

TURKLAND BANK ANONİM ŞİRKETİ
Unconsolidated Financial Statements
As of and For the Six-Month Period Ended 30 June 2025
With Independent Auditor's Review Report

*Translated into English from the report and financial statements
originally issued in Turkish*



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

Independent Auditor's Report on Review of Unconsolidated 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 June 2025 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 six 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 statements 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 statements 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 statements 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 statements is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As stated in Note 2.8.e.2 of Section Five, the accompanying interim unconsolidated financial statements as at 30 June 2025 includes a general provision of total of TL 14,000 thousand, of which TL 18,000 thousand was recognised as expense in prior periods and TL 4,000 thousand was reversed in the current period with a deferred tax asset amounting TL 4,200 thousand of which TL 5,400 thousand had been recognized in prior periods and TL 1,200 thousand was reversed 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.

According to TAS 12 “Income Taxes” standard, deferred tax asset and liabilities should be calculated based on the differences between the carrying amounts of assets or liabilities in the statement of financial position and their tax bases. Income tax amounts to be recovered or settled in future periods are recognized in the financial records based on the deductible or taxable temporary differences. In accordance with paragraph (A) of the duplicate article 298 and temporary article 33 of the Law No. 213, the Bank has considered the difference between the carrying amounts of tangible and intangible assets recognized for tax purposes when accounting for the tax effects arising from the inflation adjustment of corporate tax. As of 31 December 2024, the Bank, while identifying temporary differences for the calculation of deferred tax assets and liabilities in accordance with TAS 12, did not take into account the carrying amounts of tangible and intangible assets and their inflation-adjusted tax bases in accordance with the aforementioned tax legislation. This approach constitutes a non-compliance with the provisions of TAS 12 “Income Taxes” standard. As of 30 June 2025, the Bank recognized the related deferred tax amount on its unconsolidated financial statements starting from 31 March 2025 by considering its balance sheet prepared in accordance with inflation accounting for tax purpose. As a result, if this deferred tax amount had been corrected as of 31 December 2024, the Bank’s deferred tax income and therefore net profit for the period would be decreased by TL 27,393 thousand and prior period income would be increased by TL 27,393 thousand for the period then ended 30 June 2025.

Qualified Conclusion

Based on our review, except for the effects of the matters described in the Basis for Qualified Conclusion paragraphs, nothing has come to our attention that causes us to believe that the accompanying unconsolidated interim financial statements does not present fairly, in all material respects, its unconsolidated financial position of Turkland Bank A.Ş. as at 30 June 2025 and its unconsolidated financial performance and unconsolidated cash flows for the six month period then ended in accordance with the BRSA Accounting and Financial Reporting Legislation.

Report on Other Regulatory Requirements Arising From Legislation

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

KPMG Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi

Alper Güvenç, SMMM
Partner

14 August 2025
İstanbul, Türkiye

**THE UNCONSOLIDATED SIX-MONTH INTERIM FINANCIAL REPORT OF
TURKLAND BANK ANONİM ŞİRKETİ AS OF 30 JUNE 2025**

Address of the Bank's Head Office : 19 Mayıs Mah. 19 Mayıs Caddesi Şişli Plaza A Blok No:7
Şişli/ İstanbul

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 : t-bank@turklandbank.com

The six-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 LIMITED REVIEW REPORT
- INTERIM ACTIVITY REPORT

The unconsolidated six months financial statements and related explanations and footnotes included in this report have been prepared in accordance with the Regulation on the Procedures and Principles Regarding Banks' Accounting Applications and Document Storage, Turkish Accounting Standards, Turkish Financial Reporting Standards, annexes and interpretations thereof and our Bank's records, in thousand Turkish Lira unless otherwise stated, and have been subject to limited review and presented as an attachment.

Michel ACCAD
Chairman of the
Board of Directors

Servet TAZE
General Manager

Cenk ERÜSTÜN
Financial Control
Assistant General Director

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 : Seygi Üstün / Manager
Telephone Number : (0 212) 368 37 24
Fax Number : (0 212) 368 35 35

INDEX

SECTION ONE

General Information

I.	Bank's incorporation date, beginning statute, changes in the existing statute	1
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, if any and explanations on the controlling group of the bank	2
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	3
IV.	Information about the persons and institutions that have qualified shares	3
V.	Summary on the bank's functions and areas of activity	4
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	4
VII.	Existing or potential, actual or legal obstacles to the immediate transfer of equity or repayment of debts between the bank and its subsidiaries	4

SECTION TWO

Unconsolidated Financial Statements

I.	Balance sheet (Statement of financial position)	5-6
II.	Statement of off-balance sheet items	7
III.	Statements of profit or loss	8
IV.	Statement of profit and loss and other comprehensive income	9
V.	Statement of changes in shareholders' equity	10
VI.	Statement of cash flows	11

SECTION THREE

Accounting Policies

I.	Basis of presentation	12-13
II.	Explanations on usage strategy of financial assets and foreign currency transactions	13
III.	Explanations on forward and option contracts and derivative instruments	13
IV.	Explanations on interest income and expenses	13
V.	Explanations on fees and commission income and expenses	13
VI.	Explanations on financial assets	13-16
VII.	Explanations on impairment of financial assets	16-17
VIII.	Explanations on offsetting of financial assets and liabilities	17
IX.	Explanations on sales and repurchase agreements and lending of securities	18
X.	Explanations on non-current assets held for sale and discontinued operations and liabilities related to these assets	18
XI.	Explanations on goodwill and other intangible assets	18
XII.	Explanations on tangible assets	19
XIII.	Explanations on leasing transactions	19-20
XIV.	Explanations on provisions and contingent liabilities	20
XV.	Explanations on liabilities regarding employee benefits	20
XVI.	Explanations on taxation	21
XVII.	Additional explanations on borrowings	22
XVIII.	Explanations on issued share certificates	22
XIX.	Explanations on acceptances	22
XX.	Explanations on government incentives	22
XXI.	Explanations on segment reporting	22
XXII.	Explanations on other matters	22

SECTION FOUR

Information on Financial Structure and Risk Management

I.	Explanations related to items of shareholders' equity	23-28
II.	Explanations related to currency risk	29-30
III.	Explanations related to interest rate risk	31-33
IV.	Explanations on stock position risk	33
V.	Explanations on liquidity risk management and liquidity coverage ratio	33-40
VI.	Explanations related to leverage ratio	41
VII.	Risk management objectives and policies	42-58

SECTION FIVE

Explanations and Footnotes on Unconsolidated Financial Statements

I.	Explanations and disclosures related to the assets of the balance sheet	59-70
II.	Explanations and disclosures related to the liabilities of the balance sheet	71-76
III.	Explanations and disclosures related to the off-balance sheet	77
IV.	Explanations and disclosures related to the statement of profit or loss	78-83
V.	Explanations on the risk group of the Bank	84-85
IV.	Explanations on subsequent events	85

SECTION SIX

The Limited Review Report

I.	Explanations related to the limited review report	86
II.	Explanations and notes prepared by the independent auditor	86

SECTION SEVEN

Explanations on Interim Activity Report

I.	Message from the Chairman of the Board of Directors and the General Manager explanations on interim activity report	87-88
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TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

(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

Turkland Bank Anonim Şirketi ("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 Doğu 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 million 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. 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
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

(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

Name/Title	Share Amount	Share Ratios	Paid up Shares	Unpaid Shares
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	-
Total	1,000,000.00	100,0%.0	1,000,000.00	-

As of 30 June 2025, the nominal value of the Bank's capital is TL 1,000,000 and consists of 10 billion shares.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

(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

Title	Name and Surname (*)	Responsibility	Education
Chairman of the Board of Directors	MICHEL ACCAD	Chairman	MASTER 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	Member	BACHELOR'S DEGREE
	NADYA NABIL TAWFIK TALHOUNI	Member of Audit Committee	BACHELOR'S DEGREE
	MUSTAFA SELÇUK TAMER		
	NABİL RAFEİ	Member	MASTER DEGREE
	FİRAS JASER JAMİL ZAYYAD (****)	Member	MASTER DEGREE
	HAITHAM HELMI		BACHELOR'S DEGREE
	MOHAMMAD FOUDEH (***)	Member	
Chairman of the Board of Directors	MICHEL ACCAD	President	MASTER DEGREE
Member of Board of Directors and General Manager	SERVET TAZE	General Manager	BACHELOR'S DEGREE
Assistant General Mangers	BENAN BAŞAK	Close Monitoring and Legal Follow-up	MASTER DEGREE
	UMUT ÜLBEGİ	Corporate and Commercial Banking	MASTER DEGREE
	HAKKI EFE İÇLİ (**)	Financial Control	BACHELOR'S DEGREE
	SERKAN ÇELİK	Internal Systems Group	MASTER DEGREE

(*) The individuals mentioned above do not hold any shares in the Bank.

(**) Resigned as of 15 January 2025.

(***) Resigned as of 28 March 2025.

(****) By minute of the Board of Directors dated 25 June 2025, Mr. Firas Jaser Jamil Zayyad has been appointed as a Member of the Board of Directors.

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

Information about the persons and institutions that have qualified shares as of 30 June 2025:

Name/Title	Share Amount	Share Ratios	Paid up Shares	Unpaid Shares
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
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

(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 6 branches and 197 personnel. The Bank does not have any subsidiaries (31 December 2024: 6 branches, 201 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. Current or likely actual or legal barriers to the immediate transfer of shareholders' equity or the 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. Statements 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 AS OF 30 JUNE 2025 AND 31 DECEMBER 2024
(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 June 2025			Audited Prior Period 31 December 2024		
		TL	FC	Total	TL	FC	Total
I. FINANCIAL ASSETS (Net)		2,221,244	5,182,778	7,404,022	2,485,887	4,206,843	6,692,730
1.1 Cash and Cash Equivalents		1,729,835	5,182,778	6,912,613	2,022,146	4,206,807	6,228,953
1.1.1 Cash and The Central Bank of Türkiye	I-1	903,066	4,165,775	5,068,841	279,996	3,209,379	3,489,375
1.1.2 Banks	I-3	1,494	1,017,003	1,018,497	523	997,428	997,951
1.1.3 Money Market Placements		826,059	-	826,059	1,742,324	-	1,742,324
1.1.4 Expected Credit Losses (-)		(784)	-	(784)	(697)	-	(697)
1.2 Financial Assets at Fair Value Through Profit and Loss		-	-	-	-	-	-
1.2.1 Government Debt Securities		-	-	-	-	-	-
1.2.2 Subordinated Debt Instruments		-	-	-	-	-	-
1.2.3 Other Financial Assets		-	-	-	-	-	-
1.3 Financial Assets at Fair Value Through Other Comprehensive Income	I-4	491,409	-	491,409	463,741	36	463,777
1.3.1 Government Debt Securities		491,271	-	491,271	463,603	36	463,639
1.3.2 Subordinated Debt Instruments		138	-	138	138	-	138
1.3.3 Other Financial Assets		-	-	-	-	-	-
1.4 Derivative Financial Assets	I-2	-	-	-	-	-	-
1.4.1 Derivative Financial Assets at Fair Value Through Profit or Loss		-	-	-	-	-	-
1.4.2 Derivative Financial Assets at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
II. FINANCIAL ASSETS MEASURED AT AMORTIZED COST (Net)	I-5	6,341,697	4,453,199	10,794,896	5,379,205	2,880,816	8,260,021
2.1 Loans		6,507,198	4,453,199	10,960,397	5,590,278	2,880,816	8,471,094
2.2 Lease Receivables		-	-	-	-	-	-
2.3 Factoring Receivables		-	-	-	-	-	-
2.4 Other Financial Assets Measured at Amortized Cost	I-6	50,612	-	50,612	51,232	-	51,232
2.4.1 Government Debt Securities		50,612	-	50,612	51,232	-	51,232
2.4.2 Other Financial Assets		-	-	-	-	-	-
2.5 Expected Credit Loss (-)		(216,113)	-	(216,113)	(262,305)	-	(262,305)
NON-CURRENT ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)	I-16	23,512	-	23,512	27,252	-	27,252
3.1 Held for Sale		23,512	-	23,512	27,252	-	27,252
3.2 Discontinued Operations		-	-	-	-	-	-
IV. EQUITY INVESTMENTS		7,659	-	7,659	7,659	-	7,659
4.1 Associates (Net)	I-7	7,659	-	7,659	7,659	-	7,659
4.1.1 Associates Consolidated Under Equity Accounting		-	-	-	-	-	-
4.1.2 Unconsolidated Associates		7,659	-	7,659	7,659	-	7,659
4.2 Subsidiaries (Net)	I-8	-	-	-	-	-	-
4.2.1 Unconsolidated Financial Investments in Subsidiaries		-	-	-	-	-	-
4.2.2 Unconsolidated Non-Financial Investments in Subsidiaries		-	-	-	-	-	-
4.3 Joint Ventures (Net)	I-9	-	-	-	-	-	-
4.3.1 Joint-Ventures Consolidated Under Equity Accounting		-	-	-	-	-	-
4.3.2 Unconsolidated Joint-Ventures		-	-	-	-	-	-
V. TANGIBLE ASSETS (Net)	I-12	151,098	-	151,098	156,106	-	156,106
VI. INTANGIBLE ASSETS (Net)	I-13	12,580	-	12,580	12,367	-	12,367
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		12,580	-	12,580	12,367	-	12,367
VII. INVESTMENT PROPERTIES (Net)	I-14	-	-	-	-	-	-
VIII. CURRENT TAX ASSET		16,930	-	16,930	-	-	-
IX. DEFERRED TAX ASSET	I-15	76,875	-	76,875	52,970	-	52,970
X. OTHER ASSETS	I-17	878,564	93,210	971,774	561,375	54	561,429
TOTAL ASSETS		9,730,159	9,729,187	19,459,346	8,682,821	7,087,713	15,770,534

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

TURKLAND BANK ANONİM ŞİRKETİ
UNCONSOLIDATED BALANCE SHEETS AS OF 30 JUNE 2025 AND 31 DECEMBER 2024
(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 June 2025			Audited Prior Period 31 December 2024		
		TL	FC	Total	TL	FC	Total
I. DEPOSITS	II-1	5,759,567	9,819,636	15,579,203	4,741,662	8,088,504	12,830,166
II. FUNDS BORROWED	II-3	-	-	-	-	-	-
III. MONEY MARKET FUNDS		162,821	-	162,821	-	-	-
IV. SECURITIES ISSUED (Net)		-	-	-	-	-	-
4.1 Bills		-	-	-	-	-	-
4.2 Asset Backed Securities		-	-	-	-	-	-
4.3 Bonds		-	-	-	-	-	-
V. FUNDS		-	-	-	-	-	-
5.1 Borrower Funds		-	-	-	-	-	-
5.2 Other		-	-	-	-	-	-
VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT AND LOSS		-	-	-	-	-	-
VII. DERIVATIVE FINANCIAL LIABILITIES	II-2	-	-	-	-	-	-
7.1 Derivative Financial Liabilities at Fair Value Through Profit or Loss		-	-	-	-	-	-
7.2 Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
VIII. FACTORING LIABILITIES		-	-	-	-	-	-
IX. LEASE LIABILITIES (Net)	II-6	102,840	-	102,840	102,752	-	102,752
X. PROVISIONS	II-8	146,933	1,295	148,228	195,200	28,361	223,561
10.1 Restructuring Provisions		-	-	-	-	-	-
10.2 Reserve for Employee Benefits		70,470	-	70,470	52,960	-	52,960
10.3 Insurance Technical Provisions (Net)		-	-	-	-	-	-
10.4 Other Provisions		76,463	1,295	77,758	142,240	28,361	170,601
XI. CURRENT TAX LIABILITY	II-9	68,272	-	68,272	59,561	-	59,561
XII. DEFERRED TAX LIABILITY		-	-	-	-	-	-
XIII. NON-CURRENT LIABILITIES HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)		-	-	-	-	-	-
13.1 Held for Sale		-	-	-	-	-	-
13.2 Discontinued Operations		-	-	-	-	-	-
XIV. SUBORDINATED DEBT INSTRUMENTS		-	-	-	-	-	-
14.1 Loans		-	-	-	-	-	-
14.2 Other Debt Instruments		-	-	-	-	-	-
XV. OTHER LIABILITIES	II-5	754,906	1,051,999	1,806,905	318,955	793,889	1,112,844
XVI. SHARE HOLDERS' EQUITY	II-10	1,591,077	-	1,591,077	1,441,650	-	1,441,650
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
Accumulated Other Comprehensive Income or Loss Not Reclassified Through Profit or Loss		(16,513)	-	(16,513)	(16,715)	-	(16,715)
16.3		-	-	-	-	-	-
16.4 Accumulated Other Comprehensive Income or Loss Reclassified Through Profit or Loss		3,744	-	3,744	5,929	-	5,929
16.5 Profit or Loss		427,006	-	427,006	72,405	-	72,405
16.5.1 Legal Reserves		52,702	-	52,702	37,330	-	37,330
16.5.2 Status Reserves		-	-	-	-	-	-
16.5.3 Extraordinary Reserves		355,066	-	355,066	62,982	-	62,982
16.5.4 Other Profit Reserves		19,238	-	19,238	(27,907)	-	(27,907)
16.6 Income or (Loss)		151,410	-	151,410	354,601	-	354,601
16.6.1 Prior Period Income or (Loss)		-	-	-	-	-	-
16.6.2 Current Period Income or (Loss)		151,410	-	151,410	354,601	-	354,601
TOTAL LIABILITIES		8,586,416	10,872,930	19,459,346	6,859,780	8,910,754	15,770,534

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

TURKLAND BANK ANONİM ŞİRKETİ
UNCONSOLIDATED STATEMENTS OF OFF-BALANCE SHEET ITEMS
AS OF 30 JUNE 2025 AND 31 DECEMBER 2024
(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 June 2025			Audited Prior Period 31 December 2024		
			TL	FC	Total	TL	FC	Total
A.	OFF-BALANCE SHEET LIABILITIES (I+II+III)		4,139,852	1,400,448	5,540,300	4,237,478	2,055,360	6,292,838
I.	GUARANTEES AND WARRANTIES	1	2,943,326	233,120	3,176,446	2,261,200	193,868	2,455,068
1.1	Letter of Guarantee		557,826	111,483	669,309	390,700	151,551	542,251
1.1.1	Guarantees Subject to State Tender Law		2,858	1,272	4,130	2,858	1,108	3,966
1.1.2	Guarantees Given for Foreign Trade Operations		9,495	16,347	25,842	8,026	20,659	28,685
1.1.3	Other Letters of Guarantee		545,473	93,864	639,337	379,816	129,784	509,600
1.2	Bank Loans		-	-	-	-	-	-
1.2.1	Import Letter of Acceptance		-	-	-	-	-	-
1.2.2	Other Bank Acceptance		-	-	-	-	-	-
1.3	Letters of Credit		-	121,637	121,637	-	42,317	42,317
1.3.1	Documented Letters of Credit		-	121,637	121,637	-	42,317	42,317
1.3.2	Other Letters of Credit		-	-	-	-	-	-
1.4	Guaranteed Prefinancing		-	-	-	-	-	-
1.5	Endorsement		2,385,500	-	2,385,500	1,870,500	-	1,870,500
1.5.1	Endorsements to the Central Bank of Turkiye		2,385,500	-	2,385,500	1,870,500	-	1,870,500
1.5.2	Other Endorsements		-	-	-	-	-	-
1.6	Securities Issue Purchase Guarantees		-	-	-	-	-	-
1.7	Factoring Guarantees		-	-	-	-	-	-
1.8	Other Guarantees		-	-	-	-	-	-
1.9	Other Collaterals		-	-	-	-	-	-
II.	COMMITMENTS	1	574,024	571,262	1,145,286	311,103	344,829	655,932
2.1	Irrevocable Commitments		574,024	571,262	1,145,286	311,103	344,829	655,932
2.1.1	Asset Purchase and Sale Commitments		558,516	556,328	1,114,844	296,966	333,071	630,037
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		730	-	730	397	-	397
2.1.5	Securities Issue Brokerage Commitments		-	-	-	-	-	-
2.1.6	Commitments for Reserve Deposit Requirements		-	-	-	-	-	-
2.1.7	Commitments for Cheques		14,778	-	14,778	13,740	-	13,740
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		-	14,934	14,934	-	11,758	11,758
2.2	Revocable Commitments		-	-	-	-	-	-
2.2.1	Revocable Loan Granting Commitments		-	-	-	-	-	-
2.2.2	Other Revocable Commitments		-	-	-	-	-	-
III.	DERIVATIVE FINANCIAL INSTRUMENTS		622,502	596,066	1,218,568	1,665,175	1,516,663	3,181,838
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		622,502	596,066	1,218,568	1,665,175	1,516,663	3,181,838
3.2.1	Forward Foreign Currency Buy/Sell Transactions		-	-	-	-	-	-
3.2.1.1	Forward Foreign Currency Transactions-Buy		-	-	-	-	-	-
3.2.1.2	Forward Foreign Currency Transactions-Sell		-	-	-	-	-	-
3.2.2	Currency and Interest Swap Transactions		-	-	-	-	-	-
3.2.2.1	Currency Swaps-Purchases		-	-	-	-	-	-
3.2.2.2	Currency Swap-Sales		-	-	-	-	-	-
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		622,502	596,066	1,218,568	1,665,175	1,516,663	3,181,838
3.2.4.1	Currency Futures-Purchases		-	596,066	596,066	-	1,516,663	1,516,663
3.2.4.2	Currency Futures-Sales		622,502	-	622,502	1,665,175	-	1,665,175
3.2.5	Interest Futures		-	-	-	-	-	-
3.2.5.1	Interest Futures-Purchases		-	-	-	-	-	-
3.2.5.2	Interest Futures-Sales		-	-	-	-	-	-
3.2.6	Other		-	-	-	-	-	-
B.	CUSTODY AND PLEDGE ITEMS (IV+V+VI)		19,224,533	7,802,074	27,026,607	17,040,499	9,570,456	26,610,955
IV.	ITEMS HELD IN CUSTODY		6,177,919	12,201	6,190,120	4,738,923	13,483	4,752,406
4.1	Customer Fund and Portfolio Asset		-	-	-	-	-	-
4.2	Investment Securities Held in Custody		57,315	8,863	66,178	46,425	9,818	56,243
4.3	Checks Received for Collection		6,120,396	3,338	6,123,734	4,691,806	3,665	4,695,471
4.4	Commercial Check Received for Collection		208	-	208	692	-	692
4.5	Other Assets Received for Collection		-	-	-	-	-	-
4.6	Assets Received through Public Offering		-	-	-	-	-	-
4.7	Other Items Under Custody		-	-	-	-	-	-
4.8	Custodians		-	-	-	-	-	-
V.	PLEDGED ITEMS		13,046,614	7,789,873	20,836,487	12,301,576	9,556,973	21,858,549
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		951,172	43,481	994,653	1,049,993	38,610	1,088,603
5.6	Other Pledged Items		12,093,734	7,746,392	19,840,126	11,249,875	9,518,363	20,768,238
5.7	Pledged Items-Depository		-	-	-	-	-	-
VI.	CONFIRMED BILLS OF EXCHANGE AND SURETIES (IV+V+VI)		-	-	-	-	-	-
TOTAL OFF-BALANCE SHEET ITEMS (A+B)			23,364,385	9,202,522	32,566,907	21,277,977	11,625,816	32,903,793

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

TURKLAND BANK ANONİM ŞİRKETİ
UNCONSOLIDATED STATEMENTS OF PROFIT OR LOSS
FOR THE PERIODS ENDED 30 JUNE 2025 AND 2024
(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 1 January-30 June 2025	Current Period 1 April-30 June 2025	Prior Period 1 January-30 June 2024	Prior Period 1 April-30 June 2024
INCOME AND EXPENSE ITEMS					
I. INTEREST INCOME	1	2,264,608	1,206,267	2,156,514	1,101,871
1.1 Interest on Loans		1,744,799	937,361	1,456,583	763,782
1.2 Interest on Reserve Requirements		127,293	69,566	38,556	17,624
1.3 Interest on Banks		49,296	20,532	20,336	10,414
1.4 Interest on Money Market Transactions		221,195	114,568	401,270	186,117
1.5 Interest on Marketable Securities Portfolio		122,024	64,239	239,580	123,745
1.5.1 Fair Value Through Profit or Loss		-	-	-	-
1.5.2 Fair Value Through Other Comprehensive Income		109,955	57,774	93,427	60,048
1.5.3 Measured at Amortized Cost		12,069	6,465	146,153	63,697
1.6 Finance Lease Interest Income		-	-	-	-
1.7 Other Interest Income		1	1	189	189
II. INTEREST EXPENSE (-)	2	(1,512,306)	(833,182)	(1,507,736)	(737,247)
2.1 Interest on Deposits		(1,470,300)	(809,742)	(1,472,674)	(719,910)
2.2 Interest on Funds Borrowed		(4)	(2)	(8)	(6)
2.3 Interest Expense on Money Market Transactions		(17,339)	(17,113)	(18,799)	(11,347)
2.4 Interest on Securities Issued		-	-	-	-
2.5 Interest Lease Expenses		(11,733)	(6,325)	(10,331)	(5,984)
2.6 Other Interest Expenses		(12,930)	-	(5,924)	-
III. NET INTEREST INCOME/EXPENSE (I - II)		752,302	373,085	648,778	364,624
IV. NET FEES AND COMMISSIONS INCOME/EXPENSE		5,913	3,153	16,096	8,578
4.1 Fees and Commissions Received		15,488	8,300	21,595	11,782
4.1.1 Non-Cash Loans		12,697	7,269	19,123	10,594
4.1.2 Other	11	2,791	1,031	2,472	1,188
4.2 Fees and Commissions Given		(9,575)	(5,147)	(5,499)	(3,204)
4.2.1 Non-Cash Loans		(410)	(213)	(303)	(153)
4.2.2 Other	11	(9,165)	(4,934)	(5,196)	(3,051)
V. DIVIDEND INCOME	3	532	532	234	234
VI. TRADING INCOME / (LOSS) (Net)	4	(224,041)	(119,746)	(219,042)	(78,650)
6.1 Profit/Loss from Capital Market Transactions		(2)	-	(26,401)	(15,227)
6.2 Profit/Loss from Derivative Financial Transactions		(86,577)	(62,810)	(115,641)	(116,195)
6.3 Foreign Exchange Profit/Loss		(137,462)	(56,936)	(77,000)	52,772
VII. OTHER OPERATING INCOME	5	46,757	38,861	66,480	30,930
VIII. GROSS PROFIT FROM OPERATIONS (III+IV+V+VI+VII)		581,463	295,885	512,546	325,716
IX. ALLOWANCE FOR EXPECTED CREDIT LOSSES (-)	6	45,936	5,526	185,374	73,464
X. OTHER PROVISION EXPENSE (-)		-	-	-	-
XI. PERSONNEL EXPENSES (-)		(256,802)	(117,656)	(188,482)	(95,739)
XII. OTHER OPERATING EXPENSES (-)	7	(242,242)	(133,899)	(184,168)	(102,718)
XIII. NET OPERATING PROFIT/LOSS (VIII-IX-X-XI-XII)		128,355	49,856	325,270	200,723
XIV. AMOUNT IN EXCESS RECOGNISED AS GAIN AFTER MERGER		-	-	-	-
XV. PROFIT/LOSS ON EQUITY METHOD		-	-	-	-
XVI. PROFIT/LOSS ON NET MONETARY POSITION		-	-	-	-
PROFIT/LOSS FROM CONTINUED OPERATIONS BEFORE TAXES (XIII+...+XVI)		128,355	49,856	325,270	200,723
XVIII. TAX PROVISION FOR CONTINUED OPERATIONS (±)	8	23,055	1,431	(44,769)	(44,769)
18.1 Provision for Current Income Taxes		-	-	(142,841)	(142,841)
18.2 Deferred Tax Expense Effect (+)		23,055	1,431	116,816	116,816
18.3 Deferred Tax Income Effect (-)		-	-	18,744	18,744
NET PROFIT/LOSS FROM CONTINUED OPERATIONS (XVII±XVIII)	9	151,410	51,287	280,501	155,954
XX. INCOME ON DISCONTINUED OPERATIONS		-	-	-	-
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		-	-	-	-
XXI. LOSS FROM DISCONTINUED OPERATIONS (-)		-	-	-	-
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		-	-	-	-
PROFIT/LOSS ON DISCONTINUED OPERATIONS BEFORE TAXES (XX-XXI)		-	-	-	-
XXII. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)		-	-	-	-
23.1 Provision for Current Income Taxes		-	-	-	-
23.2 Deferred Tax Expense Effect (+)		-	-	-	-
23.3 Deferred Tax Income Effect (-)		-	-	-	-
NET PROFIT/LOSS FROM DISCONTINUED OPERATIONS (XXII±XXIII)		-	-	-	-
XXIV. NET PROFIT/LOSS FOR THE PERIOD (XIX+XXIV)	10	151,410	51,287	280,501	155,954
Profit/Loss per Share		0.01514	0.00513	0.02805	0.01560

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

TURKLAND BANK ANONİM ŞİRKETİ
UNCONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIODS ENDED 30 JUNE 2025 AND 2024

(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 June 2025	Reviewed Prior Period 1 January-30 June 2024
I. PROFIT/LOSS FOR THE PERIOD	151,410	280,501
II. OTHER COMPREHENSIVE INCOME	(1,983)	6,999
2.1 Items not to be Reclassified to Profit or Loss	202	4,979
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	289	(2,401)
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	(87)	7,380
2.2 Items to be Reclassified to Profit or Loss	(2,185)	2,020
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	(3,121)	2,886
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	936	(866)
III. TOTAL COMPREHENSIVE INCOME (I+II)	149,427	287,500

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 JUNE 2025 AND 2024
(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 June 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	-	-	2,020	-	-	-	280,501	287,500
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	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Balance at the End of the Period (III+IV+.....+X+XI)	1,000,000	-	-	25,430	-	(17,221)	2,807	-	2,020	-	72,405	-	280,501	1,365,942
	Current Period 30 June 2025 Reviewed														
I.	Balance at the End of the Prior Period	1,000,000	-	-	25,430	-	(19,522)	2,807	-	5,929	-	72,405	-	354,601	1,441,650
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	-	(19,522)	2,807	-	5,929	-	72,405	-	354,601	1,441,650
IV.	Total Comprehensive Income/Expense	-	-	-	-	-	202	-	-	(2,185)	-	-	-	151,410	149,427
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	-	-	-	-	-	-	-	-	-	-	354,601	-	(354,601)	-
11.1	Dividends Distributes	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2	Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	354,601	-	(354,601)	-
11.3	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Balance at the End of the Period (III+IV+.....+X+XI)	1,000,000	-	-	25,430	-	(19,320)	2,807	-	3,744	-	427,006	-	151,410	1,591,077

- Accumulated revaluation increases/decreases on non-current assets,
- Accumulated remeasurement gains/losses of defined benefit plans,
- 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)
- Foreign currency translation differences,
- Accumulated revaluation and/or reclassification gains/losses of financial assets at fair value through other comprehensive income,
- 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
UNCONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE PERIODS ENDED 30 JUNE 2025 AND 2024
(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated.)

VI. STATEMENT OF CASH FLOWS

	Reviewed Current Period 1 January-30 June 2025	Reviewed Prior Period 1 January-30 June 2024
A. CASH FLOWS FROM BANKING OPERATIONS		
1.1 Operating Profit Before Change in Banking Operations Assets and Liabilities	389,246	848,946
1.1.1 Interest Received	2,269,072	2,170,649
1.1.2 Interest Paid	(1,558,842)	(1,449,579)
1.1.3 Dividend Received	532	234
1.1.4 Fees and Commissions Received	28,557	20,768
1.1.5 Other Income	356,833	206,907
1.1.6 Collections from Previously Written-off Receivables	46,714	139,274
1.1.7 Cash Payments to Personnel and Service Suppliers	(309,838)	(237,388)
1.1.8 Taxes Paid	(34,635)	(45,420)
1.1.9 Other	(409,147)	43,501
1.2 Change in Assets and Liabilities Subject to Banking Activities	(871,329)	(1,004,456)
1.2.1 Net (Increase) Decrease in Financial Assets Measured at FVTPL	-	-
1.2.2 Net (Increase) Decrease in Due from Banks	(814,553)	(399,488)
1.2.3 Net (Increase) Decrease in Loans	(2,022,661)	1,540,440
1.2.4 Net (Increase) Decrease in Other Assets	(277,958)	34,629
1.2.5 Net (Increase) Decrease in Bank Deposits	161,918	61,066
1.2.6 Net (Increase) Decrease in Other Deposits	1,663,720	(2,761,161)
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	418,205	520,058
I. Net Cash Flow from Banking Operations	(482,083)	(155,510)
B. CASH FLOWS FROM INVESTING ACTIVITIES		
II. Net Cash Flows from Investing Activities	(13,374)	(288,914)
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	(9,399)	(35,142)
2.4 Sales of Tangible Assets	-	15,436
2.5 Cash Paid for Purchase of Financial Assets at Fair Value Through Other Comprehensive Income	-	(455,825)
2.6 Cash Obtained from Sale of Financial Assets at Fair Value Through Other Comprehensive Income	36	22,690
2.7 Cash Paid for Purchase of Investment Securities	-	(52,963)
2.8 Cash Obtained from Sale of Investment Securities	-	215,482
2.9 Other	(4,011)	1,408
C. CASH FLOWS FROM FINANCING ACTIVITIES		
III. Net Cash Flow from Financing Activities	(32,888)	(25,860)
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	(32,888)	(25,860)
3.6 Other	-	-
IV. Effect of Foreign Currency Translation Differences on Cash and Cash Equivalents	399,620	231,971
V. Net Increase in Cash and Cash Equivalents (I+II+III+IV)	(128,725)	(238,313)
VI. Cash and Cash Equivalents at the Beginning of Period	3,987,843	4,376,831
VII. Cash and Cash Equivalents at the End of Period	3,859,118	4,138,518

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

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

(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 instruments 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.

The preparation of financial statements in conformity with TFRS requires the use of certain critical accounting estimates by the Bank management to exercise its judgment on the assets and liabilities of the balance sheet and contingent issues as of the balance sheet date. These estimates, which include the fair value calculations of financial instruments and impairments of financial assets are being reviewed regularly and, when necessary, suitable corrections are made and the effects of these corrections are reflected to the income statement.

In the announcement made by the POA on 23 November 2023, it was stated that financial statements for annual reporting periods ending on or after 31 December 2023, of entities applying the Turkish Financial Reporting Standards (TFRS) should be adjusted for the effects of inflation in accordance with the relevant accounting principles outlined in TAS 29 Financial Reporting in Hyperinflationary Economies. Additionally, institutions or organizations authorized to regulate and supervise specific sectors may determine different transition dates for the application of the provisions of TAS 29. In this context:

- By the decision of the Banking Regulation and Supervision Agency (BRSA) dated 11 January 2024, and numbered 10825, the transition date for banks, financial leasing, factoring, financing, savings finance, and asset management companies to apply TAS 29 has been set as 1 January 2025.
- According to the BRSA Board decision numbered 11021 dated 5 December 2024, it was decided that banks, as well as financial leasing, factoring, financing, savings finance, and asset management companies, would not apply inflation accounting in 2025.

As a result, the Bank has not applied TAS 29 Financial Reporting in Hyperinflationary Economies in its unconsolidated financial statements as of 30 June 2025.

Changes in accounting policies and disclosures

The changes in TFRS, effective from 1 January 2025, have no significant impact on the Bank’s accounting policies, financial position, and performance. The TFRS changes that have been published but not yet in effect as of the finalization date of the financial statements are not expected to have a significant impact on the Bank’s accounting policies, financial position, and performance.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

I. Basis of Presentation (cont'd)

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.

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 19.74% 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 2.79% of total assets are assets with low risk and high yield. Placements in banks are 9.48% 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 services 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
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VI. Explanations on Financial Assets (cont'd)

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.

Mainly, 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 model that aims to collect contractual cash flows, and when the contractual terms of the financial asset on certain dates only do not result in cash flows involving the principal and interest payments arising from the principal amount balance, they are also financial assets that are acquired to profit from fluctuations in prices and similar factors in the short-term in the market, or that are part of a portfolio to make a profit in the short-term, regardless of the reason for their acquisition.

Financial assets at the fair value through profit or loss are initially recognized at fair value. The difference between the cost and fair value of such securities is accounted in profit or loss.

Financial Assets at Fair Value Through Other Comprehensive Income

A financial asset is measured at fair value through other comprehensive income if both of the following conditions are met:

- (a) The financial asset is held within a business model whose objective is to collect contractual cash flows and sell the financial asset,
- (b) The contractual terms of the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding at specific dates.

Gains or losses arising from financial assets measured at fair value through other comprehensive income, except for impairment gains or losses and foreign exchange gains or losses, are recognized in other comprehensive income until the financial asset is derecognized or reclassified.

Equity instruments classified as financial assets measured at fair value through other comprehensive income are accounted for at fair value when they are traded in organized markets and/or their fair value can be reliably determined. However, in some exceptional cases, cost may be an appropriate estimate method for determining fair value. This situation may occur if there is insufficient up-to-date information to measure fair value or if fair value can be measured using multiple methods, and the cost method best reflects the fair value estimate among these methods.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VI. Explanations on Financial Assets (cont'd)

Financial Assets Measured at Amortized Cost

A financial asset is classified as a financial asset measured at amortized cost, if the financial asset is held within the scope of a business model for the collection of contractual cash flows and the contractual terms of the financial asset result in cash flows that include payments arising only from principal and interest on the principal amounts on specific dates.

After the initial recognition, provision for impairment to be deducted, if any, financial assets measured at amortized cost are recognized with discounted value using effective interest (internal rate of return) method.

Interest earned on financial assets measured at amortized cost is recognized as interest income. The Bank classifies financial assets according to the classifications described above at the time of acquisition of the respective assets.

Loans:

Loans are financial assets created by providing money, goods, or services to the debtor. These loans and receivables are initially recognized at their acquisition cost, which reflects their fair value, and subsequently measured at amortized cost using the effective interest (internal rate of return) method. Fees and other expenses paid related to the collateral taken for these loans are not considered part of the transaction costs and are recognized in the expense accounts.

Individual and corporate loans, which are monitored under cash loans, are accounted for in the accounts specified in the Chart of Accounts ("COA") and the Prospectus based on their original balances, according to their content. Foreign currency indexed individual and commercial loans are tracked in Turkish Lira ("TL") accounts based on their Turkish Lira equivalents at the exchange rate on the opening date. Repayments are calculated based on the exchange rate at the payment date, and the resulting exchange differences are reflected in the income and expense accounts.

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 FVOCI. 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. Under TAS 39, the entire amount of the change in the fair value of the financial liability designated as fair value through profit or loss is presented in 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.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VI. Explanations on Financial Assets (cont'd)

Explanations on TFRS 9 Financial Instruments: (cont'd)

- The new general hedge accounting requirements retain the three types of hedge accounting mechanisms currently available in TAS 39. Under TFRS 9, greater flexibility has been introduced to the types of transactions eligible for hedge accounting, specifically broadening the types of instruments that qualify for hedging instruments and the types of risk components of non-financial items that are eligible 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 introduced.

Classification and Measurement

Classification and measurement of financial assets in accordance with TFRS 9 standard are 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.

At the time of initial recognition in the financial statements, each financial asset can be classified as either measured at fair value through profit or loss, measured at amortized cost, or measured at fair value through other comprehensive income, based on its classification.

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. 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 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 assesses at each reporting date, whether there are any objective indicators of impairment for a financial asset or a group of financial assets. If such an indicator exists, the Bank determines the amount of the impairment loss accordingly.

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. Losses expected to occur as a result of future events, no matter how probable, are not recognized.

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 “TFRS 9 Expected Loss Provisions” 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 Loss Provisions” account.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VII. Explanations on Impairment of Financial Assets (cont'd)

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 TFRS 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 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%.

Default Definition: It means 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.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

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 market funds account in the liabilities.

Funds given against securities purchased under agreements to resell (“reverse repo”) are accounted under “Money market placements” 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.

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

As of 30 June 2025, the Bank has TL 826,059 reverse repo transactions (31 December 2024: TL 1,742,324).

As of 30 June 2025, the Bank does not have any marketable securities lending transaction (31 December 2024: None).

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

Assets held for sale should meet the criteria of highly probable sale and the appropriate level of management must be committed to a plan to sell the asset (or the disposal group), and an active program to complete the plan should be initiated to locate a customer. Also, the asset (or the disposal group) should have an active market sale value, which is a reasonable value in relation to its current fair value. Also, the sale must be expected to be accounted for as a completed sale within one year from the date of classification and the actions required to complete the plan must demonstrate that it is unlikely that significant changes will be made to the plan or likelihood of the plan will be cancelled is low.

As of 30 June 2025, the Bank has assets held for sale amount of TL 23,512 (31 December 2024: TL 27,252).

A discontinued operation is a component of a bank that either has been disposed of, or is classified as held for sale. Gains or losses relating to discontinued operations are presented separately in the statement of profit or loss. The Bank does not have any discontinued operations.

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

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

XII. Explanations on Tangible Assets

Tangible fixed assets are accounted for at acquisition cost less accumulated depreciation. Tangible fixed assets are depreciated with straight-line method. While those acquired before 1 January 2004 are depreciated with the rates valid in prior periods, the fixed assets acquired after 1 January 2004 are depreciated with the rates determined by the Ministry of Finance based on useful economic 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

As of the balance sheet date, the Bank does not have authorization for any financial leasing transactions as lessor.

“TFRS 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 TFRS 16 Leases standard starting from 1 January 2019.

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 prepayments 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:

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

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

- The initial measurement amount of the lease obligation,
- The amount obtained by deducting all the rental incentives received from all lease payments made at or before the beginning of the lease;

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

XIII. Explanations on Leasing Transactions (cont'd)

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 Bank's average borrowing interest rates.

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

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

- a) Increases the book value to reflect the interest on the lease obligation
- b) Reduces the book value to reflect the lease payments made and
- c) The book value is measured to reflect reassessments and restructuring or 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.

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 311. The total amount of those cases consists of TL 12,943, USD 804 and EUR 193. There is a provision of TL 29,545 in the accompanying financial statements for these cases (31 December 2024: TL 54,807).

XV. Explanations on Liabilities Regarding Employee Benefits

Defined Benefit Plans:

Obligations related to employee benefits are recognized in accordance with the provisions of TAS 19 "Employee Benefits Standard." The Bank is required to pay severance pay to employees who retire, pass away, leave due to military service, or have their employment terminated as per the relevant legislation, as well as to female employees who voluntarily leave within one year after marriage, in accordance with the applicable laws and collective labor agreements. The Bank recognizes a provision by estimating the present value of the future potential obligation related to severance pay.

In accordance with the revised TAS 19 standard, effective as of 1 January 2013, the Bank recognizes actuarial gains and losses under equity.

The Bank does not have any pension funds, foundations, or similar organizations to which its employees are members.

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.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

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 of 30 June 2025.

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 presented 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 June 2025 in accordance with TPL are included in the deferred tax calculation as of 30 June 2025.

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.

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.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

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 profit or loss 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 as probable commitments in 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 June 2025 and 31 December 2024, the Bank primarily serves corporate and commercial clients and has not disclosed its financial information on a segmental basis.

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. As of current period, there is no matter subject to reclassification.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

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 June 2025, the Bank's total equity has been calculated as TL 1,588,125 and capital adequacy ratio is 15.69%. 31 December 2024 calculations have been made within the framework of the abolished regulations and the Bank's total equity amounted to TL 1,438,060 and capital adequacy ratio was 20.64% calculated pursuant to former regulations. The Bank's capital adequacy standard ratio is above the minimum ratio determined by the relevant legislation.

	Current Period 30 June 2025
Common Equity Tier 1 Capital	
Paid-in capital to be entitled for compensation after all creditors	1,000,000
Share issue premiums	-
Retained earnings	427,006
Earnings reflected in equity in accordance with Turkish Accounting Standards (TAS)	37,455
Profit	151,410
Net profit of the period	151,410
Prior years' profit	-
Bonus Shares from Associates, Affiliates and Joint-Ventures not Accounted in Current Period's Profit	2,807
Common Equity Tier 1 Capital Before Deductions	1,618,678
Deductions from Common Equity Tier 1 Capital	
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	(27,600)
Improvement costs for operating leasing (-)	(2,562)
Goodwill remaining after offsetting with the related deferred tax liability	(12,580)
Other intangible assets, excluding mortgage servicing rights, after offsetting with the related deferred tax liability	-
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	-
Total Deductions From Common Equity Tier 1 Capital	(42,742)
Total Common Equity Tier 1 Capital	1,575,936

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

I. Explanations Related to Items of Shareholders' Equity (cont'd)

Additional Tier 1 Capital	
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)	-
Additional Tier 1 capital before regulatory adjustments	-
Additional Tier 1 capital: regulatory adjustments	
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	-
Regulatory Adjustments which will be deducted from Tier 1 Capital During the Transition Period	
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 (-)	-
Total Deductions from Tier II Capital	-
Total Additional Tier 1 capital	-
Total Tier 1 capital (Tier 1 capital = Common Equity Tier 1 capital + Additional Tier 1 capital)	1,575,936
Tier 2 Capital	
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)	12,189
Tier II Capital Before Deductions	12,189
Deductions From Tier II Capital	
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 (-)	-
Total regulatory adjustments to Tier 2 capital	-
Total Tier 2 capital	12,189
Total Capital (The Sum of Tier 1 capital and Tier 2 capital)	1,588,125
The Sum of Tier 1 Capital and Tier 2 Capital (Total Capital)	
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	-
Regulatory Adjustments which will be deducted from Total Capital during the transition period	-
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	-

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL
STATEMENTS

AS OF 30 JUNE 2025

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

I. Explanations Related to Items of Shareholders' Equity (cont'd)

Capital	1,588,125
Total Capital (The sum of Tier 1 capital and Tier 2 capital)	1,588,125
Total Risk Weighted Assets	10,120,070
CAPITAL ADEQUACY RATIOS	
Common Equity Tier 1 Capital Adequacy Ratio (%)	15.57
Tier 1 Capital Adequacy Ratio (%)	15.57
Capital Adequacy Ratio (%)	15.69
BUFFERS	
Total buffer requirement (%)	2.55
Capital conservation buffer requirement (%)	2.50
Bank specific countercyclical buffer requirement (%)	0.05
Additional CET1 Capital Over Total Risk Weighted Assets Ratio Calculated According to the Article 4 of	11.07
Amounts Below the Thresholds for Deduction	-
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	-
Applicable Caps on The Inclusion of Provisions in Tier 2 Capital	-
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	12,189
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	-
Capital instruments subject to phase-out arrangements (only applicable between 1 January 2018 and 1 January 2022)	-
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	-

(*) Within the scope of the "Provisional Articles of the Regulation on the Own Funds of Banks", there are no amounts to be considered at the end of the transitional period for the items subject to transitional provisions.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL
STATEMENTS

AS OF 30 JUNE 2025

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

I. Explanations Related to Items of Shareholders' Equity (cont'd)

	Prior Period 31 December 2024
Common Equity Tier 1 Capital	
Paid-in Capital to be Entitled for Compensation after All Creditors	1,000,000
Share premium	-
Legal reserves	72,405
Accumulated other comprehensive income in accordance with Turkish Accounting Standards (TAS)	31,359
Profit	354,601
Net profit for the period	354,601
Prior periods' profit	-
Bonus shares from associates, subsidiaries and joint ventures not accounted in current period's profit	2,807
Common Equity Tier 1 Capital Before Deductions	1,461,172
Deductions from Common Equity Tier 1 Capital	
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	(19,522)
Leasehold improvements on operational leases (-)	(2,995)
Goodwill remaining after offsetting with the related deferred tax liability	(12,367)
Other intangible assets, excluding mortgage servicing rights, after offsetting with the related deferred tax liability	-
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	-
Total Deductions From Common Equity Tier 1 Capital	(34,884)
Total Common Equity Tier 1 Capital	1,426,288

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL
STATEMENTS

AS OF 30 JUNE 2025

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

I. Explanations Related to Items of Shareholders' Equity (cont'd)

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)	-
Additional Tier I Capital before deductions	-
Deductions from additional Tier I Capital	-
Direct and indirect investments of the Bank in its own Additional Tier I Capital	-
Investments of Bank to Banks that invest in Bank's additional equity and components of equity issued by financial institutions with compatible with Article 7	-
Total of net long positions of the investments in equity items of unconsolidated Banks and financial institutions where the Bank owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I capital	-
The total of net long position of the direct or indirect investments in additional Tier I capital of unconsolidated banks and financial institutions where the bank owns more than 10% of the issued share capital	-
Other items to be defined by the BRSA	-
Items that will Continue to deduce from the Core Capital during Transition	-
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 (-)	-
Total deductions From Additional Tier I Capital	-
Total additional Tier I Capital	-
Total Tier I Capital (Tier I Capital=Common Equity Additional Tier I Capital)	1,426,288
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)	11,772
Tier II Capital Before Deductions	11,772
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 (-)	-
Total deductions from Tier II Capital	-
Total Tier II Capital	11,772
Total Capital (The sum of Tier I Capital and Tier II Capital)	1,438,060
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	-

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

I. Explanations Related to Items of Shareholders' Equity (cont'd)

Capital	1,438,060
Total Capital (The sum of Tier 1 capital and Tier 2 capital)	1,438,060
Total Risk Weighted Assets	6,968,723
CAPITAL ADEQUACY RATIOS	
Common Equity Tier 1 Capital Adequacy Ratio (%)	20.47
Tier 1 Capital Adequacy Ratio (%)	20.47
Capital Adequacy Ratio (%)	20.64
BUFFERS	
Total buffer requirement (%)	2.57
Capital conservation buffer requirement (%)	2.50
Bank specific countercyclical buffer requirement (%)	0.07
The ratio of Additional Common Equity Tier 1 capital, which will be calculated by the first paragraph of the	15.97
Amounts Below the Excess Amount in the Discount Principles to be Applied	-
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	-
Applicable Caps on the Inclusion of Provisions in Tier 2 Capital	-
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardized approach (prior to application of cap)	11,772
General Loan Provisions for Exposures in Standard Approach Limited by 1.25% of Risk Weighted Assets	11,772
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	-
Capital instruments subject to phase-out arrangements (only applicable between 1 January 2018 and 1 January 2022)	-
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	-

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

II. Explanations Related to Currency Risk

Foreign currency risk indicates the probability of loss that banks are 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 value at risk is calculated by using the standard method.

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

Current foreign exchange buying rates announced by the bank as of the financial statement date and the last 5 business days before that, and foreign exchange buying rates of the Bank for the thirty days before the financial statement date are as follows:

	23 June 2025	24 June 2025	25 June 2025	26 June 2025	27 June 2025	30 June 2025
USD	39.6666	39.5719	39.6945	39.7040	39.7340	39.7377
CHF	48.5017	48.9243	49.1590	49.6505	49.7023	49.8059
GBP	53.2314	53.7925	53.9983	54.5362	54.4947	54.3603
100 JPY	26.9120	27.2650	27.1970	27.5120	27.4370	27.5110
EUR	45.5547	45.8488	46.0293	46.5005	46.5805	46.5556

The simple arithmetic averages of the major current foreign exchange buying rates of the Bank for the thirty days before at 30 June 2025 are as follows:

	Monthly Average Foreign Exchange Rate
USD	39.3444
CHF	48.3128
GBP	53.3377
100 JPY	27.2236
EUR	45.3105

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

II. Explanations Related to Currency Risk (cont'd)

30 June 2025	EUR	USD	JPY	OTHER FC	TOTAL
Assets					
Cash Values (Cash, Effective Reserve, Cash in Transit, Cheques Purchased, Precious Metal Reserve) and the Central Bank of Turkey	856,741	3,309,033	-	1	4,165,775
Banks	31,481	976,454	2,569	6,499	1,017,003
Financial Assets at Fair Value Through Profit or Loss	-	-	-	-	-
Money Market Placements	-	-	-	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	-	-	-	-	-
Loans (*)	2,247,787	2,205,412	-	-	4,453,199
Associates, Subsidiaries and Joint Ventures (Joint partnerships)	-	-	-	-	-
Financial Assets Measured at Amortized Cost	-	-	-	-	-
Derivative Financial Assets	-	-	-	-	-
Tangible Assets	-	-	-	-	-
Intangible Assets	-	-	-	-	-
Other Assets	93,152	46	-	12	93,210
Total Assets	3,229,161	6,490,945	2,569	6,512	9,729,187
Liabilities					
Bank Deposits	-	695	-	-	695
Foreign Currency Deposits	3,007,793	6,810,867	1	280	9,818,941
Money Market Funds	-	-	-	-	-
Funds Borrowed from Other Financial Institutions	-	-	-	-	-
Marketable Securities Issued	-	-	-	-	-
Miscellaneous Payables	-	-	-	-	-
Derivative Financial Liabilities	-	-	-	-	-
Other Liabilities	211,229	842,065	-	-	1,053,294
Total Liabilities	3,219,022	7,653,627	1	280	10,872,930
Net Balance Sheet Position	10,139	(1,162,682)	2,568	6,232	(1,143,743)
Net Off-Balance Sheet Position	-	596,066	-	-	596,066
Receivables from Derivative Financial Instruments	-	596,066	-	-	596,066
Payables from Derivative Financial Instruments	-	-	-	-	-
Non-Cash Loans (**)	43,344	189,776	-	-	233,120
31 December 2024					
Total Assets (*)	2,337,789	4,740,026	2,236	7,662	7,087,713
Total Liabilities	2,356,834	6,552,830	24	1,066	8,910,754
Net Balance Sheet Position	(19,045)	(1,812,804)	2,212	6,596	(1,823,041)
Net Off-Balance Sheet Position	-	(1,516,663)	-	-	(1,516,663)
Receivables from Derivative Financial Instruments	-	(1,516,663)	-	-	(1,516,663)
Payables from Derivative Financial Instruments	-	-	-	-	-
Non-Cash Loans (**)	70,540	123,328	-	-	193,868

(*) The amounts under the Loans do not include foreign currency indexed loan accounts.

(**) There is no effect on the net off-balance sheet position.

Foreign currency sensitivity

The following table details the Bank's sensitivity to a 10% increase or decrease in the TL against USD and EUR. 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 June 2025	30 June 2024	30 June 2025	30 June 2024
USD	10 increase	(56,662)	(943)	(56,662)	(943)
USD	10 decrease	56,662	943	56,662	943
EUR	10 increase	1,014	(712)	1,014	(712)
EUR	10 decrease	(1,014)	712	(1,014)	712
Other Currency	10 increase	880	912	880	912
Other Currency	10 decrease	(880)	(912)	(880)	(912)

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

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
Current Period							
30 June 2025							
Assets							
Cash Values (Cash, Effective Reserve, Cash in Transit, Cheques Purchased, Precious Metal Reserve) and the Central Bank of Turkey	3,562,754	-	-	-	-	1,505,674	5,068,428
Banks	-	-	-	-	-	1,018,492	1,018,492
Financial Assets at Fair Value Through Profit or Loss	-	-	-	-	-	-	-
Money Market Placements	825,693	-	-	-	-	-	825,693
Financial Assets at Fair Value Through Other Comprehensive Income	-	-	-	491,271	-	138	491,409
Loans (*)	6,354,525	3,235,608	957,492	1,080	-	195,666	10,744,371
Financial Assets at Amortized Cost (**)	-	-	-	50,525	-	-	50,525
Other Assets (***)	-	-	-	-	-	1,260,428	1,260,428
Total Assets	10,742,972	3,235,608	957,492	542,876	-	3,980,398	19,459,346
Liabilities							
Bank Deposits	-	-	-	-	-	2,199	2,199
Other Deposits	12,438,577	2,559,114	302,475	-	-	276,838	15,577,004
Money Market Funds	162,821	-	-	-	-	-	162,821
Miscellaneous Payables	-	-	-	-	-	-	-
Marketable Securities Issued	-	-	-	-	-	-	-
Funds Borrowed From Other Financial Institutions	-	-	-	-	-	-	-
Other Liabilities (****)	1,866,126	1	-	-	-	1,851,195	3,717,322
Total Liabilities	14,467,524	2,559,115	302,475	-	-	2,130,232	19,459,346
Balance Sheet Long Position	-	676,493	655,017	542,963	-	1,849,585	3,724,058
Balance Sheet Short Position	(3,724,058)	-	-	-	-	-	(3,724,058)
Off-Balance Sheet Long Position	-	-	-	-	-	596,066	596,066
Off-Balance Sheet Short Position	-	-	-	-	-	(622,502)	(622,502)
Total Position	(3,724,058)	676,493	655,017	542,963	-	1,823,149	(26,436)

(*) Revolving loans and Corporate foreign currency indexed revolving loans are reclassified to up to 1 month column. Loans are presented net of expected credit loss provisions.

(**) Financial assets measured at amortized cost are presented net of expected credit loss (ECL) allowances.

(***) Other assets line in the non-interest bearing column includes tangible assets amounting to TL 151,098, intangible assets amounting to TL 12,580, asset held for disposal amounting to TL 23,512, deferred tax assets amounting to TL 76,875, investments in associates amounting to TL 7,659 and other assets amounting to TL 971,774.

(****) Other liabilities line in the non-interest bearing column includes shareholders' equity amounting to TL 1,591,077, provisions amounting to TL 148,228 and other liabilities amounting to TL 111,890.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

III. Explanations Related to Interest Rate Risk (cont'd)

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

	Up to 1 month	1-3 Months	3-12 Months	1-5 Years	Over 5 Years	Non-interest bearing	Total
Prior Period							
31 December 2024							
Assets							
Cash Values (Cash, Effective Reserve, Cash in Transit, Cheques Purchased, Precious Metal Reserve) and the Central Bank of Turkey	2,487,825	-	-	-	-	1,001,550	3,489,375
Banks	706,535	-	-	-	-	291,416	997,951
Financial Assets at Fair Value Through Profit or Loss	-	-	-	-	-	-	-
Money Market Placements	1,741,627	-	-	-	-	-	1,741,627
Financial Assets at Fair Value Through Other Comprehensive Income	-	36	-	463,603	-	138	463,777
Loans (*)	4,755,703	2,489,581	773,370	2,502	-	187,703	8,208,859
Financial Assets at Amortized Cost	-	-	-	51,162	-	-	51,162
Other Assets (**)	-	-	-	-	-	817,783	817,783
Total Assets	9,691,690	2,489,617	773,370	517,267	-	2,298,590	15,770,534
Liabilities							
Bank Deposits	-	-	-	-	-	2,357	2,357
Other Deposits	7,423,840	4,312,822	806,686	-	-	284,461	12,827,809
Money Market Funds	-	-	-	-	-	-	-
Miscellaneous Payables	-	-	-	-	-	-	-
Marketable Securities Issued	-	-	-	-	-	-	-
Funds Borrowed From Other Financial Institutions	-	-	-	-	-	-	-
Other Liabilities (***)	1,165,480	3	-	-	-	1,774,885	2,940,368
Total Liabilities	8,589,320	4,312,825	806,686	-	-	2,061,703	15,770,534
Balance Sheet Long Position	1,102,370	-	-	517,267	-	236,887	1,856,524
Balance Sheet Short Position	-	(1,823,208)	(33,316)	-	-	-	(1,856,524)
Off-Balance Sheet Long Position	-	-	-	-	-	1,943,792	1,943,792
Off-Balance Sheet Short Position	-	-	-	-	-	(1,683,524)	(1,683,524)
Total Position	1,102,370	(1,823,208)	(33,316)	517,267	-	497,155	260,268

(*) Revolving loans and corporate foreign currency indexed revolving loans are classified under the “up to 1 month” column.

(**) Tangible assets, intangible assets and other assets are presented under the “non-interest-bearing fixed assets” column.

(***) Equity is presented under the “non-interest-bearing other liabilities” column.

Average interest rates applied to monetary financial instruments:

	EUR	USD	JPY	TL
30 June 2025	%	%	%	%
Assets				
Cash Values (Cash, Effective Reserve, Cash in Transit, Cheques Purchased) and The Central Bank of Turkey	-	-	-	-
Banks	-	3.22	-	-
Financial Assets Measured at Fair Value through Profit or Loss	-	-	-	-
Money Market Placements	-	-	-	46.02
Financial Assets Measured at Fair Value through Other Comprehensive	-	-	-	29.10
Loans	6.85	5.72	-	50.49
Financial Assets Measured at Amortized Cost	-	-	-	29.79
Liabilities				
Bank Deposits	-	-	-	-
Other Deposits	2.96	4.52	-	43.74
Money Market Funds	-	-	-	47.48
Miscellaneous Payables	-	-	-	-
Marketable Securities Issued	-	-	-	-
Funds Borrowed from Other Financial Institutions	-	-	-	-

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

III. Explanations Related to Interest Rate Risk (cont'd)

Average interest rates applied to monetary financial instruments:

31 December 2024	EUR %	USD %	YEN %	TL %
Assets				
Cash Values (Cash, Effective Reserve, Cash in Transit, Cheques Purchased) and The Central Bank of Turkey	-	-	-	-
Banks	-	4.13	-	-
Financial Assets Measured at Fair Value through Profit or Loss	-	-	-	-
Money Market Placements	-	1.45	-	49.17
Financial Assets Measured at Fair Value through Other Comprehensive	-	6.38	-	48.87
Loans	6.88	4.94	-	46.64
Financial Assets Measured at Amortized Cost	-	-	-	25.00
Liabilities				
Bank Deposits	-	-	-	-
Other Deposits	2.55	3.95	-	37.87
Money Market Funds	-	-	-	48.63
Miscellaneous Payables	-	-	-	-
Marketable Securities Issued	-	-	-	-
Funds Borrowed 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 June 2025:

Type of Currency	Shocks Applied (+ / - basis points)*	Gains/ Losses	Gains/ Equity- Losses/ Equity
TL	500	(34,942)	(2%)
	(400)	31,122	2%
EUR	200	(6,160)	(0%)
	(200)	6,367	0%
USD	200	(1,233)	(0%)
	(200)	1,329	0%
Total (of Negative Shocks)		38,818	2%
Total (of Positive Shocks)		(42,335)	(3%)

* 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 on 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.

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.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

V. Explanations on Liquidity Risk Management and Liquidity Coverage Ratio

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.

While the unconsolidated FC liquidity coverage ratios calculated weekly for the last three months were the lowest (01/06/2025) (176%) and the highest FC (13/05/2025) (415%), total liquidity coverage ratios are the lowest (01/04/2025) (124%) and the highest (16/05/2024) (485%) (31 December 2024: While the unconsolidated FC liquidity coverage ratios calculated weekly for the last three months were the lowest (17/11/2024) (157.40%) and the highest (22/11/2024) (395.18%) total liquidity coverage ratios are the lowest (30/10/2024) (288.65%) and the highest (04/10/2024) (669.51%)).

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 mismatch 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 main actions 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.

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.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

V. Explanations on Liquidity Risk Management and Liquidity Coverage Ratio (cont'd)

Chief Economist presents a short explanation regarding the recent developments in market in Committee of Assets and Liabilities 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.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

V. Explanations on Liquidity Risk Management and Liquidity Coverage Ratio (cont'd)

Liquidity Coverage Ratio:

30 June 2025		Total Value with Disregard Ratio Unapplied (*)		Consideration Rate Applied Total Value (*)	
		TL+FC	FC	TL+FC	FC
HIGH QUALITY LIQUID ASSETS				5,172,592	3,057,738
1	High quality liquid assets	7,633,618	5,442,334	5,172,592	3,057,738
CASH OUTFLOWS					
2	Real person deposits and retail deposits	6,148,234	3,813,620	621,212	389,210
3	Stable deposit	122,834	359	6,266	18
4	Low stable deposit	6,025,400	3,813,261	614,946	389,192
5	Unsecured debts excluding real person deposits and retail deposits	8,911,847	5,078,812	4,386,020	2,615,374
6	Operational deposit	-	-	-	-
7	Non-operational deposit	7,682,182	4,189,646	3,130,776	1,707,791
8	Other unsecured borrowings	1,229,665	889,166	1,255,244	907,583
9	Secured borrowings	-	-	-	-
10	Other cash outflows	900,859	176,925	114,953	27,889
11	Derivative liabilities and collateral liabilities	-	-	-	-
12	Payables from structured financial instruments	-	-	-	-
13	Payment commitments for debts to financial markets and other off-balance sheet liabilities	900,859	176,925	114,953	27,889
14	Non-revocable off-balance sheet liabilities and other contractual Liabilities	-	-	-	-
15	Other irrevocable or conditionally revocable off-balance sheet liabilities	-	-	-	-
16	TOTAL CASH OUTFLOWS			5,122,185	3,032,473
CASH INFLOWS					
17	Secured receivables	-	-	-	-
18	Unsecured receivables	5,752,807	2,198,995	5,321,593	2,034,117
19	Other cash inflows	-	-	-	-
20	TOTAL CASH INFLOWS	5,752,807	2,198,995	5,321,593	2,034,117
				Upper Limit Applied Values	
21	TOTAL STOCK OF HQLA			5,172,592	3,057,738
22	TOTAL NET CASH OUTFLOWS			1,280,546	998,356
23	LIQUIDITY COVERAGE RATIO (%)			403.94	306.28

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

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

V. Explanations on Liquidity Risk Management and Liquidity Coverage Ratio (cont'd)

Liquidity Coverage Ratio (cont'd):

31 December 2024		Total Value with Disregard Ratio Unapplied (*)		Consideration Rate Applied Total Value (*)	
		TL+FC	FC	TL+FC	FC
HIGH QUALITY LIQUID ASSETS					
1	High quality liquid assets	4,988,184	4,007,226	3,178,276	2,195,324
CASH OUTFLOWS					
2	Real person deposits and retail deposits	6,057,683	2,944,383	596,980	294,342
3	Stable deposit	173,422	324	8,666	16
4	Low stable deposit	5,884,261	2,944,059	588,314	294,326
5	Unsecured debts excluding real person deposits and retail deposits	5,563,763	4,494,522	2,834,425	2,272,118
6	Operational deposit	-	-	-	-
7	Non-operational deposit	4,539,115	3,697,697	1,809,290	1,475,127
8	Other unsecured borrowings	1,024,648	796,825	1,025,135	796,991
9	Secured borrowings				
10	Other cash outflows	900,524	158,107	123,942	40,481
11	Derivative liabilities and collateral liabilities	19,267	19,222	19,054	19,009
12	Payables from structured financial instruments	-	-	-	-
13	Payment commitments for debts to financial markets and other off-balance sheet liabilities	881,257	138,885	104,888	21,472
14	Non-revocable off-balance sheet liabilities and other contractual Liabilities	-	-	-	-
15	Other irrevocable or conditionally revocable off-balance sheet liabilities	-	-	-	-
16	TOTAL CASH OUTFLOWS			3,555,347	2,606,941
CASH INFLOWS					
17	Secured receivables	-	-	-	-
18	Unsecured receivables	6,132,436	1,876,418	5,897,978	1,727,387
19	Other cash inflows	114	12	114	12
20	TOTAL CASH INFLOWS	6,132,550	1,876,430	5,898,092	1,727,399
				Upper Limit Applied Values	
21	TOTAL STOCK OF HQLA			3,178,276	2,195,324
22	TOTAL NET CASH OUTFLOWS			888,837	879,542
23	LIQUIDITY COVERAGE RATIO (%)			357.58	249.60

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

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.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

V. Explanations on Liquidity Risk Management and Liquidity Coverage Ratio (cont'd)

Net Stable Funding Ratio:

As of 30 June 2025, the Bank's NSFR ratio, calculated from the three-month average amounts, is 259% (31 December 2024: 297%). This ratio is above the minimum required ratio. The regulation has set the minimum NSFR ratio at 100%.

		Unweighted Amount According to Residual Maturity				Total Weighted Amount
		Non-Maturity	Residual maturity of less than six months	Residual maturity of six months and longer but less than one year	Residual maturity of one year or more than one year	
30 June 2025						
Available stable funding						
1	Capital Instruments	1,588,125	-	-	-	1,588,125
2	Tier 1 Capital and Tier 2 Capital	1,588,125	-	-	-	1,588,125
3	Other Capital Instruments	-	-	-	-	-
4	Real-person and Retail Customer Deposits	-	6,294,513	63,628	-	5,731,177
5	Stable Deposits	-	177,004	-	-	168,154
6	Less Stable Deposits	-	6,117,509	63,628	-	5,563,024
7	Other Obligations	2,449,493	8,628,481	56,486	-	4,600,031
8	Operational deposits	-	-	-	-	-
9	Other Obligations	2,449,493	8,628,481	56,486	-	4,600,031
10	Liabilities equivalent to interconnected assets					
11	Other Liabilities	-	-	-	-	-
12	Derivative liabilities				-	
13	All other equity not included in the above categories	-	-	-	-	-
14	Available stable funding					11,919,334
Required stable funding						
15	Required stable funding					60,366
16	Deposits held at financial institutions for operational purposes	-	-	-	-	-
17	Performing Loans	277,702	10,266,767	84,139	825,000	3,225,881
18	Encumbered loans to financial institutions, where the loan is secured against Level 1 assets	-	-	-	825,000	82,500
19	Unencumbered loans to financial institutions or encumbered loans that are not secured against Level 1 assets	-	6,305,148	-	-	945,772
20	Loans to corporate customers, real persons and or retail customers, central banks, other than credit agencies and/or financial institutions	277,702	3,961,619	84,139	-	2,197,609
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	1,349,732	-	-	-	1,349,732
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	1,349,732	-	-	-	1,349,732
32	Off-balance sheet commitments		126,681	160,495	472,144	38,053
33	Total Required stable funding					4,674,032
34	Net Stable Funding Ratio (%)					255

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

V. Explanations on Liquidity Risk Management and Liquidity Coverage Ratio (cont'd)

Net Stable Funding Ratio (cont'd)

		Unweighted Amount According to Residual Maturity				Total Weighted Amount
		Non-Maturity	Residual maturity of less than six months	Residual maturity of six months and longer but less than one year	Residual maturity of one year or more than one year	
31. December 2024						
Available stable funding						
1	Capital Instruments	1,438,060	-	-	-	1,438,060
2	Tier 1 Capital and Tier 2 Capital	1,438,060	-	-	-	1,438,060
3	Other Capital Instruments	-	-	-	-	-
4	Real-person and Retail Customer Deposits	-	5,682,063	7,537	-	5,130,357
5	Stable Deposits	-	193,931	398	-	184,612
6	Less Stable Deposits	-	5,488,132	7,139	-	4,945,745
7	Other Obligations	1,865,174	6,247,943	20	-	3,451,919
8	Operational deposits	-	-	-	-	-
9	Other Obligations	1,865,174	6,247,943	20	-	3,451,919
10	Liabilities equivalent to interconnected assets					
11	Other Liabilities	-	-	-	-	
12	Derivative liabilities				-	
13	All other equity not included in the above categories	-	-	-	-	-
14	Available stable funding					10,020,336
Required stable funding						
15	Required stable funding					112,979
16	Deposits held at financial institutions for operational purposes	-	-	-	-	-
17	Performing Loans	98,666	8,210,253	-	1,740,000	2,541,995
18	Encumbered loans to financial institutions, where the loan is secured against Level 1 assets	-	-	-	1,740,000	174,000
19	Unencumbered loans to financial institutions or encumbered loans that are not secured against Level 1 assets	-	5,111,067	-	-	766,660
20	Loans to corporate customers, real persons and/or retail customers, central banks, other than credit agencies and/or financial institutions	98,666	3,099,186	-	-	1,601,335
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	896,753	-	-	-	896,753
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	896,753	-	-	-	896,753
32	Off-balance sheet commitments		194,952	28,330	317,823	27,028
33	Total Required stable funding					3,578,755
34	Net Stable Funding Ratio (%)					280

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

V. Explanations on Liquidity Risk Management and Liquidity Coverage Ratio (cont'd)

Presentation of assets and liabilities according to their remaining maturities:

30 June 2025	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	Over 5 Years	Undistributed (*)	Total
Assets								
Cash Values (Cash, Effective Reserve, Cash in Transit, Cheques Received, Precious Metal Reserve) and Central Bank of Turkey (**)	2,299,520	2,251,039	463,129	54,740	-	-	-	5,068,428
Banks	1,018,492	-	-	-	-	-	-	1,018,492
Financial Assets at Fair Value Through Profit or Loss	-	-	-	-	-	-	-	-
Money Market Placements	-	825,693	-	-	-	-	-	825,693
Financial Assets at Fair Value at Other Comprehensive Income	138	-	-	-	491,271	-	-	491,409
Loans (***)	-	6,354,525	3,235,608	957,492	1,080	-	195,666	10,744,371
Financial Assets Measured at Amortized Cost	-	-	-	-	50,525	-	-	50,525
Other Assets (****)	-	-	-	-	-	-	1,260,428	1,260,428
Total Assets	3,318,150	9,431,257	3,698,737	1,012,232	542,876	-	1,456,094	19,459,346
Liabilities								
Bank Deposits	2,199	-	-	-	-	-	-	2,199
Other Deposits	276,838	12,438,577	2,559,114	302,475	-	-	-	15,577,004
Funds from Other Financial Institutions	-	162,821	-	-	-	-	-	162,821
Money Market Funds	-	-	-	-	-	-	-	-
Issued Securities	-	-	-	-	-	-	-	-
Miscellaneous Payables	-	-	-	-	-	-	-	-
Other Liabilities (*****)	-	1,866,126	1	-	-	-	1,851,195	3,717,322
Total Liabilities	279,037	14,467,524	2,559,115	302,475	-	-	1,851,195	19,459,346
Liquidity Gap	3,039,531	(5,035,773)	1,139,622	709,757	542,963	-	(396,100)	-
Net Off-Balance Position	-	(26,436)	-	-	-	-	-	(26,436)
Receivables from Derivative Financial Instruments	-	596,066	-	-	-	-	-	596,066
Payables from Derivative Financial Instruments	-	622,502	-	-	-	-	-	622,502
Non-Cash Loans	-	84,966	50,530	1,039,535	2,006	1,999,409	-	3,176,446
31 December 2024								
Total Assets	1,617,910	8,484,058	3,233,335	912,478	517,267	-	1,005,486	15,770,534
Total Liabilities	286,818	8,589,320	4,312,825	806,686	-	-	1,774,885	15,770,534
Liquidity Gap	1,331,092	(105,262)	(1,079,490)	105,792	517,267	-	(769,399)	-
Net Off-Balance Position	-	17,761	(166,273)	-	-	-	-	(148,512)
Receivables from Derivative Financial Instruments	-	843,785	672,878	-	-	-	-	1,516,663
Payables from Derivative Financial Instruments	-	826,024	839,151	-	-	-	-	1,665,175
Non-Cash Loans	-	249,874	513,211	1,345,245	42,338	304,400	-	2,455,068

(*) 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.

(****) The 'Other Assets' line under the 'Un-Distributable' column includes tangible fixed assets amounting to TL 151,098, intangible fixed assets amounting to TL 12,580, non-current assets held for sale amounting to TL 23,512, investments amounting to TL 7,659, deferred tax assets amounting to TL 76,875, and other assets amounting to TL 971,774.

(*****) Equity is presented under 'Other Liabilities' in the 'Un-Distributable' column.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VI. Explanations Related to Leverage Ratio

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

As of 30 June 2025, the leverage ratio of the Bank calculated from quarterly average amounts is 8.28% (31 December 2024: 9.46%). This rate is above the minimum rate. The regulation stipulates the minimum leverage ratio as 3%.

Leverage ratio:

	On-balance sheet assets	30 June 2025 (*)	31 December 2024(*)
1	On-balance sheet assets (except derivative financial instruments and credit derivatives, including collateral)	16,302,039	12,949,941
2	(Assets deducted from Tier 1 capital)	(43,392)	(27,679)
3	Total risk amount for on-balance sheet assets (Total of lines 1 and 2)	16,258,647	12,922,262
	Derivative financial instruments and credit derivatives		
4	Replacement cost of derivative financial instruments and credit derivatives	4,037	159
5	Potential credit risk amount of derivative financial instruments and credit derivatives	38,438	18,416
6	Total risk amount for derivative financial instruments and credit derivatives (Total of lines 4 and 5)	42,475	18,575
	Securities or commodity-backed financing transactions		
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)	-	-
	Off-balance sheet transactions		
10	Gross nominal amount of off-balance sheet transactions	2,869,465	2,701,373
11	(Adjustment amount due to multiplication of conversion rates)	(389,904)	(297,302)
12	Total risk amount related to off-balance sheet transactions (Total of lines 10 and 11)	2,479,561	2,404,071
	Capital and total risk		
13	Main capital	1,555,036	1,445,923
14	Total risk amount (Total of lines 3, 6, 9 and 12)	18,780,683	15,344,908
	Leverage ratio		
15	Leverage ratio	8.28%	9.46%

(*) The amounts in the table represents three-month averages.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VII. Risk Management Objectives and Policies

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, the following tables have not been presented as of 30 June 2025:

- 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

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.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VII. Risk Management Objectives and Policies (cont'd)

a. Overview of Risk Weighted Assets

		Risk Weighted Amount		Minimum capital requirement	
		30 June 2025	31 December 2024	30 June 2025	31 December 2024
1	Credit risk (excluding counterparty credit risk) (CCR)	8,380,759	5,778,358	670,461	462,269
2	Standardised approach (SA)	8,380,759	5,778,358	670,461	462,269
3	Internal rating-based (IRB) approach	-	-	-	-
4	Counterparty credit risk	29,081	50,370	2,326	4,030
5	Standardised approach for counterparty credit risk (SA-CCR)	29,081	50,370	2,326	4,030
6	Internal model method (IMM)	-	-	-	-
7	Basic risk weight approach to internal models equity position in the banking account	-	-	-	-
8	Investments made in collective investment companies – look-through approach	-	-	-	-
9	Investments made in collective investment companies – mandate-based approach	-	-	-	-
10	Investments made in collective investment companies - 1250% weighted risk approach	-	-	-	-
11	Settlement risk	-	-	-	-
12	Securitization positions in banking accounts	-	-	-	-
13	IRB ratings-based approach (RBA)	-	-	-	-
14	IRB Supervisory Formula Approach (SFA)	-	-	-	-
15	SA/simplified supervisory formula approach (SSFA)	-	-	-	-
16	Market risk	18,987	72,861	1,519	5,829
17	Standardised approach (SA)	18,987	72,861	1,519	5,829
18	Internal model approaches (IMM)	-	-	-	-
19	Operational Risk	1,691,243	1,067,134	135,299	85,370
20	Basic Indicator Approach	1,691,243	1,067,134	135,299	85,370
21	Standard Approach	-	-	-	-
22	Advanced measurement approach	-	-	-	-
23	The amount of the discount threshold under the equity (subject to a 250% risk weight)	-	-	-	-
24	Floor adjustment	-	-	-	-
25	Total (1+4+7+8+9+10+11+12+16+19+23+24)	10,120,070	6,968,723	809,605	557,498

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VII. Risk Management Objectives and Policies (cont'd)

b. Credit Quality of Assets

30 June 2025:

		Status of Default		Provisions/ depreciation and impairment	Net value
		Defaulted	Non-defaulted		
1	Loans	412,563	10,547,834	(215,898)	10,744,499
2	Borrowing instruments	-	542,021	(87)	541,934
3	Off-balance sheet receivables	17,972	3,188,916	(18,818)	3,188,070
4	Total	430,535	14,278,771	(234,803)	14,474,503

31 December 2024:

		Status of Default		Provisions/ depreciation and impairment	Net value
		Defaulted	Non-defaulted		
1	Loans	450,755	8,020,339	(262,184)	8,208,910
2	Borrowing instruments	-	514,871	(70)	514,801
3	Off-balance sheet receivables	20,377	2,460,586	(18,650)	2,462,313
4	Total	471,132	10,995,796	(280,904)	11,186,024

c. Changes in deferred receivables and debt securities inventory

		30 June 2025	31 December 2024
1	Defaulted loans and debt securities at end of the previous reporting period	450,755	561,800
2	Loans and debt securities that have defaulted since the last reporting period	8,522	131,228
3	Returned to non-defaulted status	-	-
4	Amounts written off	(10,959)	-
5	Other changes (*)	(35,755)	(242,273)
6	Defaulted loans and debt securities at end of the reporting period (1+2-3-4±5)	412,563	450,755

(*) Represents collections obtained from non-performing receivables.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VII. Risk Management Objectives and Policies (cont'd)

d. Credit risk mitigation techniques – Overview

	30 June 2025	Unsecured receivables: Amount valued in accordance with TAS	Exposures secured by collateral	Exposures secured by collateral, of which: secured amount	Exposures secured by financial guarantees	Exposures secured by financial guarantees, of which: secured amount	Exposures secured by credit derivatives	Exposures secured by credit derivatives, of which: secured amount
1	Loans	10,452,877	291,622	771,350	132,884	635,493	-	-
2	Borrowing instruments	541,934	-	-	-	-	-	-
3	Total	10,994,811	291,622	771,350	132,884	635,493	-	-
4	Defaulted	117,555	86,128	102,089	3,556	3,556	-	-

d. Credit risk mitigation techniques – Overview

	31 December 2024	Unsecured receivables: Amount valued in accordance with TAS	Exposures secured by collateral	Exposures secured by collateral, of which: secured amount	Exposures secured by financial guarantees	Exposures secured by financial guarantees, of which: secured amount	Exposures secured by credit derivatives	Exposures secured by credit derivatives, of which: secured amount
1	Loans	7,069,655	1,139,254	1,004,761	974,502	904,400	-	-
2	Borrowing instruments	514,801	-	-	-	-	-	-
3	Total	7,584,456	1,139,254	1,004,761	974,502	904,400	-	-
4	Defaulted	111,810	84,641	84,638	3,560	3,557	-	-

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VII. Risk Management Objectives and Policies (cont'd)

e. Standard Approach – Credit risk exposure and credit risk mitigation effects

30 June 2025		Credit conversion rate and credit amount before credit risk amount		Credit conversion rate and credit amount after credit risk mitigation		Risk weighted amount and risk weighted amount concentration	
	Risk classes	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density
1	Exposures to central governments or central banks	4,643,747	-	4,654,319	-	-	0.00%
2	Exposures to regional governments or local authorities	-	-	-	-	-	-
3	Receivables from administrative units and non- commercial enterprises	-	-	-	-	-	-
4	Receivables from multilateral development banks	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-
6	Receivables from banks and intermediary institutions	930,942	670,836	928,639	62,178	250,716	25.30%
7	Corporate receivables	9,577,796	3,000,346	8,937,587	2,654,012	7,558,727	65.21%
8	Retail receivables	7,561	17,563	7,552	5,066	12,037	95.39%
9	Receivables secured by a residential real estate mortgage	40	1,118	40	377	146	35.00%
10	Receivables secured by commercial real estate mortgages	29,065	8,102	29,065	4,016	17,655	53.37%
11	Overdue receivables	199,978	-	196,422	-	145,418	74.03%
12	Receivables with high risk determined by the Board	-	3,291	1	54	55	100%
13	Mortgage-backed securities	-	-	-	-	-	-
14	Short-term receivables from banks and intermediary institutions and short-term corporate receivables	-	-	-	-	-	-
15	Investments as a collective investment institution	-	-	-	-	-	-
16	Stock investments	7,796	-	7,796	-	7,796	100.00%
17	Other receivables	1,142,718	-	1,142,718	-	388,209	33.97%
18	Total	16,539,643	3,701,256	15,904,139	2,725,703	8,380,759	44.99%

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VII. Risk Management Objectives and Policies (cont'd)

e. Standard Approach – Credit risk exposure and credit risk mitigation effects

	Previous Period 31 December 2024	Credit conversion rate and credit amount before credit risk amount		Credit conversion rate and credit amount after credit risk mitigation		Risk weighted amount and risk weighted amount concentration	
		On- balance sheet amount	Off- balance sheet amount	On- balance sheet amount	Off- balance sheet amount	RWA	RWA density
1	Exposures to central governments or central banks	3,116,223	-	3,169,388	-	-	0.00%
2	Exposures to regional governments or local authorities	-	-	-	-	-	-
3	Receivables from administrative units and non- commercial enterprises	-	-	-	-	-	-
4	Receivables from multilateral development banks	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-
6	Receivables from banks and intermediary institutions	954,987	408,875	954,987	60,110	293,403	28.90%
7	Corporate receivables	7,283,862	2,206,080	6,375,303	1,960,162	5,053,335	60.86%
8	Retail receivables	22,918	86,003	19,499	43,210	48,476	77.30%
9	Receivables secured by a residential real estate mortgage	32	883	32	319	123	34.99%
10	Receivables secured by commercial real estate mortgages	8,695	3,015	8,695	1,494	5,094	50.00%
11	Overdue receivables	196,451	-	192,893	-	138,111	71.60%
12	Receivables with high risk determined by the Board	1	4,777	1	43	44	99.55%
13	Mortgage-backed securities	-	-	-	-	-	-
14	Short-term receivables from banks and intermediary institutions and short-term corporate receivables	-	-	-	-	-	-
15	Investments as a collective investment institution	-	-	-	-	-	-
16	Stock investments	7,796	-	7,796	-	7,796	100.00%
17	Other receivables	632,503	-	632,504	-	231,976	36.68%
18	Total	12,223,468	2,709,633	11,361,098	2,065,338	5,778,358	43.25 %

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VII. Risk Management Objectives and Policies (cont'd)

f. Standard approach: Receivables by asset classes and risk weights

	30 June 2025 Asset classes/ Risk weight	0%	10%	20%	35%	50%	75%	100%	150%	200%	Total credit risk exposure amount (after CCF and CRM)
1	Receivables from central governments or central banks	4,654,319	-	-	-	-	-	-	-	-	4,654,319
2	Receivables from regional or local governments	-	-	-	-	-	-	-	-	-	-
3	Receivables from administrative units and non-commercial enterprises	-	-	-	-	-	-	-	-	-	-
4	Receivables from multilateral development banks	-	-	-	-	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-	-	-	-	-
6	Receivables from banks and intermediary institutions	-	-	834,911	-	145,409	-	10,354	143	-	990,817
7	Corporate receivables	-	-	4,627,539	-	661,900	-	6,301,942	218	-	11,591,599
8	Retail receivables	-	-	-	-	-	6,223	4,447	1,948	-	12,618
9	Receivables secured by a residential real estate mortgage	-	-	-	417	-	-	-	-	-	417
10	Receivables secured by commercial real estate mortgages	-	-	-	-	30,852	-	2,229	-	-	33,081
11	Overdue receivables	-	-	-	-	102,022	-	94,387	13	-	196,422
12	Receivables with high risk determined by the Board	-	-	-	-	-	-	54	1	-	55
13	Mortgage-backed securities	-	-	-	-	-	-	-	-	-	-
14	Short-term receivables from banks and intermediary institutions and short-term corporate receivables	-	-	-	-	-	-	-	-	-	-
15	Investments as a collective investment institution	-	-	-	-	-	-	-	-	-	-
16	Stock investments	-	-	-	-	-	-	7,796	-	-	7,796
17	Other Receivables	754,509	-	-	-	-	-	388,209	-	-	1,142,718
18	Total	5,408,828	-	5,462,450	417	940,183	6,223	6,809,418	2,323	-	18,629,842

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VII. Risk Management Objectives and Policies (cont'd)

f. Standard approach: Receivables by asset classes and risk weights (cont'd)

	Prior Period/ 31 December 2024										Total credit risk exposure amount (after CCF and CRM)
	Asset classes/ Risk weight	0%	10%	20%	35%	50%	75%	100%	150%	200%	
1	Receivables from central governments or central banks	3,169,388	-	-	-	-	-	-	-	-	3,169,388
2	Receivables from regional or local governments	-	-	-	-	-	-	-	-	-	-
3	Receivables from administrative units and non-commercial enterprises	-	-	-	-	-	-	-	-	-	-
4	Receivables from multilateral development banks	-	-	-	-	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-	-	-	-	-
6	Receivables from banks and intermediary institutions	-	-	733,376	-	270,102	-	11,507	113	-	1,015,098
7	Corporate receivables	-	-	4,084,753	-	31,154	-	4,217,061	2,497	-	8,335,465
8	Retail receivables	-	-	-	-	-	57,930	4,280	499	-	62,709
9	Receivables secured by a residential real estate mortgage	-	-	-	351	-	-	-	-	-	351
10	Receivables secured by commercial real estate mortgages	-	-	-	-	10,189	-	-	-	-	10,189
11	Overdue receivables	-	-	-	-	109,565	-	83,328	-	-	192,893
12	Receivables with high risk determined by the Board	-	-	-	-	-	-	42	2	-	44
13	Mortgage-backed securities	-	-	-	-	-	-	-	-	-	-
14	Short-term receivables from banks and intermediary institutions and short-term corporate receivables	-	-	-	-	-	-	-	-	-	-
15	Investments as a collective investment institution	-	-	-	-	-	-	-	-	-	-
16	Stock investments	-	-	-	-	-	-	7,796	-	-	7,796
17	Other Receivables	400,528	-	-	-	-	-	231,975	-	-	632,503
18	Total	3,569,916	-	4,818,129	351	421,010	57,930	4,555,989	3,111	-	13,426,436

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VII. Risk Management Objectives and Policies (cont'd)

g. Analysis of counterparty credit risk (CCR) exposure by approach

		Revaluation cost	Potential credit risk amount	EEPR (A)	The alpha used to calculate the legal risk amount	Risk amount after credit risk mitigation	Risk weighted amounts
	30 June 2025						
1	Standard Approach-CCR (for derivatives)	7	53,231	-	1,4	4,676	94
2	Internal Model Approach (derivative financial instruments, repurchase agreements, securities or commodities lending or borrowing transactions, transactions with long clearing periods, and margin securities transactions)						
3	Simple method for credit risk mitigation - (for repurchase transactions, securities or commodities lending or borrowing transactions, transactions with long clearing periods, and overdraft transactions)						
4	Comprehensive method for credit risk mitigation - (for repurchase transactions, securities or commodity lending or borrowing transactions, transactions with long clearing periods, and overdraft transactions)	-	988,880	-	-	31,174	28,871
5	Value-at-risk for repurchase agreements, securities or commodities lending or borrowing transactions, long clearing transactions, and overdraft transactions						
6	Total	7	1,042,111	-	1,4	35,850	28,965

(*) Effective expected positive risk amount.

		Revaluation cost	Potential credit risk amount	EEPR (A)	The alpha used to calculate the legal risk amount	Risk amount after credit risk mitigation	Risk weighted amounts
	Previous Period						
	31 December 2024						
1	Standard Approach-CCR (for derivatives)	-	1,226	-	1,4	1,226	607
2	Internal Model Approach (derivative financial instruments, repurchase agreements, securities or commodities lending or borrowing transactions, transactions with long clearing periods, and margin securities transactions)						
3	Simple method for credit risk mitigation - (for repurchase transactions, securities or commodities lending or borrowing transactions, transactions with long clearing periods, and overdraft transactions)						
4	Comprehensive method for credit risk mitigation - (for repurchase transactions, securities or commodity lending or borrowing transactions, transactions with long clearing periods, and overdraft transactions)	-	-	-	-	49,700	49,700
5	Value-at-risk for repurchase agreements, securities or commodities lending or borrowing transactions, long clearing transactions, and overdraft transactions						
6	Total	-	1,226	-	1,4	50,926	50,307

(*) Effective expected positive risk amount.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VII. Risk Management Objectives and Policies (cont'd)

h. Capital requirement for credit valuation adjustments

	Current Period 30 June 2025	Risk amount (After the use of credit risk mitigation techniques)	Risk weighted amounts
	Total portfolio value with comprehensive approach CVA capital adequacy		
1	(i) Value at risk component (3*multiplier included)	-	-
2	(ii) Stressed Value at Risk (3*multiplier included)	-	-
3	Total portfolio value with standard approach CVA capital adequacy	117	117
4	Total amount of CVA capital adequacy	117	117

	Prior Period 31 December 2024	Risk amount (After the use of credit risk mitigation techniques)	Risk weighted amounts
	Total portfolio value with comprehensive approach CVA capital adequacy		
1	(i) Value at risk component (3*multiplier included)	-	-
2	(ii) Stressed Value at Risk (3*multiplier included)	-	-
3	Total portfolio value with standard approach CVA capital adequacy	63	63
4	Total amount of CVA capital adequacy	63	63

TURKLAND BANK ANONİM ŞİRKETİ
EXPALANTIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VII. Risk Management Objectives and Policies (cont'd)

i. Standard approach - Counterparty credit risk by risk classes and risk weights

Risk Weights Risk Classes (30 June 2025)	0%	10%	20%	50%	75%	100%	150%	Other	Total credit risk (*)
Receivables from Central governments and central banks	-	-	-	-	-	-	-	-	-
Receivables from Local governments and municipalities	-	-	-	-	-	-	-	-	-
Receivables from Administrative and non-commercial	-	-	-	-	-	-	-	-	-
Receivables from Multilateral Development Bank	-	-	-	-	-	-	-	-	-
Receivables from International Organizations	-	-	-	-	-	-	-	-	-
Receivables from Banks and Intermediary Institutions	-	-	2,303	-	-	-	-	-	2,303
Corporate receivables	-	4,676	-	-	-	28,871	-	-	33,547
Retail receivables	-	-	-	-	-	-	-	-	-
Mortgage receivables	-	-	-	-	-	-	-	-	-
Non-performing receivables	-	-	-	-	-	-	-	-	-
High risk defined receivables	-	-	-	-	-	-	-	-	-
Mortgage-backed securities	-	-	-	-	-	-	-	-	-
Securitization positions	-	-	-	-	-	-	-	-	-
Short-term credit rated banks and Intermediary Institutions receivables	-	-	-	-	-	-	-	-	-
Collective investment undertaking investments	-	-	-	-	-	-	-	-	-
Stock investments	-	-	-	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-	-	-
Other assets (**)	-	-	-	-	-	-	-	-	-
Total	-	4,676	2,303	-	-	28,871	-	-	35,850

(*) Total credit risk: The amount related to the capital adequacy calculation after applying the counterparty credit risk measurement techniques.

(**) It includes amounts not covered under counterparty credit risk reported in the 'Risks to Central Counterparties' table.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VII. Risk Management Objectives and Policies (cont'd)

i. Standard approach - Counterparty credit risk by risk classes and risk weights

Prior Period Risk Weights / Risk Classes 31 December 2024	0%	10%	20%	50%	75%	100%	150%	Other	Total credit risk (*)
Receivables from Central governments and central banks	-	-	-	-	-	-	-	-	-
Receivables from Local governments and municipalities	-	-	-	-	-	-	-	-	-
Receivables from Administrative and non-commercial	-	-	-	-	-	-	-	-	-
Receivables from Multilateral Development Bank	-	-	-	-	-	-	-	-	-
Receivables from International Organizations	-	-	-	-	-	-	-	-	-
Receivables from Banks and Intermediary Institutions	-	-	-	-	-	-	-	-	-
Corporate receivables	-	-	18	1,207	-	49,701	-	-	50,926
Retail receivables	-	-	-	-	-	-	-	-	-
Mortgage receivables	-	-	-	-	-	-	-	-	-
Non performing receivables	-	-	-	-	-	-	-	-	-
High risk defined receivables	-	-	-	-	-	-	-	-	-
Mortgage-backed securities	-	-	-	-	-	-	-	-	-
Securitization positions	-	-	-	-	-	-	-	-	-
Short-term credit rated banks and Intermediary Institutions receivables	-	-	-	-	-	-	-	-	-
Collective investment undertaking investments	-	-	-	-	-	-	-	-	-
Stock investments	-	-	-	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-	-	-
Other assets (**)	-	-	-	-	-	-	-	-	-
Total	-	-	18	1,207	-	49,701	-	-	50,926

(*) Total credit risk: The amount related to the capital adequacy calculation after applying the counterparty credit risk measurement techniques.

(**) It includes amounts not covered under counterparty credit risk reported in the 'Risks to Central Counterparties' table.

j. Collaterals for counterparty credit risk

30 June 2025	Derivative financial instrument collaterals				Other transaction collaterals	
	Collaterals received		Collaterals given		Collaterals received	Collaterals given
	Allocated	Unallocated	Allocated	Unallocated		
Cash - local currency	-	-	-	-	-	786,990
Cash - foreign currency	-	-	-	-	-	-
Government bonds/bills - domestic	-	-	-	-	960,009	164,128
Government bonds/bills - other	-	-	-	-	-	-
Public institution bonds/bonds	-	-	-	-	-	-
Corporate bonds/bonds	-	-	-	-	-	-
Share certificate	-	-	-	-	-	-
Other collateral	-	-	-	-	-	-
Total	-	-	-	-	960,009	951,118

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VII. Risk Management Objectives and Policies (cont'd)

j. Collaterals for counterparty credit risk (cont'd)

31 December 2024	Derivative financial instrument collaterals				Other transaction collaterals	
	Collaterals received		Collaterals given		Collaterals received	Collaterals given
	Allocated	Unallocated	Allocated	Unallocated		
Cash - local currency	-	-	-	-	1,694,948	-
Cash - foreign currency	-	-	-	-	-	-
Government bonds/bills - domestic	-	-	-	-	-	-
Government bonds/bills - other	-	-	-	-	-	-
Public institution bonds/bonds	-	-	-	-	-	-
Corporate bonds/bonds	-	-	-	-	-	-
Share certificate	-	-	-	-	-	-
Other collateral	-	-	-	-	-	-
Total	-	-	-	-	1,694,948	-

k. Credit Derivatives

There are no credit derivatives in the Bank.

l. Risks to the central counterparty

	30 June 2025	
	Exposure post-CRM	RWA
Total exposures arising from transactions with Qualified Central Counterparties (QCCPs)	1,042,111	28,965
Exposures for trades with QCCPs (excluding initial margin and guarantee fund)		
(i) Over the counter derivative financial instruments	53,231	94
(ii) Other derivative financial instruments		
(iii) Repo-reverse repo transactions, margin trading and securities or commodity lending or borrowing	988,880	28,871
(iv) Counterparties where cross product netting applied		
Reserved initial collateral		
Unreserved initial collateral		
Pre-funded guarantee fund contributions		
Unfunded guarantee fund contributions		
Total Exposures to Non-QCCPs		
Exposures for trades with QCCPs (excluding initial margin and guarantee fund)		
(i) Over the counter derivative financial instruments		
(ii) Other derivative financial instruments		
(iii) Repo-reverse repo transactions, margin trading and securities or commodity lending or borrowing		
(iv) Counterparties where cross product netting applied		
Reserved initial collateral		
Unreserved initial collateral		
Pre-funded guarantee fund contributions		
Unfunded guarantee fund contributions		

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VII. Risk Management Objectives and Policies (cont'd)

1. Risks to the central counterparty (cont'd)

	31 December 2024	
	Exposure post-CRM	RWA
Total exposures arising from transactions with Qualified Central Counterparties (QCCPs)	1,745,874	50,307
Exposures for trades with QCCPs (excluding initial margin and guarantee fund)		
(i) Over the counter derivative financial instruments	1,226	607
(ii) Other derivative financial instruments		
(iii) Repo-reverse repo transactions, margin trading and securities or commodity lending or borrowing	1,744,648	49,700
(iv) Counterparties where cross product netting applied		
Reserved initial collateral		
Unreserved initial collateral		
Pre-funded guarantee fund contributions		
Unfunded guarantee fund contributions		
Total Exposures to Non-QCCPs		
Exposures for trades with QCCPs (excluding initial margin and guarantee fund)		
(i) Over the counter derivative financial instruments		
(ii) Other derivative financial instruments		
(iii) Repo-reverse repo transactions, margin trading and securities or commodity lending or borrowing		
(iv) Counterparties where cross product netting applied		
Reserved initial collateral		
Unreserved initial collateral		
Pre-funded guarantee fund contributions		
Unfunded guarantee fund contributions		

m. Market risk under standardized approach

		RWA
	Outright products	
1	Interest rate risk (general and specific)	-
2	Equity risk (general and specific)	-
3	Foreign exchange risk	18,987
4	Commodity risk	-
5	Options	-
6	Simplified approach	-
7	Delta-plus method	-
8	Scenario approach	-
9	Securitization	-
10	Total	18,987

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VII. Risk Management Objectives and Policies (cont'd)

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 are: Within the framework of the procedures and principles set forth in the Banking Law and the "Regulation on the Internal Systems and Internal Capital Adequacy Assessment Process of Banks" published in the Official Gazette dated 11 July 2014 and numbered 29057, the Bank's mission is to determine the Bank's risk strategy and the maximum risk level it can assume, taking into account the volume, nature and complexity of the Bank's activities and to ensure that the Bank continues its activities in line with its strategic plans, mission, objectives, profitability and efficiency principles, and that the interests of depositors and Bank shareholders are protected to the maximum extent.

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.

Starting 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.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VII. Risk Management Objectives and Policies (cont'd)

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.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

VII. Risk Management Objectives and Policies (cont'd)

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.

SECTION FIVE

EXPLANATIONS AND DISCLOSURES ON UNCONSOLIDATED FINANCIAL STATEMENTS

I. Explanations and Disclosures Related to the Assets of the Balance Sheet

1. a) Information on cash values and CBRT:

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Cash/Effective	5,777	122,076	4,232	126,209
CBRT	897,289	4,043,699	275,764	3,083,170
Total	903,066	4,165,775	279,996	3,209,379

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

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Unrestricted Demand Deposits	663,079	1,224,692	249,171	871,098
Unrestricted Time Deposits	-	-	-	-
Unrestricted Time Account	-	-	-	-
Reserve Deposits	234,210	2,819,007	26,593	2,212,072
Total	897,289	4,043,699	275,764	3,083,170

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 Turkey keep reserve deposits for their TL liabilities with reserve deposit rates between 22%-40% (31 December 2024: between 22%-33%) varied according to their maturity compositions, for their FC liabilities and precious metal liabilities at TL, USD, EUR and/or standard gold with reserve deposit rates between 5%-32% (31 December 2024: between 5%-30%) varied according to their maturity compositions.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

I. Explanations and Disclosures Related to the Assets of the Balance Sheet (cont'd)

c) Explanations related to reserve deposits (cont'd)

For deposits in foreign currency (excluding foreign bank deposits and precious metal deposit accounts), an additional reserve requirement of 8% (31 December 2024: 4%) is established in Turkish Lira.

In addition, if the growth in TL cash loans exceeds 2% from the programming details of 29 March 2024, to be calculated in four-week periods, a block installation application of the Turkish Lira mandatory fee for the total amount of the loan exceeding this rate has been initiated.

Renewal of foreign currency convertible deposit accounts and their transition to TL, 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 TL Rate”, “Transition to TL Rate”, “Real Person TL Share” and “Legal Entity TL 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 90% and above for foreign exchange convertible deposit accounts, the Central Bank of the Republic of Turkey has started to pay interest on the required reserves established for currency protected accounts and demand deposit accounts with a maturity of 1-91 days in TL, as of 20 January 2024. Interest rates are determined based on the “Renewal and Transition to TL Rate” and the “Transition to TL Rate”.

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 2024: None).
- a.2) Financial assets at fair value through profit/loss subject to repurchase agreements: None (31 December 2024: None.).

The Bank does not have net book value of unrestricted financial assets at fair value through profit and loss (31 December 2024: None).

- b) Positive differences related to derivative financial assets held-for-trading: None. (31 December 2024: None).

3. a) Information on banks:

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Banks				
Domestic	1,494	1,821	523	1,059
Foreign	-	1,015,182	-	996,369
Branches and Head Office Abroad	-	-	-	-
Total	1,494	1,017,003	523	997,428

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

I. Explanations and Disclosures Related to the Assets of the Balance Sheet (cont'd)

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 June 2025, the financial assets whose fair value difference is reflected in other comprehensive income given as collateral or blocked are TL 34,372 Interbank Money Market, TL 146,586 Open Market Operations ("OMO") and TL 38,921 Takasbank collateral balance (31 December 2024: the financial assets whose fair value difference is reflected in other comprehensive income given as collateral or blocked are TL 43,733 Interbank Money Market, TL 149,205 OMO and TL 80,777 Takasbank collateral balance).

- a.2) Information on financial assets subject to repurchase agreements at fair value through other comprehensive income:

As of 30 June 2025, TL 164,128 consist of repo transactions (31 December 2024: None).

As of 30 June 2025, the carrying amount of financial assets measured at fair value through other comprehensive income held as free deposits is TL 107,402 (31 December 2024: TL 190,062).

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

	30 June 2025	31 December 2024
Debt Securities	495,313	463,639
Quoted on a Stock Exchange	495,313	463,603
Not Quoted on a Stock Exchange	-	36
Share Certificates	138	138
Quoted on a Stock Exchange	-	-
Not Quoted on a Stock Exchange	138	138
Impairment Provision (-)	(4,042)	-
Total	491,409	463,777

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

I. Explanations and Disclosures Related to the Assets of the Balance Sheet (cont'd)

5. Information on loans (cont'd):

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

	30 June 2025		31 December 2024	
	Cash	Non-Cash	Cash	Non-Cash
Direct Loans Given to Bank Partners	173	22,609	154	25,617
Credits Given to Legal Entity Partners	173	22,609	154	25,617
Loans Given to Real Person Partners	-	-	-	-
Indirect Loans Given to Bank Partners	-	34,070	-	28,024
Loans Given to Bank Members	6,824	726	3,507	540
Total	6,997	57,405	3,661	54,181

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

	Standard Loans and Other Receivables			Loans and Other Receivables Under Close Monitoring		
	Cash Loans	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		10,539,233	-	-	9	-
Business Loans		4,087,992	-	-	1	-
Export Loans		979,502	-	-	-	-
Import Loans		-	-	-	-	-
Loans Given to Financial Sector		5,464,651	-	-	-	-
Foreign Loans		-	-	-	-	-
Consumer Loans		7,088	-	-	8	-
Credit Cards		-	-	-	-	-
Precious Metals Loans		-	-	-	-	-
Other		-	-	-	-	-
Specialized Loans		-	-	-	-	-
Other Receivables		-	-	-	-	-
Total		10,539,233	-	-	9	-

Expected Loss Provisions	Standard Loans	Loans Under Close Monitoring
12 Months Expected Credit Loss	6,660	-
Significant Increase in Credit Risk	-	358
Total	6,660	358

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

I. Explanations and Disclosures Related to the Assets of the Balance Sheet (cont'd)

5. Information on loans:

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

	Standard Loans and Other Receivables		Loans and Other Receivables Under Close Monitoring	
Cash Loans	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	10,405,950	-	1	-
Non-Specialized Loans	10,405,950	-	1	-
Specialized Loans	-	-	-	-
Other Receivables	-	-	-	-
Medium and Long-Term Loans	133,283	-	8	8,592
Non-Specialized Loans	133,283	-	8	8,592
Specialized Loans	-	-	-	-
Other Receivables	-	-	-	-
Total	10,539,233	-	9	8,592

According to the “Regulation on the Procedures and Principles Regarding the Classification of Loans and Provisions to be Set Aside for Them”, there are no loans which the payment schedule has been changed as of 30 June 2025.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

I. Explanations and Disclosures Related to the Assets (cont'd)

5. Information on loans: (cont'd)

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

	Short-Term	Medium and Long-Term	Total
Consumer Loans-TL	102	171	273
Housing Loans	-	-	-
Vehicle Loans	-	-	-
General Purpose Loans	102	171	273
Other	-	-	-
Consumer Loans-Currency Indexed	-	-	-
Housing Loans	-	-	-
Vehicle Loans	-	-	-
General Purpose Loans	-	-	-
Other	-	-	-
Consumer Loans-FC	-	-	-
Housing Loans	-	-	-
Vehicle Loans	-	-	-
General Purpose Loans	-	-	-
Other	-	-	-
Individual Credit Cards-TL	-	-	-
Installments	-	-	-
Without Installments	-	-	-
Individual Credit Cards-FC	-	-	-
Installments	-	-	-
Without Installments	-	-	-
Personnel Loans-TL	3,145	3,451	6,596
Housing Loans	-	-	-
Vehicle Loans	-	-	-
General Purpose Loans	3,145	3,451	6,596
Other	-	-	-
Personnel Loans-Currency Indexed	-	-	-
Housing Loans	-	-	-
Vehicle Loans	-	-	-
General Purpose Loans	-	-	-
Other	-	-	-
Personnel Loans-FC	-	-	-
Housing Loans	-	-	-
Vehicle Loans	-	-	-
General Purpose Loans	-	-	-
Other	-	-	-
Personnel Credit Cards-TL	-	-	-
Installments	-	-	-
Without Installments	-	-	-
Personnel Credit Cards-FC	-	-	-
Installments	-	-	-
Without Installments	-	-	-
Overdraft Account-TL (Real Persons) (*)	228	-	228
Overdraft Account-FC (Real Persons)	-	-	-
Total	3,475	3,622	7,097

(*) TL 228 portion of the overdraft account consists of the loans extended to the personnel.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

I. Explanations and Disclosures Related to the Assets (cont'd)

5. Information on loans: (cont'd)

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

	Short-Term	Medium and Long-Term	Total
Installment Trade Loans -TL	80,303	129,670	209,973
Business Loan	-	-	-
Vehicle Loan	-	-	-
Personal Finance Credit	80,303	129,670	209,973
Other	-	-	-
Installment Trade Loans - Currency Indexed	-	-	-
Business Loan	-	-	-
Vehicle Loan	-	-	-
Personal Finance Credit	-	-	-
Other	-	-	-
Installment Trade Loans -FC	-	-	-
Business Loan	-	-	-
Vehicle Loan	-	-	-
Personal Finance Credit	-	-	-
Other	-	-	-
Corporate Credit Cards -TL	-	-	-
Installments	-	-	-
Without Installments	-	-	-
Corporate Credit Cards -FC	-	-	-
Installments	-	-	-
Without Installments	-	-	-
Overdraft Account-TL (Legal Entity)	-	-	-
Overdraft Account-FC (Legal Entity)	-	-	-
Total	80,303	129,670	209,973

f) Allocation of loans by customers:

	30 June 2025	31 December 2024
Private	10,547,834	8,020,339
Public	-	-
Total	10,547,834	8,020,339

g) Distribution of domestic and international loans:

	30 June 2025	31 December 2024
Domestic Loans	10,547,834	8,020,339
Foreign Loans	-	-
Total	10,547,834	8,020,339

h) Loans granted to subsidiaries and associates: None (31 December 2024: None).

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

	30 June 2025	31 December 2024
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	208,880	254,304
Total	208,880	254,304

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

I. Explanations and Disclosures Related to the Assets (cont'd)

5. Information on loans: (cont'd)

j) Information on non-performing (Net):

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

	III. Group	IV. Group	V. Group
	Loans and Receivables with Limited Collectability	Uncollectible Loans and Other Receivables	Loss Loans and Other Receivables
30 June 2025			
(Gross Amount Before Provision)	-	-	8,238
Restructured Loans and Other Receivables	-	-	8,238
Loans and Other Receivables Under a New Amortization Plan	-	-	
31 December 2024			
(Gross Amount Before Provision)	-	-	12,068
Restructured Loans and Other Receivables	-	-	12,068
Loans and Other Receivables Under a New Amortization Plan	-	-	-

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

	III. Group	IV. Group	V. Group
	Loans and Receivables with Limited Collectability	Uncollectible Loans and Other Receivables	Loss Loans and Other Receivables
31 December 2024 Balance	-	-	450,755
Additions During the Period (+)	-	-	19,481
Inflow from Other Non-Performing Accounts Receivable (+)	-	-	-
Outflow from Other Non-Performing Accounts Receivable (-)	-	-	-
Collection During the Period (-)	-	-	(46,714)
Write-Off (-) (*)	-	-	(10,959)
Corporate and Trade Loans	-	-	-
Personal Loans	-	-	-
Credit Cards	-	-	-
Indexing Difference (-)	-	-	-
Other	-	-	-
30 June 2025 Balance	-	-	412,563
Provision (-)	-	-	(208,880)
Net Balance on the Balance Sheet	-	-	203,683

(*) There is no principal risk for the non-performing loan that was write off. TL 10,959 is due to the cancellation of the rediscount of the non-performing loan.

j.3) Information on foreign currency non-performing loans and other receivables:

None.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

I. Explanations and Disclosures Related to the Assets (cont'd)

5. Information on loans: (cont'd)

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

	III. Group	IV. Group	V. Group
	Loans and Receivables with Limited Collectability	Uncollectible Loans and Other Receivables	Loss Loans and Other Receivables
30 June 2025 (Net)			
Loans to Real Persons and Legal Entities (Gross)	-	-	412,563
Provision Amount (-)	-	-	(208,880)
Loans to Real Persons and Legal Entities (Net)	-	-	203,683
Banks (Gross)	-	-	-
Provision Amount (-)	-	-	-
Banks (Net)	-	-	-
Other Loans and Receivables (Gross)	-	-	-
Provision Amount (-)	-	-	-
Other Loans and Receivables (Net)	-	-	-
31 December 2024 (Net)			
Loans to Real Persons and Legal Entities (Gross)	-	-	450,755
Provision Amount (-)	-	-	(254,304)
Loans to Real Persons and Legal Entities (Net)	-	-	196,451
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:

	III. Group	IV. Group	V. Group
	Loans with Limited Collectability and Other Receivables	Loans with Doubtful Collectability and Other Receivables	Uncollectible Loans and Other Receivables
Current Period (Net)	-	-	104,121
Interest Accruals and Valuation Differences	-	-	205,733
Provision (-)	-	-	(101,612)
Prior Period (Net)	-	-	97,443
Interest Accruals and Valuation Differences	-	-	221,493
Provision (-)	-	-	(124,050)

As of 30 June 2025, within the scope of TFRS 9 TL 16,298 interest has been calculated for transfers to follow-up accounts and related provision is provided (31 December 2024: TL 38,268).

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

In accordance with the “Regulation on the Procedures and Principles Regarding the Classification of Loans and Provisions to be Set Aside for Them”, legal procedures are carried out by taking into account companies, guarantees and existing collateral, and provisions are set aside for problematic loans in accordance with the relevant decree.

l) Explanations on write-off policy:

As of 30 June 2025, TL 10,959 interest rediscount was written off from the assets. (31 December 2024: None).

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

I. Explanations and Disclosures Related to the Assets (cont'd)

6. Financial assets Measured at Amortized Cost:

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

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Stocks	-	-	-	-
Bond, Treasury Bill and Similar Securities	38,159	-	51,232	-
Other	-	-	-	-
Total	38,159		51,232	-

As of 30 June 2025, amortized financial assets measured at amortized cost given as collateral or blocked, TL 3,290 is interbank money market collateral balance and TL 34,869 is collateral with Takasbank (31 December 2024: TL 51,232 of amortized financial assets given as collateral or blocked is Interbank money market balance).

a.2) Legal liabilities of amortized financial assets subject to repo transactions: None. (31 December 2024: None)

The carrying amount of amortized financial assets held as free deposits is TL 12,453 (31 December 2024: None)

b) Information on financial assets measured at amortized cost:

	30 June 2025	31 December 2024
Government Bonds	50,612	51,232
Treasury Bills	-	-
Other Public Sector Debt Securities	-	-
Total	50,612	51,232

c) Information on financial assets measured at amortized cost:

	30 June 2025		31 December 2024	
	TL	FC	TL	FC
Debt Securities				
Quoted on a Stock Exchange	50,882	-	51,232	-
Not Quoted on a Stock Exchange	-	-	-	-
Provision for Impairment (-)	(270)	-	-	-
Total	50,612	-	51,232	-

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

I. Explanations and Disclosures Related to the Assets (cont'd)

d) Movement of amortized financial assets during the year:

	30 June 2025	31 December 2024
Value at Beginning of the Period	51,232	1,338,761
Foreign Currency Differences on Monetary Assets	(350)	(61,633)
Purchases During Year ^(*)	-	52,955
Disposal Through Sales and Amortization	-	(1,278,851)
Impairment Provision (-)	(270)	-
End of the Period Total	50,612	51,232

^(*) Interest income rediscount changes were presented in "foreign currency differences on monetary assets" line.

7. Information on associates (Net):

The Bank has a 1.4925% participation share in the Credit Guarantee Fund and is worth TL 7,659 (31 December 2024: TL 7,659 with a rate of 1.4925%).

8. Information on subsidiaries (Net):

The Bank has no subsidiaries in the current period (31 December 2024: None).

9. Information on jointly controlled entities:

The Bank has no jointly controlled entities in the current period (31 December 2024: None).

10. Information on lease receivables (Net):

The Bank has not any lease receivables in the current period (31 December 2024: None).

11. Information on derivative financial instruments for hedging purposes:

The Bank has not any derivative financial instruments for hedging purposes in the current period (31 December 2024: None.).

12. Information on tangible assets:

In accordance with Article 25 of the Communiqué on Financial Statements and Related Explanations and Footnotes to be Announced to the Public by Banks, they are not prepared in interim periods.

13. Information on intangible assets:

In accordance with Article 25 of the Communiqué on Financial Statements and Related Explanations and Footnotes to be Announced to the Public by Banks, they are not prepared in interim periods.

14. Investment Properties (Net):

None (31 December 2024: None).

15. Explanations on Deferred Tax Assets:

While the deferred tax liability is calculated for the total of taxable temporary differences, deferred tax assets consisting of deductible temporary differences are calculated with the characteristics that it is highly probable to use these differences to provide taxable profit in the future.

The deferred tax arising from the differences between the carrying value and tax value of the assets or liabilities which are related to equity accounts, are subject to offset in equity.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

I. Explanations and Disclosures Related to the Assets (cont'd)

15. Explanations on Deferred Tax Assets (cont'd):

	Current Period		Prior Period	
	Deferred Tax Base Temporary Differences	Deferred Tax Amount	Deferred Tax Base Temporary Differences	Deferred Tax Amount
Employee Rights Provisions	70,470	21,141	52,960	15,888
Expected Credit Losses Provisions	-	-	11,772	3,531
Other Provisions	71,430	21,429	88,503	26,551
Depreciation	120,063	36,019	-	-
Premium Provisions	-	-	63,750	19,125
Financial Losses	-	-	-	-
Other	47,540	14,262	14,407	4,322
Total Deferred Tax Assets	309,503	92,851	231,392	69,417
Depreciation	(46,107)	(13,832)	(46,107)	(13,832)
Rediscounts	-	-	(8,716)	(2,615)
Other	(7,147)	(2,144)	-	-
Total Deferred Tax Liabilities	(53,254)	(15,976)	(54,823)	(16,447)
Deferred Tax Assets/ (Liabilities), net	256,249	76,875	176,569	52,970

The movements in deferred tax assets as follows:

	30 June 2025	30 June 2024
Deferred Tax Asset / (Liability), Beginning of Period	52,970	-
Current Period (Expense) / Income	23,055	98,072
Deferred Tax Recognized in Equity	850	6,514
Deferred Tax Asset / (Liability), End of Period	76,875	104,586

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

	30 June 2025	30 June 2024
End of the Current Period		
Beginning of the Period	27,252	61,121
Acquisitions	-	2,632
Assets Sold (Cost)	(3,740)	(7,125)
Impairment	-	-
Carrying Value	23,512	56,628

17. Information on other assets:

a) The distribution of other assets is as follows:

	30 June 2025	31 December 2024
Clearing Accounts	637,310	286,589
Derivative Collateral	127,972	-
Collateral Given	102,596	213,741
Prepaid Expenses	74,941	49,123
Cash Guarantees Given	1,205	7,556
Assets to be Disposed of	2	166
Other	27,748	4,254
Total	971,774	561,429

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: The relevant amounts are not explained hence they do not exceed 10% the total of the balance sheet.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

II. Explanations and Disclosures Related to the Liabilities

1. Information on maturity structure of deposits:

a.1) 30 June 2025:

	Demand	7 Day Call Accounts	Up to 1 Month	1-3 Months	3-6 Months	6 Months - 1 Years	1 Year and Over	Acc. Deposits	Total
Saving Deposits	34,601	-	111,072	1,761,395	283,478	6,285	1,831	-	2,198,662
Foreign Currency Deposits	166,694	-	183,219	8,532,225	804,151	128,453	4,199	-	9,818,941
Residents in Turkey	159,258	-	181,774	8,446,993	796,471	127,262	256	-	9,712,014
Residents Abroad	7,436	-	1,445	85,232	7,680	1,191	3,943	-	106,927
Public Sector Deposits	8,007	-	-	-	-	-	-	-	8,007
Commercial Deposits	66,958	-	2,113,001	861,217	287,012	109,888	-	-	3,438,076
Other Institutions Deposits	578	-	7,710	105,030	-	-	-	-	113,318
Precious Metals Deposits	-	-	-	-	-	-	-	-	-
Bank Deposits	2,199	-	-	-	-	-	-	-	2,199
Central Bank of Turkey	-	-	-	-	-	-	-	-	-
Domestic Banks	165	-	-	-	-	-	-	-	165
Foreign Banks	2,034	-	-	-	-	-	-	-	2,034
Participation Banks	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total	279,037	-	2,415,002	11,259,867	1,374,641	244,626	6,030	-	15,579,203

a.2) 31 December 2024:

	Demand	7 Day Call Accounts	Up to 1 Month	1-3 Months	3-6 Months	6 Months - 1 Years	1 Year and Over	Acc. Deposits	Total
Saving Deposits	11,160	-	53,603	1,882,226	696,488	6,928	3,866	-	2,654,271
Foreign Currency Deposits	219,743	-	216,055	7,213,060	394,011	35,333	9,684	-	8,087,886
Residents in Turkey	215,350	-	214,913	7,158,378	382,991	32,187	6,483	-	8,010,302
Residents Abroad	4,393	-	1,142	54,682	11,020	3,146	3,201	-	77,584
Public Sector Deposits	713	-	-	-	-	-	-	-	713
Commercial Deposits	52,259	-	631,790	513,821	672,643	117,057	-	-	1,987,570
Other Institutions Deposits	586	-	5,408	91,375	-	-	-	-	97,369
Precious Metals Deposits	-	-	-	-	-	-	-	-	-
Bank Deposits	2,357	-	-	-	-	-	-	-	2,357
Central Bank of Turkey	-	-	-	-	-	-	-	-	-
Domestic Banks	200	-	-	-	-	-	-	-	200
Foreign Banks	2,157	-	-	-	-	-	-	-	2,157
Participation Banks	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total	286,818	-	906,856	9,700,482	1,763,142	159,318	13,550	-	12,830,166

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

i. Information on saving deposits:

Saving Deposits	Under the Guarantee of Insurance		Exceeding the Limit of Insurance	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
Saving Deposits	769,913	661,025	2,050,917	3,194,831
Foreign Currency Saving Deposits	472,855	333,121	7,647,021	7,697,622
Other Deposits in the Form of Saving Deposits	6,014	5,717	98,785	133,559
Foreign Branches' Deposits Under Foreign Authorities' Insurance	-	-	-	-
Off-Shore Banking Regions' Deposits Under Foreign Authorities' Insurance	-	-	-	-
Total	1,248,782	999,863	9,796,723	11,026,012

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

II. Explanations and Disclosures Related to the Liabilities (cont'd)

1. Information on maturity structure of deposits (cont'd):

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

Deposits of real persons not under the guarantee of insurance:

	30 June 2025	31 December 2024
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	4,533,446	1,240,043
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: None (31 December 2024: None).

3. Information on borrowings:

- a) Information on banks and other financial institutions: None (31 December 2024: None).
b) Recognition of the loans taken by maturity: None (31 December 2024: None).

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

II. Explanations and Disclosures Related to the Liabilities (cont'd)

3. Information on borrowings (cont'd)

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

The Bank diversifies its funding sources with customer deposits and foreign loans. Foreign currency deposits account for 32% of bank deposits and 63% of other deposits.

4. Information on funds obtained from repo transactions:

As of 30 June 2025, the total amount of funds provided by the Bank from repo transactions is TL 162,821. (31 December 2024: None).

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 financial lease agreements, instalments are based on useful life, usage periods and provisions of the Tax Procedural Code.

- b) Explanations regarding operational leases:

Head-Office and all branch premises of the Bank are leased under operational leases. In 2025, interest expense of TL 11,733 and depreciation expense of TL 17,135 were transferred to the profit and loss accounts. The lease periods vary between 5 and 10 years (30 June 2024: interest expense of TL 10,331 and depreciation expense of TL 13,122).

- 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.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

II. Explanations and Disclosures Related to the Liabilities (cont'd)

8. Information on provisions:

- Information on general provisions: None.
- Provisions for depreciation of principal on foreign currency indexed loans and financial leasing receivables: There is no provision for currency differences for foreign currency indexed loans (31 December 2024: None).
- The specific provisions of TL 14,648 was provided for indemnified non-cash loans (31 December 2024: TL 15,576).
- 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 benefits table:

	30 June 2025	31 December 2024
Employee termination benefit provision	36,556	32,056
Unused vacation provision	33,914	20,904
Total of Provision for Employee Benefits	70,470	52,960

According to the Turkish Accounting Standard Regarding the Benefits Provided to Employees numbered TAS 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 as of 30 June 2025 is TL 27,600 loss (30 June 2024: TL 24,601 loss).

- Information on other provisions:
- Information on free provisions for potential risks is explained in the footnote numbered 2.8.e.2 of Section Five.
- In case other provisions exceed 10% of the total provisions, the names and amounts of the sub-accounts causing the excess:

	30 June 2025	31 December 2024
Provision for Uncompensated Non-Cash Loans	14,648	15,576
Provision of Expected Credit Losses for Non-Cash Loans (Stage 1 and Stage 2)	4,170	3,074
Other Provisions (*)	58,940	151,951
Total	77,758	170,601

(*) Other provisions consist of litigation provisions amounting to TL 29,545, provisions for possible risks amounting to TL 14,000 and other provisions amounting to TL 15,395 (31 December 2024: Other Provisions consist of TL 63,750 in success bonus provisions, TL 54,807 in litigation provisions, TL 15,394 in non-litigation provisions and TL 18,000 in free provisions).

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

II. Explanations and Disclosures Related to the Liabilities (cont'd)

9. Explanations on taxes payable:

a) Information on current tax liability:

a.1) Information on corporate tax:

As of 30 June 2025 and 31 December 2024, remaining tax liability/(receivable) after deducting temporary taxes paid during the period from corporate tax:

	30 June 2025	31 December 2024
Current Period Tax Payable	-	152,435
Prepaid Tax	(16,930)	(149,964)
Current tax liability / (asset)	(16,930)	2,471

a.2) Explanations on taxes payable:

	30 June 2025	31 December 2024
Corporate Tax Payable	-	2,471
BITT	19,172	13,445
Securities Capital Income Tax	29,774	17,457
Income Tax Deducted from Salaries	7,163	14,394
Value Added Tax Payable	1,396	2,367
Real Estate Capital Income Tax	1,884	1,338
Stamp Tax	187	410
Other	155	404
Total	59,731	52,286

a.3) Information on premiums:

	30 June 2025	31 December 2024
Social Security Premiums-Employer	5,402	4,673
Social Security Premiums-Employee	2,719	2,270
Unemployment Insurance-Employer	280	221
Unemployment Insurance-Employee	140	111
Bank Social Aid Pension Fund Premium-Employee	-	-
Bank Social Aid Pension Fund Premium-Employer	-	-
Pension Fund Membership Fees and Provisions-Employee	-	-
Pension Fund Membership Fees and Provisions-Employer	-	-
Other	-	-
Total	8,541	7,275

b) Explanations on deferred tax liabilities, if any: None (31 December 2024: None).

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

II. Explanations and Disclosures Related to the Liabilities (cont'd)

10. Information on shareholders' equity:

a) Presentation of paid-in capital:

As of 30 June 2025, the nominal value of the Bank's capital is amounting to TL 1,000,000 and consists of 10 billion shares (As of 31 December 2024: the nominal value of the Bank's capital is amounting to TL 1,000,000 and consists of 10 billion shares).

	30 June 2025	31 December 2024
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 2024: 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 revaluation 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>	(2,185)	-	2,020	-
<i>Exchange rate difference</i>	-	-	-	-
Total	(2,185)	-	2,020	-

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

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:

	30 June 2025	31 December 2024
Loan Granting Commitments	730	397
Payment Commitments for Checks	14,778	13,740
Forward Asset Purchase and Sales Commitments	1,114,844	630,037
Other Irrevocable Commitments	14,934	11,758
Total	1,145,286	655,932

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:

	30 June 2025	31 December 2024
Other Guarantees and Collaterals	2,385,500	1,870,500
Letters of Credit	121,637	42,317
Total	2,507,137	1,912,817

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

	30 June 2025	31 December 2024
Definite Letter of Guarantees	605,958	468,531
Temporary Letter of Guarantees	6,295	24,226
Other Letter of Guarantees	57,056	49,494
Total	669,309	542,251

c) Total amount of non-cash loans:

	30 June 2025	31 December 2024
Non-Cash Loans Given Against Achieving Cash Loans	9,522	9,374
With Maturity of 1 Year or Less Than 1 Year	9,492	8,556
With Maturity of More Than 1 Year	30	818
Other Non-Cash Loans	3,166,924	2,445,694
Total	3,176,446	2,455,068

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

IV. Explanations and Disclosures Related to the Statement of Profit or Loss

1. a) Information on interest income on loans:

	30 June 2025		30 June 2024	
	TL	FC	TL	FC
Interest on Loans^(*)				
Short-Term Loans	1,567,223	123,048	1,302,731	77,285
Medium and Long Term-Loans	29,700	-	44,233	290
Interests Received from Non-Performing Receivables	24,828	-	32,044	-
Total	1,621,751	123,048	1,379,008	77,575

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

b) Information on interest income received from banks:

	30 June 2025		30 June 2024	
	TL	FC	TL	FC
The Central Bank of Turkey	-	-	-	-
Domestic Banks	37,068	-	1,192	-
Foreign Banks	-	12,228	-	19,144
Branches and Head Office Abroad	-	-	-	-
Total	37,068	12,228	1,192	19,144

c) Information on interest received from securities:

	30 June 2025		30 June 2024	
	TL	FC	TL	FC
From Financial Assets at Fair Value Through Profit and Loss	-	-	-	-
From Financial Assets at Fair Value Through Other Comprehensive Income	109,956	-	93,426	1
Financial Assets Measured at Amortized Cost	12,068	-	146,153	-
Total	122,024	-	239,579	1

d) Information on interest income received from associates and subsidiaries:

None (30 June 2024: None).

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

IV. Explanations and Disclosures Related to the Statement of Profit or Loss (cont'd)

2. a) Information on interest on funds borrowed:

	30 June 2025		30 June 2024	
Interest on Funds Borrowed (*)	TL	FC	TL	FC
Banks	4	-	8	-
The Central Bank of Turkey	-	-	-	-
Domestic Banks	4	-	8	-
Foreign Banks	-	-	-	-
Branches and Head Office Abroad	-	-	-	-
Other Institutions	-	-	-	-
Total	4	-	8	-

(*) 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 June 2025								
Time Deposits								
Account Name	Demand Deposits	Up to 1 month	Up to 3 Months	Up to 6 Months	Up to 1 Year	Longer than 1 Year	Acc. Deposits	Total
Turkish Lira								
Interbank Deposits	-	-	-	-	-	-	-	-
Savings Deposit	-	18,774	381,494	91,960	886	12	-	493,126
Official Deposit	-	-	-	-	-	-	-	-
Trade Deposit	-	386,169	319,320	62,901	8,582	-	-	776,972
Other Deposit	-	744	22,868	5,308	-	-	-	28,920
7-Day Notice Deposit	-	-	-	-	-	-	-	-
Precious Metal Reserve	-	-	-	-	-	-	-	-
Total	-	405,687	723,682	160,169	9,468	12	-	1,299,018
Foreign Currency								
Foreign currency deposits	-	6,492	151,047	12,552	1,071	120	-	171,282
Interbank Deposits	-	-	-	-	-	-	-	-
7-Day Notice Deposit	-	-	-	-	-	-	-	-
Precious Metal	-	-	-	-	-	-	-	-
Total	-	6,492	151,047	12,552	1,071	120	-	171,282
Grand Total	-	412,179	874,729	172,721	10,539	132	-	1,470,300

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

IV. Explanations and Disclosures Related to the Statement of Profit or Loss (cont'd)

d. Display of the interest paid on the deposit according to the maturity structure (cont'd):

30 June 2024								
Time Deposits								
Account Name	Demand Deposits	Up to 1 month	Up to 3 Months	Up to 6 Months	Up to 1 Year	Longer than 1 Year	Acc. Deposits	Total
Turkish Lira								
Interbank Deposits	-	-	-	-	-	-	-	-
Savings Deposit	-	9,201	185,584	96,936	405,477	16,987	-	714,185
Official Deposit	-	-	-	-	-	-	-	-
Trade Deposit	-	165,438	55,608	77,381	301,985	36,870	-	637,282
Other Deposit	-	1,558	5,547	-	-	-	-	7,105
7-Day Notice Deposit	-	-	-	-	-	-	-	-
Precious Metal Reserve	-	-	-	-	-	-	-	-
Total	-	176,197	246,739	174,317	707,462	53,857	-	1,358,572
Foreign Currency								
Foreign currency deposits	-	2,012	101,186	10,002	625	277	-	114,102
Interbank Deposits	-	-	-	-	-	-	-	-
7-Day Notice Deposit	-	-	-	-	-	-	-	-
Precious Metal	-	-	-	-	-	-	-	-
Total	-	2,012	101,186	10,002	625	277	-	114,102
Grand Total	-	178,209	347,925	184,319	708,087	54,134	-	1,472,674

3. Information on dividend income:

For the period ended 30 June 2025, the dividend income is TL 532. (30 June 2024: TL 234).

4. Explanations on trading income/loss:

	30 June 2025	30 June 2024
Profit	223,159	1,026,832
Profit from Capital Market Operations	-	-
From Derivative Financial Transactions	13,736	610,426
Profit from Foreign Exchange	209,423	416,406
Loss (-)	(447,200)	(1,245,874)
Loss from Capital Market Operations	(2)	(26,401)
From Derivative Financial Transactions	(100,313)	(726,067)
Loss from Foreign Exchange	(346,885)	(493,406)
Total	(224,041)	(219,042)

5. Information on other operating income:

	30 June 2025	30 June 2024
Income from sales of assets	3,838	2,865
Provisions for communication expense collected from customers	142	260
Other (*)	42,777	63,355
Total	46,757	66,480

(*) As of 30 June 2025, an amount of TL 31,076 included under the "Other" item represents the reversal of a litigation provision recognized in the prior period. (As of 30 June 2024: An amount of TL 60,000 included under the "Other" item represents the reversal of a free provision previously set aside for potential risks.)

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

IV. Explanations and Disclosures Related to the Statement of Profit or Loss (cont'd)

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

	30 June 2025	30 June 2024
Expected Credit Losses	45,936	185,374
12 Month ECL (Stage 1)	(222)	2,828
Significant Increase in Credit Risk (Stage 2)	(195)	531
Default (Stage 3)	46,353	182,015
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	-	-
Partnerships under Common Control (Business partnerships)	-	-
Other	-	-
Total	45,936	185,374

7. Information on other operating expenses:

	30 June 2025	30 June 2024
Provision for Employee Termination Benefits	-	-
Tax, Duty, Fees	16,855	16,892
Bank Social Aid Fund Deficit Provision	-	-
Impairment Expenses of Tangible Assets	-	-
Depreciation Expenses of Tangible Assets	32,811	28,810
Impairment Expenses of Intangible Assets	-	-
Impairment Expense of Goodwill	-	-
Depreciation Expenses of Intangible Assets	3,797	3,644
Impairment for Investments Accounted for under Equity Method	-	-
Impairment Expenses of Assets to be Disposed	-	-
Depreciation Expenses of Assets to be Disposed	-	2
Impairment Expenses of Assets Held for Sale and Discontinued Operations	-	-
Other Operating Expenses	157,316	93,140
Leasing Expenses Related to TFRS 16 Exceptions	655	-
Maintenance Expenses	44,311	35,506
Advertisement Expenses	79	69
Other Expenses ^(*)	112,271	57,565
Loss on Sales of Assets	-	-
Other ^(**)	31,463	41,680
Total	242,242	184,168

^(*) Included in other operating expenses; vehicle expenses are TL 7,070, communication expenses are TL 8,405, heating-lightening expenses are TL 3,690, stationery expenses are TL 919, cleaning expenses are TL 2,129, non-deductible expenses are TL 590, computer usage expenses are TL 20,035, subcontractor company expenses are TL 13,470, expertise expenses are TL 828, common expenses are TL 4,165, insurance expenses are TL 4,964, representation expenses are TL 945, other expenses are TL 33,822 (30 June 2024: Included in other operating expenses; vehicle expenses are TL 3,903, communication expenses are TL 6,403, heating-lightening expenses are TL 2,936, stationery expenses are TL 716, cleaning expenses are TL 2,022, non-deductible expenses are TL 3,103, computer usage expenses are TL 14,970, subcontractor company expenses are TL 11,070, expertise expenses are TL 826, common expenses are TL 2,575, insurance expenses are TL 3,848, representation expenses are TL 938, other expenses are TL 4,255).

^(**) Other operating expenses consist of TL 18,181 of Audit and Consultancy expenses, TL 5,705 of Savings Deposit Insurance Fund, and TL 73,577 of other expenses. (30 June 2024: Other operating expenses consist of TL 18,832 of Audit and Consultancy expenses, TL 5,869 of Savings Deposit Insurance Fund, and TL 16,979 of other expenses).

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

IV. Explanations and Disclosures Related to the Statement of Profit or Loss (cont'd)

8. Information on profit / loss from continuing and discontinued operations before tax:

There is no current tax expense for the period ended 30 June 2025 (30 June 2024: TL 142,841). For the period ended 30 June 2025, deferred tax income is TL 23,055 (30 June 2024: TL 98.072).

9. Information on net profit / loss from continuing and discontinued operations:

Net profit for the period from continuing operations is TL 151,410 (30 June 2024: TL 280,501).

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.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

IV. Explanations and Disclosures Related to the Statement of Profit or Loss (cont'd)

11. 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:

	30 June 2025	30 June 2024
<u>Other fees and commissions received</u>		
Expertise fees collected from customers	729	809
Transfer commissions	424	389
Insurance commissions	435	322
Cheque expense	28	270
Safe deposit box commissions	67	28
Intelligence Fee	-	-
Letter of Credit Commissions	-	-
Credit Card Commissions and Fees	11	11
Collection item commissions	5	9
Other banking service income	1,092	634
Total	2,791	2,472

	30 June 2025	30 June 2024
<u>Other fees and commissions given</u>		
Other commissions paid to banks	2,180	2,275
EFT expense commission	290	275
Bond stock market share	273	198
Transfer commissions	36	110
Exchange custody commission	426	295
Credit card commissions	800	549
ATM expense commission	3	5
Other (*)	5,157	1,489
Total	9,165	5,196

(*) For the period ended 30 June 2025, other fees and commissions paid consist of TL 2,144 for correspondent bank charges, TL 2,872 for brokerage transaction commissions, and TL 141 for other fees and commissions.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

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 June 2025:

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	-	-	154	25,617	-	28,024
Balance at End of Period	-	-	173	22,609	-	34,070
Interest Received and Commission Income	-	-	-	-	-	-

b) 31 December 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	-	-	154	25,617	-	28,024
Interest Received and Commission Income	-	-	-	-	-	-

(*) Interest received: Interest income for the period June 2024.

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 June 2025	31 December 2024	30 June 2025	31 December 2024	30 June 2025	31 December 2024
Deposit						
Beginning of the Period	-	-	7,811	2,111	1,527	481
End of the Period	-	-	2,034	7,811	1,978	1,527
Deposit Interest Expense	-	-	-	-	-	598

In addition, the Bank has not any "Funds Borrowed" used from risk group of the Bank (31 December 2024: None) and there is no interest expense was incurred from funds borrowed in 2025 (30 June 2024: None).

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

d) For the period ended 30 June 2025, the total amount of remuneration and benefits provided to the senior management of the Bank TL 55,156 (30 June 2024: TL 46,836).

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

V. Explanations on the Risk Group of the Bank (cont'd)

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:

	Balance	% Compared to the Amounts in the Financial Statements
Banks and other receivables	173	0.02
Borrowings	-	0.00
Non-cash loans	56,679	1.77
Deposits	4,012	0.03

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 0.41%. Details of these loans are explained in 1a above.

VI. Explanations on Subsequent Events

None.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

SECTION SIX

THE LIMITED REVIEW REPORT

I. Explanations Related to the Limited Review Report

The Bank's unconsolidated financial statements as of and for the period ended 30 June 2025 have been reviewed by KPMG Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş.

The review report dated 14 August 2025 is presented at the beginning of the financial statements and related notes.

II. Explanations and Notes Prepared by the Independent Auditor

None.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

SECTION SEVEN (*)

EXPLANATIONS ON INTERIM ACTIVITY REPORT

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

Dear Shareholders,

Positive steps have been taken in effort to combat inflation with the gradually normalizing Monetary Policy. However, within the scope of the combat inflation, the Central Bank's tightening policies and the implemented regulations continue the savings practices in the Banking sector and despite all this subscription, the Banking sector has contributed to the economy and continues to support production and investments.

As T-Bank, we have demonstrated a successful performance in the second period of 2025 with rational policies and healthy policy management.

As of 30 June 2025, total assets amounted to TL 19.5 billion, loans to TL 11.0 billion and customer deposits to TL 15.6 billion and our net profit for the half of 2025 was TL 151.4 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 first half of 2025, T-Bank's assets amounted to TL 19,459 million, cash loans amounted to TL 10,744 million, and guarantees and sureties amounted to TL 3,176 million.

In the first half of 2025, the securities portfolio is TL 542 million.

Deposit volume is TL 15,579 million in the first half of 2025.

Having posted a net profit of TL 281 million in the first half of 2025, the Bank closed the first half of 2024 with a net profit of TL 151 million.

Credit risk and capital adequacy

The legal limit of the Capital Adequacy Ratio is 8%, and the Bank's Capital Adequacy Ratio as of June 2025 is 15.69%.

The share of non-performing loans in total loans is 3.76%, and the provision ratio for non-performing loans is 50.63%.

TURKLAND BANK ANONİM ŞİRKETİ
EXPLANATIONS AND NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2025

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

Explanations on Interim Activity Report (cont'd)

Summary Financial Information

Thousand TL	30 June 2025	31 December 2024
Total Assets	19,459,346	15,770,534
Loan Portfolio (net)	10,744,499	8,208,910
Loan Portfolio (gross)	10,960,397	8,471,094
Securities Portfolio (Net)	541,934	514,939
Banks/Receivables from Money Markets (Net)	1,843,772	2,739,578
Total Deposits	15,579,203	12,830,166
Funds Borrowed	-	-
Equity	1,591,077	1,441,650
Guarantees and Sureties	3,176,446	2,455,068

Thousand TL	30 June 2025	30 June 2024
Net Interest Income	752,302	648,778
Net Commission Income	5,913	16,096
Profit / (Loss) Before Taxes	128,355	325,270
Net Profit / (Loss)	151,410	280,501

Financial Ratios (%)

(1)	30 June 2025	31 December 2024
	(%)	(%)
Capital Adequacy Ratio	15.69	20.64
Loans (net) / Deposits	68.97	63.98
Loans/Total Assets	55.22	52.05
Liquid Assets/ Total Assets	19.74	26.67
Non-performing Loans (net) / Total Loans (net)	1.90	2.39
Non-performing Loans (gross) / Total Loans (gross)	3.76	5.32
Non-performing Loans (net) / Total Assets	1.05	1.25
Loan Provisions / Non-performing Loans	50.63	56.42

(1) The current period ratios presented in the table have been calculated using the financial statements dated 30 June 2025 (31 December 2024: The prior period ratios were calculated using the financial statements dated 31 December 2024).

T-Bank at the end of June 2025

With 6 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