	-	-	-
Domestic Banks	8	-	6	-
Foreign Banks	-	-	-	-
Branches and Head Office Abroad	-	-	-	-
Other Institutions	-	-	-	-
<b>Total</b>	<b>8</b>	<b>-</b>	<b>6</b>	<b>-</b>

(\*) Includes fees and commission expenses for borrowings.

**b. Information on interest expense to associates and subsidiaries:** None.

**c. Information on interest paid to securities issued:** None.

**d. Display of the interest paid on the deposit according to the maturity structure:**

	30 September 2024							Acc. Deposits	Total
	Time Deposits								
Account Name	Demand Deposits	Up to 1 month	Up to 3 Months	Up to 6 Months	Up to 1 Year	More than 1 Year			
<b>Turkish Lira</b>									
Interbank Deposits	-	-	-	-	-	-	-	-	-
Savings Deposit	-	14,693	292,732	173,751	574,534	17,108	-	1,072,818	
Official Deposit	-	-	-	-	-	-	-	-	
Trade Deposit	-	193,923	68,967	100,606	417,929	56,982	-	838,407	
Other Deposit	-	1,690	6,814	111	-	-	-	8,615	
7-Day Notice Deposit	-	-	-	-	-	-	-	-	
Precious Metal Reserve	-	-	-	-	-	-	-	-	
<b>Total</b>	<b>-</b>	<b>210,306</b>	<b>368,513</b>	<b>274,468</b>	<b>992,463</b>	<b>74,090</b>	<b>-</b>	<b>1,919,840</b>	
<b>Foreign Currency</b>									
Foreign Currency Deposits		2,247	140,213	18,106	986	338	-	161,890	
Interbank Deposits		-	-	-	-	-	-	-	
7-Day Notice Deposit		-	-	-	-	-	-	-	
Precious Metal		-	-	-	-	-	-	-	
<b>Total</b>	<b>-</b>	<b>2,247</b>	<b>140,213</b>	<b>18,106</b>	<b>986</b>	<b>338</b>	<b>-</b>	<b>161,890</b>	
<b>Grand Total</b>	<b>-</b>	<b>212,553</b>	<b>508,726</b>	<b>292,574</b>	<b>993,449</b>	<b>74,428</b>	<b>-</b>	<b>2,081,730</b>	

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**IV. Explanations and Disclosures Related to the Statement of Income (Continued)**

**d. Display of the interest paid on the deposit according to the maturity structure (Continued)**

<b>30 September 2023</b>								
<b>Time Deposits</b>								
<b>Account Name</b>	<b>Demand Deposits</b>	<b>Up to 1 month</b>	<b>Up to 3 Months</b>	<b>Up to 6 Months</b>	<b>Up to 1 Year</b>	<b>More than 1 Year</b>	<b>Acc. Deposits</b>	<b>Total</b>
<b>TL</b>								
Interbank Deposits	-	-	-	-	-	-	-	-
Savings Deposit	-	10,461	229,391	247,177	84,212	13,888	-	585,129
Official Deposit	-	-	-	-	-	-	-	-
Trade Deposit	-	90,631	393,341	63,475	28,064	1,392	-	576,903
Other Deposit	-	619	47,868	15,396	-	-	-	63,883
7-Day Notice Deposit	-	-	-	-	-	-	-	-
Precious Metal Reserve	-	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>101,711</b>	<b>670,600</b>	<b>326,048</b>	<b>112,276</b>	<b>15,280</b>	<b>-</b>	<b>1,225,915</b>
<b>Foreign Currency</b>								
Foreign currency deposits	-	4,202	77,051	12,581	356	183	-	94,373
Interbank Deposits	-	-	-	-	-	-	-	-
7-Day Notice Deposit	-	-	-	-	-	-	-	-
Precious Metal	-	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>4,202</b>	<b>77,051</b>	<b>12,581</b>	<b>356</b>	<b>183</b>	<b>-</b>	<b>94,373</b>
<b>Grand Total</b>	<b>-</b>	<b>105,913</b>	<b>747,651</b>	<b>338,629</b>	<b>112,632</b>	<b>15,463</b>	<b>-</b>	<b>1,320,288</b>

**3. Information on dividend income:** For the period ended 30 September 2024, dividend income is TL 234 (30 September 2023: TL 56).

**4. Explanations on trade profit loss:**

	<b>30 September 2024</b>	<b>30 September 2023</b>
<b>Profit</b>	<b>1,140,714</b>	<b>3,252,868</b>
Profit from Capital Market Operations	-	81,270
From Derivative Financial Transactions	620,247	2,343,474
Profit from Foreign Exchange	520,467	828,124
<b>Loss (-)</b>	<b>(1,393,604)</b>	<b>(2,343,199)</b>
Loss from Capital Market Operations	(26,401)	-
From Derivative Financial Transactions	(772,000)	(1,894,379)
Loss from Foreign Exchange	(595,203)	(448,820)
<b>Total</b>	<b>(252,890)</b>	<b>909,669</b>

**5. Information on other operating income:**

	<b>30 September 2024</b>	<b>30 September 2023</b>
Income from sales of assets	2,907	35,991
Provisions for communication expense collected from customers	347	7,213
Other (*)	93,921	8,159
<b>Total</b>	<b>97,175</b>	<b>51,363</b>

(\*) Other item includes reversal of provisions for the possible risks amounting to TL 90,000.

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**IV. Explanations and Disclosure Related to the Statement of Income (Continued)**

**6. Provision for impairment of loans and other receivables of banks**

	<b>30 September 2024</b>	<b>30 September 2023</b>
Provisions for Expected Credit Losses	(188,955)	29,246
12 Month ECL (Stage 1)	(3,644)	13,963
Significant Increase in Credit Risk (Stage 2)	1,377	(8,302)
Default (Stage 3)	(186,688)	23,585
Provision for Impairment Losses on Securities	-	-
Financial Assets Measured at Fair Value through Profit or Loss	-	-
Financial Assets Measured at Fair Value through Other Comprehensive Income	-	-
Provision for Impairment Losses on Associates, Subsidiaries and Joint-ventures	-	-
Associates	-	-
Subsidiaries	-	-
Joint Ventures (Net)	-	-
Other	-	-
<b>Total</b>	<b>(188,955)</b>	<b>29,246</b>

**7. Information on other operating expenses:**

	<b>30 September 2024</b>	<b>30 September 2023</b>
Provision for Employee Termination Benefits	-	-
Tax, Duty, Fees	24,216	10,307
Bank Social Aid Fund Deficit Provision	-	-
Impairment Expenses of Tangible assets	-	-
Depreciation Expenses of Tangible assets	44,031	32,608
Impairment Expenses of Intangible Assets	-	-
Impairment Expense of Goodwill	-	-
Depreciation Expenses of Intangible Assets	5,382	5,427
Impairment for Investments Accounted for under Equity Method	-	-
Impairment Expenses of Assets to be Disposed	-	-
Depreciation Expenses of Assets to be Disposed	3	3
Impairment Expenses of Assets Held for Sale and Discontinued Operations	-	-
Other Operating Expenses	147,500	101,323
Operating Lease Expenses	-	937
Maintenance Expenses	57,638	37,002
Advertisement Expenses	69	721
Other Expenses (*)	89,793	62,663
Loss on Sales of Assets	-	966
Other (**)	89,360	40,119
<b>Total</b>	<b>310,492</b>	<b>190,753</b>

(\*) Other operating expenses consist of TL 6,775 for vehicles expenses, TL 9,891 for communication expenses, TL 5,431 for heating-lighting expenses, TL 1,116 for stationery expenses, TL 2,959 for cleaning, TL 3,375 for non-deductible expenses, TL 23,643 of computer usage expenses, TL 16,870 of subcontractor expenses, TL 952 of expertise expenses, TL 4,083 of common expenses, TL 6,968 of insurance expenses, TL 1,417 of representation and entertainment expenses and TL 6,313 of other expenses (30 September 2023: Other operating expenses consist of vehicle expenses amounting to TL 4,448, communication expenses amounting to TL 5,529, heating-lighting expenses amounting to TL 4,974, stationery expenses amounting to TL 539, cleaning expenses amounting to TL 1,799, non-deductible expenses amounting to TL 3,361, TL 13,716 consists of computer usage expenses, TL 12,197 consists of subcontractor expenses, TL 563 consists of expertise expenses, TL 2,780 consists of common expenses, TL 6,692 consists of insurance expenses, TL 1,098 consists of representation and entertainment expenses and TL 4,967 consists of other expenses).

(\*\*) Other operating expenses consist of audit and consultancy expenses amounting to TL 23,296, Saving Deposit Insurance Fund expenses amounting to TL 8,973 and other expenses amounting to TL 57,091 (30 September 2023: Other operating expenses consist of audit and consultancy expenses amounting to TL 12,243, Saving Deposit Insurance Fund expenses amounting to TL 6,777 and other expenses amounting to TL 21,099).



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**IV. Explanations and Disclosure Related to the Statement of Income (Continued)**

**8. Explanation on tax provision for continued and discontinued operations:**

For the period ended 30 September 2024, current tax expense is TL 115,323 (30 September 2023: None).  
For the period ended 30 September 2024, deferred tax income is TL 48,629 (30 September 2023: None).

**9. Explanation on net profit/loss for the period from continuing and discontinued operation:**

Net profit for the period from continuing operations is TL 337,552 (30 September 2023: TL 609,493).

**10. Explanations on net profit and loss for the period:**

- a) If disclosure of the nature, size and recurrence rate of income and expense items arising from ordinary banking transactions is necessary for understanding the performance of the bank during the period, the nature and amount of these items: None.
- b) The effect of a change in the estimation made regarding the financial statement items on the profit/loss, if there is a possibility that it will affect the following periods, the effect including those periods: None.
- c) Profit/loss attributable to minority shares: None.

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**IV. Explanations and disclosure Related to the Statement of Income (Continued)**

**10. If the other items in the income statement exceed 10% of the income statement total, accounts amounting to at least 20% of these items are shown below:**

	<b>30 September 2024</b>	<b>30 September 2023</b>
Other fees and commissions received		
Expertise fees collected from customers	926	558
Transfer commissions	581	5.159
Insurance commissions	650	348
Cheque expense	277	113,200
Safe deposit box commissions	43	29
Intelligence Fee	-	7
Bill of Credit Commissions	-	-
Letter of Credit Commissions	9	67
Credit card commissions and fees	18	13
Other banking service income	778	2,795
<b>Total</b>	<b>3,282</b>	<b>122,176</b>

	<b>30 September 2024</b>	<b>30 September 2023</b>
Other fees and commissions		
Other commissions paid to banks	3,465	2,780
EFT expense commission	386	338
Bond stock market share	396	341
Transfer commissions	143	178
Exchange custody commission	444	270
Credit card commissions	892	530
ATM expense commission	7	10
Other	2,599	523
<b>Total</b>	<b>8,332</b>	<b>4,970</b>

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**V. Explanations on the Risk Group of the Bank**

**1. Volume of related party transactions, income and expense amounts involved and outstanding loan and deposit balances:**

**a) 30 September 2024:**

Risk Group of The Bank	Associates and Subsidiaries		Direct and Indirect Shareholders of the Bank		Other Real and Legal Persons Included in the Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans and Other Receivables						
Balance at Beginning of Period	-	-	130	66,980	80	24,270
Balance at End of Period	-	-	149	25,291	-	28,342
Interest Received and Commission Income	-	-	-	-	-	-

**b) 31 December 2023:**

Risk Group of The Bank	Associates and Subsidiaries		Direct and Indirect Shareholders of the Bank		Other Real and Legal Persons Included in the Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans and Other Receivables						
Balance at Beginning of Period	-	-	84	21,057	1,057	15,100
Balance at End of Period	-	-	130	66,980	80	24,270
Interest Received and Commission Income	-	-	-	-	-	-

(\*) Interest received: Interest income for the period of September 2023.

**c.1) Information on deposits belonging to the risk group of the Bank:**

Risk Group of The Bank	Associates and Subsidiaries		Direct and Indirect Shareholders of the Bank		Other Real and Legal Persons Included in the Risk Group	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023	30 September 2024	31 December 2023
<b>Deposit</b>						
Beginning of the Period	-	-	2,111	1,125	1,518	607
End of the Period	-	-	97	2,111	891	1,518
Deposit Interest Expense	-	-	-	-	-	392

In addition, the Bank has no “Funds Borrowed” used from risk group of the Bank (31 December 2023: None) and there is no interest expense was incurred from funds borrowed in 2024 (30 September 2023: None).

**c.2) Information on forward and option agreements and other similar agreements made with related parties:**  
None.

**d) For the period ended 30 September 2024, the total amount of remuneration and benefits provided to the senior management of the Bank TL 57,301 (30 September 2023: TL 33,909).**

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**V. Explanations on the Risk Group of the Bank (Continued)**

**2. Regarding the risk group that the Risk Group of the Bank:**

- a) The relations of the Bank with the entities controlled by the Bank and its related parties, regardless of whether there are any transactions or not:

The Bank carries out various commercial banking transactions with its group companies.

- b) Besides the structure of relationship, nature of the transaction, amount and ratio to the total volume of transactions, amount of major items and ratio to all items, pricing policies and other factors:

	<b>Balance</b>	<b>% Compared to the Amounts in the Financial Statements</b>
Banks and other receivables	149	0.01
Borrowings	-	0.00
Non-cash loans	53,633	1.67
Deposits	988	0.01

These transactions are priced in accordance with the general pricing policies of the Bank.

- c) In cases whereby separate disclosure is not necessary, the total of similar items in order to present the total impact on the financial statements: Explained in disclosure.b).
- d) Transactions accounted under the equity method: None.
- e) Disclosures related to purchase and sale of real estate and other assets, services given/received, agency contracts, leasing contracts, transferring information as a result of research and development, license contracts, financing (including supports in the form of loans, capital in cash and capital in kind), guarantees, and management contracts:

Within the limits of the Banking Law, the Bank renders cash and non-cash loans to its related parties and the ratio of these to the Bank's total cash and non-cash loan portfolio is 0.44%. Details of these loans are explained in 1-a above.

**VI. Explanations on Subsequent Events**

None.

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**SECTION SIX**

**INDEPENDENT AUDITOR'S REVIEW REPORT**

**I. Explanations on Auditor's Review Report**

The Bank's unconsolidated financial statements as of and for the period ended 30 September 2024 have been reviewed by KPMG Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş.

The review report dated 14 November 2024 is presented at the beginning of the financial statements and related notes.

**II. Explanations and Notes Prepared by Independent Auditors**

None.

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**SECTION SEVEN (\*)**

**EXPLANATIONS ON INTERIM ACTIVITY REPORT**

**Message from the Chairman of the Board of Directors and the General Manager**

Dear Shareholders,

The third quarter of 2024 was a period in which we felt the impact of the steps taken to reduce inflation more closely in the markets. With the removal of uncertainties following the local elections, positive developments came to the fore for our country's economy.

However, the US elections and geopolitical risks will continue to affect economic conditions in the period ahead.

Despite all these processes, inflation expectations should be expected to improve further with the monetary policy implemented.

As T-Bank, we have shown a successful performance in the third quarter of 2024 with rational policies and healthy balance sheet management.

As of 30 September 2024, our total assets amounted to TL 14.2 billion, loans to TL 7.9 billion and customer deposits to TL 11 billion and our net profit for the third quarter of 2024 was TL 337.6 million.

Going forward, our strategy is to carefully manage the risk portfolio and expand our customer base in promising sectors. T-Bank will also continue to strive to increase its trade finance business by investing in the developed network of our shareholders in the MENA region.

Finally, on behalf of T-Bank management, I would like to thank our customers for their continued trust, our shareholders for their strong support, and all our employees for their devoted work.

**Changes in the main contract during the period:**

None.

**Financial situation evaluation**

In the third quarter of 2024, T-Bank's assets amounted to TL 14,193 million, cash loans amounted to TL 7,699 million, and guarantees and sureties amounted to TL 3,183 million.

In the third quarter of 2024, the securities portfolio is TL 1,378 million. Deposit volume is TL 11,038 million in the third quarter of 2024.

Having posted a net profit of TL 609 million in the third quarter of 2023, the Bank closed the third quarter of 2024 with a net profit of TL 338 million.

The legal limit of the Capital Adequacy Ratio is 8%, and the Bank's Capital Adequacy Ratio as of September 2024 has been 18.09%.

The share of loans under follow-up in total loans is 5.58%, and the provision ratio for loans under follow-up is 56.96%.

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**Explanations on Interim Activity Report (Continued)**

**Summary Financial Information**

Thousand TL	30 September 2024	31 December 2023
Total Assets	14,192,745	16,897,949
Loan Portfolio (net)	7,699,362	9,350,304
Loan Portfolio (gross)	7,973,770	9,723,601
Securities Portfolio (Net)	1,377,870	1,338,749
Banks/Receivables from Money Markets(Net)	1,923,060	2,689,859
Total Deposit	11,038,428	14,791,508
Funds Borrowed	-	-
Equity	1,424,407	1,078,442
Guarantees and Sureties	3,182,971	2,703,856

  

Thousand TL	30 September 2024	30 September 2023
Net Interest Income	932,437	(53,397)
Net Commission Income	25,646	131,254
Profit / (Loss) Before Taxes	404,246	609,493
Net Profit / (Loss)	337,552	609,493

**Condensed Financial Rates ( % )**

(1)	30 September 2024	31 December 2023
Capital Adequacy Ratio	18.09	15.20
Loans/Deposit	69.75	63.21
Loans/Total Assets	54.25	55.33
Liquid Assets/ Total Assets	21.66	20.82
Loans Under Follow-up (net) / Total Loans (net)	2.49	2.22
Loans Under Follow-up (gross) / Total Loans (gross)	5.58	5.78
Loans Under Follow-up (net) / Total Assets	1.35	1.23
Loan Provisions / Loans Under Follow-up	56.96	63.01

(1) The current period rates presented in the table are calculated using the financial statements as of 30 September 2024 (31 December 2023: Prior period rates are calculated using the financial statements as of 31 December 2023).

**T-Bank at the end of September 2024**

With 12 branches located in Turkey's most vibrant industrial and commercial centres, T-Bank offers convenient solutions in line with its "boutique service" approach.

Determining to provide solutions to its customers as its mission, T-Bank focuses on raising the quality bar of its services and products within the framework of its sustainable growth strategy. Increasing its satisfaction and loyalty ratio day by day, the Bank aims to provide its customers with a unique banking experience.

T-Bank succeeds in transforming its main shareholders' effective and wide correspondent bank network in the Middle East and North Africa Region into a competitive advantage. The Bank also takes care to establish long-term relationships with the banks that will add added value to its services and further strengthen its financial structure.

(\*) The amounts in Section Seven represent the full TL amount unless otherwise stated.